

TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

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IN YEAR REPORT (Schedule C)
May 2023

PREPARED IN ACCORDANCE WITH BUDGET REGULATIONS IN TERMS OF
GOVERNMENT GAZETTE OF 17 APRIL 2009

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PART 1

1. Executive summary

Council of the Municipality approved the Budget in terms of the Municipal Finance Management Act (MFMA), Act 56 of 2003 MFMA Circulars and Municipal Budget and Reporting Regulations (MBRR) as promulgated in 2009. The Budget document was submitted to both National and Provincial Treasury in soft copies by uploading it on the Treasury prescribed Gomuni portal.

In terms of section 28 of the MBRR, the municipality must prepare the in-year reports in terms of Schedule C of the regulations.

The Schedule C states that the Municipality must report on its overall performance with specific reference to financial and Non-Financial information.

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

Mentioned below are some of the key issues that happened in May 2023:

- Revenue that accrued to the Municipality is presented in table C4.
- The following are the main revenue contributors:
 - Revenue from Property rates & Electricity service charges.
 - Revenue from unconditional Grants
 - In terms of GRAP 23 – Revenue from non-exchange transaction, whenever, the conditions of the grants are met, such revenue must be recognised as income in the income statement of the Municipality.
- Total Expenditure for the month is presented in the expenditure section in table C4.

2. In Year Budget Statements Tables

In terms of Municipal Budget and Reporting Regulations as per government gazette No. 32141 of 2009, the municipality is required to report on the following Tables:

- Table C1 MFMA s 71 Monthly budget statement summary
- Table C2 Monthly budget statement – Financial performance (revenue and expenditure by municipal vote)
- Table C3 Monthly budget statement – Financial Performance (Revenue and expenditure by municipal vote)
- Table C4 Monthly budget statement – Financial Performance (Revenue and expenditure)
- Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)
- Table C6 Monthly budget statement – Financial Position
- Table C7 Monthly budget statement – Cash Flow

In the following pages the above tables are disclosed with summaries of what these tables mean:

2.1.1. In Year Budget Statement – Table C1 – Budget Summary

FS183 Tswelopele - Table C1 Monthly Budget Statement Summary - M11 May

Description	Budget Year 2020/21								
	2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	27 867	31 367	2 834	28 203	28 753	(550)	-2%	-
Service charges	-	69 165	69 165	4 807	57 401	63 401	(6 001)	-9%	-
Investment revenue	-	1 300	1 300	22	128	1 192	(1 064)	-89%	-
Transfers and subsidies	-	94 460	94 460	-	94 460	94 460	-	-	-
Other own revenue	-	3 784	7 284	827	8 819	6 677	2 142	32%	-
Total Revenue (excluding capital transfers and contributions)	-	196 576	203 576	8 490	189 011	194 483	(5 472)	-3%	-
Employee costs	-	78 740	78 875	6 639	70 998	72 302	(1 304)	-2%	-
Remuneration of Councillors	-	6 569	6 569	542	6 054	6 022	32	1%	-
Depreciation & asset impairment	-	20 000	20 000	-	-	18 333	(18 333)	-100%	-
Finance charges	-	1 500	4 000	1 263	5 730	3 667	2 064	56%	-
Materials and bulk purchases	-	71 468	61 249	3 364	44 855	56 145	(11 290)	-20%	-
Transfers and subsidies	-	-	15	-	-	14	(14)	-100%	-
Other expenditure	-	48 443	71 843	3 379	40 694	65 856	(25 162)	-38%	-
Total Expenditure	-	226 720	242 551	15 187	168 331	222 338	(54 007)	-24%	-
Surplus/(Deficit)	-	(30 144)	(38 975)	(6 697)	20 680	(27 855)	48 536	-174%	-
Transfers and subsidies - capital (monetary allocations)	-	35 532	39 532	-	47 332	47 332	-	-	-
Contributions & Contributed assets	-	100	160	-	-	147	(147)	-100%	-
Surplus/(Deficit) after capital transfers & contributions	-	5 488	717	(6 697)	68 012	19 623	48 389	247%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	5 488	717	(6 697)	68 012	19 623	48 389	247%	-
Capital expenditure & funds sources									
Capital expenditure	-	38 431	45 034	7 279	41 602	41 281	321	1%	-
Capital transfers recognised	-	34 532	38 532	7 279	38 446	35 321	3 125	9%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	3 898	6 502	-	3 156	5 960	(2 804)	-47%	-
Total sources of capital funds	-	38 430	45 034	7 279	41 602	41 281	321	1%	-
Financial position									
Total current assets	-	118 798	118 798		74 863				118 798
Total non current assets	-	680 331	680 331		723 165				680 331
Total current liabilities	-	98 792	98 792		61 249				98 792
Total non current liabilities	-	54 455	54 455		46 821				54 455
Community wealth/Equity	-	645 882	-		689 958				645 882
Cash flows									
Net cash from (used) operating	-	31 988	39 538	(6 919)	123 166	32 459	(90 708)	-279%	-
Net cash from (used) investing	-	(37 930)	(44 534)	(7 279)	(41 602)	(40 823)	779	-2%	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	-	(5 388)	(4 996)	-	81 565	(7 811)	(89 375)	1144%	-
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	5 961	3 983	3 286	3 111	4 039	3 285	23 217	114 499	161 381
Creditors Age Analysis									
Total Creditors	-	3 976	-	119 289	-	-	-	7 931	131 196

