

**THABO MOFUTSANYANA
DISTRICT MUNICIPALITY**



SECTION 71



MUNICIPAL FINANCE MANAGEMENT ACT - MONTHLY SECTION 71 REPORT

FOR THE FINANCIAL YEAR 2022/2023

STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH ENDED 31 OCTOBER 2022

Notes

Revenue Difference Between Financial Performance and the Bank Reconciliation

- * Interest -Interest on the Statement of Financial Performance includes the interest of all Municipal Bank Accounts whereas the bank reconciliation Focuses on the Main Bank only
- * Grant -All Dora Allocated Grants are reported on the statement of financial performance except for the CETA Grant which is recorded in the Control Account
- * Other Revenue -SARS refunds are not recorded on the Statement of Financial Performance but on the Cash Flow Statement
- * Other Revenue -On the Statement of Financial Performance Depreciation is presented as an in and out on the income and Expenditure

Expenditure Differences Between Financial Performance and Bank Reconciliation

- * Expenditure on the Financial statement excludes the 15% Vat, amounts are represented as they appear on the trial balance
- * Salary related Costs-Salaries on the Statement of Financial performance are the amounts as extracted from the salaries people 300 systems whereas salaries on the bank reconciliation are as per bank Statement



THABO MOFUTSANYANA *District Municipality*

MUNICIPAL FINANCE MANAGEMENT ACT - MONTHLY SECTION 71 REPORT

FOR THE FINANCIAL YEAR 2022/2023

STATEMENT OF FINANCIAL PERFORMANCE - FOR THE MONTH ENDED 31 OCTOBER 2022

| Description | APPROVED BUDGET | REV/EXP YTD | % REV/EXP | Month 02 AUG | Month 03 SEPT | Month 04 OCT |
|---|-----------------------|----------------------|--------------|----------------------|-----------------------|-----------------------|
| OPERATING REVENUE | | | | | | |
| Interest Earned - Investments | 2 049 805.00 | 1 319 088.72 | 64.35 | 283 978.00 | 386 452.52 | 386 474.20 |
| <i>Grants received - Operating</i> | | | | | | |
| ***Equitable shares | 130 459 000.00 | 50 879 000.00 | 39.00 | | | |
| ***Financial Management | 2 300 000.00 | 2 300 000.00 | 100.00 | 2 300 000.00 | | |
| ***Municipal System Improvement | 4 216 000.00 | - | - | | | |
| ***Extended Public Works Progr | 5 356 000.00 | 1 339 000.00 | 25.00 | 1 339 000.00 | | |
| ***Rural Road assets Management | 2 573 000.00 | 1 801 000.00 | 70.00 | | | |
| ***Energy Efficiency & Demand | 5 000 000.00 | 3 000 000.00 | 60.00 | 3 000 000.00 | | |
| ***Transport Education Training Authority | - | - | - | | | |
| ***Waste Management Grant | - | - | - | | | |
| ***Construction Education and Training authority (Admin Fee) | 151 484.00 | - | - | | | |
| Other Revenue | 26 388 956.00 | 2 562 813.29 | 9.71 | 365 177.00 | 1 359 686.00 | 353 796.29 |
| Gain on disposal of assets | - | - | - | | | |
| Total Operating Revenue | 178 494 245.00 | 63 200 902.01 | 35.41 | 7 288 155.00 | 1 746 138.52 | 740 270.49 |
| OPERATING EXPENDITURE | | | | | | |
| Employee Cost - Wages & Salaries | 87 339 030.00 | 24 299 380.73 | 27.82 | 5 871 873.00 | 6 371 080.33 | 6 109 302.40 |
| Employee Cost - Council Contr. | 15 145 808.00 | 4 386 370.33 | 28.96 | 1 081 500.00 | 1 075 211.66 | 1 148 135.67 |
| Remuneration Of Councillors | 9 110 477.00 | 2 894 327.14 | 31.77 | 716 909.00 | 730 729.52 | 735 515.62 |
| Depreciation | 4 121 792.00 | 1 373 932.00 | 33.33 | 343 483.00 | 343 483.00 | 343 483.00 |
| General Expenses - Other | 58 775 138.00 | 12 344 789.31 | 21.00 | 1 083 110.00 | 4 811 562.00 | 3 111 340.31 |
| Contracted Services | - | - | - | | | |
| Capital expenditure | 4 002 000.00 | 35 465.00 | 0.89 | 18 215.00 | 17 250.00 | - |
| Establishment of Disaster Center | - | - | - | | | |
| <i>Grants and Subsidies Paid</i> | | | | | | |
| ****Maluti-A-Phofung | - | - | - | | | |
| ****Dihlabeng | - | - | - | | | |
| ****Setsoto | - | - | - | | | |
| ****Phumelela | - | - | - | | | |
| ****Nketoana | - | - | - | | | |
| ****Mantsopa | - | - | - | | | |
| Total Operating Expenditure | 178 494 245.00 | 45 334 264.51 | 25.40 | 9 115 090.00 | 13 349 316.51 | 11 447 777.00 |
| SURPLUS / (DEFICIT) | - | 17 866 637.50 | | -1 826 935.00 | -11 603 177.99 | -10 707 506.51 |

