



Tokologo
LOCAL MUNICIPALITY

Section 52 of MFMA
Quarterly Budget Monitoring Report
Quarter 2
(October – December 2023)

Contents

1. Executive summary

1.1. Background

1.2. Overview

2. In year Budget Tables

2.1.1. Table C1: Summary (Standard classification)

2.1.2. Table C2 Monthly budget statement – Financial Performance(Functional classification)

2.1.3. Table C3 Monthly budget statement – Financial Performance(revenue and expenditure by vote)

2.1.4. Table C4 Monthly budget statement – Financial Performance (Revenue and expenditure)

2.1.5. Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)

2.1.6. Table C6 Monthly budget Statement – Financial Position

2.1.7. Table C7 Monthly budget statement – Cash Flow

3. Explanatory notes on in year budget tables

4. Supporting documentation

4.1.1. SC3 Supporting Tables Debtors age analysis

4.1.2. SC4 Supporting Tables Creditors age analysis

4.1.3. SC5 Supporting Tables Investment portfolio analysis

4.1.4. SC6 Supporting Tables Allocations and Grant Receipts

4.1.5. SC7 (1) Supporting Tables Allocation and Grant Expenditure

1. Executive summary

1.1 Introduction

Council of the Municipality approved Budget in terms of Circular 70 and 72 of Municipal Finance Management Act (MFMA), Act 56 of 2003 and Municipal Budget and Reporting Regulations (MBRR) as promulgated in 2009. The Budget document was submitted to both National and Provincial Treasury in both hard and soft copies.

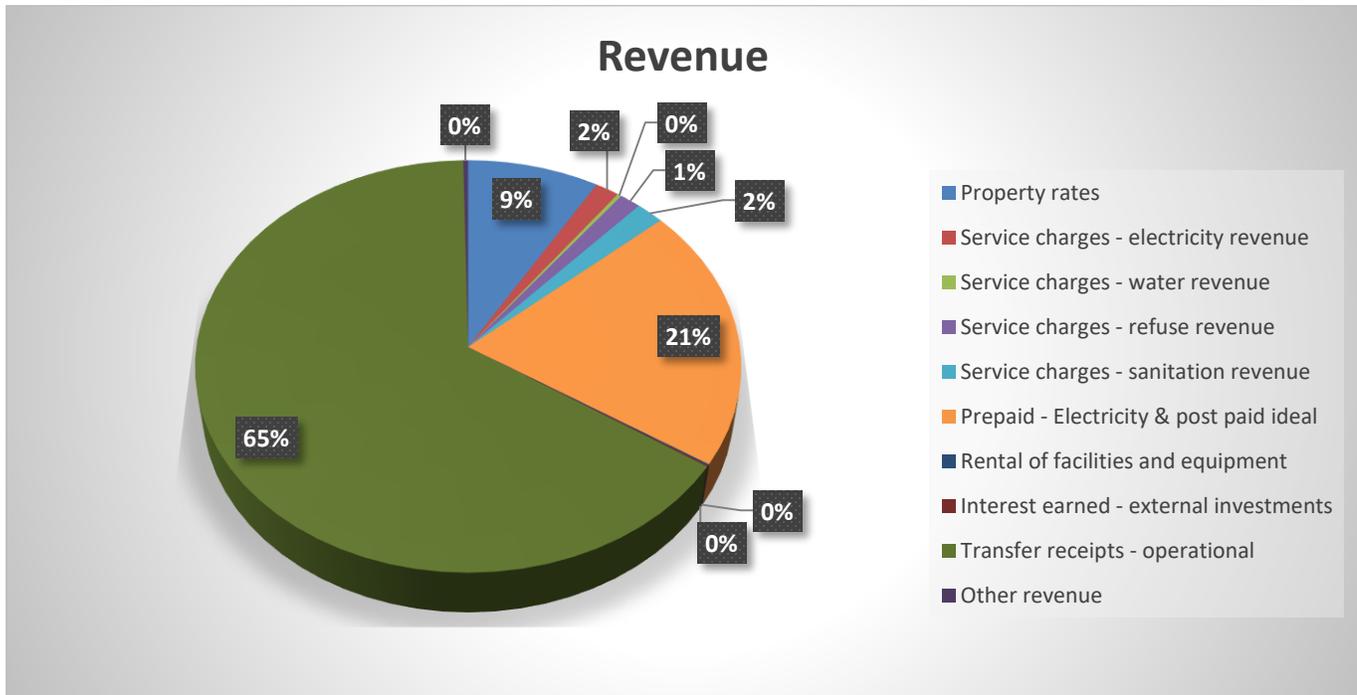
Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

