

TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

www.tswelopele.gov.za



IN YEAR REPORT (Schedule C)
May 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 May 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 - M11 May

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	29 557	4 353	32 910	27 094	5 816	21%	-
Service charges	-	79 081	79 081	6 093	62 352	72 491	(10 139)	-14%	-
Investment revenue	-	1 300	2 350	213	3 014	2 154	860	40%	-
Transfers and subsidies	-	100 292	101 492	-	101 492	101 492	-	-	-
Other own revenue	-	4 756	5 066	710	8 081	4 644	3 437	74%	-
Total Revenue (excluding capital transfers and contributions)	-	214 986	217 546	11 369	207 848	207 875	(27)	-0%	-
Employee costs	-	88 639	89 452	7 749	90 811	81 998	8 814	11%	-
Remuneration of Councillors	-	6 226	6 226	558	6 812	5 707	1 104	19%	-
Depreciation & asset impairment	-	20 000	20 000	-	-	18 333	(18 333)	-100%	-
Finance charges	-	2 500	2 000	-	483	1 833	(1 351)	-74%	-
Materials and bulk purchases	-	67 550	70 465	4 815	49 139	64 593	(15 454)	-24%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	60 003	60 654	4 627	47 600	55 600	(7 999)	-14%	-
Total Expenditure	-	244 918	248 797	17 749	194 845	228 064	(33 219)	-15%	-
Surplus/(Deficit)	-	(29 932)	(31 251)	(6 380)	13 003	(20 189)	33 192	-164%	-
Transfers and subsidies - capital (monetary allocations)	-	37 968	59 718	-	55 305	55 305	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	8 036	28 467	(6 380)	68 308	35 116	33 192	95%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	8 036	28 467	(6 380)	68 308	35 116	33 192	95%	-
Capital expenditure & funds sources									
Capital expenditure	-	40 837	61 423	1 681	50 933	56 304	(5 371)	-10%	-
Capital transfers recognised	-	36 868	58 568	1 681	49 641	53 687	(4 046)	-8%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	3 970	2 855	-	1 293	2 617	(1 325)	-51%	-
Total sources of capital funds	-	40 838	61 423	1 681	50 934	56 304	(5 371)	-10%	-
Financial position									
Total current assets	-	134 177	112 697		74 863				134 177
Total non current assets	-	702 739	723 324		723 165				702 739
Total current liabilities	-	128 531	147 615		61 249				128 531
Total non current liabilities	-	54 455	46 930		46 821				54 455
Community wealth/Equity	-	653 930	674 362		689 958				653 930
Cash flows									
Net cash from (used) operating	-	37 649	62 519	(11 135)	72 514	66 330	(6 184)	-9%	-
Net cash from (used) investing	-	(40 338)	(60 923)	(1 681)	(50 934)	(55 846)	(4 913)	9%	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	-	(1 393)	22 669	-	21 580	31 557	9 977	32%	-
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	7 053	4 541	3 130	2 990	2 827	2 648	34 445	133 499	191 132
Creditors Age Analysis									
Total Creditors	7 050	8 954	5 155	149 585	1 563	-	-	-	172 307

