VICTOR KHANYE

LOCAL MUNICIPALITY – PLAASLIKE MUNISIPALITEIT

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BUDGET & TREASURY OFFICE

QUALITY CERTIFICATE

I, **T.M MASHABELA,** Municipal Manager of Victor Khanye Local Municipality, hereby certify that the Budget Statement for January 2024/25 has bee prepared in accordance with the Municipal Finance Management Act and regulation made under that Act.

INITIALS AND SURNAME T.M MASHABELA

MUNICIPAL MANAGER OF VICTOR KHANYE LOCAL MUNICIPALITY MP311

SIGNATURE

DATE 2025/02/11

VICTOR KHANYE

LOCAL MUNICIPALITY – PLAASLIKE MUNISIPALITEIT

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BUDGET AND TREASURY

Enquires: S Maphanga **Ref: 8/2/1/2**

TO : MUNICIPAL MANAGER
T.M MASHABELA

FROM : CHIEF FINANCIAL OFFICER
T.P MAHLANGU

DATE : 11 FEBRUARY 2025

RE : SECTION 71 REPORT

PURPOSE
To provide the Executive Mayor/Council with the budget and financial performance report for 31 January 2024_25.

BACKGROUND
In terms of section 71(1) of the Municipal Finance Management Act (MFMA) No. 56 of 2003, the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasuries a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month. The format was amended in line with the Municipal Budget and Reporting Regulation and approved in terms of Section 168 of the Municipal Finance Management Act per Government Gazette No. 32141 dated 17 April 2009for implementation with effect from 1 January 2009 as follows:

a) Actual revenue, per revenue source;
b) Actual borrowings;
c) Actual operating expenditure, per vote;
d) Actual capital expenditure, per vote;
e) The amount of any allocation received;
f) Actual expenditure on those allocations, excluding expenditure on – Its share of the local government equitable share; and

ii. Allocations exempted by the annual Division of Revenue Act from compliance with this paragraph and;

g) When necessary, an explanation of –
iii. Any material variance from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
iv. Any material variance from the service delivery and budget implementation plan; and
v. Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remains within the municipality's approved budget

The format was amended in line with the Municipal Budget and reporting regulations and approved in terms of section 168 of the MFMA, per government gazette no 32141 dated 17 JANUARY 2009 for implementation with effect from 1 JANUARY 2009 as follows:

Table C1 s71 actual monthly Budget Statement Summary;

Table C2 actual monthly Budget Statement- Financial Performance (standard classification);

Table C3 actual monthly Budget Statement – Financial Performance (per vote);

Table C4 actual monthly Budget Statement – Financial Performance (revenue and expenditure);

Table C5 actual monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding);

Table C6 actual monthly budget statement – financial position.

Table C7 actual monthly statement - Cash flow.

DISCUSSION

To ensure legally sound financial management on the activities performed by the municipality and financial viability, also to provide monthly report on the implementation of the Annual Budget and the actual monthly expenditure and revenue on standard classification of votes.

3. EXECUTIVE SUMMARY

- Table C1: **Monthly Budget Statement Summary JANUARY 2024_25**

Description	Budget	Month Actual	YTD Actual	YTD Budget
Revenue	- 773 201 000	- 46 048 000	- 332 434 000	- 451 034 000
Expenditure	878 574 000	39 673 000	387 246 000	512 502 000
Surplus/Deficit	105 373 000	- 6 375 000	54 812 000	

Operating revenue for the month of January amounted to **R46 million** and a year-to-date revenue billed amounted to **R332 million**.

REVENUE VARIANCES

	Original budget	Monthly Actual	YTD Actual	YTD Budget	Variance	Variance %
R thousands						
Revenue By Source						
Exchange revenue						
Service charges - electricity revenue	225 890 000	13 307 000	117 669 000	131 769 000	- 14 100 000	-11%
Service charges - water revenue	74 236 000	6 699 000	37 439 000	43 304 000	- 5 865 000	-14%
Service charges - sanitation revenue	13 785 000	1 114 000	7 818 000	8 041 000	- 223 000	-3%
Service charges - refuse revenue	14 672 000	1 188 000	9 235 000	8 559 000	676 000	8%
Sale of Goods and rendering of services	6 926 000	147 000	1 094 000	4 040 000	- 2 946 000	-73%
Interest earned - outstanding debtors	90 454 000	7 270 000	- 3 898 000	19 131 000	- 23 029 000	-120%
Rental of facilities and equipment	1 572 000	143 000	919 000	917 000	2 000	0%
Operational revenue	772 000	10 000	255 000	450 000	- 195 000	-43%
Interest from non_current Assets	-	-	-	-	-	
Non-exchange revenue					-	
Property rates	123 486 000	9 260 000	60 475 000	72 034 000	- 11 559 000	-16%
Fines, penalties and forfeits	2 141 000	563 000	1 127 000	1 249 000	- 122 000	-10%
Surcharges and Taxes	33 486 000	5 984 000	41 081 000	19 533 000	21 548 000	110%
interest	32 795 000	358 000	763 000	52 765 000	- 52 002 000	-99%
other Gains		-	2 000	-	2 000	
Transfers and Subsidies - Operational	152 985 000	3 000	58 453 000	89 241 000	- 30 788 000	-34%
Total revenue (excluding capital transf	773 200 000	46 046 000	332 432 000	451 033 000	- 118 601 000	-26%

Service Charges – Electricity

The billing for January amounted to **R13 million (-11%).** The project for replacing pre-paid meters is now complete. The debt and credit control on zero buy is monitored on a monthly basis.

Service Charges – Water

The billing for January amounted to **R 6.6 million (-14%)**. The municipality will be embarking on the project of installing prepaid water meters for all indigents as part of circular 124 which in the next financial year.

Service Charges – Sanitation

The billing for January amounted to **R1 million** and when compared with the monthly budget, there is only a variance of **(-3%)**. As part of the budget-funding plan the municipality is doing a reconciliation on all the services charge per stand

Service Charges – Refuse

The billing for January amounted to **R1 million** and shows a positive variance of (**8%)**. As part of the budget-funding plan the municipality is doing a reconciliation on all the services charge per stand

Property Rates

Billing for property rates for the month of January amounted to **R9 million (-17%).**

Rental of facilities and equipment

Billing for the month amounted to **R143 thousands (2%).**

Surcharges and Taxes – Other revenue collected amounted to **R5.9 million (110%)**. Surcharges comprise of the flat rates for households in Botleng.