In accordance with section 52(d) Municipal Finance Management Act no. 56 of 2003, the Major of a municipality must with 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality

1.2 Overview

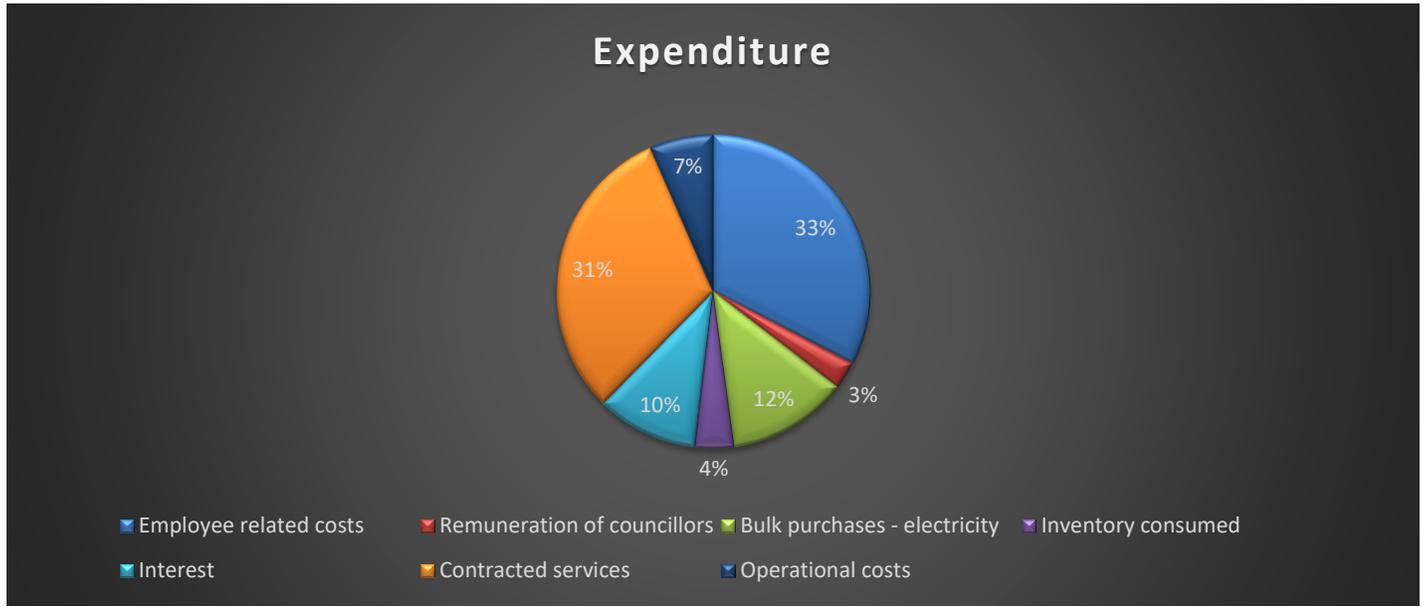
1.2.1 Revenue

Total revenue received for the quarter amounted to **R 27 991 483**, from the chart below it can be seen that the main source of revenue for the quarter is from Grants 65% (R 18 292 000), followed by Prepaid electricity (R 5 754 495) and followed by property rates at 9% (R 2 396 015) and the remaining 5% is shared among other services.



1.2.2 Operating expenditure

Total Expenditure for the quarter amounts to **R 46 666 581** from the chart below table, it can be seen that 33% (R 15 201 445) of the expenditure is from employee related costs, 31% (R 14 496 781) contracted services, 12% (R5 820 396) is from bulk purchases (electricity), another 10% (R 4 900 754) is from interest, the remaining 14% is from operational costs, remuneration of councillors and inventory consumed (water purchases).



Collection Rate (October – December) 2023

Service Type	Billed (R)	Collected (R)	Percentage (%)
Property rates	R 7 699 848	R 2 396 015	31%
Electricity Conventional	R 422 046	R 434 735	103%
Water	R 1 399 365	R 75 419	5%
Waste disposal	R 6 096 444	R 384 223	6%
Sanitation	R 9 395 757	R 508 906	5%
Prepaid - Electricity	R 5 754 495	R 5 754 495	100%
Total	R 30 767 956	R 9 553 794	31%

As per table above, when taking into consideration what was billed and received in Quarter 2 (October – December) the Quarterly collection rate is 31%.