2.1.2. In Year Budget Statement – Table C2 – Fin Performance (STD Classification)

FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	125 776	136 806	3 600	178 522	125 406	53 117	42%	-
Executive and council		-	22 523	33 483	-	-	30 693	(30 693)	-100%	-
Finance and administration		-	103 253	103 323	3 600	178 522	94 713	83 809	88%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	1 104	1 004	76	710	920	(210)	-23%	-
Community and social services		-	167	67	72	666	61	605	985%	-
Sport and recreation		-	937	937	4	44	859	(815)	-95%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	18 541	18 671	4	31	17 115	(17 084)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 541	18 671	4	31	17 115	(17 084)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	86 787	86 787	4 810	57 491	79 555	(22 064)	-28%	-
Energy sources		-	59 027	59 027	3 426	42 866	54 108	(11 242)	-21%	-
Water management		-	17 609	17 609	515	5 080	16 142	(11 062)	-69%	-
Waste water management		-	6 408	6 408	556	6 105	5 874	231	4%	-
Waste management		-	3 743	3 743	313	3 440	3 431	9	0%	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	232 208	243 268	8 490	236 754	222 996	13 758	6%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	89 208	105 346	10 033	107 286	96 567	10 718	11%	-
Executive and council		-	21 113	21 113	617	14 036	19 354	(5 318)	-27%	-
Finance and administration		-	68 095	84 233	9 416	93 250	77 214	16 036	21%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	16 735	16 735	40	492	15 340	(14 848)	-97%	-
Community and social services		-	11 425	11 425	40	468	10 473	(10 005)	-96%	-
Sport and recreation		-	5 310	5 310	-	24	4 868	(4 843)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	17 718	17 718	156	3 457	16 242	(12 784)	-79%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	17 718	17 718	156	3 457	16 242	(12 784)	-79%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	103 059	102 752	4 958	57 377	94 189	(36 813)	-39%	-
Energy sources		-	61 839	61 389	2 900	37 354	56 273	(18 919)	-34%	-
Water management		-	19 590	19 590	1 879	15 963	17 958	(1 995)	-11%	-
Waste water management		-	12 124	12 115	179	3 277	11 105	(7 829)	-70%	-
Waste management		-	9 506	9 658	-	783	8 853	(8 070)	-91%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	226 720	242 551	15 187	168 612	222 338	(53 726)	-24%	-
Surplus/ (Deficit) for the year		-	5 488	717	(6 697)	68 142	657	67 485	10268%	-

