

TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

www.tswelopele.gov.za



IN YEAR REPORT (Schedule C)
January 2024

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 January 2024:

- 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 - M07 January

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
R thousands									
Financial Performance									
Property rates	-	29 557	-	4 348	27 206	17 242	9 964	58%	-
Service charges	-	79 081	-	5 279	37 933	46 131	(8 198)	-18%	-
Investment revenue	-	1 300	-	375	1 858	758	1 100	145%	-
Transfers and subsidies	-	100 292	-	-	75 696	75 696	-	-	-
Other own revenue	-	4 756	-	704	5 165	2 774	2 391	86%	-
Total Revenue (excluding capital transfers and contributions)	-	214 986	-	10 706	147 857	142 601	5 257	4%	-
Employee costs	-	88 639	-	8 263	52 427	51 706	721	1%	-
Remuneration of Councillors	-	6 226	-	546	4 571	3 632	940	26%	-
Depreciation & asset impairment	-	20 000	-	-	-	11 667	(11 667)	-100%	-
Finance charges	-	2 500	-	-	483	1 458	(976)	-67%	-
Materials and bulk purchases	-	67 550	-	2 020	38 811	39 404	(593)	-2%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	60 003	-	3 472	32 215	35 002	(2 787)	-8%	-
Total Expenditure	-	244 918	-	14 301	128 508	142 869	(14 361)	-10%	-
Surplus/(Deficit)	-	(29 932)	-	(3 594)	19 350	(268)	19 618	-7320%	-
Transfers and subsidies - capital (monetary allocations)	-	37 968	-	1 000	29 184	28 184	1 000	4%	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	8 036	-	(2 594)	48 534	27 916	20 618	74%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	8 036	-	(2 594)	48 534	27 916	20 618	74%	-
Capital expenditure & funds sources									
Capital expenditure	-	40 837	-	3 175	41 700	23 822	17 878	75%	-
Capital transfers recognised	-	36 868	-	3 175	41 341	21 506	19 835	92%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	3 970	-	-	358	2 316	(1 958)	-85%	-
Total sources of capital funds	-	40 838	-	3 175	41 700	23 822	17 878	75%	-
Financial position									
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
Cash flows									
Net cash from (used) operating	-	37 649	-	(6 331)	47 590	46 190	(1 400)	-3%	-
Net cash from (used) investing	-	(40 338)	-	(3 175)	(41 700)	(23 531)	18 169	-77%	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	-	(1 393)	-	-	5 890	23 956	18 065	75%	-
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	6 675	2 751	4 278	3 973	3 420	22 389	2 947	145 121	191 555
Creditors Age Analysis									
Total Creditors	3 469	2 264	-	163 637	-	-	-	6 247	175 617

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

FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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>		-	136 699	-	6 342	138 481	79 741	58 740	74%	-
Executive and council		-	27 647	-	-	-	16 127	(16 127)	-100%	-
Finance and administration		-	109 052	-	6 342	138 481	63 614	74 868	118%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	1 580	-	72	541	922	(381)	-41%	-
Community and social services		-	430	-	60	514	251	263	105%	-
Sport and recreation		-	1 150	-	12	27	671	(644)	-96%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	19 249	-	-	1	11 229	(11 227)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	19 249	-	-	1	11 229	(11 227)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	95 426	-	5 292	38 007	55 665	(17 658)	-32%	-
Energy sources		-	66 628	-	3 713	27 685	38 866	(11 181)	-29%	-
Water management		-	17 739	-	638	3 989	10 348	(6 358)	-61%	-
Waste water management		-	7 011	-	604	4 000	4 090	(90)	-2%	-
Waste management		-	4 048	-	337	2 332	2 361	(29)	-1%	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	252 954	-	11 706	177 031	147 557	29 474	20%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	105 750	-	10 296	75 919	61 688	14 232	23%	-
Executive and council		-	31 785	-	848	6 358	18 541	(12 184)	-66%	-
Finance and administration		-	73 965	-	9 448	69 561	43 146	26 415	61%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	18 256	-	112	309	10 649	(10 340)	-97%	-
Community and social services		-	12 717	-	112	297	7 418	(7 121)	-96%	-
Sport and recreation		-	5 539	-	-	12	3 231	(3 219)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	18 470	-	1 028	4 182	10 774	(6 592)	-61%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 470	-	1 028	4 182	10 774	(6 592)	-61%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	102 443	-	2 865	55 701	59 758	(4 057)	-7%	-
Energy sources		-	57 062	-	341	35 787	33 286	2 501	8%	-
Water management		-	22 978	-	1 882	17 036	13 404	3 632	27%	-
Waste water management		-	12 663	-	446	2 255	7 387	(5 132)	-69%	-
Waste management		-	9 740	-	197	623	5 682	(5 059)	-89%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	244 919	-	14 301	136 112	142 869	(6 758)	-5%	-
Surplus/ (Deficit) for the year		-	8 035	-	(2 594)	40 919	4 687	36 232	773%	-