1.2.3 Cash flow

Detail	Month 04 Oct	Month 05 Nov	Month 06 Dec	TOTAL
Cash Receipts by Source				
Property rates	788,887	724,158	882,970	2,396,015
Service charges - electricity revenue	129,641	188,210	116,884	434,735
Service charges - Pre-paid electricity revenue	2,000,746	2,042,508	1,711,242	5,754,495
Service charges - water revenue	31,116	19,496	24,808	75,419
Service charges - sanitation revenue	164,233	195,556	149,117	508,906
Service charges - refuse revenue	126,951	152,499	104,773	384,223
Service charges - other	0	0	0	0
Rental of facilities and equipment	0	0	29,084	29,084
Interest earned - external investments	7,043	5,245	16,762	29,050
Interest earned - outstanding debtors	0	0	0	0
Dividends received	0	0	0	0
Fines	0	0	0	0
Licences and permits	0	0	0	0
Agency services	0	0	0	0
Transfer receipts - operational	0	0	18,292,000	18,292,000
Other revenue	10,252	25,878	51,425	87,555
Cash Receipts by Source	3,258,870	3,353,549	21,379,064	27,991,483
Other Cash Flows/Receipts by Source				
Transfer receipts - capital	9,407,055	16,237,468	37,162,338	62,806,861
Contributions recognised - capital & Contributed	0	0	0	0
Proceeds on disposal of PPE	0	0	0	0
Short term loans	0	0	0	0
Borrowing long term/refinancing	0	0	0	0
Increase (decrease) in consumer deposits	0	0	0	0
Decrease (Increase) in non-current debtors	0	0	0	0
Decrease (increase) other non-current	0	0	0	0
Decrease (increase) in non-current investments	0	0	0	0
Total Cash Receipts by Source	12,665,924	19,591,017	58,541,402	90,798,344
Cash Payments by Type				
Employee related costs	4,774,021	4,419,332	6,008,093	15,201,445
Remuneration of councillors	377,571	505,137	452,026	1,334,734
Collection costs	0	0	0	0
Interest paid	2,180,573	2,063,828	656,352	4,900,754
Bulk purchases - Electricity	2,636,024	2,970,063	214,309	5,820,396
Inventory consumed	610,750	85,821	1,149,885	1,846,456
Other materials	579,424	12,588	1,146,260	1,738,272
Contracted services	3,686,983	7,304,076	3,505,722	14,496,781
Grants and subsidies paid - other municipalities				0
Grants and subsidies paid - other	0	0	0	0
Operational Costs	944,438	912,855	1,208,723	3,066,016
Cash Payments by Type	15,789,784	18,273,700	14,341,370	48,404,853
Other Cash Flows/Payments by Type				
Capital assets	17,400,375	15,243,246	27,472,246	60,115,867
Repayment of borrowing	0	0	0	0
Other Cash Flows/Payments	0	0	0	0
Total Cash Payments by Type	33,190,159	33,516,946	41,813,615	108,520,720

1.2.4 Conditional grants

Finance Management Grant (FMG) is spent according to the activity plan submitted to National treasury which includes among others stipends of the interns that will be appointed, the full FMG amount of R 3 000 000 was received in August 2023. Expenditure for the quarter under review is R 761 006.

Extended Public works program (EPWP): The municipality has received R 237 000 to date, and R 460 997 has been spend to date.

Municipal Infrastructure Grant (MIG): The municipality has received R 9 285 000 to date, and R 7 144 949 has been spend to date.

Regional bulk (DWS): It is an indirect grant and the municipality has received R 128 889 178 and the municipality has spent R 110 088 569 to date.

Water Service Infrastructure (WSIG): The municipality received R 5 705 000 and R 6 901 208 has been spent to date.