Interest

The interest earned from receivables amounted to **R7 million.**

Payment rate

Total billing amounted to **R53 million** and **R43 million** was collected. Collection rate increased to **82%** as opposed to the previous month **(38%).**

EXPENDITURE

Monthly Budget Statement - Financial Performance (Expenditure) – January 2024_25

	Original Budget 2024/25	Monthly Actual	YTD Actual	YTD budget	Variance	Variance %
R thousands						
Expenditure By Type						
Employee related costs	201 439 000	17 260 000	116 294 000	117 506 000	- 1 212 000	-1%
Remuneration of councillors	10 101 000	781 000	5 817 000	5 892 000	- 75 000	-1%
Bulk purchases - Electricity	203 854 000	762 000	122 878 000	118 915 000	3 963 000	3%
Inventory consumed and Bulk pur	92 124 000	3 645 000	57 494 000	53 739 000	3 755 000	7%
Debt impairment	108 336 000	-	-	63 196 000	- 63 196 000	-100%
Depreciation and asset impairme	52 446 000	-	-	30 594 000	- 30 594 000	-100%
Finance charges	30 000 000	4 158 000	42 345 000	17 500 000	24 845 000	142%
Contracted services	92 062 000	10 462 000	68 506 000	53 703 000	14 803 000	28%
Transfers and subsidies	-	-	-	-	-	0%
Irrecoverable debts written off	29 800 000	-	-	17 383 000	- 17 383 000	-100%
Operationsl Costs	58 413 000	2 605 000	32 135 000	34 074 000	- 1 939 000	-6%
Other Losses	-	-	- 58 223 000	-	- 58 223 000	0%
Total Expenditure	**878 575 000**	**39 673 000**	**387 246 000**	**512 502 000**	**- 125 256 000**	**-24%**

Employee related cost – For the month of January 2024_25 total salaries, allowances and benefits amounted to **R18 million.** (-2%) indicates that we are still within the acceptable range.

Bulk Purchases-Electricity – Bulk invoices were not captured due to lateness, small accounts amounted to **R762 thousand** for January. The municipality remains non-compliant regarding circular 124 of the Eskom debt relief.
A payment of **R4.5 million** was made to Eskom for both the bulk and north sub-station account.

Inventory consumed – The consumables together with the bulk water invoices for January amounted to **R3.6 million.** A payment of **R5 million** was made to Rand Water.

Finance charges – Interest charged amounted to **R4 million,** and it remains high as the debt for bulk purchases.

Contracted services – Expenditure on contracted services amounted to **R10 million**. Contracted services consist of legal fees, general maintenance of infrastructure, financial and non-financial systems, telephones, maintenance of toilets in informal settlement etc.

Operational costs – For the month of January, general expenditure amounted to **R2.6 million.**

The operating expenditure for the month of January amounts to **R39 million** and the year-to-date expenditure amount to **R387 million**.

Norms and Ratio

Collection Rate	(Gross Debtors Closing Balance + Bailled revenue - Gross Debtors Opening Balance - Bad debts written off) Billed revenue x100	Statement of Financial Position, Statement of financial performance, Notes to the AFS, Budget in-year reports, IDP and AR	95%		82%
				Gross Debtors closing balance	1 108 280 750
				Gross Debtors opening balance	1 102 529 406
				Bad debts written Off	-
				Billed Revenue	894 734 994

The norm for Collection rate is sitting at 95%. However, the collection rate has increased from **38%** to **82%**.

Current Ratio	Current Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		0.31
				Current Assets	550 125 000
				Current Liabilities	1 786 988 000

The norm of Current ratio indicate that the municipality will not be able to pay its current obligations and provide for a risk cover to enable it to continue operation, once the current liabilities exceed the current assets it will highlight serious financial challenges of insufficient cash to meet its current obligations.

Contracted Services % of Total Operating Expenditure	Contracted Services / Total Operating Expenditure x100	Statement of Financial Performance, Budget, IDP, In-Year reports and AR	2% - 5%		8%
				Contracted Services	68 506 000
				Total Operating Expenditure	878 574 000
				Taxation Expense	-

The norm of Contracted services is 8% and over the threshold. In addition, outsourcing decisions will have to be weighed against the ability to attract skills; however, increases in this ratio can further expose the municipality to other risks, such as its inability to build capacity and ongoing reliance on Contractors.

Repairs and Maintenance

Description R thousands	Original Budget 2024/25	Monthly Actual	Year to Date Actual	YTD budget	Variance	Variance %
Infrastructure	**15 260 000**	**7 157 000**	**27 653 000**	**8 903 000**	**- 18 750 000**	**-1722%**
Roads Infrastructure	**5 000 000**	**26 000**	**347 000**	**2 917 000**	**2 570 000**	**88%**
Capital Spares	5 000 000	26 000	347 000	2 917 000	2 570 000	88%
Electrical Infrastructure	**6 000 000**	**3 256 000**	**20 864 000**	**3 500 000**	**- 17 364 000**	**-496%**
Capital Spares	6 000 000	3 256 000	20 864 000	3 500 000	- 17 364 000	-496%
Water Supply Infrastructure	**1 700 000**	**-**	**629 000**	**992 000**	**363 000**	**37%**
Capital Spares	1 700 000	-	629 000	992 000	363 000	37%
Sanitation Infrastructure	**500 000**	**3 822 000**	**4 236 000**	**292 000**	- **3 944 000**	**-1351%**
Capital Spares	500 000	3 822 000	4 236 000	292 000	- 3 944 000	-1351%
Costal Infrastructure	**2 060 000**	**53 000**	**1 577 000**	**1 202 000**	- 375 000	**-31%**
Capital Spares	2 060 000	53 000	1 577 000	1 202 000	- 375 000	-31%
Information and communication infrastructure	**10 792 000**	**59 000**	**1 367 000**	**6 295 000**	4 928 000	**78%**
Data centres	10 792 000	59 000	**1 367 000**	6 295 000	4 928 000	**78%**
Capital Spares	10 792 000	59 000	1 367 000	6 295 000	4 928 000	78%
Total Repairs and Maintenance Expenditure	**26 052 000**	**7 216 000**	**29 020 000**	**15 198 000**	**- 13 822 000**	**-91%**