2.1.3. In Year Budget Tables – Table C3 – Fin Performance (Rev and Exp – Municipal Vote)

FS183 Tswelopele - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and Council		-	4 375	11 825	-	-	10 840	(10 840)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	93 293	93 363	3 600	178 382	85 583	92 799	108.4%	-
Vote 3 - Community and Social Services		-	1 042	1 042	72	666	955	(289)	-30.3%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	22	32	4	44	29	14	49.0%	-
Vote 6 - Waste Management		-	3 743	3 743	313	3 440	3 431	9	0.3%	-
Vote 7 - Waste Water Management		-	6 408	6 408	556	6 105	5 874	231	3.9%	-
Vote 8 - Road Transport		-	18 541	18 561	4	31	17 014	(16 983)	-99.8%	-
Vote 9 - Water		-	17 609	17 609	515	5 080	16 142	(11 062)	-68.5%	-
Vote 10 - Electricity		-	59 027	59 027	3 426	42 866	54 108	(11 242)	-20.8%	-
Vote 11 - Corporate Services		-	28 148	31 658	-	140	29 020	(28 880)	-99.5%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	232 208	243 268	8 490	236 754	222 996	13 758	6.2%	-
Expenditure by Vote	1									
Vote 1 - Executive and Council		-	18 346	18 346	617	14 036	16 817	(2 782)	-16.5%	-
Vote 2 - Budget and Treasury Office		-	65 150	79 804	9 208	88 388	73 154	15 235	20.8%	-
Vote 3 - Community and Social Services		-	9 633	9 687	40	468	8 880	(8 412)	-94.7%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	47	47	-	26	43	(17)	-40.2%	-
Vote 6 - Waste Management		-	9 506	9 656	-	783	8 851	(8 068)	-91.2%	-
Vote 7 - Waste Water Management		-	12 124	12 016	179	3 277	11 015	(7 738)	-70.3%	-
Vote 8 - Road Transport		-	17 718	17 627	156	3 457	16 158	(12 701)	-78.6%	-
Vote 9 - Water		-	19 592	19 592	1 879	15 963	17 959	(1 996)	-11.1%	-
Vote 10 - Electricity		-	61 839	61 839	2 900	37 354	56 686	(19 332)	-34.1%	-
Vote 11 - Corporate Services		-	12 767	13 938	208	4 862	12 777	(7 915)	-61.9%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	226 722	242 552	15 187	168 614	222 339	(53 726)	-24.2%	-
Surplus/ (Deficit) for the year	2	-	5 486	716	(6 697)	68 140	656	67 484	10281.9%	-

2.1.4. In Year Budget Tables – Table C4 – (Rev& Exp)

FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates			27 867	31 367	2 834	28 203	28 753	(550)	-2%		
Service charges - electricity revenue			53 681	53 681	3 423	42 785	49 208	(6 423)	-13%		
Service charges - water revenue			5 333	5 333	514	5 071	4 889	182	4%		
Service charges - sanitation revenue			6 408	6 408	556	6 105	5 874	231	4%		
Service charges - refuse revenue			3 743	3 743	313	3 440	3 431	9	0%		
Rental of facilities and equipment			347	387	11	125	355	(229)	-65%		
Interest earned - external investments			1 300	1 300	22	128	1 192	(1 064)	-89%		
Interest earned - outstanding debtors			281	281	591	5 113	258	4 855	1885%		
Dividends received			130	180		79	165	(86)	-52%		
Fines, penalties and forfeits			596	596	2	49	546	(498)	-91%		
Licences and permits			70	70	12	108	64	44	69%		
Agency services			-					-			
Transfers and subsidies			94 460	94 460	-	94 460	94 460	-			
Other revenue			2 360	5 770	211	3 345	5 289	(1 944)	-37%		
Gains on disposal of PPE								-			
Total Revenue (excluding capital transfers and contributions)			-	196 576	203 576	8 490	189 011	194 483	(5 472)	-3%	-
Expenditure By Type											
Employee related costs			78 740	78 875	6 639	70 998	72 302	(1 304)	-2%		
Remuneration of councillors			6 569	6 569	542	6 054	6 022	32	1%		
Debt impairment			13 000	13 000			11 917	(11 917)	-100%		
Depreciation & asset impairment			20 000	20 000			18 333	(18 333)	-100%		
Finance charges			1 500	4 000	1 263	5 730	3 667	2 064	56%		
Bulk purchases			55 009	44 366	2 628	35 484	40 669	(5 185)	-13%		
Other materials			16 459	16 883	736	9 371	15 476	(6 106)	-39%		
Contracted services			26 070	40 741			37 346	(37 346)	-100%		
Transfers and subsidies				15			14	(14)	-100%		
Other expenditure			9 373	18 102	3 379	40 694	16 594	24 100	145%		
Loss on disposal of PPE								-			
Total Expenditure			-	226 720	242 551	15 187	168 331	222 338	(54 007)	-24%	-
Surplus/(Deficit)			-	(30 144)	(38 975)	(6 697)	20 680	(27 855)	48 536	(0)	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			35 532	39 532		47 332	47 332	-			
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			100	160			147	(147)	(0)		
Transfers and subsidies - capital (in-kind - all)								-			
Surplus/(Deficit) after capital transfers & contributions			-	5 488	717	(6 697)	68 012	19 623		-	
Taxation								-			
Surplus/(Deficit) after taxation			-	5 488	717	(6 697)	68 012	19 623		-	
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			-	5 488	717	(6 697)	68 012	19 623		-	
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			-	5 488	717	(6 697)	68 012	19 623		-	