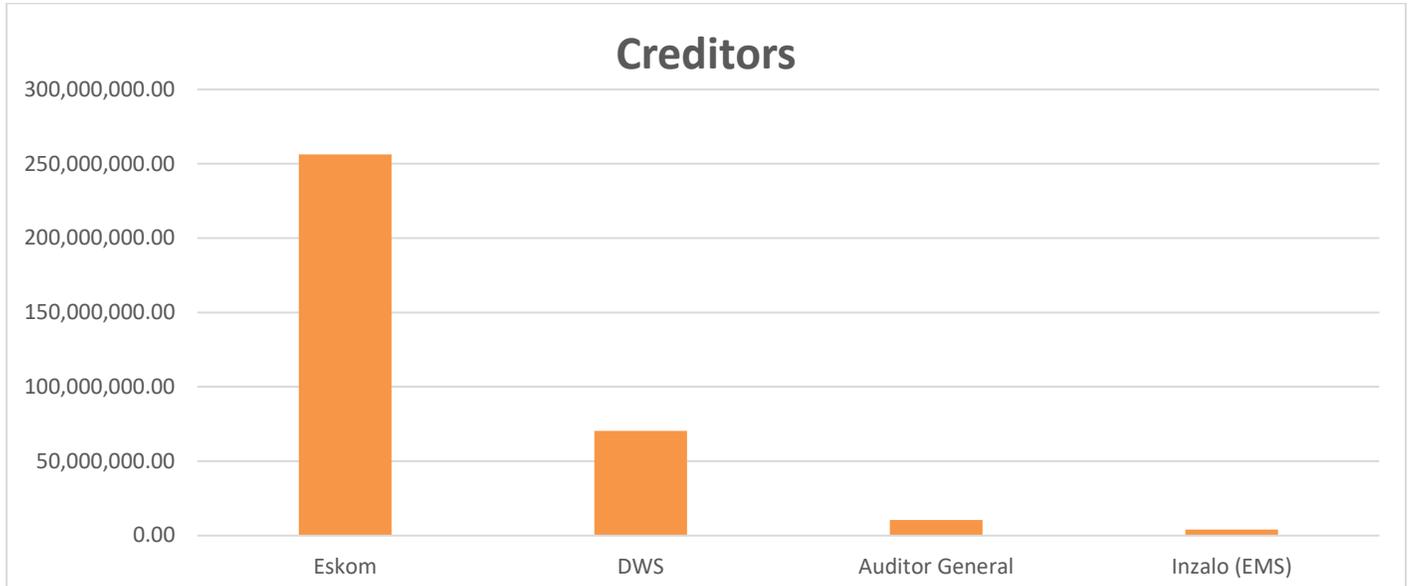
1.2.5 Capital Expenditure

Total expenditure for Quarter 2

Grant	Total Funds received	Total Allocation	Expenditure to date	Unspent Grants	Percentage to date
DWS	R 128 889 178	R 50 000 000	R 110 088 569	R 18 800 610	85%
WSIG	R 5 705 000	R 20 727 000	R 6 901 208	R 1 196 208 (Overspent)	-121%
MIG	R 9 285 000	R 18 969 000	R 7 144 949	R 2 140 051	28%
EPWP	R 237 000	R 950 000	R 460 997	R 223 997 (Overspent)	-195%
INEG	R 800 000	R 1 960 000	R -	R 800 000	0%
TOTAL	R 144 916 178	R 92 606 000	R 124 595 723	R 20 320 455	

