

**TSWELOPELE LOCAL MUNICIPALITY**

**FS 183**

**CIVIC CENTRE, BOSMAN STREET**

**BULTFONTEIN, 9670**

**051 853 1111**

**[www.tswelopele.gov.za](http://www.tswelopele.gov.za)**



**IN YEAR REPORT (Schedule C)**  
**February 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 February 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 - M08 February

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	-	4 368	31 573	19 705	11 868	60%	-
Service charges	-	79 081	-	5 310	43 243	52 721	(9 478)	-18%	-
Investment revenue	-	1 300	-	12	1 870	867	1 003	116%	-
Transfers and subsidies	-	100 292	-	1 285	76 981	76 981	-		-
Other own revenue	-	4 756	-	694	5 859	3 171	2 688	85%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>214 986</b>	-	<b>11 668</b>	<b>159 526</b>	<b>153 444</b>	<b>6 082</b>	<b>4%</b>	-
Employee costs	-	88 639	-	7 720	60 147	59 093	1 054	2%	-
Remuneration of Councillors	-	6 226	-	531	5 103	4 151	952	23%	-
Depreciation & asset impairment	-	20 000	-	-	-	13 333	(13 333)	-100%	-
Finance charges	-	2 500	-	-	483	1 667	(1 184)	-71%	-
Materials and bulk purchases	-	67 550	-	2 508	41 320	45 033	(3 714)	-8%	-
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	-	60 003	-	2 843	35 058	40 002	(4 944)	-12%	-
<b>Total Expenditure</b>	-	<b>244 918</b>	-	<b>13 603</b>	<b>142 110</b>	<b>163 279</b>	<b>(21 168)</b>	<b>-13%</b>	-
<b>Surplus/(Deficit)</b>	-	<b>(29 932)</b>	-	<b>(1 934)</b>	<b>17 415</b>	<b>(9 835)</b>	<b>27 250</b>	<b>-277%</b>	-
Transfers and subsidies - capital (monetary allocations)	-	37 968	-	-	29 184	29 184	-		-
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>8 036</b>	-	<b>(1 934)</b>	<b>46 599</b>	<b>19 349</b>	<b>27 250</b>	<b>141%</b>	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	-	<b>8 036</b>	-	<b>(1 934)</b>	<b>46 599</b>	<b>19 349</b>	<b>27 250</b>	<b>141%</b>	-
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>40 837</b>	-	<b>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</b>	-
Capital transfers recognised	-	36 868	-	1 885	43 227	24 579	18 648	76%	-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	3 970	-	-	358	2 647	(2 288)	-86%	-
<b>Total sources of capital funds</b>	-	<b>40 838</b>	-	<b>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</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	-	<b>653 930</b>	-	-	<b>689 958</b>	-	-	-	<b>653 930</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	37 649	-	(5 795)	41 795	39 091	(2 704)	-7%	-
Net cash from (used) investing	-	(40 338)	-	(1 885)	(43 585)	(26 892)	16 693	-62%	-
Net cash from (used) financing	-	-	-	-	-	-	-		-
<b>Cash/cash equivalents at the month/year end</b>	-	<b>(1 393)</b>	-	-	<b>(1 790)</b>	<b>13 495</b>	<b>15 285</b>	<b>113%</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	10 953	3 484	3 352	3 737	3 564	3 238	21 965	144 999	195 293
<b>Creditors Age Analysis</b>									
Total Creditors	2 264	3 423	-	168 850	-	-	-	6 247	180 784