Repairs and maintenance analysis Supporting table SC13c measures the extent to which Council's assets are maintained per asset class. Expenditure incurred for January amounts to **R7.2 million.**

4. BUDGET PERFOMANCE OVERVIEW

4.1 CAPITAL EXPENDITURE

Grants	Gazetted Amnt	Total Received To-Date	Dec Actual	YTD spending	% spent on received amt
MIG	28 420 000	23 383 000	552 401	14 468 567	62%
WSIG	25 000 000	15 611 000	-	11 141 498	71%

Total allocation for capital grants from the National Treasury for the **2024-2025** financial year amounts to **R53.4 million for MIG and WSIG.**

4.2 CASH FLOW STATEMENT

Net Cash from operating activities

The net cash from operating activities for January shows a negative cash amount of **R13 million** which is supported by grants received from operational and capital project. As part of the budget-funding plan the municipality is busy with the data cleansing, review of tariffs to be cost reflecting and meter audit to ensure that municipality is not grant depended.

Net Cash from investing activities

The net cash from investing activities for January shows a cash outflow of **R1.3 million** that is a payment of capital projects.

Net Increase/ Decrease in cash held

The municipality recorded an increase in net cash held of **R786 thousand** in January 2024.

Description R thousands	Jan 2024_25 Actual
CASH FLOW FROM OPERATING ACTIVITIES	
Receipts	
Property rates, penalties & collection charges	9 831
Service charges	21 476
Other revenue	9 160
Government - operating	3
Government - capital	–
Interest	422
Dividends	–
Total receipts	**40 892**
Payments	
Suppliers and employees	(78 008)
Finance charges	(10 598)
Transfers and Grants	(5 679)
Total payments	**(94 285)**
NET CASH FROM/(USED) OPERATING ACTIVITIES	**(53 394)**
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts	
Received from arrangements	–
Disposal of assets	–
(Increase) / Decrease in non-current investments	–
Payments	(5 679)
Capital assets	(5 679)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(5 679)**
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts	
Increase in consumer deposits	2 920
Borrowing long term/refinancing	–
Payments	
Repayment of borrowing	–
Finance lease payments	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**2 920**
NET INCREASE/ (DECREASE) IN CASH HELD	**786**
Cash/cash equivalents at beginning of the month:	15 995
Cash/cash equivalents at month end:	16 781

5. IN-YEAR BUDGET STATEMENT TABLES

Table C2: **Monthly Financial Performance by Vote** realized by vote for revenue and expenditure. The deviations by vote are reflected in the year-to-date (YTD) variance column.

The difference in revenue variations between Table C2 and Table C1 is the result of capital grants received, which are included in Table C2.

Table C3: **Monthly Financial Performance (Revenue and Expenditure by Vote):**

Table C3 measures the actual year to date against the year to date SDBIP figures, which have been realised by vote for the revenue and expenditure. The deviations by vote are reflected in the year-to-date (YTD) variance column. Total revenue by vote for the month of January resulted in an unfavourable balance of **R46 million** and total expenditure amounted to **R38 million.**

Table C4: **Monthly Financial Performance by Revenue Source and Expenditure Type**

Table C4 provides details of the service delivery targets for revenue by source and expenditure by type. For revenue, the main deviations are service charges: water, rental of facilities, interest on investments and outstanding debtors, fines, licenses and permits and agency services and other revenue. In the case of expenditure finance charges, contracted services, bulk purchases, other materials, transfer & subsidies and other expenditure. The total deficit in revenue is **-26%** and deviation of **-24%** for expenditure for the month compared to the budget.

Table C5: **Monthly Capital Expenditure by Vote**

Table C5 indicates the monthly actuals on capital expenditure for all votes and measures the year-to-date actuals against the year to date planning (SDBIP) figures. For the month of January, the expenditure amounted to **R1.3 million.**

All municipal departments have been sensitise on the urgency of spending on capital projects that are grant funded and the spending have been linked to the performance of each Executive Directorate.

Table C6: **Monthly Budget Statement Financial Position**

The table provides an overview of the financial position of the municipality's assets and liabilities. As at 31 January 2024_25, the community wealth amounts to an unfavourable **R231 million,** Total liabilities amounts to **R1.8 billion,** whilst total assets amount to **R1.6 billion** which resulted in an unfavourable net-assets of **R231 million,** all figures are accumulative.

Table C7: **Monthly Budget Statement Cash Flow**

Table C7 provides detail of the actual year to date in-flow and out-flow. For the month of January, the net cash from operating activities is a favourable **R19 million**, the Net cash from investing activities amounted to an unfavourable **R1 million.** The net cash from financing activities amounts to **R0.** The Bank balance at the end of the month amounted to **R16 million.**

BANK NAME	TYPE OF ACCOUNT	BALANCE
STD BANK	MAIN ACCOUNT	4 071 819
STD BANK	CALL ACCOUNT	6 930 864
STD BANK	TRAFFIC	142 892
STD BANK	MONEY MARKET	694 208
ABSA BANK	CALL ACCOUNT	4 940 741
BALANCE		**16 780 525**

SUPPORTING DOCUMENTATION

3.1 PERFOMANCE INDICATORS:

- Supporting table SC2 provides detail on performance indicators in particular to revenue management.
- The measurement of the payment rate is based on the circular 71 methods as prescribed by National Treasury. The formula is based on the gross debtor opening balance plus billed revenue less gross debtor closing balance less bad debts written off divide by billed revenue **(82%).**

3.2 DEBTORS/RECEIVABLES ANALYSIS:

- 3.3.1 Supporting table SC3 provides details on consumer debtors. Currently outstanding debtors amounts to **R1.1 billion** including interest on arrears. Outstanding debtors over 90days amounts to **R1 billion**. The table below reflects the debtor's age analysis by customer group, the data cleansing will commence shortly as the advert is been issued.