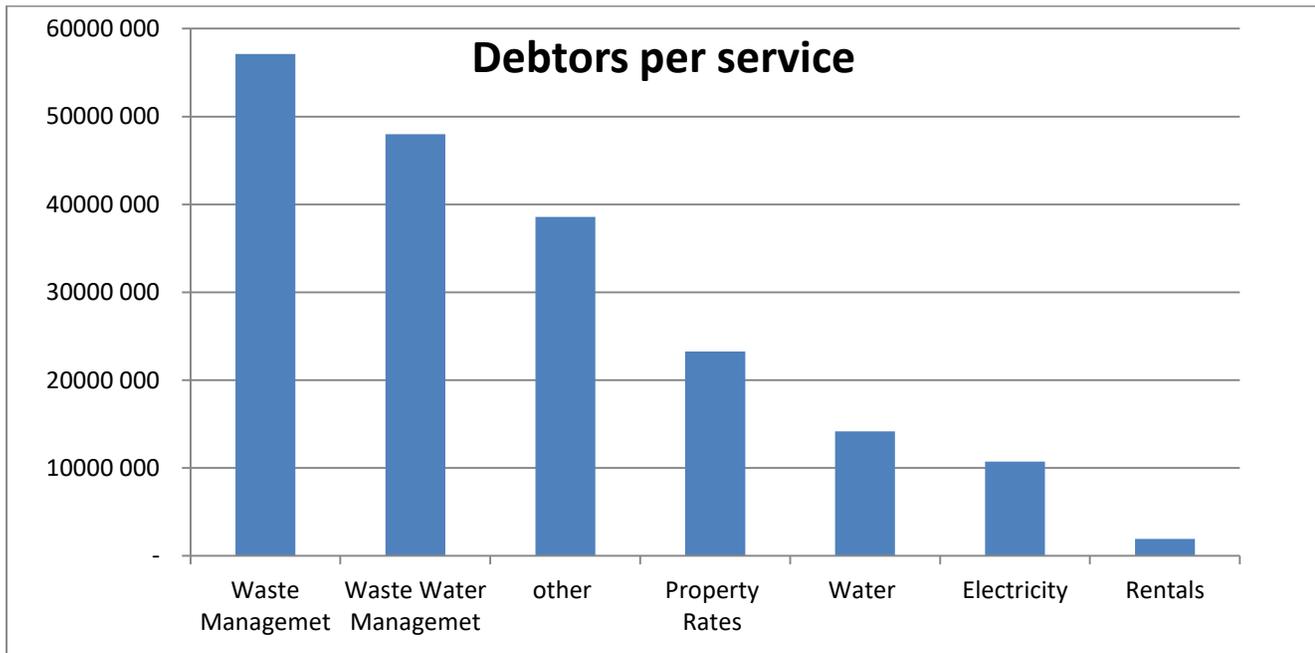
1.2.6 Creditors

Amount owed to Eskom amounted to R256 million, Department of water and Sanitation R70 million, Auditor General R10 million, and Inzalo EMS R3.9 million as at 30 December 2023.



1.2.9 Debtors Analysis

The total outstanding debt at the end of Quarter 2 (October - December) 2023 amounted to R480 million



2 In-year budget statement tables

2.1.1 Table C1: Summary Budget statements

FS182 Tokologo - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2022/23	Budget Year 2023/24							
	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	17,249	24,873	-	1,101	12,450	12,437	13	0%	24,873
Service charges	57,769	70,617	-	3,013	25,139	35,308	(10,170)	-29%	70,617
Investment revenue	323	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	323	-	-	-	29	-	29	#DIV/0!	-
Other own revenue	116,873	127,807	-	5,575	66,225	63,903	2,321	4%	-
Total Revenue (excluding capital transfers and contributions)	192,538	223,297	-	9,690	103,842	111,648	(7,806)	-7%	223,297
Employee costs	55,094	67,777	-	6,008	28,753	33,889	(5,136)	-	67,777
Remuneration of Councillors	5,207	5,345	-	452	2,840	2,672	168	-	5,345
Depreciation and amortisation	49,404	26,167	-	-	-	13,083	(13,083)	-	26,167
Interest	27,667	1,000	-	656	10,200	500	9,700	-	1,000
Inventory consumed and bulk purchases	38,566	40,740	-	1,364	20,668	20,370	298	-	40,740
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	102,865	34,785	-	4,714	43,068	17,392	25,675	148%	34,785
Total Expenditure	278,803	175,813	-	13,195	105,529	87,907	17,623	20%	175,813
Surplus/(Deficit)	(86,265)	47,483	-	(3,506)	(1,687)	23,742	(25,429)	-107%	47,483
Transfers and subsidies - capital (monetary allocations)	93,427	90,708	-	41,191	149,417	45,354	###	229%	90,708
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	7,162	138,191	-	37,686	147,729	69,096	78,634	114%	138,191
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	7,162	138,191	-	37,686	147,729	69,096	78,634	114%	138,191
Capital expenditure & funds sources									
Capital expenditure	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Capital transfers recognised	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Financial position									
Total current assets	83,294	125,214	-	-	13,462	-	-	-	125,214
Total non current assets	1,105,082	780,275	-	-	117,950	-	-	-	780,275
Total current liabilities	460,333	149,479	-	-	(16,048)	-	-	-	149,479
Total non current liabilities	43,279	19,337	-	-	-	-	-	-	19,337
Community wealth/Equity	691,600	867,761	-	-	147,460	-	-	-	867,761
Cash flows									
Net cash from (used) operating	186,670	119,435	-	343	108,416	74,958	(33,459)	-45%	119,435
Net cash from (used) investing	(119,892)	(90,708)	-	(42,801)	(135,309)	(45,280)	90,029	-199%	(90,708)
Net cash from (used) financing	-	-	-	6,008	28,753	-	(28,753)	#DIV/0!	-
Cash/cash equivalents at the month/year end	51,799	31,714	-	-	1,860	32,663	30,803	94%	28,728
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	9,244	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,390
Creditors Age Analysis									
Total Creditors	3,234	1,514	9,909	13,525	675	2,959	1,538	35,979	69,332