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

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

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	136 699	139 109	5 173	183 269	127 517	55 752	44%	-
Executive and council		-	27 647	200	-	-	183	(183)	-100%	-
Finance and administration		-	109 052	138 909	5 173	183 269	127 333	55 935	44%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	1 580	2 080	68	862	1 907	(1 045)	-55%	-
Community and social services		-	430	930	67	819	853	(34)	-4%	-
Sport and recreation		-	1 150	1 150	2	43	1 054	(1 011)	-96%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	19 249	25 649	2	19 437	23 512	(4 075)	-17%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	19 249	25 649	2	19 437	23 512	(4 075)	-17%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	95 426	110 426	6 125	62 504	101 224	(38 720)	-38%	-
Energy sources		-	66 628	66 628	4 630	45 314	61 076	(15 762)	-26%	-
Water management		-	17 739	32 739	549	7 074	30 011	(22 937)	-76%	-
Waste water management		-	7 011	7 011	609	6 435	6 427	8	0%	-
Waste management		-	4 048	4 048	337	3 681	3 711	(29)	-1%	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	252 954	277 264	11 369	266 072	254 159	11 913	5%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	105 750	112 823	11 065	118 633	103 421	15 212	15%	-
Executive and council		-	31 785	10 000	1 095	10 861	9 167	1 695	18%	-
Finance and administration		-	73 965	102 823	9 971	107 772	94 254	13 517	14%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	18 256	16 936	32	643	15 525	(14 882)	-96%	-
Community and social services		-	12 717	11 385	32	609	10 436	(9 827)	-94%	-
Sport and recreation		-	5 539	5 551	-	34	5 088	(5 054)	-99%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	18 470	17 649	407	7 144	16 178	(9 034)	-56%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 470	17 649	407	7 144	16 178	(9 034)	-56%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	102 443	101 389	6 245	68 425	92 940	(24 515)	-26%	-
Energy sources		-	57 062	55 000	3 605	40 256	50 417	(10 160)	-20%	-
Water management		-	22 978	24 490	2 431	23 960	22 449	1 511	7%	-
Waste water management		-	12 663	12 044	187	3 268	11 040	(7 772)	-70%	-
Waste management		-	9 740	9 855	22	940	9 034	(8 094)	-90%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	244 919	248 797	17 749	194 845	228 064	(33 219)	-15%	-
Surplus/ (Deficit) for the year		-	8 035	28 467	(6 380)	71 227	26 095	45 132	173%	-

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

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

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and Council		-	7 890	10 035	-	-	9 199	(9 199)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	99 302	119 374	5 173	182 986	109 426	73 560	67.2%	-
Vote 3 - Community and Social Services		-	1 280	1 730	67	819	1 586	(767)	-48.4%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	50	50	2	43	46	(3)	-6.5%	-
Vote 6 - Waste Management		-	4 048	4 048	337	3 681	3 711	(29)	-0.8%	-
Vote 7 - Waste Water Management		-	7 011	7 011	609	6 435	6 427	8	0.1%	-
Vote 8 - Road Transport		-	19 249	25 649	2	19 437	23 512	(4 075)	-17.3%	-
Vote 9 - Water		-	17 739	32 739	549	7 074	30 011	(22 937)	-76.4%	-
Vote 10 - Electricity		-	66 628	66 628	4 630	45 314	61 076	(15 762)	-25.8%	-
Vote 11 - Corporate Services		-	29 757	10 000	-	283	9 167	(8 884)	-96.9%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	252 954	277 264	11 369	266 072	254 159	11 913	4.7%	-
Expenditure by Vote	1									
Vote 1 - Executive and Council		-	45 426	10 000	1 095	10 861	9 167	1 695	18.5%	-
Vote 2 - Budget and Treasury Office		-	49 690	99 776	9 281	101 152	91 461	9 691	10.6%	-
Vote 3 - Community and Social Services		-	10 284	9 905	32	609	9 080	(8 471)	-93.3%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	67	77	-	34	71	(36)	-51.6%	-
Vote 6 - Waste Management		-	9 740	9 855	22	940	9 034	(8 094)	-89.6%	-
Vote 7 - Waste Water Management		-	12 663	12 044	187	3 268	11 040	(7 772)	-70.4%	-
Vote 8 - Road Transport		-	18 470	17 649	407	7 144	16 178	(9 034)	-55.8%	-
Vote 9 - Water		-	22 978	24 490	2 431	23 960	22 449	1 511	6.7%	-
Vote 10 - Electricity		-	57 062	55 000	3 605	40 256	50 417	(10 160)	-20.2%	-
Vote 11 - Corporate Services		-	18 539	10 000	690	6 620	9 167	(2 547)	-27.8%	-
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	248 796	17 749	194 845	228 063	(33 218)	-14.6%	-
Surplus/ (Deficit) for the year	2	-	8 035	28 468	(6 380)	71 227	26 096	45 131	172.9%	-