CUSTOMER GROUP	JANUARY
Organs of state	40 843 731
Commercial	81 637 752
Households	857 631 593
Mines	16 701 064
Farms	90 537 149
Indigents	9 323 383
Top 200	8 018 949
Other	3 587 128
	1 108 280 750

3.3 CREDITORS ANALYSIS:

Supporting table SC4 provides details on aged creditors. In terms of the Municipal Finance Management Act, all creditors must be paid within 31 days of receiving the invoice or statement.

For the month ended in January 2024_25, creditors amounted to **R 1.4 billion** and the bulk of the creditors relates to Eskom account with an amount **R951 million** and Rand Water with an amount of **R447 million.**

3.4 COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS ANALYSIS:

The table SC8 provides details for councillor and employee benefits. For the actual month of January 2024_25 total salaries, allowances and benefits amounted to **R18 million**.

3.5 CAPITAL EXPENDITURE TREND

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table, the capital expenditure incurred for the month amounted to **R1.3 million.**

Attached as Annexure are the following:

- The actual monthly Budget Statement Annexure "A"
- An analysis of top 20 creditors for the month Annexure "B"
- Actual year to date of consumer debtors – Age analysis Annexure "C"
- Non-compliance letter from Provincial Treasury and self-assessment for the month of January 2025 is attached as Annexure "D"
- MFMA Circular 124 – completeness of revenue for the month of January 2025 is attached Annexure É"

6. DEBTORS

Debtors' Age Analysis for the month ended 31 January 2024_25, outstanding debtors comprise of consumer and sundry debtors. The total outstanding debtors amounts to **R1.1 billion** of which consumer debtor's amount to **R973 thousand** and sundry debtors amount to **R135 thousand**. Creditors to the amount **R1.4 billion** were not paid during the month.

Description		Budget Year 2024/25									
R thousands	NT Code	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
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	6 401	3 250	4 022	2 593	2 516	2 242	224 729	–	245 754	236 103
Trade and Other Receivables from Exchange Transactions - Electricity	1300	13 525	6 139	5 121	5 290	512	768	15 916	–	47 272	27 608
Receivables from Non-exchange Transactions - Property Rates	1400	8 845	4 391	2 699	3 649	3 255	2 816	160 970	–	186 623	173 388
Receivables from Exchange Transactions - Waste Water Management	1500	1 040	574	438	416	396	414	21 695	–	24 973	23 359
Receivables from Exchange Transactions - Waste Management	1600	1 238	713	606	566	536	515	23 841	–	28 014	26 062
Receivables from Exchange Transactions - Property Rental Debtors	1700	6 014	5 792	5 735	5 561	5 291	5 050	200 899	–	234 343	222 536
Interest on Arrear Debtor Accounts	1810	8 572	8 407	8 113	8 058	7 901	7 743	157 447	–	206 242	189 263
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(2 900)	2 180	2 021	1 683	1 142	1 086	129 850	–	135 061	135 781
Total By Income Source	**2000**	**42 736**	**31 445**	**28 755**	**27 816**	**21 549**	**20 634**	**935 346**	**–**	**1 108 281**	**1 034 100**
2019/20 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	4 947	5 050	4 650	6 864	860	457	18 016	–	40 844	30 847
Commercial	2300	8 791	2 540	2 089	2 082	1 713	1 599	62 824	–	81 638	70 307
Households	2400	21 599	17 866	18 337	15 648	15 931	15 848	752 402	–	857 632	818 166
Other	2500	7 398	5 990	3 679	3 223	3 044	2 730	102 104	–	128 168	114 780
Total By Customer Group	**2600**	**42 736**	**31 445**	**28 755**	**27 816**	**21 549**	**20 634**	**935 346**	**–**	**1 108 281**	**1 034 100**

7. CREDITORS AGE ANALYSIS

MP311 Victor Khanye - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 Jan 2024/25

Description	NT Code	Budget Year 2024/25								
		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	Total
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	19 759	–	20 948	20 644	889 680	–	–	–	951 031
Bulk Water	0200	–	10 544	10 024	10 751	415 757				447 076
PAYE deductions	0300	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	14 914	–	–	–	–	–	–	–	14 914
Auditor General	0800	12 041	2 774	2 735	2 735			–	–	20 284
Other	0900	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	46 714	13 318	33 707	34 129	1 305 437	–	–	–	1 433 305

8. Allocation and grant receipts and expenditure

Grants	Gazetted Amnt	Total Received To-Date	Q2 Actual	YTD spending	% spent on received amount
Equitable share	149 824 000	112 368 000	26 881 028	106 354 154	95%
FMG	1 800 000	1 800 000	84 804	1 059 128	59%
EPWP	1 361 000	953 000	533 009	3 663 392	192%
MIG	28 420 000	23 383 000	552 401	14 468 567	62%
WSIG	25 000 000	15 611 000	-	11 141 498	71%
	206 405 000	154 115 000	28 051 242	136 686 739	

9. Councillor and board member allowances and employee benefits

Number of months--------->	7				
	Pro-rata	Jan	Actual	%	Reason for Variance
	Budget	Actual	YTD	Actual	
Councillors:					
Allowances	5 892 250	781 000	5 817 000	98.7%	None
Employees:					
Basic salary	73 631 250	8 161 000	69 470 000	94.3%	None
Travelling allowance	6 167 000	831 855	6 421 000	104.1%	None
Overtime	5 280 917	1 321 594	8 141 828	154.2%	Assisting community with the blocked prepaid meters. Unplanned maintenance due to pipe bursts and cable faults.
Employee social contribution	32 426 333	6 944 550	32 261 172	99.5%	
TOTAL	**123 397 750**	**18 040 000**	**122 111 000**	**99.0%**	

13. Conclusion

14. Annexure A: C Schedules

15. Annexure B: Compliance with the conditions for Municipal Debt Relief

16. Municipal Manager's quality certificate

Circular 124, for debt relief program - Eskom reconciliation as at 31 January 2025.

Kindly note the payments are made on an accrual basis.