2.1.4 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

FS182 Tokologo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		21,630	25,114	-	26	2,457	12,557	(10,100)	-80%	25,114
Service charges - Water		2,591	1,577	-	200	2,028	788	1,240	157%	1,577
Service charges - Waste Water Management		20,346	17,694	-	1,690	12,522	8,847	3,675	42%	17,694
Service charges - Waste management		13,202	26,232	-	1,097	8,132	13,116	(4,985)	-38%	26,232
Sale of Goods and Rendering of Services		176	872	-	16	252	436	(184)	-42%	872
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		28,983	35,577	-	3,251	22,156	17,788	4,367	25%	35,577
Interest from Current and Non Current Assets		323	-	-	-	29	-	-	-	-
Rental from Fixed Assets		12	117	-	7	29	58	(29)	-50%	117
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		(19)	83	-	(7)	88	42	46	110%	83
Non-Exchange Revenue										
Property rates		17,249	24,873	-	1,101	12,450	12,437	13	0%	24,873
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	50	-	-	-	25	(25)	-	50
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		74,507	79,978	-	-	38,635	39,989	(1,354)	-	79,978
Interest		13,515	11,129	-	2,307	5,065	5,565	(499)	-	11,129
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		192,538	223,297	-	9,690	103,842	111,648	(7,806)	-7%	223,297
Expenditure By Type										
Employee related costs		55,094	67,777	-	6,008	28,753	33,889	(5,136)	-15%	67,777
Remuneration of councillors		5,207	5,345	-	452	2,840	2,672	168	6%	5,345
Bulk purchases - electricity		30,176	30,480	-	214	16,175	15,240	935	6%	30,480
Inventory consumed		8,390	10,260	-	1,150	4,494	5,130	(636)	-12%	10,260
Debt impairment		56,871	-	-	-	-	-	-	-	-
Depreciation and amortisation		49,404	26,167	-	-	-	13,083	(13,083)	-100%	26,167
Interest		27,667	1,000	-	656	10,200	500	9,700	1940%	1,000
Contracted services		39,635	17,400	-	3,506	33,996	8,700	25,296	291%	17,400
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		(13,099)	6,517	-	-	-	3,258	(3,258)	-100%	6,517
Operational costs		19,458	10,868	-	1,209	9,072	5,434	3,637	67%	10,868
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		278,803	175,813	-	13,195	105,529	87,907	17,623	20%	175,813
Surplus/(Deficit)		(86,265)	47,483	-	(3,506)	(1,687)	23,742	(25,429)	(0)	47,483
Transfers and subsidies - capital (monetary allocations)		93,427	90,708	-	41,191	149,417	45,354	104,063	0	90,708
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		7,162	138,191	-	37,686	147,729	69,096			138,191
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		7,162	138,191	-	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		7,162	138,191	-	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		7,162	138,191	-	37,686	147,729	69,096			138,191

2.1.5 Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)

FS182 Tokologo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter

Vote Description	Ref	2022/23	Budget Year 2023/24							
		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 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Services		(14,234)	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		911	-	-	-	-	-	-	-	-
Vote 6 - Department Infrastructure Services		35,620	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
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	22,298	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
Single Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		1,161	854	-	140	785	427	358	84%	854
Vote 6 - Department Infrastructure Services		71,708	60,156	-	30,622	106,547	30,078	76,468	254%	60,156
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
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	72,869	61,010	-	30,762	107,332	30,505	76,827	252%	61,010
Total Capital Expenditure		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

Capital Expenditure - Functional Classification										
Governance and administration		(14,234)	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		(14,234)	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2,072	854	-	140	785	427	358	84%	854
Community and social services		1,161	854	-	140	785	427	358	84%	854
Sport and recreation		911	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		97,254	79,698	-	37,268	115,325	39,849	75,477	189%	79,698
Energy sources		-	1,960	-	1,400	1,400	980	420	43%	1,960
Water management		80,694	54,666	-	33,163	107,924	27,333	80,591	295%	54,666
Waste water management		16,560	23,071	-	2,705	6,001	11,536	(5,535)	-48%	23,071
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Funded by:										
National Government		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
Total Capital Funding		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