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

### FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February

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>1</b>									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		-	136 699	-	6 275	144 757	91 133	53 624	59%	-
Executive and council		-	27 647	-	-	-	18 431	(18 431)	-100%	-
Finance and administration		-	109 052	-	6 275	144 757	72 701	72 055	99%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	1 580	-	62	603	1 053	(450)	-43%	-
Community and social services		-	430	-	59	573	287	286	100%	-
Sport and recreation		-	1 150	-	3	30	767	(736)	-96%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	19 249	-	4	5	12 833	(12 828)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	19 249	-	4	5	12 833	(12 828)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	95 426	-	5 327	43 334	63 617	(20 284)	-32%	-
Energy sources		-	66 628	-	3 882	31 567	44 419	(12 852)	-29%	-
Water management		-	17 739	-	498	4 487	11 826	(7 339)	-62%	-
Waste water management		-	7 011	-	610	4 610	4 674	(64)	-1%	-
Waste management		-	4 048	-	337	2 670	2 699	(29)	-1%	-
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	-	<b>252 954</b>	-	<b>11 668</b>	<b>188 699</b>	<b>168 636</b>	<b>20 063</b>	<b>12%</b>	<b>-</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		-	105 750	-	9 779	85 698	70 500	15 198	22%	-
Executive and council		-	31 785	-	560	6 918	21 190	(14 272)	-67%	-
Finance and administration		-	73 965	-	9 219	78 780	49 310	29 470	60%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	18 256	-	112	421	12 171	(11 750)	-97%	-
Community and social services		-	12 717	-	106	403	8 478	(8 075)	-95%	-
Sport and recreation		-	5 539	-	6	18	3 693	(3 675)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	18 470	-	656	4 838	12 313	(7 475)	-61%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 470	-	656	4 838	12 313	(7 475)	-61%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	102 443	-	3 056	58 757	68 295	(9 538)	-14%	-
Energy sources		-	57 062	-	260	36 047	38 041	(1 994)	-5%	-
Water management		-	22 978	-	2 637	19 673	15 319	4 354	28%	-
Waste water management		-	12 663	-	81	2 336	8 442	(6 106)	-72%	-
Waste management		-	9 740	-	78	701	6 493	(5 793)	-89%	-
<i><b>Other</b></i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	-	<b>244 919</b>	-	<b>13 603</b>	<b>149 714</b>	<b>163 279</b>	<b>(13 565)</b>	<b>-8%</b>	<b>-</b>
<b>Surplus/ (Deficit) for the year</b>		-	<b>8 035</b>	-	<b>(1 934)</b>	<b>38 985</b>	<b>5 357</b>	<b>33 628</b>	<b>628%</b>	<b>-</b>

**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) - M08 February**

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	-	-	-	5 260	(5 260)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	99 302	-	6 275	144 652	66 201	78 451	118.5%	-
Vote 3 - Community and Social Services		-	1 280	-	59	573	853	(280)	-32.9%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	50	-	3	30	33	(3)	-8.6%	-
Vote 6 - Waste Management		-	4 048	-	337	2 670	2 699	(29)	-1.1%	-
Vote 7 - Waste Water Management		-	7 011	-	610	4 610	4 674	(64)	-1.4%	-
Vote 8 - Road Transport		-	19 249	-	4	5	12 833	(12 828)	-100.0%	-
Vote 9 - Water		-	17 739	-	498	4 487	11 826	(7 339)	-62.1%	-
Vote 10 - Electricity		-	66 628	-	3 882	31 567	44 419	(12 852)	-28.9%	-
Vote 11 - Corporate Services		-	29 757	-	-	105	19 838	(19 733)	-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]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	-	<b>252 954</b>	-	<b>11 668</b>	<b>188 699</b>	<b>168 636</b>	<b>20 063</b>	<b>11.9%</b>	-
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive and Council		-	45 426	-	560	6 918	30 284	(23 366)	-77.2%	-
Vote 2 - Budget and Treasury Office		-	49 690	-	9 036	74 099	33 127	40 973	123.7%	-
Vote 3 - Community and Social Services		-	10 284	-	106	403	6 856	(6 453)	-94.1%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	67	-	6	18	45	(27)	-60.6%	-
Vote 6 - Waste Management		-	9 740	-	78	701	6 493	(5 793)	-89.2%	-
Vote 7 - Waste Water Management		-	12 663	-	81	2 336	8 442	(6 106)	-72.3%	-
Vote 8 - Road Transport		-	18 470	-	656	4 838	12 313	(7 475)	-60.7%	-
Vote 9 - Water		-	22 978	-	2 637	19 673	15 319	4 354	28.4%	-
Vote 10 - Electricity		-	57 062	-	260	36 047	38 041	(1 994)	-5.2%	-
Vote 11 - Corporate Services		-	18 539	-	182	4 681	12 359	(7 679)	-62.1%	-
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>13 603</b>	<b>149 714</b>	<b>163 279</b>	<b>(13 565)</b>	<b>-8.3%</b>	-
<b>Surplus/ (Deficit) for the year</b>	2	-	<b>8 035</b>	-	<b>(1 934)</b>	<b>38 985</b>	<b>5 357</b>	<b>33 628</b>	<b>627.8%</b>	-