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

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

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates			29 557	29 557	4 353	32 910	27 094	5 816	21%		
Service charges - electricity revenue			62 262	62 262	4 604	45 183	57 074	(11 890)	-21%		
Service charges - water revenue			5 760	5 760	542	7 054	5 280	1 774	34%		
Service charges - sanitation revenue			7 011	7 011	609	6 433	6 427	6	0%		
Service charges - refuse revenue			4 048	4 048	337	3 681	3 711	(29)	-1%		
Rental of facilities and equipment			1 140	1 240	14	238	1 137	(899)	-79%		
Interest earned - external investments			1 300	2 350	213	3 014	2 154	860	40%		
Interest earned - outstanding debtors			300	300	570	6 189	275	5 914	2151%		
Dividends received			180	190		141	174	(33)	-19%		
Fines, penalties and forfeits			666	816		47	748	(701)	-94%		
Licences and permits			80	80	9	190	73	116	158%		
Agency services			-					-			
Transfers and subsidies			100 292	101 492		101 492	101 492	-			
Other revenue			2 390	2 440	117	1 277	2 237	(960)	-43%		
Gains on disposal of PPE								-			
Total Revenue (excluding capital transfers and contributions)			-	214 986	217 546	11 369	207 848	207 875	(27)	0%	-
Expenditure By Type											
Employee related costs			88 639	89 452	7 749	90 811	81 998	8 814	11%		
Remuneration of councillors			6 226	6 226	558	6 812	5 707	1 104	19%		
Debt impairment			13 000	13 000			11 917	(11 917)	-100%		
Depreciation & asset impairment			20 000	20 000			18 333	(18 333)	-100%		
Finance charges			2 500	2 000		483	1 833	(1 351)	-74%		
Bulk purchases			58 734	58 965	3 814	35 481	54 051	(18 570)	-34%		
Other materials			8 816	11 500	1 001	13 658	10 542	3 116	30%		
Contracted services			34 373	34 373	4 627	35 028	31 509	3 520	11%		
Transfers and subsidies								-			
Other expenditure			12 630	13 281		12 572	12 174	398	3%		
Loss on disposal of PPE								-			
Total Expenditure			-	244 918	248 797	17 749	194 845	228 064	(33 219)	-15%	-
Surplus/(Deficit)			-	(29 932)	(31 251)	(6 380)	13 003	(20 189)	33 192	(0)	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)				37 968	59 718		55 305	55 305	-		
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	28 467	(6 380)	68 308	35 116			-
Taxation									-		
Surplus/(Deficit) after taxation			-	8 036	28 467	(6 380)	68 308	35 116			-
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			-	8 036	28 467	(6 380)	68 308	35 116			-
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			-	8 036	28 467	(6 380)	68 308	35 116			-

