

**TSWELOPELE LOCAL MUNICIPALITY**

**FS 183**

**CIVIC CENTRE, BOSMAN STREET**

**BULTFONTEIN, 9670**

**051 853 1111**

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**IN YEAR REPORT (Schedule C)**  
**December 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 National 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 December 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 - M06 December

Description	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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	29 557	-	3 828	22 858	14 779	8 079	55%	-
Service charges	-	79 081	-	5 349	32 654	39 541	(6 886)	-17%	-
Investment revenue	-	1 300	-	86	1 483	650	833	128%	-
Transfers and subsidies	-	100 292	-	32 414	75 696	75 696	-		-
Other own revenue	-	4 756	-	818	4 461	2 378	2 083	88%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>214 986</b>	-	<b>42 495</b>	<b>137 151</b>	<b>133 043</b>	<b>4 108</b>	<b>3%</b>	-
Employee costs	-	88 639	-	7 381	44 164	44 320	(155)	-0%	-
Remuneration of Councillors	-	6 226	-	560	4 026	3 113	913	29%	-
Depreciation & asset impairment	-	20 000	-	-	-	10 000	(10 000)	-100%	-
Finance charges	-	2 500	-	-	483	1 250	(767)	-61%	-
Materials and bulk purchases	-	67 550	-	4 427	36 792	33 775	3 017	9%	-
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	-	60 003	-	4 544	28 743	30 002	(1 259)	-4%	-
<b>Total Expenditure</b>	-	<b>244 918</b>	-	<b>16 912</b>	<b>114 207</b>	<b>122 459</b>	<b>(8 252)</b>	<b>-7%</b>	-
<b>Surplus/(Deficit)</b>	-	<b>(29 932)</b>	-	<b>25 583</b>	<b>22 944</b>	<b>10 584</b>	<b>12 360</b>	<b>117%</b>	-
Transfers and subsidies - capital (monetary allocations)	-	37 968	-	6 534	28 184	28 184	-		-
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>8 036</b>	-	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>	<b>12 360</b>	<b>32%</b>	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	-	<b>8 036</b>	-	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>	<b>12 360</b>	<b>32%</b>	-
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>40 837</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 989</b>	<b>83%</b>	-
Capital transfers recognised	-	36 868	-	8 603	37 049	18 434	18 615	101%	-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	3 970	-	62	358	1 985	(1 627)	-82%	-
<b>Total sources of capital funds</b>	-	<b>40 838</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 988</b>	<b>83%</b>	-
<b>Financial position</b>									
Total current assets	-	134 177	-	-	74 863	-	-	-	134 177
Total non current assets	-	702 739	-	-	723 165	-	-	-	702 739
Total current liabilities	-	128 531	-	-	61 249	-	-	-	128 531
Total non current liabilities	-	54 455	-	-	46 821	-	-	-	54 455
Community wealth/Equity	-	653 930	-	-	689 958	-	-	-	653 930
<b>Cash flows</b>									
Net cash from (used) operating	-	37 649	-	31 589	54 060	53 575	(485)	-1%	-
Net cash from (used) investing	-	(40 338)	-	(8 665)	(37 407)	(20 169)	17 238	-85%	-
Net cash from (used) financing	-	-	-	-	-	-	-		-
<b>Cash/cash equivalents at the month/year end</b>	-	<b>(1 393)</b>	-	<b>-</b>	<b>16 653</b>	<b>34 701</b>	<b>18 048</b>	<b>52%</b>	-
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	6 675	2 751	4 278	3 973	3 420	22 389	2 947	145 121	191 555
<b>Creditors Age Analysis</b>									
Total Creditors	5 628	3 864	-	158 843	-	-	-	6 247	174 582