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

**FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February**

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		4 368	31 573	19 705	11 868	60%		
Service charges - electricity revenue			62 262		3 866	31 488	41 508	(10 020)	-24%		
Service charges - water revenue			5 760		496	4 475	3 840	635	17%		
Service charges - sanitation revenue			7 011		610	4 610	4 674	(64)	-1%		
Service charges - refuse revenue			4 048		337	2 670	2 699	(29)	-1%		
Rental of facilities and equipment			1 140		7	81	760	(679)	-89%		
Interest earned - external investments			1 300		12	1 870	867	1 003	116%		
Interest earned - outstanding debtors			300		573	4 545	200	4 345	2173%		
Dividends received			180		-	141	120	21	18%		
Fines, penalties and forfeits			666		-	47	444	(397)	-89%		
Licences and permits			80		27	162	53	108	203%		
Agency services			-					-			
Transfers and subsidies			100 292		1 285	76 981	76 981	-			
Other revenue			2 390		87	882	1 593	(711)	-45%		
Gains on disposal of PPE								-			
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>-</b>	<b>214 986</b>	<b>-</b>	<b>11 668</b>	<b>159 526</b>	<b>153 444</b>	<b>6 082</b>	<b>4%</b>	<b>-</b>
<b>Expenditure By Type</b>											
Employee related costs			88 639		7 720	60 147	59 093	1 054	2%		
Remuneration of councillors			6 226		531	5 103	4 151	952	23%		
Debt impairment			13 000				8 667	(8 667)	-100%		
Depreciation & asset impairment			20 000				13 333	(13 333)	-100%		
Finance charges			2 500		-	483	1 667	(1 184)	-71%		
Bulk purchases			58 734		1 259	31 667	39 156	(7 489)	-19%		
Other materials			8 816		1 249	9 653	5 877	3 775	64%		
Contracted services			34 373				22 915	(22 915)	-100%		
Transfers and subsidies							-	-			
Other expenditure			12 630		2 843	35 058	8 420	26 638	316%		
Loss on disposal of PPE								-			
<b>Total Expenditure</b>			<b>-</b>	<b>244 918</b>	<b>-</b>	<b>13 603</b>	<b>142 110</b>	<b>163 279</b>	<b>(21 168)</b>	<b>-13%</b>	<b>-</b>
<b>Surplus/(Deficit)</b>			<b>-</b>	<b>(29 932)</b>	<b>-</b>	<b>(1 934)</b>	<b>17 415</b>	<b>(9 835)</b>	<b>27 250</b>	<b>(0)</b>	<b>-</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			37 968			29 184	29 184	-			
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>(1 934)</b>	<b>46 599</b>	<b>19 349</b>		<b>-</b>	
Taxation								-			
<b>Surplus/(Deficit) after taxation</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>(1 934)</b>	<b>46 599</b>	<b>19 349</b>		<b>-</b>	
Attributable to minorities											
<b>Surplus/(Deficit) attributable to municipality</b>			<b>-</b>	<b>8 036</b>	<b>-</b>	<b>(1 934)</b>	<b>46 599</b>	<b>19 349</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>(1 934)</b>	<b>46 599</b>	<b>19 349</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) - M08**  
**February**