ESKOM MAIN ACCOUNT

Segment in ledger ==================>			*Bulk Purchases*	*VAT*	*Interest expense*			
MONTH	INVOICE NO	BALANCE BROUGHT FORWARD	TOTAL EXC	VAT	INTEREST	TOTAL INC	AMOUNT PAID	BALANCE + INVOICE - PAID
Jul-24	564970455838	R 788 317 604.03	R 17 162 735.76	R 2 574 410.36	R 1 824 450.58	R 21 561 596.70	**R 10 000 000.00**	R 799 879 200.73
Aug-24	564900948545	R 799 879 200.73	R 12 738 610.06	R 1 910 791.51	R 2 051 138.83	R 816 579 741.13	**R 4 000 000.00**	R 812 579 741.13
Sep-24	564422207920	R 812 579 741.13	R 10 760 784.63	R 1 614 117.70	R 2 390 542.28	R 827 345 185.74	**R 2 800 000.00**	R 824 545 185.74
Oct-24	564768854268	R 824 545 185.74	R 8 687 767.27	R 1 303 165.09	R 2 996 569.42	R 837 532 687.52	**R 2 150 000.00**	R 835 382 687.52
Nov-24	564143391475	R 835 382 687.52	R 8 117 419.27	R 1 217 612.89	R 2 068 132.83	R 846 785 852.51	**R 3 050 000.00**	R 843 735 852.51
Dec-24	564514175441	R 843 735 852.51	R 7 621 901.93	R 1 143 285.29	R 3 013 503.18	R 855 514 542.91	**R 9 500 000.00**	R 846 014 542.91
Jan-25	564088945638	R 846 012 452.91	R 7 713 486.75	R 1 157 023.01	R 2 491 281.98	R 857 374 244.65	**R 2 000 000.00**	R 855 374 244.65
Feb-25						R -		R -
Mar-25						R -		R -
Apr-25						R -		R -
May-25						R -		R -
Jun-25						R -		R -
			R 72 802 705.67	**R 10 920 405.85**	**R 16 835 619.10**			

ESKOM SUB ACCOUNT

Segment in ledger ==================>			*Bulk Purchases*	*VAT*	*Interest expense*			
MONTH	INVOICE NO	BALANCE BROUGHT FORWARD	TOTAL EXC	VAT	INTEREST	TOTAL INC	AMOUNT PAID	BALANCE + INVOICE - PAID = TOTAL DUE
Jul-24	889668296263	R 50 012 521.37	R 12 890 775.60	R 1 933 616.34	R 198 410.58	R 15 022 802.52	**R 10 000 000.00**	R 55 035 323.89
Aug-24	889135332215	R 55 035 323.89	R 12 873 889.17	R 1 931 083.38	R 282 902.76	R 70 123 199.20	**R 4 000 000.00**	R 66 123 199.20
Sep-24	889612650615	R 66 123 199.20	R 8 623 201.00	R 1 293 480.15	R 464 334.26	R 76 504 214.61	**R 2 000 000.00**	R 74 504 214.61
Oct-24	889920803715	R 74 504 214.61	R 7 024 922.42	R 1 053 738.36	R 764 060.83	R 83 346 936.22	**R 2 450 000.00**	R 80 896 936.22
Nov-24	889330761790	R 80 896 936.22	R 7 613 828.85	R 1 142 074.33	R 484 468.05	R 90 137 307.45	**R 550 000.00**	R 89 587 307.45
Dec-24	889660984388	R 89 587 307.45	R 7 245 563.49	R 1 086 834.52	R 837 024.30	R 98 756 729.76	**R 11 500 000.00**	R 87 256 729.76
Jan-25	889565729430	R 87 256 729.76	R 6 776 278.76	R 1 016 441.82	R 604 958.53	R 95 654 408.87	**R 2 500 000.00**	R 93 154 408.87
Feb-25						R -		R -
Mar-25						R -		R -
Apr-25						R -		R -
May-25						R -		R -
Jun-25						R -		R -
			63 048 459.29	**9 457 268.90**	**3 636 159.31**			

Choose name from list - Table C1 Monthly Budget Statement Summary - M07 - January

Description R thousands	2022/23 Audited Outcome	Budget Year 2023/24 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	109 807	123 486	–	9 260	60 475	72 034	(11 559)	-16%	123 486
Service charges	265 429	328 584	–	22 309	172 161	191 674	(19 513)	-10%	328 584
Investment revenue	1 037	–	–	–	–	–	–		–
Transfers and subsidies - Operational	143 890	152 985	–	3	58 455	89 241	(30 786)	-34%	152 985
Other own revenue	142 671	168 146	–	14 476	41 343	98 085	(56 743)	-58%	–
Total Revenue (excluding capital transfers and contributions)	**662 834**	**773 201**	**–**	**46 048**	**332 434**	**451 034**	**(118 600)**	**-26%**	**773 201**
Employee costs	186 893	201 439	–	17 260	116 294	117 506	(1 212)	-1%	201 439
Remuneration of Councillors	9 364	10 101	–	781	5 817	5 892	(75)	-1%	10 101
Depreciation and amortisation	29 000	52 446	–	–	–	30 594	(30 594)	-100%	52 446
Interest	85 022	30 000	–	4 158	42 345	17 500	24 845	142%	30 000
Inventory consumed and bulk purchases	332 402	295 978	–	4 407	180 372	172 654	7 719	4%	295 978
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	187 250	288 611	–	13 068	42 418	168 356	(125 939)	-75%	288 611
Total Expenditure	**829 929**	**878 574**	**–**	**39 673**	**387 246**	**512 502**	**(125 255)**	**-24%**	**878 574**
Surplus/(Deficit)	**(167 095)**	**(105 373)**	**–**	**6 375**	**(54 813)**	**(61 468)**	**6 655**	**-11%**	**(105 373)**
ansfers and subsidies - capital (monetary allocations)	–	53 420	–	–	–	31 162	(31 162)	-100%	53 420
Transfers and subsidies - capital (in-kind)	–	119 417	–	–	–	69 660	(69 660)	-100%	119 417
Surplus/(Deficit) after capital transfers &	**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**	**(94 167)**	**-239%**	**67 465**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**	**(94 167)**	**-239%**	**67 465**
Capital expenditure & funds sources									
Capital expenditure	**68 494**	**65 740**	**–**	**1 356**	**29 690**	**38 348**	**(8 658)**	**-23%**	**65 740**
Capital transfers recognised	40 335	53 420	–	480	15 158	31 162	(16 004)	-51%	53 420
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	28 157	12 320	–	876	14 532	7 187	7 346	102%	12 320
Total sources of capital funds	**68 493**	**65 740**	**–**	**1 356**	**29 690**	**38 348**	**(8 658)**	**-23%**	**65 740**
Financial position									
Total current assets	686 246	196 010	–		550 125				196 010
Total non current assets	1 050 682	996 847	–		1 062 738				996 847
Total current liabilities	1 769 662	(16 295)	–		1 786 988				(16 295)
Total non current liabilities	51 833	683 528	–		57 612				683 528
Community wealth/Equity	(84 568)	525 624	–		(231 737)				525 624
Cash flows									
Net cash from (used) operating	198 904	108 909	–	19 393	50 991	63 584	12 593	20%	108 909
Net cash from (used) investing	75 837	(62 740)	–	(1 032)	(36 055)	(36 598)	(544)	1%	(62 740)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**279 611**	**76 169**	**–**	**–**	**21 334**	**56 985**	**35 652**	**63%**	**52 566**