2.1.5. In Year Budget Table – C5 – Capital Expenditure (Mun Vote)

FS183 Tswelopele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description	Ref	2019/20	Budget Year 2020/21					YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget			
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		–	1 326	1 107	–	3 107	1 015	2 093	206%	–
Vote 2 - Budget and Treasury Office		–	550	2 608	–	14	2 391	(2 376)	-99%	–
Vote 3 - Community and Social Services		–	1 075	55	–	–	50	(50)	-100%	–
Vote 4 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 5 - Sport and Recreation		–	825	1 949	–	637	1 787	(1 149)	-64%	–
Vote 6 - Waste Management		–	–	30	–	–	28	(28)	-100%	–
Vote 7 - Waste Water Management		–	10 669	10 569	304	13 055	9 688	3 367	35%	–
Vote 8 - Road Transport		–	4 243	4 973	571	4 526	4 559	(32)	-1%	–
Vote 9 - Water		–	14 683	14 683	2 453	11 479	13 459	(1 981)	-15%	–
Vote 10 - Electricity		–	5 000	9 000	3 951	8 749	8 250	499	6%	–
Vote 11 - Corporate Services		–	60	60	–	34	55	(21)	-38%	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Capital Multi-year expenditure	4,7	–	38 431	45 034	7 279	41 602	41 281	321	1%	–
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		–	–	–	–	–	–	–	–	–
Vote 2 - Budget and Treasury Office		–	–	–	–	–	–	–	–	–
Vote 3 - Community and Social Services		–	–	–	–	–	–	–	–	–
Vote 4 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–	–	–
Vote 6 - Waste Management		–	–	–	–	–	–	–	–	–
Vote 7 - Waste Water Management		–	–	–	–	–	–	–	–	–
Vote 8 - Road Transport		–	–	–	–	–	–	–	–	–
Vote 9 - Water		–	–	–	–	–	–	–	–	–
Vote 10 - Electricity		–	–	–	–	–	–	–	–	–
Vote 11 - Corporate Services		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Capital single-year expenditure	4	–	–	–	–	–	–	–	–	–
Total Capital Expenditure		–	38 431	45 034	7 279	41 602	41 281	321	1%	–
Capital Expenditure - Functional Classification										
Governance and administration		–	1 881	3 775	–	3 156	3 460	(305)	-9%	–
Executive and council			1 271	1 107		3 107	1 015	2 093	206%	
Finance and administration			610	2 668		48	2 446	(2 397)	-98%	
Internal audit			–	–		–	–	–	–	
Community and public safety		–	1 954	2 004	–	637	1 837	(1 200)	-65%	–
Community and social services			55	55		50	50	(50)	-100%	
Sport and recreation			1 899	1 949		637	1 787	(1 149)	-64%	
Public safety			–	–		–	–	–	–	
Housing			–	–		–	–	–	–	
Health			–	–		–	–	–	–	
Economic and environmental services		–	4 243	4 973	571	4 526	4 559	(32)	-1%	–
Planning and development			–	–		–	–	–	–	
Road transport			4 243	4 973	571	4 526	4 559	(32)	-1%	
Environmental protection			–	–		–	–	–	–	
Trading services		–	30 352	34 282	6 708	33 282	31 425	1 857	6%	–
Energy sources			5 000	9 000	3 951	8 749	8 250	499	6%	
Water management			14 683	14 683	2 453	11 479	13 459	(1 981)	-15%	
Waste water management			10 669	10 569	304	13 055	9 688	3 367	35%	
Waste management			–	30	–	–	28	(28)	-100%	
Other			–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	3	–	38 430	45 034	7 279	41 602	41 281	321	1%	–
Funded by:										
National Government			34 532	34 532	3 530	34 697	31 654	3 043	10%	
Provincial Government			–	4 000	3 749	3 749	3 667	82	2%	
District Municipality			–	–	–	–	–	–	–	
Other transfers and grants			–	–	–	–	–	–	–	
Transfers recognised - capital		–	34 532	38 532	7 279	38 446	35 321	3 125	9%	–
Borrowing	6									
Internally generated funds			3 898	6 502		3 156	5 960	(2 804)	-47%	
Total Capital Funding		–	38 430	45 034	7 279	41 602	41 281	321	1%	–