Vote 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>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	130	-	-	74	87	(13)	-15%	-
Vote 2 - Budget and Treasury Office		-	510	-	-	222	340	(118)	-35%	-
Vote 3 - Community and Social Services		-	100	-	-	62	67	(4)	-7%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	5 375	-	-	-	3 583	(3 583)	-100%	-
Vote 6 - Waste Management		-	50	-	-	-	33	(33)	-100%	-
Vote 7 - Waste Water Management		-	8 400	-	-	-	5 600	(5 600)	-100%	-
Vote 8 - Road Transport		-	2 500	-	1 041	18 836	1 667	17 169	1030%	-
Vote 9 - Water		-	16 662	-	-	17 151	11 108	6 043	54%	-
Vote 10 - Electricity		-	7 000	-	844	7 240	4 667	2 573	55%	-
Vote 11 - Corporate Services		-	110	-	-	-	73	(73)	-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>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</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>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</b>	-
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		-	<b>750</b>	-	-	<b>296</b>	<b>500</b>	<b>(204)</b>	<b>-41%</b>	-
Executive and council		-	130	-	-	74	87	(13)	-15%	-
Finance and administration		-	620	-	-	222	413	(191)	-46%	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	<b>5 376</b>	-	-	<b>62</b>	<b>3 584</b>	<b>(3 522)</b>	<b>-98%</b>	-
Community and social services		-	-	-	-	62	-	62	#DIV/0!	-
Sport and recreation		-	5 376	-	-	-	3 584	(3 584)	-100%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	<b>2 600</b>	-	<b>1 041</b>	<b>18 836</b>	<b>1 733</b>	<b>17 102</b>	<b>987%</b>	-
Planning and development		-	100	-	-	-	67	(67)	-100%	-
Road transport		-	2 500	-	1 041	18 836	1 667	17 169	1030%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	<b>32 112</b>	-	<b>844</b>	<b>24 391</b>	<b>21 408</b>	<b>2 983</b>	<b>14%</b>	-
Energy sources		-	7 000	-	844	7 240	4 667	2 573	55%	-
Water management		-	16 662	-	-	17 151	11 108	6 043	54%	-
Waste water management		-	8 400	-	-	-	5 600	(5 600)	-100%	-
Waste management		-	50	-	-	-	33	(33)	-100%	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	-	<b>40 838</b>	-	<b>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</b>	-
<b>Funded by:</b>										
National Government		-	33 868	-	1 885	39 567	22 579	16 988	75%	-
Provincial Government		-	3 000	-	-	3 660	2 000	1 660	83%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		-	<b>36 868</b>	-	<b>1 885</b>	<b>43 227</b>	<b>24 579</b>	<b>18 648</b>	<b>76%</b>	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		-	3 970	-	-	358	2 647	(2 288)	-86%	-
<b>Total Capital Funding</b>		-	<b>40 838</b>	-	<b>1 885</b>	<b>43 585</b>	<b>27 225</b>	<b>16 360</b>	<b>60%</b>	-

**2.1.6. In Year Budget Table – C6 – Financial Position**

**FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M08 February**

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>			-	134 177	-	74 863	134 177
<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>			-	702 739	-	723 165	702 739
<b>TOTAL ASSETS</b>			-	836 916	-	798 028	836 916
<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>			-	128 531	-	61 249	128 531
<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>			-	54 455	-	46 821	54 455
<b>TOTAL LIABILITIES</b>			-	182 986	-	108 070	182 986
<b>NET ASSETS</b>	2		-	653 930	-	689 958	653 930
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)			653 930		689 958	653 930	
Reserves							
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	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 - M08 February

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		1 635	17 001	18 719	(1 719)	-9%		
Service charges			75 126		4 754	34 681	50 084	(15 403)	-31%		
Other revenue			3 146		121	1 508	2 097	(589)	-28%		
Government - operating			100 292		1 285	76 981	76 981	-			
Government - capital			37 968			29 184	29 184	-			
Interest			1 200		12	1 493	800	693	87%		
Dividends			100		-	141	67	74	112%		
<b>Payments</b>											
Suppliers and employees			(205 762)		(13 603)	(119 195)	(137 175)	(17 980)	13%		
Finance charges			(2 500)				(1 667)	(1 667)	100%		
Transfers and Grants								-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			-	37 649	-	(5 795)	41 795	39 091	(2 704)	-7%	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE			500				333	(333)	-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)		(1 885)	(43 585)	(27 225)	16 360	-60%		
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			-	(40 338)	-	(1 885)	(43 585)	(26 892)	16 693	-62%	-
<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>NET INCREASE/ (DECREASE) IN CASH HELD</b>			-	(2 689)	-	(7 681)	(1 790)	12 199		-	
Cash/cash equivalents at beginning:			1 296				1 296			-	
Cash/cash equivalents at month/year end:			(1 393)				(1 790)	13 495		-	

### 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 February 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 February 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 February 2024 salaries of R 8.2 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 - M08 February**

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	4 345	The municipality's has a high number of outstanding debtors	
2	<b>Expenditure By Type</b>			
	Debt impairment	(8 667)	Write-offs performed at year end	
	Depreciation & asset impairment	(13 333)	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 - M08 February**

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%	0.3%	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%	88.0%	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 - M08 February