2.1.6 Tables C6 Monthly Budget Statement – Financial Position

FS182 Tokologo - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		3,018	54,647	–	(64,638)	54,647
Trade and other receivables from exchange transactions		18,163	33,569	–	44,906	33,569
Receivables from non-exchange transactions		–	11,318	–	9,804	11,318
Current portion of non-current receivables		6	43	–	–	43
Inventory		158	311	–	–	311
VAT		60,992	25,326	–	23,430	25,326
Other current assets		956	–	–	(40)	–
Total current assets		83,294	125,214	–	13,462	125,214
Non current assets						
Investments		–	148	–	–	148
Investment property		36,063	3,109	–	–	3,109
Property, plant and equipment		1,064,408	774,192	–	117,950	774,192
Biological assets		4,412	2,784	–	–	2,784
Living and non-living resources		–	–	–	–	–
Heritage assets		37	42	–	–	42
Intangible assets		161	1	–	–	1
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		1,105,082	780,275	–	117,950	780,275
TOTAL ASSETS		1,188,376	905,489	–	131,412	905,489
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		538	638	–	(2)	638
Trade and other payables from exchange transactions		432,523	147,782	–	35,022	147,782
Trade and other payables from non-exchange transactions		21,753	573	–	(54,900)	573
Provision		–	486	–	–	486
VAT		5,520	–	–	3,832	–
Other current liabilities		–	–	–	–	–
Total current liabilities		460,333	149,479	–	(16,048)	149,479
Non current liabilities						
Financial liabilities		703	36	–	–	36
Provision		42,043	14,550	–	–	14,550
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		533	4,751	–	–	4,751
Total non current liabilities		43,279	19,337	–	–	19,337
TOTAL LIABILITIES		503,611	168,816	–	(16,048)	168,816
NET ASSETS	2	684,765	736,673	–	147,460	736,673
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		691,600	867,761	–	147,460	867,761
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	691,600	867,761	–	147,460	867,761

2.1.7 Table C7 Monthly budget statement Cash Flow

FS182 Tokologo - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		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		(6,969)	21,986	-	962	7,439	10,993	(3,554)	-32%	21,986
Service charges		27,319	21,584	-	400	5,840	10,792	(4,952)	-46%	21,584
Other revenue		158	1,603	-	6	155	802	(647)	-81%	1,603
Transfers and Subsidies - Operational		74,505	79,978	-	-	32,591	39,989	(7,398)	-19%	79,978
Transfers and Subsidies - Capital		113,251	90,708	-	-	91,279	45,354	45,926	101%	90,708
Interest		28,865	46,706	-	3,793	25,508	23,353	2,155	9%	46,706
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(50,459)	(142,130)	-	(4,818)	(54,396)	(55,825)	(1,429)	3%	(142,130)
Interest		-	(1,000)	-	-	-	(500)	(500)	100%	(1,000)
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		186,670	119,435	-	343	108,416	74,958	(33,459)	-45%	119,435
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	74	(74)	-100%	-
Payments										
Capital assets		(119,892)	(90,708)	-	(42,801)	(135,309)	(45,354)	89,955	-198%	(90,708)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(119,892)	(90,708)	-	(42,801)	(135,309)	(45,280)	90,029	-199%	(90,708)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	6,008	28,753	-	28,753	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	6,008	28,753	-	(28,753)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD										
		66,777	28,728	-	(36,450)	1,860	29,678			28,728
Cash/cash equivalents at beginning:		(14,978)	2,986	-	-	-	2,986			-
Cash/cash equivalents at month/year end:		51,799	31,714	-	-	1,860	32,663			28,728

Explanatory notes on in year budget tables

Table C1 – This table gives a summary of the overall performance of Tokologo Local Municipality for the quarter ended December 2023 as well as a comparison of year to date actuals and year to date budget (October - December 2023) the following key aspects are included:

Financial Performance

Capital Expenditure and funding sources

Financial Position

Cash Flow

Creditors and Debtors analysis

Table C4- Cash flow Table C7 will not coincide with Table C4, because Table C4 is based on billed income. Revenue items that show a positive variance indicates that actual revenue year to date exceeds budgeted year to date, and where they show negative variances, it indicates that actual is less than budgeted on that specific revenue item.

