

**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 AUGUST 2022**

Description	APPROVED BUDGET	REV/EXP YTD	% REV/EXP	Month 02 AUG
<b>OPERATING REVENUE</b>				
Interest Earned - Investments	2 049 805	546 162	27%	283 978
Grants received - Operating				
***Equitable shares	130 459 000	50 879 000	39%	
***Financial Management	2 300 000	2 300 000	100%	2 300 000
***Municipal System Improvement	4 216 000	-	0%	
***Extended Public Works Progr	5 356 000	1 339 000	25%	1 339 000
***Rural Road assets Management	2 573 000	1 801 000	70%	
***Energy Efficiency & Demand	5 000 000	3 000 000	60%	3 000 000
***Transport Education Training Authority	-	-		
***Waste Management Grant	-	-		
***Construction Education and Training authority (Admin Fee)	151 484	-	0%	
Other Revenue	26 388 956	849 331	3%	365 177
Gain on disposal of assets	-	-		
<b>Total Operating Revenue</b>	<b>178 494 245</b>	<b>60 714 493</b>	<b>34</b>	<b>7 288 155</b>
<b>OPERATING EXPENDITURE</b>				
Employee Cost - Wages & Salaries	87 339 030	11 818 998	14%	5 871 873
Employee Cost - Council Contr.	15 145 808	2 163 023	14%	1 081 500
Remuneration Of Councillors	9 110 477	1 428 082	16%	716 909
Depreciation	4 121 792	686 966	17%	343 483
General Expenses - Other	58 775 138	4 421 887	8%	1 083 110
Contracted Services	-	-		
Capital expenditure	4 002 000	18 215	0.5%	18 215
Establishment of Disaster Center	-	-		
Grants and Subsidies Paid	-	-		
****Maluti-A-Phofung	-	-		-
****Dihlabeng	-	-		-
****Setsoto	-	-		-
****Phumelela	-	-		-
****Nketoana	-	-		-
****Mantsopa	-	-		-
<b>Total Operating Expenditure</b>	<b>178 494 245</b>	<b>20 537 171</b>	<b>12%</b>	<b>9 115 090</b>
<b>SURPLUS / (DEFICIT)</b>	<b>-</b>	<b>40 177 322</b>		<b>-1 826 935</b>

Prepared by

Ms P T Lesuthu  
Budget Officer

13 / 09 / 2022

Authorised by

Mr. M D Mhlaho  
Financial accountant: Manager

13 / 09 / 2022

Approved by

Me. N L Gqoli  
Chief Financial Officer

13 / 09 / 2022



**CASH FLOW STATEMENT - FOR THE MONTH ENDED 31 AUGUST 2022**

Detail	Month 1 July	Month 2 Aug
Opening Cash Balance	46 903 362	87 830 529
<b>Add : Receipts</b>		
- Revenue receipts (incl consumer debtors)	-	-
- External loans received	-	-
- Grants and subsidies	53 569 481	6 908 062
- Public donations	-	-
- Investments redeemed	-	-
- Interest received	262 184	283 979
- Receipts from long-term debtors	-	-
- Insurance claims	-	-
- Statutory Receipts (incl VAT)	-	-
- Other	140 671	21 694
<b>Sub-Total (Receipts)</b>	<b>53 972 336</b>	<b>7 213 735</b>
<b>Less : Payments</b>		
- Salaries, wages and allowances	7 745 744	9 287 614
- Cash and creditor payments	5 299 425	1 872 418
- Capital payments	-	-
- Investments made	-	-
- External loans repaid	-	-
- Statutory Payments (incl VAT)	-	-
- Consumer deposits repaid	-	-
- Other payments	-	-
<b>Sub-Total (Payments)</b>	<b>13 045 169</b>	<b>11 160 032</b>
<b>Closing Balance</b>	<b>87 830 529</b>	<b>83 884 232</b>



**MUNICIPAL FINANCE MANAGEMENT ACT - MONTHLY SECTION 71 REPORT**

**FOR THE FINANCIAL YEAR 2022/2023**

**STATEMENT OF FINANCIAL PERFORMANCE - FOR THE MONTH ENDED 31 AUGUST 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 -Cash and Creditors Payment Split**

31/08/2022

Amount

Cash Payment  
Creditors Payment

**5 114 472.24**

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**5 114 472.24**

**SUMMARY STATEMENT OF FINANCIAL PERFORMANCE PER DEPARTMENT**

DETAILS	Executive & Council	Finance & Admin	Planning And Development	Community & Social Services	Sport And Recreation	Tourism	Total
RSL - Turnover	-	-	-	-	-	-	-
RSL - Remuneration	-	-	-	-	-	-	-
Interest Earned - Investments	-	283 978	-	-	-	-	283 978
Dividends Received	-	-	-	-	-	-	-
Income For Agency Services	-	-	-	-	-	-	-
Grants received - Operating	-	2 300 000	4 339 000	-	-	-	6 639 000
Grants received - Capital	-	-	-	-	-	-	-
Other Revenue	-	365 177	-	-	-	-	365 177
Gain on disposal of assets	-	-	-	-	-	-	-
<b>Total Operating Revenue</b>	-	2 949 155	4 339 000	-	-	-	7 288 155

**OPERATING EXPENDITURE**

Employee Cost - Wages & Salaries	1 677 110	1 641 672	896 536	1 656 555	-	-	5 871 873
Employee Cost - Council Contr.	215 747	382 298	175 973	307 482	-	-	1 081 500
Remuneration Of Councillors	716 909	-	-	-	-	-	716 909
Collection Costs	-	-	-	-	-	-	-
Depreciation	-	-	343 483	-	-	-	343 483
Repairs and Maintenance	-	-	-	-	-	-	-
Interest - External Borrowings	-	10 943	-	-	-	-	10 943
External Borrowings	-	-	-	-	-	-	-
Contracted Services	-	-	-	-	-	-	-
Capital Expenditure	18 215	-	-	-	-	-	18 215
Grants and Subsidies Paid	-	-	-	-	-	-	-
General Expenses - Other	714 352	281 407	21 872	54 536	-	-	1 072 167
Loss on disposal of assets	-	-	-	-	-	-	-
Contributions from Provisions	-	-	-	-	-	-	-
<b>Total Direct Operating Expenditure</b>	3 342 333	2 316 320	1 437 864	2 018 573	-	-	9 115 090

**SURPLUS / (DEFICIT)**

-3 342 333	632 835	2 901 136	-2 018 573	-	-	-	-1 826 935
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**CREDITORS AGE ANALYSIS - FOR THE MONTH ENDED 31 AUGUST 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	1 471 041	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	66 070	0	158 828	0	731 799
Auditor General	0	0	0	0	0
Retention Creditors	0	0	0	0	464 474
Other	108 037	0	0	0	0
<b>Total</b>	<b>1 645 148</b>	<b>0</b>	<b>158 828</b>	<b>0</b>	<b>1 196 273</b>

Podbieskie Attorney	0	0	0	0	0
Trade & Other Creditors	66 070	0	158 828	0	731 799
Retention Creditors	0	0	0	0	464 474
PAYE deduction	1 471 041	0	0	0	0
Skills Development levy	63 121	0	0	0	0
Unemployment Insurance	44 916	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
<b>Total</b>	<b>1 645 148</b>	<b>0</b>	<b>158 828</b>	<b>0</b>	<b>1 196 273</b>