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	–	–	–	–	–	–	–	–	–
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

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Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
Revenue - Functional										
Governance and administration		**312 253**	**345 621**	**–**	**23 162**	**131 207**	**201 612**	(70 405)	-35%	**345 621**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		312 253	345 621	–	23 162	131 207	201 612	(70 405)	-35%	345 621
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**5 013**	**6 572**	**–**	**685**	**2 706**	**3 834**	(1 127)	-29%	**6 572**
Community and social services		1 789	1 967	–	51	315	1 147	(832)	-73%	1 967
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		1 600	3 363	–	491	1 472	1 962	(490)	-25%	3 363
Housing		1 624	1 242	–	143	919	725	194	27%	1 242
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**–**	**4 772**	**–**	**–**	**–**	**2 784**	(2 784)	-100%	**4 772**
Planning and development		–	4 772	–	–	–	2 784	(2 784)	-100%	4 772
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**345 568**	**589 074**	**–**	**22 200**	**198 520**	**343 627**	**(145 106)**	-42%	**589 074**
Energy sources		178 524	210 547	–	13 196	117 549	122 819	(5 270)	-4%	210 547
Water management		57 697	170 770	–	6 702	37 439	99 616	(62 177)	-62%	170 770
Waste water management		11 909	170 772	–	1 114	7 818	99 617	(91 799)	-92%	170 772
Waste management		97 438	36 986	–	1 188	35 715	21 575	14 140	66%	36 986
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**662 834**	**946 039**	**–**	**46 048**	**332 434**	**551 856**	**(219 422)**	**-40%**	**946 039**
Expenditure - Functional										
Governance and administration		**304 609**	**332 800**	**–**	**10 571**	**144 286**	**194 133**	(49 848)	-26%	**332 800**
Executive and council		43 024	45 646	–	3 581	32 410	26 627	5 783	22%	45 646
Finance and administration		261 580	287 154	–	6 989	111 876	167 506	(55 630)	-33%	287 154
Internal audit		5	–	–	–	–	–	–		–
Community and public safety		**70 222**	**65 962**	**–**	**6 517**	**(8 576)**	**38 478**	(47 054)	-122%	**65 962**
Community and social services		27 975	9 424	–	2 706	(40 562)	5 497	(46 059)	-838%	9 424
Sport and recreation		2 300	3 037	–	108	3 698	1 772	1 926	109%	3 037
Public safety		38 648	53 102	–	3 553	27 276	30 976	(3 700)	-12%	53 102
Housing		1 299	400	–	151	1 013	233	779	334%	400
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**39 913**	**52 238**	**–**	**1 597**	**10 569**	**30 472**	(19 904)	-65%	**52 238**
Planning and development		13 919	15 074	–	584	2 262	8 793	(6 531)	-74%	15 074
Road transport		25 474	36 374	–	1 011	8 224	21 218	(12 994)	-61%	36 374
Environmental protection		520	791	–	1	83	461	(379)	-82%	791
Trading services		**415 186**	**427 574**	**–**	**20 989**	**240 968**	**249 418**	**(8 450)**	-3%	**427 574**
Energy sources		262 678	242 182	–	7 197	166 303	141 273	25 030	18%	242 182
Water management		107 799	114 299	–	7 130	50 045	66 675	(16 630)	-25%	114 299
Waste water management		35 738	40 620	–	6 332	21 964	23 695	(1 732)	-7%	40 620
Waste management		8 970	30 473	–	330	2 657	17 776	(15 118)	-85%	30 473
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**829 929**	**878 574**	**–**	**39 673**	**387 246**	**512 502**	**(125 255)**	**-24%**	**878 574**
Surplus/ (Deficit) for the year		**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**	**(94 167)**	**-239%**	**67 465**