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

FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	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
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		-	136 699	-	43 602	132 139	68 350	63 790	93%	-
Executive and council		-	27 647	-	-	-	13 824	(13 824)	-100%	-
Finance and administration		-	109 052	-	43 602	132 139	54 526	77 613	142%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	1 580	-	75	469	790	(321)	-41%	-
Community and social services		-	430	-	67	454	215	239	111%	-
Sport and recreation		-	1 150	-	8	15	575	(560)	-97%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	19 249	-	-	1	9 625	(9 623)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	19 249	-	-	1	9 625	(9 623)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	95 426	-	5 352	32 714	47 713	(14 999)	-31%	-
Energy sources		-	66 628	-	3 812	23 972	33 314	(9 342)	-28%	-
Water management		-	17 739	-	599	3 352	8 870	(5 518)	-62%	-
Waste water management		-	7 011	-	605	3 395	3 506	(110)	-3%	-
Waste management		-	4 048	-	336	1 995	2 024	(29)	-1%	-
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	-	252 954	-	49 029	165 324	126 477	38 847	31%	-
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		-	105 750	-	10 317	65 623	52 875	12 748	24%	-
Executive and council		-	31 785	-	725	5 510	15 893	(10 383)	-65%	-
Finance and administration		-	73 965	-	9 592	60 113	36 983	23 131	63%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	18 256	-	72	198	9 128	(8 930)	-98%	-
Community and social services		-	12 717	-	70	186	6 359	(6 173)	-97%	-
Sport and recreation		-	5 539	-	2	12	2 770	(2 758)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	18 470	-	165	3 154	9 235	(6 081)	-66%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 470	-	165	3 154	9 235	(6 081)	-66%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	102 443	-	6 358	52 836	51 222	1 614	3%	-
Energy sources		-	57 062	-	4 065	35 446	28 531	6 915	24%	-
Water management		-	22 978	-	1 990	15 154	11 489	3 665	32%	-
Waste water management		-	12 663	-	283	1 809	6 332	(4 522)	-71%	-
Waste management		-	9 740	-	21	426	4 870	(4 444)	-91%	-
<i><b>Other</b></i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	-	244 919	-	16 912	121 811	122 460	(649)	-1%	-
<b>Surplus/ (Deficit) for the year</b>		-	8 035	-	32 117	43 513	4 018	39 496	983%	-

### 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) - M06 December

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
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Executive and Council		-	7 890	-	-	-	3 945	(3 945)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	99 302	-	43 522	132 034	49 651	82 383	165.9%	-
Vote 3 - Community and Social Services		-	1 280	-	67	454	640	(186)	-29.1%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	50	-	8	15	25	(10)	-38.4%	-
Vote 6 - Waste Management		-	4 048	-	336	1 995	2 024	(29)	-1.4%	-
Vote 7 - Waste Water Management		-	7 011	-	605	3 395	3 506	(110)	-3.1%	-
Vote 8 - Road Transport		-	19 249	-	-	1	9 625	(9 623)	-100.0%	-
Vote 9 - Water		-	17 739	-	599	3 352	8 870	(5 518)	-62.2%	-
Vote 10 - Electricity		-	66 628	-	3 812	23 972	33 314	(9 342)	-28.0%	-
Vote 11 - Corporate Services		-	29 757	-	80	105	14 879	(14 774)	-99.3%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	-	<b>252 954</b>	-	<b>49 029</b>	<b>165 324</b>	<b>126 477</b>	<b>38 847</b>	<b>30.7%</b>	-
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive and Council		-	45 426	-	725	5 510	22 713	(17 203)	-75.7%	-
Vote 2 - Budget and Treasury Office		-	49 690	-	9 007	55 934	24 845	31 089	125.1%	-
Vote 3 - Community and Social Services		-	10 284	-	70	186	5 142	(4 956)	-96.4%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	67	-	2	12	34	(22)	-64.7%	-
Vote 6 - Waste Management		-	9 740	-	21	426	4 870	(4 444)	-91.2%	-
Vote 7 - Waste Water Management		-	12 663	-	283	1 809	6 332	(4 522)	-71.4%	-
Vote 8 - Road Transport		-	18 470	-	165	3 154	9 235	(6 081)	-65.8%	-
Vote 9 - Water		-	22 978	-	1 990	15 154	11 489	3 665	31.9%	-
Vote 10 - Electricity		-	57 062	-	4 065	35 446	28 531	6 915	24.2%	-
Vote 11 - Corporate Services		-	18 539	-	585	4 180	9 270	(5 090)	-54.9%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	-	<b>244 919</b>	-	<b>16 912</b>	<b>121 811</b>	<b>122 460</b>	<b>(649)</b>	<b>-0.5%</b>	-
<b>Surplus/ (Deficit) for the year</b>	2	-	<b>8 035</b>	-	<b>32 117</b>	<b>43 513</b>	<b>4 018</b>	<b>39 496</b>	<b>983.1%</b>	-