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	919	343	334	290	347	292	279	13 946	16 749	15 154		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 805	799	729	656	677	772	690	7 876	16 005	10 672		
Receivables from Non-exchange Transactions - Property Rates	1400	2 310	702	673	656	775	674	19 240	59 052	84 082	80 397		
Receivables from Exchange Transactions - Waste Water Management	1500	1 112	492	482	482	597	364	355	21 165	25 049	22 963		
Receivables from Exchange Transactions - Waste Management	1600	620	295	291	291	285	287	274	14 115	16 459	15 252		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	2 187	853	843	1 361	884	849	1 126	28 845	36 949	33 065		
<b>Total By Income Source</b>	<b>2000</b>	<b>10 953</b>	<b>3 484</b>	<b>3 352</b>	<b>3 737</b>	<b>3 564</b>	<b>3 238</b>	<b>21 965</b>	<b>144 999</b>	<b>195 293</b>	<b>177 503</b>	<b>-</b>	<b>-</b>
<b>2019/20 - totals only</b>										-	-		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	942	821	791	695	721	905	643	4 653	10 170	7 617		
Commercial	2300	3 623	1 808	1 346	1 344	1 400	1 345	1 355	98 656	110 878	104 101		
Households	2400	2 211	1 482	1 328	1 294	1 267	1 239	1 222	60 201	70 243	65 223		
Other	2500	4 178	(627)	(112)	403	176	(251)	18 745	(18 512)	4 002	562		
<b>Total By Customer Group</b>	<b>2600</b>	<b>10 953</b>	<b>3 484</b>	<b>3 352</b>	<b>3 737</b>	<b>3 564</b>	<b>3 238</b>	<b>21 965</b>	<b>144 999</b>	<b>195 293</b>	<b>177 503</b>	<b>-</b>	<b>-</b>

Presented above is municipal debtors aging at the end of February 2024. The total outstanding debt on the 29<sup>th</sup> of February 2024 is R 195 million.

1.4. Supporting Table SC4 – Aged Creditors

FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

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	-	-	-	149 311	-	-	-	-	149 311
Bulk Water	0200	-	-	-	19 539	-	-	-	-	19 539
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	-	3 423	-	-	-	-	-	-	3 423
<b>Total By Customer Type</b>	<b>1000</b>	<b>2 264</b>	<b>3 423</b>	<b>-</b>	<b>168 850</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 247</b>	<b>180 784</b>

At the end of February 2024, the Municipality has outstanding debt of R 180 million owed to creditors.



## 1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M08 February

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>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	100 292	-	1 285	76 981	76 981	-		-
Local Government Equitable Share			97 242		1 000	73 931	73 931	-		
Finance Management			2 100		-	2 100	2 100			
EPWP Incentive			950		285	950	950			
	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	-	1 285	76 981	76 981	-		-
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	34 868	-	-	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			4 000	2 000	2 000	100.0%	
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	-	-	23 650	21 650	2 000	9.2%	-
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	138 160	-	1 285	100 631	98 631	2 000	2.0%	-

## 1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 February

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	-	737	3 814	66 861	(63 047)	-94.3%	-
Local Government Equitable Share			97 242				64 828	(64 828)	-100.0%	
Finance Management			2 100		381	1 858	1 400	458	32.7%	
EPWP Incentive			950		356	1 956	633	1 323	208.8%	
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>		<b>-</b>	<b>100 292</b>	<b>-</b>	<b>737</b>	<b>3 814</b>	<b>66 861</b>	<b>(63 047)</b>	<b>-94.3%</b>	<b>-</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		-	34 868	-	1 885	39 567	23 245	16 321	70.2%	-
Municipal Infrastructure Grant (MIG)			18 889		1 041	18 836	12 593	6 243	49.6%	
Energy Efficiency and Demand-side Management Grant			4 000		844	3 580	2 667	913	34.2%	
Water Service Grant			11 979		-	17 151	7 986	9 165	114.8%	
Provincial Government:		-	3 000	-	-	3 660	2 000	1 660	83.0%	-
			3 000			3 660	2 000	1 660	83.0%	
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>-</b>	<b>37 868</b>	<b>-</b>	<b>1 885</b>	<b>43 227</b>	<b>25 245</b>	<b>17 982</b>	<b>71.2%</b>	<b>-</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>-</b>	<b>138 160</b>	<b>-</b>	<b>2 622</b>	<b>47 041</b>	<b>92 107</b>	<b>(45 066)</b>	<b>-48.9%</b>	<b>-</b>