Prepared by

Ms P T Lesuthu
Budget Officer

10 / 11 / 2022

Authorised by

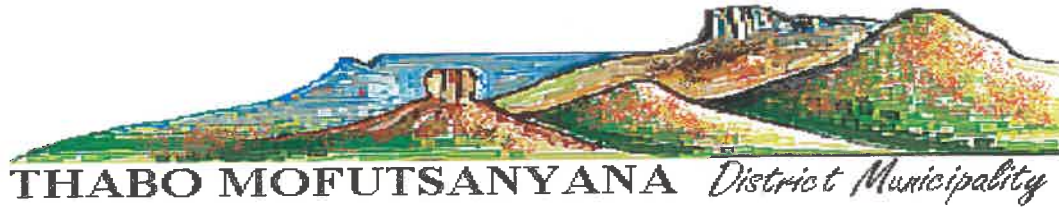
Mr. M D Mhlahlo
Financial accountant: Manager

14 / 11 / 2022

Approved by

Me. N L Goli
Chief Financial Officer

14 / 11 / 2022



CASH FLOW STATEMENT - FOR THE MONTH ENDED 31 OCTOBER 2022

| Detail | Month 2 Aug | Month 3 Sept | Month 4 Oct |
|--|----------------------|----------------------|----------------------|
| Opening Cash Balance | 87 830 529.00 | 83 884 232.00 | 72 210 661.00 |
| Add : Receipts | | | |
| - Revenue receipts (incl consumer debtors) | | | |
| - External loans received | | | |
| - Grants and subsidies | 6 908 062.00 | 131 993.00 | 0.00 |
| - Public donations | | | |
| - Investments redeemed | | | |
| - Interest received | 283 979.00 | 386 453.00 | 386 474.00 |
| - Receipts from long-term debtors | | | |
| - Insurance claims | | | |
| - Statutory Receipts (incl VAT) | | 1 006 389.00 | |
| - Other | 21 694.00 | 9 813.00 | 10 313.00 |
| Sub-Total (Receipts) | 7 213 735.00 | 1 534 648.00 | 396 787.00 |
| Less : Payments | | | |
| - Salaries, wages and allowances | 9 287 614.00 | 7 722 155.00 | 8 000 419.00 |
| - Cash and creditor payments | 1 872 418.00 | 5 486 064.00 | 3 215 761.00 |
| - Capital payments | | | |
| - Investments made | | | |
| - External loans repaid | | | |
| - Statutory Payments (incl VAT) | | | |
| - Consumer deposits repaid | | | |
| - Other payments | | | |
| Sub-Total (Payments) | 11 160 032.00 | 13 208 219.00 | 11 216 180.00 |
| Closing Balance | 83 884 232.00 | 72 210 661.00 | 61 391 268.00 |



CREDITORS AGE ANALYSIS - FOR THE MONTH ENDED 31 OCTOBER 2022

| Detail | Current | 0 - 30 Days | 31 - 60 Days | 61 - 90 Days | Over 120 Days |
|-------------------------|---------------|----------------|-----------------|-----------------|------------------|
| Bulk Electricity | 0 | 0 | 0 | 0 | 0 |
| Bulk Water | 0 | 0 | 0 | 0 | 0 |
| PAYE deductions | 0 | 0 | 0 | 0 | 0 |
| VAT (output less input) | 0 | 0 | 0 | 0 | 0 |
| Pensions deductions | 0 | 0 | 0 | 0 | 0 |
| Loan repayments | 0 | 0 | 0 | 0 | 0 |
| Trade Creditors | 72 032 | 0 | 0 | 0 | 400 266 |
| Auditor General | 0 | 0 | 0 | 0 | 0 |
| Retention Creditors | 0 | 0 | 0 | 0 | 436 715 |
| Other | 15 960 | 0 | 0 | 0 | 0 |
| Total | 87 992 | 0 | 0 | 0 | 836 981 |