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

### FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

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	
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates			29 557		3 828	22 858	14 779	8 079	55%		
Service charges - electricity revenue			62 262		3 811	23 921	31 131	(7 210)	-23%		
Service charges - water revenue			5 760		598	3 342	2 880	462	16%		
Service charges - sanitation revenue			7 011		605	3 395	3 506	(110)	-3%		
Service charges - refuse revenue			4 048		336	1 995	2 024	(29)	-1%		
Rental of facilities and equipment			1 140		20	63	570	(507)	-89%		
Interest earned - external investments			1 300		86	1 483	650	833	128%		
Interest earned - outstanding debtors			300		575	3 397	150	3 247	2165%		
Dividends received			180		53	141	90	51	57%		
Fines, penalties and forfeits			666		-	47	333	(286)	-86%		
Licences and permits			80		1	123	40	83	208%		
Agency services			-		-	-	-	-	-		
Transfers and subsidies			100 292		32 414	75 696	75 696	-	-		
Other revenue			2 390		169	690	1 195	(505)	-42%		
Gains on disposal of PPE			-		-	-	-	-	-		
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>-</b>	<b>214 986</b>	<b>-</b>	<b>42 495</b>	<b>137 151</b>	<b>133 043</b>	<b>4 108</b>	<b>3%</b>	<b>-</b>
<b>Expenditure By Type</b>											
Employee related costs			88 639		7 381	44 164	44 320	(155)	0%		
Remuneration of councillors			6 226		560	4 026	3 113	913	29%		
Debt impairment			13 000		-	-	6 500	(6 500)	-100%		
Depreciation & asset impairment			20 000		-	-	10 000	(10 000)	-100%		
Finance charges			2 500		-	483	1 250	(767)	-61%		
Bulk purchases			58 734		3 401	30 408	29 367	1 041	4%		
Other materials			8 816		1 026	6 384	4 408	1 976	45%		
Contracted services			34 373		-	-	17 187	(17 187)	-100%		
Transfers and subsidies			-		-	-	-	-	-		
Other expenditure			12 630		4 544	28 743	6 315	22 428	355%		
Loss on disposal of PPE			-		-	-	-	-	-		
<b>Total Expenditure</b>			<b>-</b>	<b>244 918</b>	<b>-</b>	<b>16 912</b>	<b>114 207</b>	<b>122 459</b>	<b>(8 252)</b>	<b>-7%</b>	<b>-</b>
<b>Surplus/(Deficit)</b>			<b>-</b>	<b>(29 932)</b>	<b>-</b>	<b>25 583</b>	<b>22 944</b>	<b>10 584</b>	<b>12 360</b>	<b>0</b>	<b>-</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			37 968		6 534	28 184	28 184	-	-		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)			-		-	-	-	-	-		
Transfers and subsidies - capital (in-kind - all)			-		-	-	-	-	-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>		<b>-</b>	
Taxation			-		-	-	-	-	-		
<b>Surplus/(Deficit) after taxation</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>		<b>-</b>	
Attributable to minorities			-		-	-	-	-	-		
<b>Surplus/(Deficit) attributable to municipality</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>		<b>-</b>	
Share of surplus/ (deficit) of associate			-		-	-	-	-	-		
<b>Surplus/ (Deficit) for the year</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>32 117</b>	<b>51 128</b>	<b>38 768</b>		<b>-</b>	