2.1.6. In Year Budget Table – C6 – Financial Position

FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2019/20	Budget Year 2020/21				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
ASSETS							
Current assets							
Cash			7 441	7 441	2 804	7 441	
Call investment deposits			9 189	9 189	22 184	9 189	
Consumer debtors			96 084	96 084	49 874	96 084	
Other debtors			5 331	5 331		5 331	
Current portion of long-term receivables							
Inventory			753	753		753	
Total current assets			–	118 798	118 798	74 863	118 798
Non current assets							
Long-term receivables			–	–	90 527	–	
Investments			–	–	1 052	–	
Investment property			110 039	110 039	104 999	110 039	
Investments in Associate							
Property, plant and equipment			568 919	568 919	525 276	568 919	
Biological			1 373	1 373	1 310	1 373	
Intangible							
Other non-current assets							
Total non current assets			–	680 331	680 331	723 165	680 331
TOTAL ASSETS			–	799 129	799 129	798 028	799 129
LIABILITIES							
Current liabilities							
Bank overdraft			–	–		–	
Borrowing			2 637	2 637	713	2 637	
Consumer deposits			1 512	1 512	60 536	1 512	
Trade and other payables			93 821	93 821		93 821	
Provisions			822	822		822	
Total current liabilities			–	98 792	98 792	61 249	98 792
Non current liabilities							
Borrowing			5 853	5 853	7 625	5 853	
Provisions			48 602	48 602	39 195	48 602	
Total non current liabilities			–	54 455	54 455	46 821	54 455
TOTAL LIABILITIES			–	153 247	153 247	108 070	153 247
NET ASSETS	2		–	645 882	645 882	689 958	645 882
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			645 882		689 958	645 882	
Reserves							
TOTAL COMMUNITY WEALTH/EQUITY	2		–	645 882	–	689 958	645 882

2.1.7. In Year Budget Table – C7 Cash Flow

FS183 Tswelopele - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			28 396	28 396	1 142	16 356	26 030	(9 674)	-0.371634		
Service charges			69 165	69 165	2 977	50 825	63 401	(12 576)	-0.198355		
Other revenue			2 525	6 025	236	4 416	5 523	(1 107)	-0.200499		
Government - operating			94 560	94 560	-	94 460	94 460	-			
Government - capital			35 532	39 532	-	66 991	24 673	42 318	172%		
Interest			1 430	1 480	22	128	1 357	(1 229)	-0.905722		
Dividends			100	100		79	92	(12)	-14%		
Payments											
Suppliers and employees			(198 720)	(198 220)	(11 296)	(110 005)	(181 702)	(71 697)	39%		
Finance charges			(1 000)	(1 500)		(84)	(1 375)	(1 291)	94%		
Transfers and Grants								-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	31 988	39 538	(6 919)	123 166	32 459	(90 708)	-279%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			500	500			458	(458)	-100%		
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
Payments											
Capital assets			(38 430)	(45 034)	(7 279)	(41 602)	(41 281)	321	-1%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(37 930)	(44 534)	(7 279)	(41 602)	(40 823)	779	-2%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans								-			
Borrowing long term/refinancing								-			
Increase (decrease) in consumer deposits								-			
Payments											
Repayment of borrowing								-			
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	-	-	-	-	-	-	-	
NET INCREASE/ (DECREASE) IN CASH HELD			-	(5 942)	(4 996)	(14 198)	81 565	(8 364)		-	
Cash/cash equivalents at beginning:			554				554			-	
Cash/cash equivalents at month/year end:			(5 388)	(4 996)		81 565	(7 811)			-	