Revenue

Electricity 80% negative variance: The municipality is collecting 80% more than what was budgeted for

Sanitation 42% positive variance: The year to date budget is 42% less than what has been actually billed to date

Refuse 38% negative variance: The year to date budget is 38% more than the year to date actual billing for refuse

Water 157% positive Variance: The year to date budget for water is 157% less than the actual billing to date

Rental of facilities and equipment 50% negative Variance: The year to date budget for rental of facilities is 50% more than the actual collection

Other revenue – positive variance 110%: The year to date budget for other revenue is 110% less than the actual collection

Expenditure

Employee related costs- negative variance 15%: The year to date budget expenditure on employee related costs is more than the actual expenditure to date

Bulk electricity – positive variance of (6%): The year to date budget on bulk purchases is less than the actual expenditure

Contracted services- positive variance (291%): The municipality is spending more on contracted services, the year to date actual is more than the year to date budget

Other Expenditure – positive variance of 67%: The year to date actual expenditure to date is more than the year to date budget, hence the negative variance on other expenditure

Table C5- is a breakdown of the capital program in relation to capital expenditure by municipal vote (multi-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.

Table C7 The budgeted cash flow statement is the first measurement in determining if municipality has enough cash and cash equivalent to fund its operations.

4 Supporting Documentation

4.1.1 SC3 Supporting Tables Debtors age analysis

FS182 Tokologo - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description	NT Code	Budget Year 2023/24								Total
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	497	488	1,040	561	586	468	515	30,204	34,359
Trade and Other Receivables from Exchange Transactions - Electricity	1300	192	213	253	265	250	199	218	15,955	17,546
Receivables from Non-exchange Transactions - Property Rates	1400	2,671	2,794	2,713	421	472	2,476	2,533	51,336	65,414
Receivables from Exchange Transactions - Waste Water Management	1500	3,530	3,655	3,440	3,852	3,873	3,289	3,281	192,101	217,021
Receivables from Exchange Transactions - Waste Management	1600	2,285	2,300	2,234	2,497	2,523	2,134	2,130	125,775	141,878
Receivables from Exchange Transactions - Property Rental Debtors	1700	40	40	39	39	39	38	38	3,320	3,592
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-
Other	1900	30	18	6	7	10	16	22	470	579
Total By Income Source	2000	9,244	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,390
2019/20 - totals only										-
Debtors Age Analysis By Customer Group										
Organs of State	2200	2,107	2,426	2,201	539	527	1,932	2,079	39,635	51,445
Commercial	2300	539	575	517	245	331	448	434	13,629	16,718
Households	2400	6,598	6,507	7,007	6,857	6,895	6,241	6,224	365,897	412,226
Other	2500									
Total By Customer Group	2600	9,244	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,390

4.1.2 SC4 Supporting Tables Creditors Age Analysis

FS182 Tokologo - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description	NT Code	Budget Year 2022/23								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	3,746	5,255	8,978	-	-	238,291	-	-	256,270
Bulk Water	0200	-	697	2,003	485	-	67,219	-	-	70,404
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	31	22	-	63	629	9,633	-	-	10,378
Other	0900	28	419	377	209	29	2,904	-	-	3,965
Total By Customer Type	1000	3,805	6,394	11,357	757	658	318,046	-	-	341,017

4.1.3 SC5 Supporting tables Investment portfolio

FS182 Tokologo - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q2 Second Quarter

Investments by maturity Name of institution & investment ID	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands								
Municipality								
FNB 62368885376	Money market	YES	variable	15	212	(64,755)	66,053	1,525
FNB 74368883317	7 DAY NOTICE	YES	variable	46	1			47
FNB 74037601777	nb 32 Day Notice	YES	variable	78	3			81
FNB 71037990209	Fixed deposit	YES	variable	10	0	(0)		10
FNB 74037661683	nb 32 Day Notice	YES	variable	196	8		0	205
FNB 62290902678	Money market	YES	variable	10	143	(14,470)	14,324	6
SUIDWES 609792	Tokologo Municipality	YES	variable	-				-
Municipality sub-total				355	368	(79,225)	80,377	1,874

Mr Mpho Aaron Sehloho

Acting Municipal Manager

Municipal Managers Quality Certificate

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, Mpho Aaron Sehloho, the Acting Municipal Manager of TOKOLOGO LOCAL MUNICIPALITY (FS 182), hereby certify that the quarterly report on the implementation of the budget and financial state of affairs of the municipality for quarter ended December 2023 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the act.

Print name: MPHO AARON SEHLOHO

Signature: _____

Date: _____