## 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) - M06  
December

Vote Description	Ref	2019/20 Audited Outcome	Budget Year 2020/21							
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	130	-	-	74	65	9	13%	-
Vote 2 - Budget and Treasury Office		-	510	-	-	222	255	(33)	-13%	-
Vote 3 - Community and Social Services		-	100	-	62	62	50	12	24%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	5 375	-	-	-	2 688	(2 688)	-100%	-
Vote 6 - Waste Management		-	50	-	-	-	25	(25)	-100%	-
Vote 7 - Waste Water Management		-	8 400	-	-	-	4 200	(4 200)	-100%	-
Vote 8 - Road Transport		-	2 500	-	5 027	15 524	1 250	14 274	1142%	-
Vote 9 - Water		-	16 662	-	1 777	17 151	8 331	8 820	106%	-
Vote 10 - Electricity		-	7 000	-	1 800	4 374	3 500	874	25%	-
Vote 11 - Corporate Services		-	110	-	-	-	55	(55)	-100%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4.7	-	<b>40 837</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 989</b>	<b>83%</b>	-
<b>Single Year expenditure appropriation</b>	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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>		-	<b>40 837</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 989</b>	<b>83%</b>	-
<b>Capital Expenditure - Functional Classification</b>										
<b>Government and administration</b>		-	750	-	-	296	375	(79)	-21%	-
Executive and council		-	130	-	-	74	65	9	13%	-
Finance and administration		-	620	-	-	222	310	(88)	-28%	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	5 376	-	62	62	2 688	(2 626)	-98%	-
Community and social services		-	-	-	62	62	-	62	#DIV/0!	-
Sport and recreation		-	5 376	-	-	-	2 688	(2 688)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	2 600	-	5 027	15 524	1 300	14 224	1094%	-
Planning and development		-	100	-	-	-	50	(50)	-100%	-
Road transport		-	2 500	-	5 027	15 524	1 250	14 274	1142%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	32 112	-	3 577	21 525	16 056	5 469	34%	-
Energy sources		-	7 000	-	1 800	4 374	3 500	874	25%	-
Water management		-	16 662	-	1 777	17 151	8 331	8 820	106%	-
Waste water management		-	8 400	-	-	-	4 200	(4 200)	-100%	-
Waste management		-	50	-	-	-	25	(25)	-100%	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	-	<b>40 838</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 988</b>	<b>83%</b>	-
<b>Funded by:</b>										
National Government		-	33 868	-	8 603	35 411	16 934	18 477	109%	-
Provincial Government		-	3 000	-	-	1 638	1 500	138	9%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		-	<b>36 868</b>	-	<b>8 603</b>	<b>37 049</b>	<b>18 434</b>	<b>18 615</b>	<b>101%</b>	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		-	3 970	-	62	358	1 985	(1 627)	-82%	-
<b>Total Capital Funding</b>		-	<b>40 838</b>	-	<b>8 665</b>	<b>37 407</b>	<b>20 419</b>	<b>16 988</b>	<b>83%</b>	-

2.1.6. In Year Budget Table – C6 – Financial Position

**FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M06 December**

Description	Ref	2019/20	Budget Year 2020/21				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
<b>R thousands</b>	1						
<b>ASSETS</b>							
<b>Current assets</b>							
Cash			20 897		2 804	20 897	
Call investment deposits			1 505		22 184	1 505	
Consumer debtors			105 691		49 874	105 691	
Other debtors			5 331			5 331	
Current portion of long-term receivables							
Inventory			753			753	
<b>Total current assets</b>			<b>-</b>	<b>134 177</b>	<b>-</b>	<b>74 863</b>	<b>134 177</b>
<b>Non current assets</b>							
Long-term receivables			-		90 527		
Investments			-		1 052		
Investment property			110 039		104 999	110 039	
Investments in Associate							
Property, plant and equipment			591 327		525 276	591 327	
Biological			1 373		1 310	1 373	
Intangible							
Other non-current assets							
<b>Total non current assets</b>			<b>-</b>	<b>702 739</b>	<b>-</b>	<b>723 165</b>	<b>702 739</b>
<b>TOTAL ASSETS</b>			<b>-</b>	<b>836 916</b>	<b>-</b>	<b>798 028</b>	<b>836 916</b>
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft			-				
Borrowing			2 637		713	2 637	
Consumer deposits			1 512		60 536	1 512	
Trade and other payables			123 560			123 560	
Provisions			822			822	
<b>Total current liabilities</b>			<b>-</b>	<b>128 531</b>	<b>-</b>	<b>61 249</b>	<b>128 531</b>
<b>Non current liabilities</b>							
Borrowing			13 378		7 625	13 378	
Provisions			41 077		39 195	41 077	
<b>Total non current liabilities</b>			<b>-</b>	<b>54 455</b>	<b>-</b>	<b>46 821</b>	<b>54 455</b>
<b>TOTAL LIABILITIES</b>			<b>-</b>	<b>182 986</b>	<b>-</b>	<b>108 070</b>	<b>182 986</b>
<b>NET ASSETS</b>	2		<b>-</b>	<b>653 930</b>	<b>-</b>	<b>689 958</b>	<b>653 930</b>
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)			653 930		689 958	653 930	
Reserves							
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2		<b>-</b>	<b>653 930</b>	<b>-</b>	<b>689 958</b>	<b>653 930</b>