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

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

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	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	1 065	–	1 008	976	31	3%	–
Vote 2 - Budget and Treasury Office		–	510	230	–	222	211	12	6%	–
Vote 3 - Community and Social Services		–	100	70	–	62	64	(2)	-3%	–
Vote 4 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 5 - Sport and Recreation		–	5 375	–	–	–	–	–	–	–
Vote 6 - Waste Management		–	50	–	–	–	–	–	–	–
Vote 7 - Waste Water Management		–	8 400	–	–	–	–	–	–	–
Vote 8 - Road Transport		–	2 500	26 441	1 377	24 525	24 238	288	1%	–
Vote 9 - Water		–	16 662	26 617	–	17 151	24 399	(7 248)	-30%	–
Vote 10 - Electricity		–	7 000	7 000	304	7 964	6 417	1 548	24%	–
Vote 11 - Corporate Services		–	110	–	–	–	–	–	–	–
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	61 423	1 681	50 933	56 304	(5 371)	-10%	–
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	61 423	1 681	50 933	56 304	(5 371)	-10%	–
Capital Expenditure - Functional Classification										
Governance and administration		–	750	1 295	–	1 230	1 187	43	4%	–
Executive and council			130	1 065		1 008	976	32	3%	
Finance and administration			620	230		222	211	12	6%	
Internal audit			–	–		–	–	–	–	
Community and public safety		–	5 376	70	–	62	64	(2)	-3%	–
Community and social services			–	–		–	–	–	–	
Sport and recreation			5 376	70		62	64	(2)	-3%	
Public safety			–	–		–	–	–	–	
Housing			–	–		–	–	–	–	
Health			–	–		–	–	–	–	
Economic and environmental services		–	2 600	26 441	1 377	24 525	24 238	288	1%	–
Planning and development			100	–		–	–	–	–	
Road transport			2 500	26 441	1 377	24 525	24 238	288	1%	
Environmental protection			–	–		–	–	–	–	
Trading services		–	32 112	33 617	304	25 116	30 816	(5 700)	-18%	–
Energy sources			7 000	7 000	304	7 544	6 417	1 128	18%	
Water management			16 662	26 617	–	17 571	24 399	(6 828)	-28%	
Waste water management			8 400	–	–	–	–	–	–	
Waste management			50	–	–	–	–	–	–	
Other		–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	3	–	40 838	61 423	1 681	50 934	56 304	(5 371)	-10%	–
Funded by:										
National Government			33 868	55 568	1 377	45 677	50 937	(5 261)	-10%	
Provincial Government			3 000	3 000	304	3 964	2 750	1 214	44%	
District Municipality			–	–	–	–	–	–	–	
Other transfers and grants			–	–	–	–	–	–	–	
Transfers recognised - capital		–	36 868	58 568	1 681	49 641	53 687	(4 046)	-8%	–
Borrowing	6									
Internally generated funds			3 970	2 855	–	1 293	2 617	(1 325)	-51%	
Total Capital Funding		–	40 838	61 423	1 681	50 934	56 304	(5 371)	-10%	–

2.1.6. In Year Budget Table – C6 – Financial Position

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

Description	Ref	2019/20	Budget Year 2020/21				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
ASSETS							
Current assets							
Cash			20 897	20	2 804	20 897	
Call investment deposits			1 505	1 655	22 184	1 505	
Consumer debtors			105 691	105 691	49 874	105 691	
Other debtors			5 331	5 331		5 331	
Current portion of long-term receivables							
Inventory			753			753	
Total current assets			-	134 177	112 697	74 863	134 177
Non current assets							
Long-term receivables			-		90 527		
Investments			-		1 052		
Investment property			110 039	110 039	104 999	110 039	
Investments in Associate							
Property, plant and equipment			591 327	611 912	525 276	591 327	
Biological			1 373	1 373	1 310	1 373	
Intangible							
Other non-current assets							
Total non current assets			-	702 739	723 324	723 165	702 739
TOTAL ASSETS			-	836 916	836 021	798 028	836 916
LIABILITIES							
Current liabilities							
Bank overdraft			-				
Borrowing			2 637	2 637	713	2 637	
Consumer deposits			1 512	1 512	60 536	1 512	
Trade and other payables			123 560	142 644		123 560	
Provisions			822	822		822	
Total current liabilities			-	128 531	147 615	61 249	128 531
Non current liabilities							
Borrowing			13 378	5 853	7 625	13 378	
Provisions			41 077	41 077	39 195	41 077	
Total non current liabilities			-	54 455	46 930	46 821	54 455
TOTAL LIABILITIES			-	182 986	194 545	108 070	182 986
NET ASSETS	2		-	653 930	641 476	689 958	653 930
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			653 930	674 362	689 958	653 930	
Reserves							
TOTAL COMMUNITY WEALTH/EQUITY	2		-	653 930	674 362	689 958	653 930