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) - M07 January

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		-	7 890	-	-	-	4 603	(4 603)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	99 302	-	6 342	138 377	57 926	80 450	138.9%	-
Vote 3 - Community and Social Services		-	1 280	-	60	514	747	(233)	-31.1%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	50	-	12	27	29	(2)	-7.3%	-
Vote 6 - Waste Management		-	4 048	-	337	2 332	2 361	(29)	-1.2%	-
Vote 7 - Waste Water Management		-	7 011	-	604	4 000	4 090	(90)	-2.2%	-
Vote 8 - Road Transport		-	19 249	-	-	1	11 229	(11 227)	-100.0%	-
Vote 9 - Water		-	17 739	-	638	3 989	10 348	(6 358)	-61.4%	-
Vote 10 - Electricity		-	66 628	-	3 713	27 685	38 866	(11 181)	-28.8%	-
Vote 11 - Corporate Services		-	29 757	-	-	105	17 358	(17 254)	-99.4%	-
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	-	252 954	-	11 706	177 031	147 557	29 474	20.0%	-
Expenditure by Vote	1									
Vote 1 - Executive and Council		-	45 426	-	848	6 358	26 499	(20 141)	-76.0%	-
Vote 2 - Budget and Treasury Office		-	49 690	-	9 129	65 063	28 986	36 077	124.5%	-
Vote 3 - Community and Social Services		-	10 284	-	112	297	5 999	(5 702)	-95.0%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	67	-	-	12	39	(27)	-69.7%	-
Vote 6 - Waste Management		-	9 740	-	197	623	5 682	(5 059)	-89.0%	-
Vote 7 - Waste Water Management		-	12 663	-	446	2 255	7 387	(5 132)	-69.5%	-
Vote 8 - Road Transport		-	18 470	-	1 028	4 182	10 774	(6 592)	-61.2%	-
Vote 9 - Water		-	22 978	-	1 882	17 036	13 404	3 632	27.1%	-
Vote 10 - Electricity		-	57 062	-	341	35 787	33 286	2 501	7.5%	-
Vote 11 - Corporate Services		-	18 539	-	319	4 498	10 814	(6 316)	-58.4%	-
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	-	244 919	-	14 301	136 112	142 869	(6 758)	-4.7%	-
Surplus/ (Deficit) for the year	2	-	8 035	-	(2 594)	40 919	4 687	36 232	773.0%	-

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

FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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			29 557		4 348	27 206	17 242	9 964	58%		
Service charges - electricity revenue			62 262		3 701	27 622	36 320	(8 697)	-24%		
Service charges - water revenue			5 760		637	3 979	3 360	619	18%		
Service charges - sanitation revenue			7 011		604	4 000	4 090	(90)	-2%		
Service charges - refuse revenue			4 048		337	2 332	2 361	(29)	-1%		
Rental of facilities and equipment			1 140		12	74	665	(591)	-89%		
Interest earned - external investments			1 300		375	1 858	758	1 100	145%		
Interest earned - outstanding debtors			300		575	3 973	175	3 798	2170%		
Dividends received			180		-	141	105	36	34%		
Fines, penalties and forfeits			666		-	47	389	(342)	-88%		
Licences and permits			80		11	135	47	88	188%		
Agency services			-					-			
Transfers and subsidies			100 292			75 696	75 696	-			
Other revenue			2 390		106	796	1 394	(598)	-43%		
Gains on disposal of PPE								-			
Total Revenue (excluding capital transfers and contributions)			-	214 986	-	10 706	147 857	142 601	5 257	4%	-
Expenditure By Type											
Employee related costs			88 639		8 263	52 427	51 706	721	1%		
Remuneration of councillors			6 226		546	4 571	3 632	940	26%		
Debt impairment			13 000				7 583	(7 583)	-100%		
Depreciation & asset impairment			20 000				11 667	(11 667)	-100%		
Finance charges			2 500		-	483	1 458	(976)	-67%		
Bulk purchases			58 734			30 408	34 262	(3 853)	-11%		
Other materials			8 816		2 020	8 403	5 143	3 261	63%		
Contracted services			34 373				20 051	(20 051)	-100%		
Transfers and subsidies							-	-			
Other expenditure			12 630		3 472	32 215	7 368	24 847	337%		
Loss on disposal of PPE								-			
Total Expenditure			-	244 918	-	14 301	128 508	142 869	(14 361)	-10%	-
Surplus/(Deficit)			-	(29 932)	-	(3 594)	19 350	(268)	19 618	(0)	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)				37 968		1 000	29 184	28 184	1 000	0	
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)									-		
Surplus/(Deficit) after capital transfers & contributions			-	8 036	-	(2 594)	48 534	27 916			-
Taxation									-		
Surplus/(Deficit) after taxation			-	8 036	-	(2 594)	48 534	27 916			-
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			-	8 036	-	(2 594)	48 534	27 916			-
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			-	8 036	-	(2 594)	48 534	27 916			-