## 2.1.7. In Year Budget Table – C7 Cash Flow

### FS183 Tswelopele - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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	
<b>R thousands</b>	1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates			28 079		2 013	14 287	14 040	247	2%		
Service charges			75 126		3 810	24 679	37 563	(12 884)	-34%		
Other revenue			3 146		190	883	1 573	(690)	-44%		
Government - operating			100 292		32 414	75 696	75 696	-			
Government - capital			37 968		6 534	28 184	28 184	-			
Interest			1 200		86	1 482	600	882	147%		
Dividends			100		53	141	50	91	182%		
<b>Payments</b>											
Suppliers and employees			(205 762)		(13 511)	(91 292)	(102 881)	(11 589)	11%		
Finance charges			(2 500)				(1 250)	(1 250)	100%		
Transfers and Grants								-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>-</b>	<b>37 649</b>	<b>-</b>	<b>31 589</b>	<b>54 060</b>	<b>53 575</b>	<b>(485)</b>	<b>-1%</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE			500				250	(250)	-100%		
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
<b>Payments</b>											
Capital assets			(40 838)		(8 665)	(37 407)	(20 419)	16 988	-83%		
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>-</b>	<b>(40 338)</b>	<b>-</b>	<b>(8 665)</b>	<b>(37 407)</b>	<b>(20 169)</b>	<b>17 238</b>	<b>-85%</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans								-			
Borrowing long term/refinancing								-			
Increase (decrease) in consumer deposits								-			
<b>Payments</b>											
Repayment of borrowing								-			
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			<b>-</b>	<b>(2 689)</b>	<b>-</b>	<b>22 923</b>	<b>16 653</b>	<b>33 406</b>		<b>-</b>	
Cash/cash equivalents at beginning:			1 296				1 296			-	
Cash/cash equivalents at month/year end:			(1 393)			16 653	34 701			-	

### 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 December 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 December 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 December 2023 salaries of R 7.9 million.
3. The line item for other materials is all costs that were incurred to repair various assets of the municipality.
4. The line item for other expenditure and contracted services amongst 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 - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Interest earned - outstanding debtors	833	The municipality's has a high number of outstanding debtors	
2	<b>Expenditure By Type</b>			
	Debt impairment	(6 500)	Write-offs performed at year end	
	Depreciation & asset impairment	(10 000)	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 - M06 December

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
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	9.2%	0.0%	0.4%	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%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	21.3%	0.0%	1.2%	21.3%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	0.0%	104.4%	0.0%	122.2%	104.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	17.4%	0.0%	40.8%	17.4%
<b>Revenue Management</b>							
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%	0.0%	102.4%	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 - M06 December

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		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	567	445	331	382	307	296	276	13 798	16 400	15 058		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2 785	1 088	961	922	850	901	817	8 834	17 157	12 324		
Receivables from Non-exchange Transactions - Property Rates	1400	1 276	863	767	836	724	19 427	386	59 350	83 630	80 724		
Receivables from Exchange Transactions - Waste Water Management	1500	578	515	501	609	373	362	367	20 873	24 178	22 584		
Receivables from Exchange Transactions - Waste Management	1600	342	306	300	291	292	278	233	13 996	16 038	15 090		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	1 127	(466)	1 419	934	875	1 124	869	28 270	34 152	32 071		
<b>Total By Income Source</b>	<b>2000</b>	<b>6 675</b>	<b>2 751</b>	<b>4 278</b>	<b>3 973</b>	<b>3 420</b>	<b>22 389</b>	<b>2 947</b>	<b>145 121</b>	<b>191 555</b>	<b>177 851</b>	<b>-</b>	<b>-</b>
<b>2019/20 - totals only</b>										-	-		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	899	(488)	791	976	696	2 878	404	3 254	9 410	8 208		
Commercial	2300	3 381	1 529	1 580	1 446	1 400	18 354	1 464	80 318	109 472	102 982		
Households	2400	2 377	1 698	1 561	1 490	1 307	1 124	1 068	58 808	69 433	63 797		
Other	2500	18	11	347	62	17	33	11	2 741	3 240	2 863		
<b>Total By Customer Group</b>	<b>2600</b>	<b>6 675</b>	<b>2 751</b>	<b>4 278</b>	<b>3 973</b>	<b>3 420</b>	<b>22 389</b>	<b>2 947</b>	<b>145 121</b>	<b>191 555</b>	<b>177 851</b>	<b>-</b>	<b>-</b>