2.1.7. In Year Budget Table – C7 Cash Flow

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

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			28 079	28 079	1 418	22 989	25 739	(2 750)	-11%		
Service charges			75 126	75 126	4 843	52 848	68 866	(16 017)	-23%		
Other revenue			3 146	3 246	140	1 909	2 976	(1 066)	-36%		
Government - operating			100 292	101 492		101 492	101 492	-			
Government - capital			37 968	59 718		55 305	55 305	-			
Interest			1 200	2 540	213	2 155	2 328	(173)	-7%		
Dividends			100	190		141	174	(33)	-19%		
Payments											
Suppliers and employees			(205 762)	(205 372)	(17 749)	(164 326)	(188 258)	(23 932)	13%		
Finance charges			(2 500)	(2 500)			(2 292)	(2 292)	100%		
Transfers and Grants								-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	37 649	62 519	(11 135)	72 514	66 330	(6 184)	-9%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			500	500			458	(458)	-100%		
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
Payments											
Capital assets			(40 838)	(61 423)	(1 681)	(50 934)	(56 304)	(5 371)	10%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(40 338)	(60 923)	(1 681)	(50 934)	(55 846)	(4 913)	9%	-
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)	1 596	(12 816)	21 580	10 484		-	
Cash/cash equivalents at beginning:			1 296	21 073			21 073			-	
Cash/cash equivalents at month/year end:			(1 393)	22 669		21 580	31 557			-	

3. Explanatory note on in year budget tables

Explanatory Notes to Table C1

Table C1 gives a summary of the overall performance of Tswelopele Local Municipality for the Month of May 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 May 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 May 2024 salaries of R 8.3 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.
5. The line item for bulk purchases is the payments made towards the purchases of the water and electricity that the municipality provides as services to its community. In may 2024, the Municipality managed to pay ESKOM R 2.8 million and Sandvet R 929 823.

PART 2

1. Supporting Documentation

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

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

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

1.1. Supporting Table SC1 – Material Variances Explanations

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

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Interest earned - outstanding debtors	5 914	The municipality's has a high number of outstanding debtors	
2	Expenditure By Type			
	Debt impairment	(11 917)	Write-offs performed at year end	
	Depreciation & asset impairment	(18 333)	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 - M11 May

Description of financial indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	9.2%	8.8%	0.2%	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%	22.4%	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%	76.3%	122.2%	104.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	17.4%	1.1%	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%	51.0%	67.5%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%

1.3. Supporting Table SC3 – Debtors age analysis

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

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	545	1 146	359	258	322	264	1 557	12 504	16 954	14 905		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 174	1 040	769	714	603	589	3 280	5 915	16 084	11 101		
Receivables from Non-exchange Transactions - Property Rates	1400	1 160	534	407	375	360	328	20 229	57 167	80 559	78 458		
Receivables from Exchange Transactions - Waste Water Management	1500	593	514	491	484	477	441	2 247	18 436	23 683	22 085		
Receivables from Exchange Transactions - Waste Management	1600	328	281	267	262	257	252	1 424	12 521	15 590	14 714		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	1 254	1 026	837	899	808	773	5 708	26 956	38 261	35 145		
Total By Income Source	2000	7 053	4 541	3 130	2 990	2 827	2 648	34 445	133 499	191 132	176 408	-	-
2019/20 - totals only										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200	830	483	397	356	355	301	2 682	1 534	6 940	5 230		
Commercial	2300	4 000	1 693	1 385	1 289	1 210	1 178	24 356	76 001	111 113	104 035		
Households	2400	2 200	2 350	3 134	1 255	1 242	2 756	6 444	51 519	70 901	63 216		
Other	2500	22	14	(1 786)	90	19	(1 588)	963	4 444	2 178	3 928		
Total By Customer Group	2600	7 053	4 541	3 130	2 990	2 827	2 648	34 445	133 499	191 132	176 408	-	-

Presented above is municipal debtors aging at the end of May 2024. The total outstanding debt on the 31st of May 2024 is R 191.1 million.