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Sport and recreation		2 300	3 037	–	108	3 698	1 772	1 926	109%	3 037
Beaches and Jetties		–	–	–	–	–	–	–		–
Casinos, Racing, Gambling, Wagering		–	–	–	–	–	–	–		–
Community Parks (including Nurseries)		1 651	3 037	–	108	3 698	1 772	1 926	109%	3 037
Recreational Facilities		–	–	–	–	–	–	–		–
Sports Grounds and Stadiums		649	–	–	–	–	–	–		–
Public safety		38 648	53 102	–	3 553	27 276	30 976	(3 700)	-12%	53 102
Civil Defence		–	–	–	–	–	–	–		–
Cleansing		–	–	–	–	–	–	–		–
Control of Public Nuisances		–	–	–	–	–	–	–		–
Fencing and Fences		–	–	–	–	–	–	–		–
Fire Fighting and Protection		9 895	20 256	–	1 226	8 319	11 816	(3 497)	-30%	20 256
Licensing and Control of Animals		–	–	–	–	–	–	–		–
Police Forces, Traffic and Street Parking Control		28 753	32 846	–	2 327	18 957	19 160	(204)	-1%	32 846
Pounds		–	–	–	–	–	–	–		–
Housing		1 299	400	–	151	1 013	233	779	334%	400
Housing		1 299	400	–	151	1 013	233	779	334%	400
Informal Settlements		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Ambulance		–	–	–	–	–	–	–		–
Health Services		–	–	–	–	–	–	–		–
Laboratory Services		–	–	–	–	–	–	–		–
Food Control		–	–	–	–	–	–	–		–
Health Surveillance and Prevention of Communicable Diseases including immunizations		–	–	–	–	–	–	–		–
Vector Control		–	–	–	–	–	–	–		–
Chemical Safety		–	–	–	–	–	–	–		–
Economic and environmental services		39 913	52 238	–	1 597	10 569	30 472	(19 904)	-65%	52 238
Planning and development		13 919	15 074	–	584	2 262	8 793	(6 531)	-74%	15 074
Billboards		–	–	–	–	–	–	–		–
Corporate Wide Strategic Planning (IDPs, LEDs)		6 170	2 706	–	523	1 236	1 579	(342)	-22%	2 706
Central City Improvement District		–	–	–	–	–	–	–		–
Development Facilitation		–	5 050	–	61	285	2 946	(2 661)	-90%	5 050
Economic Development/Planning		–	1 477	–	–	–	862	(862)	-100%	1 477
Regional Planning and Development		–	–	–	–	–	–	–		–
Town Planning, Building Regulations and Enforcement,		7 746	5 840	–	–	741	3 407	(2 666)	-78%	5 840
Project Management Unit		3	–	–	–	–	–	–		–
Provincial Planning		–	–	–	–	–	–	–		–
Support to Local Municipalities		–	–	–	–	–	–	–		–
Road transport		25 474	36 374	–	1 011	8 224	21 218	(12 994)	-61%	36 374
Public Transport		1 235	–	–	–	–	–	–		–
Road and Traffic Regulation		–	–	–	–	–	–	–		–
Roads		24 239	36 374	–	1 011	8 224	21 218	(12 994)	-61%	36 374
Taxi Ranks		–	–	–	–	–	–	–		–
Environmental protection		520	791	–	1	83	461	(379)	-82%	791
Biodiversity and Landscape		–	–	–	–	–	–	–		–
Coastal Protection		–	–	–	–	–	–	–		–
Indigenous Forests		–	–	–	–	–	–	–		–
Nature Conservation		–	–	–	–	–	–	–		–
Pollution Control		520	791	–	1	83	461	(379)	-82%	791
Soil Conservation		–	–	–	–	–	–	–		–
Trading services		415 186	427 574	–	20 989	240 968	249 418	(8 450)	-3%	427 574
Energy sources		262 678	242 182	–	7 197	166 303	141 273	25 030	18%	242 182
Electricity		262 678	242 182	–	7 197	166 303	141 273	25 030	18%	242 182
Street Lighting and Signal Systems		–	–	–	–	–	–	–		–
Nonelectric Energy		–	–	–	–	–	–	–		–
Water management		107 799	114 299	–	7 130	50 045	66 675	(16 630)	-25%	114 299
Water Treatment		3 848	2 560	–	23	817	1 493	(676)	-45%	2 560
Water Distribution		103 951	111 739	–	7 107	49 228	65 181	(15 954)	-24%	111 739
Water Storage		–	–	–	–	–	–	–		–
Waste water management		35 738	40 620	–	6 332	21 964	23 695	(1 732)	-7%	40 620
Public Toilets		–	–	–	–	–	–	–		–
Sewerage		34 306	40 620	–	6 332	21 964	23 695	(1 732)	-7%	40 620
Storm Water Management		1 409	–	–	–	–	–	–		–
Waste Water Treatment		22	–	–	–	–	–	–		–
Waste management		8 970	30 473	–	330	2 657	17 776	(15 118)	-85%	30 473
Recycling		–	–	–	–	–	–	–		–
Solid Waste Disposal (Landfill Sites)		2 805	3 000	–	185	1 111	1 750	(639)	-37%	3 000
Solid Waste Removal		6 165	27 473	–	145	1 546	16 026	(14 479)	-90%	27 473
Street Cleaning		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Air Transport		–	–	–	–	–	–	–		–
Forestry		–	–	–	–	–	–	–		–
Licensing and Regulation		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Tourism		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	829 929	878 574	–	39 673	387 246	512 502	(125 255)	-24%	878 574
Surplus/ (Deficit) for the year		(167 095)	67 465	–	6 375	(54 813)	39 354	(94 167)	-239%	67 465