Presented above is municipal debtors aging at the end of December 2023. The total outstanding debt on the 31<sup>st</sup> of 2023 is R 191 million.

#### 1.4. Supporting Table SC4 – Aged Creditors

### FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

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	
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-	-	-	140 234	-	-	-	-	140 234
Bulk Water	0200	-	-	-	18 609	-	-	-	-	18 609
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	6 247	6 247
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	3 864	-	-	-	-	-	-	3 864
Other	0900	5 628	-	-	-	-	-	-	-	5 628
<b>Total By Customer Type</b>	<b>1000</b>	<b>5 628</b>	<b>3 864</b>	<b>-</b>	<b>158 843</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 247</b>	<b>174 582</b>

At the end of December 2023, the Municipality has outstanding debt of R 174 million owed to creditors.



## 1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	100 292	-	32 414	75 696	75 268	-		-
Local Government Equitable Share			97 242		32 414	72 931	72 931	-		
Finance Management			2 100		-	2 100	2 100			
EPWP Incentive			950			665	237			
	3							-		
Other transfers and grants [insert description]								-		
<b>Provincial Government:</b>		-	-	-	-	-	-			-
	4							-		
Other transfers and grants [insert description]								-		
<b>District Municipality:</b>		-	-	-	-	-	-			-
Lejweleputswa								-		
<b>Other grant providers:</b>		-	-	-	-	-	-			-
[insert description]								-		
<b>Total Operating Transfers and Grants</b>	5	-	100 292	-	32 414	75 696	75 268	-		-
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	34 868	-	6 534	22 650	21 650	1 000	4.6%	-
Municipal Infrastructure Grant (MIG)			18 889		5 534	10 905	10 905	-		
								-		
								-		
Energy Efficiency and Demand-side Management Grant			4 000		1 000	3 000	2 000	1 000	50.0%	
Water Service Grant			11 979			8 745	8 745	-		
<b>Provincial Government:</b>		-	3 000	-	-	-	-			-
[insert description]			3 000					-		
								-		
<b>District Municipality:</b>		-	-	-	-	-	-			-
[insert description]								-		
<b>Other grant providers:</b>		-	-	-	-	-	-			-
[insert description]								-		
<b>Total Capital Transfers and Grants</b>	5	-	37 868	-	6 534	22 650	21 650	1 000	4.6%	-
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	138 160	-	38 948	98 346	96 918	1 000	1.0%	-

## 1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

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
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	100 292	-	345	2 557	41 788	(39 232)	-93.9%	-
Local Government Equitable Share			97 242				40 518	(40 518)	-100.0%	
Finance Management			2 100		132	1 389	875	514	58.8%	
EPWP Incentive			950		213	1 167	396	772	194.9%	
								-		
								-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
								-		
								-		
Other transfers and grants [insert description]								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
Lejweleputswa								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
<b>Total operating expenditure of Transfers and Grants:</b>		-	100 292	-	345	2 557	41 788	(39 232)	-93.9%	-
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		-	34 868	-	8 603	35 411	14 528	20 883	143.7%	-
Municipal Infrastructure Grant (MIG)			18 889		5 027	15 524	7 870	7 654	97.2%	
								-		
								-		
Energy Efficiency and Demand-side Management Grant			4 000		1 800	2 736	1 667	1 069	64.1%	
Water Service Grant			11 979		1 777	17 151	4 991	12 160	243.6%	
Provincial Government:		-	3 000	-	-	1 638	1 250	388	31.0%	-
			3 000			1 638	1 250	388	31.0%	
								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
<b>Total capital expenditure of Transfers and Grants</b>		-	37 868	-	8 603	37 049	15 778	21 271	134.8%	-
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	138 160	-	8 948	39 606	57 567	(17 961)	-31.2%	-