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) - M07
January

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
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	130	-	-	74	76	(2)	-3%	-
Vote 2 - Budget and Treasury Office		-	510	-	-	222	298	(75)	-25%	-
Vote 3 - Community and Social Services		-	100	-	-	62	58	4	7%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	5 375	-	-	-	3 135	(3 135)	-100%	-
Vote 6 - Waste Management		-	50	-	-	-	29	(29)	-100%	-
Vote 7 - Waste Water Management		-	8 400	-	-	-	4 900	(4 900)	-100%	-
Vote 8 - Road Transport		-	2 500	-	1 153	17 795	1 458	16 336	1120%	-
Vote 9 - Water		-	16 662	-	-	17 151	9 720	7 432	76%	-
Vote 10 - Electricity		-	7 000	-	2 022	6 396	4 083	2 312	57%	-
Vote 11 - Corporate Services		-	110	-	-	-	64	(64)	-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]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	40 837	-	3 175	41 700	23 822	17 878	75%	-
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		-	40 837	-	3 175	41 700	23 822	17 878	75%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	750	-	-	296	438	(141)	-32%	-
Executive and council		-	130	-	-	74	76	(2)	-3%	-
Finance and administration		-	620	-	-	222	362	(139)	-38%	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	5 376	-	-	62	3 136	(3 074)	-98%	-
Community and social services		-	-	-	-	62	-	-	#DIV/0!	-
Sport and recreation		-	5 376	-	-	-	3 136	(3 136)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	2 600	-	1 153	17 795	1 517	16 278	1073%	-
Planning and development		-	100	-	-	-	58	(58)	-100%	-
Road transport		-	2 500	-	1 153	17 795	1 458	16 336	1120%	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	32 112	-	2 022	23 547	18 732	4 815	26%	-
Energy sources		-	7 000	-	2 022	6 396	4 083	2 312	57%	-
Water management		-	16 662	-	-	17 151	9 720	7 432	76%	-
Waste water management		-	8 400	-	-	-	4 900	(4 900)	-100%	-
Waste management		-	50	-	-	-	29	(29)	-100%	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	40 838	-	3 175	41 700	23 822	17 878	75%	-
Funded by:										
National Government		-	33 868	-	1 153	37 681	19 756	17 925	91%	-
Provincial Government		-	3 000	-	2 022	3 660	1 750	1 910	109%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	36 868	-	3 175	41 341	21 506	19 835	92%	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	3 970	-	-	358	2 316	(1 958)	-85%	-
Total Capital Funding		-	40 838	-	3 175	41 700	23 822	17 878	75%	-

2.1.6. In Year Budget Table – C6 – Financial Position

FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M07 January

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			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	
Total current assets			-	134 177	-	74 863	134 177
Non current assets							
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							
Total non current assets			-	702 739	-	723 165	702 739
TOTAL ASSETS			-	836 916	-	798 028	836 916
LIABILITIES							
Current liabilities							
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	
Total current liabilities			-	128 531	-	61 249	128 531
Non current liabilities							
Borrowing			13 378		7 625	13 378	
Provisions			41 077		39 195	41 077	
Total non current liabilities			-	54 455	-	46 821	54 455
TOTAL LIABILITIES			-	182 986	-	108 070	182 986
NET ASSETS	2		-	653 930	-	689 958	653 930
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			653 930		689 958	653 930	
Reserves							
TOTAL COMMUNITY WEALTH/EQUITY	2		-	653 930	-	689 958	653 930