3. Explanatory note on in year budget tables

Explanatory Notes to Table C1

Table C1 gives a summary of the overall performance of Tswelopele Local Municipality for the Month of May 2023 as well as YTD performance for the financial year; the following key aspects are included

Financial Performance: This is a summary of income statement of the Municipality

Capital Expenditure and funding sources: This gives a brief overview of the capital expenditure and its funding sources

Cash Flow: This gives a brief overview of the Cash flow of the Municipality

Creditors and Debtors analysis: This section gives the summary of creditors and debtors aging analysis.

This is the most important table as it gives users of the financial information a “snapshot” of what happened in the month of May 2023.

Explanatory Notes to Table C2

1. Table C2 is a view of the financial performance per standard classification.
2. Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4 as Table A4 exclude capital transfers

Explanatory Note to Table C3

1. Table C3 is an overview of the financial performance in relation to the revenue and expenditure per municipal vote.
2. Profits made on trading services are used to subsidise non-trading services

Explanatory note on table C4

1. This table gives the total revenue and total expenditure of the municipality (financial performance) according to revenue and expenditure classification.

Explanatory note on Table C5

1. Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Explanatory Notes to Table C6

1. Table C6 is consistent with international standards of good financial management practice, and improves understandability for councillors and management of the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.

Explanatory note on Table C7

1. Table C7 is the budgeted cash flow statement. It is the first measurement in determining if the municipality has enough cash and cash equivalents to fund its operations. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
2. The total amount shown for suppliers and employees consist of amounts for the May 2023 salaries of R 7 million.
3. The line item for other expenditure includes amounts that were paid for the chemicals to purify water, payment made to the security company that is guarding our offices and payments to our financial system service provider.

PART 2

1. Supporting Documentation

Over and above the information as disclosed above Municipal Budget and Reporting Regulations (MBRR) requires the Municipality to disclose the following information:

- Material Variances Explanations
- Debtors age analysis
- Creditors age analysis
- Allocations and Grant Receipts and Expenditure
- Other Supporting Documents

Mentioned on the following pages are all the supporting tables as required by MBRR:

1.1. Supporting Table SC1 – Material Variances Explanations

FS183 Tswelopele - Supporting Table SC1 Material variance explanations - M11 May

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source			
	Interest earned - outstanding debtors	4 287	The municipality's has a high number of outstanding debtors	
2	Expenditure By Type			
	Debt impairment	(10 833)	Write-offs not yet done	
	Depreciation & asset impairment	(16 667)	Depreciation gets to be calculated only at the end of the financial year	

1.2. Supporting Table SC2 – Performance Indicators

FS183 Tswelopele - Supporting Table SC2 Monthly Budget Statement - performance indicators - M11 May

Description of financial indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	9.5%	9.9%	3.4%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	15.8%	0.0%	1.2%	15.8%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	0.0%	120.3%	120.3%	122.2%	120.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	16.8%	16.8%	40.8%	16.8%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	51.6%	49.8%	74.3%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%