1.4. Supporting Table SC4 – Aged Creditors

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

Description	NT Code	Budget Year 2020/21								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	4 422	4 113	3 896	131 093	-	-	-	-	143 525
Bulk Water	0200	903	933	1 259	17 350	-	-	-	-	20 445
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	1 617	-	-	1 142	1 563	-	-	-	4 322
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	108	-	-	-	-	-	-	-	108
Other	0900	-	3 908	-	-	-	-	-	-	3 908
Total By Customer Type	1000	7 050	8 954	5 155	149 585	1 563	-	-	-	172 307

At the end of May 2024, the Municipality has outstanding debt of R 172 million owed to creditors.

1.5. Supporting Table SC6 – Grants Received

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

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	100 292	100 492	-	100 492	100 292	-		-
Local Government Equitable Share			97 242	97 242	-	97 242	97 242	-		
Finance Management			2 100	2 100	-	2 100	2 100	-		
EPWP Incentive			950	1 150	-	1 150	950	-		
Other transfers and grants [insert description]	3							-		
Provincial Government:		-	-	1 000	-	1 000	1 000	-		-
AFS & Revenue enhancement assistance				1 000		1 000	1 000	-		
Other transfers and grants [insert description]	4							-		
District Municipality:		-	-	-	-	-	-	-		-
Lejweleputswa								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Operating Transfers and Grants	5	-	100 292	101 492	-	101 492	101 292	-		-
Capital Transfers and Grants										
National Government:		-	34 868	56 718	-	55 305	35 071	20 234	57.7%	-
Municipal Infrastructure Grant (MIG)			18 889	25 739	-	24 326	24 326	-		
Energy Efficiency and Demand-side Management Grant			4 000	4 000		4 000	2 000	2 000	100.0%	
Water Service Grant			11 979	26 979	-	26 979	8 745	18 234	208.5%	
Provincial Government:		-	3 000	3 000	-	2 159	2 159	-		-
[insert description]			3 000	3 000		2 159	2 159	-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Capital Transfers and Grants	5	-	37 868	59 718	-	57 464	37 230	20 234	54.3%	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	138 160	161 210	-	158 956	138 522	20 234	14.6%	-

1.6. Supporting Table SC7 – Grants Expenditure

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

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	100 292	100 492	510	4 378	92 118	(87 740)	-95.2%	-
Local Government Equitable Share			97 242	97 242			89 139	(89 139)	-100.0%	
Finance Management			2 100	2 100	75	1 992	1 925	67	3.5%	
EPWP Incentive			950	1 150	435	2 386	1 054	1 332	126.4%	
Other transfers and grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
AFS & Revenue enhancement assistance										
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
Lejweleputswa										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		-	100 292	100 492	510	4 378	92 118	(87 740)	-95.2%	-
Capital expenditure of Transfers and Grants										
National Government:		-	34 868	56 718	1 377	45 677	51 992	(6 315)	-12.1%	-
Municipal Infrastructure Grant (MIG)			18 889	25 739	1 377	24 525	23 594	931	3.9%	
Energy Efficiency and Demand-side Management Grant			4 000	4 000	-	4 000	3 667	333	9.1%	
Water Service Grant			11 979	26 979	-	17 151	24 731	(7 580)	-30.6%	
Provincial Government:		-	3 000	3 000	304	3 964	2 750	1 214	44.2%	-
			3 000	3 000	304	3 964	2 750	1 214	44.2%	
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	37 868	59 718	1 681	49 641	54 742	(5 100)	-9.3%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	138 160	160 210	2 190	54 019	146 859	(92 840)	-63.2%	-