2.1.7. In Year Budget Table – C7 Cash Flow

FS183 Tswelopele - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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			28 079		1 079	15 366	16 379	(1 014)	-6%		
Service charges			75 126		5 248	29 927	43 824	(13 897)	-32%		
Other revenue			3 146		504	1 387	1 835	(448)	-24%		
Government - operating			100 292		-	75 696	75 696	-			
Government - capital			37 968		1 000	29 184	29 184	-			
Interest			1 200		86	1 482	700	782	112%		
Dividends			100		53	141	58	83	142%		
Payments											
Suppliers and employees			(205 762)		(14 301)	(105 592)	(120 028)	(14 435)	12%		
Finance charges			(2 500)				(1 458)	(1 458)	100%		
Transfers and Grants								-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	37 649	-	(6 331)	47 590	46 190	(1 400)	-3%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			500				292	(292)	-100%		
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
Payments											
Capital assets			(40 838)		(3 175)	(41 700)	(23 822)	17 878	-75%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(40 338)	-	(3 175)	(41 700)	(23 531)	18 169	-77%	-
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			-	(2 689)	-	(9 506)	5 890	22 660		-	
Cash/cash equivalents at beginning:			1 296				1 296			-	
Cash/cash equivalents at month/year end:			(1 393)				5 890	23 956		-	

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 January 2024 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 January 2024.

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 January 2024 salaries of R 8.8 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 - M07 January

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Interest earned - outstanding debtors	3 798	The municipality's has a high number of outstanding debtors	
2	Expenditure By Type			
	Debt impairment	(7 583)	Write-offs performed at year end	
	Depreciation & asset impairment	(11 667)	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 - M07 January

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%	9.2%	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%
Safety of Capital							
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%
Liquidity							
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%
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%	0.0%	95.0%	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 - M07 January

Description	NT Code	Budget Year 2020/21									Total over 90 days	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			
R thousands													
Debtors Age Analysis By Income Source													
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		
Total By Income Source	2000	6 675	2 751	4 278	3 973	3 420	22 389	2 947	145 121	191 555	177 851	-	-
2019/20 - totals only										-	-		
Debtors Age Analysis By Customer Group													
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		
Total By Customer Group	2600	6 675	2 751	4 278	3 973	3 420	22 389	2 947	145 121	191 555	177 851	-	-

Presented above is municipal debtors aging at the end of January 2024. The total outstanding debt on the 31st of January 2024 is R 191 million.

1.4. Supporting Table SC4 – Aged Creditors

FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

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	-	-	-	145 028	-	-	-	-	145 028
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	-	2 264	-	-	-	-	-	-	2 264
Other	0900	3 469	-	-	-	-	-	-	-	3 469
Total By Customer Type	1000	3 469	2 264	-	163 637	-	-	-	6 247	175 617

At the end of January 2024, the Municipality has outstanding debt of R 175 million owed to creditors.

1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January

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
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	100 292	-	-	75 696	75 268	-		-
Local Government Equitable Share			97 242		-	72 931	72 931	-		
Finance Management			2 100		-	2 100	2 100			
EPWP Incentive			950			665	237			
	3							-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
								-		
								-		
Other transfers and grants [insert description]								-		
	4							-		
District Municipality:		-	-	-	-	-	-	-		-
Lejweleputswa								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Total Operating Transfers and Grants	5	-	100 292	-	-	75 696	75 268	-		-
Capital Transfers and Grants										
National Government:		-	34 868	-	1 000	23 650	21 650	2 000	9.2%	-
Municipal Infrastructure Grant (MIG)			18 889			10 905	10 905	-		
								-		
								-		
Energy Efficiency and Demand-side Management Grant			4 000		1 000	4 000	2 000	2 000	100.0%	
Water Service Grant			11 979			8 745	8 745	-		
								-		
Provincial Government:		-	3 000	-	-	-	-	-		-
[insert description]			3 000					-		
								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Total Capital Transfers and Grants	5	-	37 868	-	1 000	23 650	21 650	2 000	9.2%	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	138 160	-	1 000	99 346	96 918	2 000	2.1%	-

1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

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:		-	100 292	-	521	3 077	41 788	(38 711)	-92.6%	-
Local Government Equitable Share			97 242				40 518	(40 518)	-100.0%	
Finance Management			2 100		88	1 478	875	603	68.9%	
EPWP Incentive			950		432	1 600	396	1 204	304.2%	
Other transfers and grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
Lejweleputswa										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		-	100 292	-	521	3 077	41 788	(38 711)	-92.6%	-
Capital expenditure of Transfers and Grants										
National Government:		-	34 868	-	1 153	37 681	14 528	23 153	159.4%	-
Municipal Infrastructure Grant (MIG)			18 889		1 153	17 795	7 870	9 924	126.1%	
Energy Efficiency and Demand-side Management Grant			4 000		-	2 736	1 667	1 069	64.1%	
Water Service Grant			11 979		-	17 151	4 991	12 160	243.6%	
Provincial Government:		-	3 000	-	2 022	3 660	1 250	2 410	192.8%	-
			3 000		2 022	3 660	1 250	2 410	192.8%	
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	37 868	-	3 175	41 341	15 778	25 563	162.0%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	138 160	-	3 696	44 419	57 567	(13 148)	-22.8%	-