1.3. Supporting Table SC3 – Debtors age analysis

FS183 Tswelopele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	503	372	318	301	329	256	1 207	12 185	15 470	14 276		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2 339	1 377	973	1 141	1 248	1 050	3 934	3 543	15 605	10 916		
Receivables from Non-exchange Transactions - Property Rates	1400	1 277	728	485	440	411	378	10 985	44 960	59 665	57 175		
Receivables from Exchange Transactions - Waste Water Management	1500	557	480	452	441	428	409	1 910	18 551	23 229	21 739		
Receivables from Exchange Transactions - Waste Management	1600	356	305	296	290	283	281	1 283	12 408	15 500	14 544		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	929	721	762	499	1 340	911	3 897	22 853	31 912	29 501		
Total By Income Source	2000	5 961	3 983	3 286	3 111	4 039	3 285	23 217	114 499	161 381	148 151	-	-
2019/20 - totals only										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200	846	414	426	129	638	362	1 238	812	4 865	3 179		
Commercial	2300	2 352	1 438	991	864	916	860	13 065	45 768	66 254	61 473		
Households	2400	2 155	1 535	1 290	1 549	1 376	1 348	5 815	51 555	66 623	61 644		
Other	2500	609	595	579	568	1 110	715	3 099	16 364	23 638	21 855		
Total By Customer Group	2600	5 961	3 983	3 286	3 111	4 039	3 285	23 217	114 499	161 381	148 151	-	-

Presented above is municipal debtors aging at the end of May 2023. The total outstanding debt on the 31st of May 2023 is R 161 million.

1.4. Supporting Table SC4 – Aged Creditors

FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	NT Code	Budget Year 2020/21								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	103 265	-	-	-	-	103 265
Bulk Water	0200	-	-	-	16 024	-	-	-	-	16 024
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	7 931	7 931
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	3 976	-	-	-	-	-	-	3 976
Total By Customer Type	1000	-	3 976	-	119 289	-	-	-	7 931	131 196

At the end of May 2023, the Municipality has outstanding debt of R 131 million owed to creditors.

1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	2019/20		Budget Year 2020/21						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	94 460	94 460	-	94 460	94 460	-		-
Local Government Equitable Share			91 219	91 219	-	91 219	91 219	-		
Finance Management			2 100	2 100	-	2 100	2 100	-		
EPWP Incentive			1 141	1 141	-	1 141	1 141	-		
Other transfers and grants [insert description]	3							-		
Provincial Government:		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	4							-		
District Municipality:		-	-	-	-	-	-	-		-
Lejweleputswa								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Operating Transfers and Grants	5	-	94 460	94 460	-	94 460	94 460	-		-
Capital Transfers and Grants										
National Government:		-	35 532	35 532	-	46 332	46 332	-		-
Municipal Infrastructure Grant (MIG)			18 256	18 256	-	29 056	29 056	-		
Energy Efficiency and Demand-side Management Grant			5 000	5 000	-	5 000	5 000	-		
Water Service Grant			12 276	12 276	-	12 276	12 276	-		
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Capital Transfers and Grants	5	-	35 532	35 532	-	46 332	46 332	-		-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	129 992	129 992	-	140 792	140 792	-		-

1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M11 May

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	94 460	94 460	318	4 521	86 588	(82 067)	-94.8%	-
Local Government Equitable Share			91 219	91 219			83 617	(83 617)	-100.0%	
Finance Management			2 100	2 100	52	1 991	1 925	66	3.5%	
EPWP Incentive			1 141	1 141	266	2 530	1 046	1 484	141.9%	
Other transfers and grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Lejweleputswa</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		-	94 460	94 460	318	4 521	86 588	(82 067)	-94.8%	-
Capital expenditure of Transfers and Grants										
National Government:		-	35 532	35 532	3 530	35 283	32 571	2 712	8.3%	-
Municipal Infrastructure Grant (MIG)			18 256	18 256	875	18 219	16 735	1 484	8.9%	
Energy Efficiency and Demand-side Management Grant			5 000	5 000	202	5 000	4 583	417	9.1%	
Water Service Grant			12 276	12 276	2 453	12 064	11 253	811	7.2%	
Provincial Government:		-	-	4 000	3 749	3 749	3 667	82	2.2%	-
Other transfers and grants [insert description]				4 000	3 749	3 749	3 667	82	2.2%	
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:										
[insert description]										
Total capital expenditure of Transfers and Grants		-	35 532	39 532	7 279	39 032	36 238	2 794	7.7%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	129 992	133 992	7 597	43 553	122 826	(79 273)	-64.5%	-