| | | | | | |
|-------------------------|---------------|----------|----------|----------|----------------|
| Podbieskie Attorney | 0 | 0 | 0 | 0 | 0 |
| Trade & Other Creditors | 72 032 | 0 | 0 | 0 | 400 266 |
| Retention Creditors | 0 | 0 | 0 | 0 | 436 715 |
| PAYE deduction | 0 | 0 | 0 | 0 | 0 |
| Skills Development levy | 5 320 | 0 | 0 | 0 | 0 |
| Unemployment Insurance | 10 640 | 0 | 0 | 0 | 0 |
| Top 6 Creditor | 0 | 0 | 0 | 0 | 0 |
| Top 7 Creditor | 0 | 0 | 0 | 0 | 0 |
| Top 8 Creditor | 0 | 0 | 0 | 0 | 0 |
| Top 9 Creditor | 0 | 0 | 0 | 0 | 0 |
| Top 10 Creditor | 0 | 0 | 0 | 0 | 0 |
| Total | 87 992 | 0 | 0 | 0 | 836 981 |

SUMMARY STATEMENT OF FINANCIAL PERFORMANCE PER DEPARTMENT

| DETAILS | Executive & Council | Finance & Admin | Planning And Development | Community & Social Services | Sport And Recreation | Tourisim | Total |
|--------------------------------|---------------------|-------------------|--------------------------|-----------------------------|----------------------|----------|-------------------|
| RSL - Turnover | - | - | - | - | - | - | - |
| RSL - Remuneration | - | - | - | - | - | - | - |
| Interest Earned - Investments | - | 386 474.20 | - | - | - | - | 386 474.20 |
| Dividends Received | - | - | - | - | - | - | - |
| Income For Agency Services | - | - | - | - | - | - | - |
| Grants received - Operating | - | - | - | - | - | - | - |
| Grants received - Capital | - | - | - | - | - | - | - |
| Other Revenue | - | 353 796.29 | - | - | - | - | 353 796.29 |
| Gain on disposal of assets | - | - | - | - | - | - | - |
| Total Operating Revenue | - | 740 270.49 | - | - | - | - | 740 270.49 |

OPERATING EXPENDITURE

| | | | | | | | |
|---|---------------------|---------------------|---------------------|---------------------|----------|----------|----------------------|
| Employee Cost - Wages & Salaries | 1 661 736.00 | 1 931 091.00 | 864 633.00 | 1 651 842.00 | - | - | 6 109 302.00 |
| Employee Cost - Council Contr. | 216 430.00 | 397 478.00 | 234 060.00 | 300 167.00 | - | - | 1 148 135.00 |
| Remuneration Of Councillors | 735 516.00 | - | - | - | - | - | 735 516.00 |
| Collection Costs | - | - | - | - | - | - | - |
| Depreciation | - | - | 343 483.00 | - | - | - | 343 483.00 |
| Repairs and Maintenance | - | - | - | - | - | - | - |
| Interest - External Borrowings | - | 11 114.00 | - | - | - | - | 11 114.00 |
| External Borrowings | - | - | - | - | - | - | - |
| Contracted Services | - | - | - | - | - | - | - |
| Capital Expenditure | - | - | - | - | - | - | - |
| Grants and Subsidies Paid | - | - | - | - | - | - | - |
| General Expenses - Other | 767 502.00 | 1 019 486.73 | 1 229 077.89 | 84 160.00 | - | - | 3 100 226.62 |
| Loss on disposal of assets | - | - | - | - | - | - | - |
| Contributions from Provisions | - | - | - | - | - | - | - |
| Total Direct Operating Expenditure | 3 381 184.00 | 3 359 169.73 | 2 671 253.89 | 2 036 169.00 | - | - | 11 447 776.62 |

SURPLUS / (DEFICIT)

| | | | | | | | |
|----------------------------|----------------------|----------------------|----------------------|----------------------|----------|----------|-----------------------|
| SURPLUS / (DEFICIT) | -3 381 184.00 | -2 618 899.24 | -2 671 253.89 | -2 036 169.00 | - | - | -10 707 506.13 |
|----------------------------|----------------------|----------------------|----------------------|----------------------|----------|----------|-----------------------|



Thabo Mofutsanyana District Municipality -Cash and Creditors Payment Spilt

31/10/2022

Amount

Cash Payment

3 057 250.95

Creditors Payment

-

| |
|---|
| - |
|---|

3 057 250.95