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Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Public Transport		–	–	–	–	–	–	–		–
Road and Traffic Regulation		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Taxi Ranks		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Biodiversity and Landscape		–	–	–	–	–	–	–		–
Coastal Protection		–	–	–	–	–	–	–		–
Indigenous Forests		–	–	–	–	–	–	–		–
Nature Conservation		–	–	–	–	–	–	–		–
Pollution Control		–	–	–	–	–	–	–		–
Soil Conservation		–	–	–	–	–	–	–		–
Trading services		345 568	589 074	–	22 200	198 520	343 627	(145 106)	-42%	589 074
Energy sources		178 524	210 547	–	13 196	117 549	122 819	(5 270)	-4%	210 547
Electricity		178 524	210 547	–	13 196	117 549	122 819	(5 270)	-4%	210 547
Street Lighting and Signal Systems		–	–	–	–	–	–	–		–
Nonelectric Energy		–	–	–	–	–	–	–		–
Water management		57 697	170 770	–	6 702	37 439	99 616	(62 177)	-62%	170 770
Water Treatment		–	–	–	–	–	–	–		–
Water Distribution		57 697	170 770	–	6 702	37 439	99 616	(62 177)	-62%	170 770
Water Storage		–	–	–	–	–	–	–		–
Waste water management		11 909	170 772	–	1 114	7 818	99 617	(91 799)	-92%	170 772
Public Toilets		–	–	–	–	–	–	–		–
Sewerage		11 909	170 772	–	1 114	7 818	99 617	(91 799)	-92%	170 772
Storm Water Management		–	–	–	–	–	–	–		–
Waste Water Treatment		–	–	–	–	–	–	–		–
Waste management		97 438	36 986	–	1 188	35 715	21 575	14 140	66%	36 986
Recycling		–	–	–	–	–	–	–		–
Solid Waste Disposal (Landfill Sites)		–	–	–	–	–	–	–		–
Solid Waste Removal		97 438	36 986	–	1 188	35 715	21 575	14 140	66%	36 986
Street Cleaning		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Air Transport		–	–	–	–	–	–	–		–
Forestry		–	–	–	–	–	–	–		–
Licensing and Regulation		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Tourism		–	–	–	–	–	–	–		–
Total Revenue - Functional	2	662 834	946 039	–	46 048	332 434	551 856	(219 422)	-40%	946 039
Expenditure - Functional										
Municipal governance and administration		304 609	332 800	–	10 571	144 286	194 133	(49 848)	-26%	332 800
Executive and council		43 024	45 646	–	3 581	32 410	26 627	5 783	22%	45 646
Mayor and Council		12 763	14 151	–	802	7 775	8 255	(479)	-6%	14 151
Municipal Manager, Town Secretary and Chief Executive		30 261	31 495	–	2 779	24 634	18 372	6 262	34%	31 495
Finance and administration		261 580	287 154	–	6 989	111 876	167 506	(55 630)	-33%	287 154
Administrative and Corporate Support		39 534	32 381	–	1 774	13 212	18 889	(5 677)	-30%	32 381
Asset Management		–	4 172	–	–	–	2 434	(2 434)	-100%	4 172
Finance		204 287	227 159	–	4 181	87 869	132 510	(44 641)	-34%	227 159
Fleet Management		8 895	13 703	–	671	6 773	7 993	(1 220)	-15%	13 703
Human Resources		–	–	–	–	–	–	–		–
Information Technology		8 864	9 738	–	364	4 022	5 680	(1 658)	-29%	9 738
Legal Services		–	–	–	–	–	–	–		–
Marketing, Customer Relations, Publicity and Media Co-		–	–	–	–	–	–	–		–
Property Services		–	–	–	–	–	–	–		–
Risk Management		–	–	–	–	–	–	–		–
Security Services		–	–	–	–	–	–	–		–
Supply Chain Management		–	–	–	–	–	–	–		–
Valuation Service		–	–	–	–	–	–	–		–
Internal audit		5	–	–	–	–	–	–		–
Governance Function		5	–	–	–	–	–	–		–
Community and public safety		70 222	65 962	–	6 517	(8 576)	38 478	(47 054)	-122%	65 962
Community and social services		27 975	9 424	–	2 706	(40 562)	5 497	(46 059)	-838%	9 424
Aged Care		–	–	–	–	–	–	–		–
Agricultural		–	–	–	–	–	–	–		–
Animal Care and Diseases		–	–	–	–	–	–	–		–
Cemeteries, Funeral Parlours and Crematoriums		25 094	6 703	–	2 513	17 335	3 910	13 424	343%	6 703
Child Care Facilities		–	–	–	–	–	–	–		–
Community Halls and Facilities		881	–	–	9	(59 083)	–	(59 083)	#DIV/0!	–
Consumer Protection		–	–	–	–	–	–	–		–
Cultural Matters		–	–	–	–	–	–	–		–
Disaster Management		–	–	–	–	–	–	–		–
Education		–	–	–	–	–	–	–		–
Indigenous and Customary Law		–	–	–	–	–	–	–		–
Industrial Promotion		–	–	–	–	–	–	–		–
Language Policy		–	–	–	–	–	–	–		–
Libraries and Archives		2 000	2 720	–	184	1 186	1 587	(400)	-25%	2 720
Literacy Programmes		–	–	–	–	–	–	–		–
Media Services		–	–	–	–	–	–	–		–
Museums and Art Galleries		–	–	–	–	–	–	–		–
Population Development		–	–	–	–	–	–	–		–
Provincial Cultural Matters		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Zoo's		–	–	–	–	–	–	–		–

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Municipal governance and administration		312 253	345 621	–	23 162	131 207	201 612	(70 405)	-35%	345 621
Executive and council		–	–	–	–	–	–	–		–
Mayor and Council		–	–	–	–	–	–	–		–
Municipal Manager, Town Secretary and Chief Executive		–	–	–	–	–	–	–		–
Finance and administration		312 253	345 621	–	23 162	131 207	201 612	(70 405)	-35%	345 621
Administrative and Corporate Support		643	300	–	8	246	175	71	41%	300
Asset Management		–	–	–	–	–	–	–		–
Finance		311 610	344 991	–	23 155	130 961	201 245	(70 283)	-35%	344 991
Fleet Management		–	–	–	–	–	–	–		–
Human Resources		–	–	–	–	–	–	–		–
Information Technology		–	–	–	–	–	–	–		–
Legal Services		–	–	–	–	–	–	–		–
Marketing, Customer Relations, Publicity and Media Co-		–	–	–	–	–	–	–		–
Property Services		–	330	–	–	–	192	(192)	-100%	330
Risk Management		–	–	–	–	–	–	–		–
Security Services		–	–	–	–	–	–	–		–
Supply Chain Management		–	–	–	–	–	–	–		–
Valuation Service		–	–	–	–	–	–	–		–
Internal audit		–	–	–	–	–	–	–		–
Governance Function		–	–	–	–	–	–	–		–
Community and public safety		5 013	6 572	–	685	2 706	3 834	(1 127)	-29%	6 572
Community and social services		1 789	1 967	–	51	315	1 147	(832)	-73%	1 967
Aged Care		–	–	–	–	–	–	–		–
Agricultural		–	–	–	–	–	–	–		–
Animal Care and Diseases		–	–	–	–	–	–	–		–
Cemeteries, Funeral Parlours and Crematoriums		355	606	–	51	315	353	(38)	-11%	606
Child Care Facilities		–	–	–	–	–	–	–		–
Community Halls and Facilities		1 434	1 361	–	–	–	794	(794)	-100%	1 361
Consumer Protection		–	–	–	–	–	–	–		–
Cultural Matters		–	–	–	–	–	–	–		–
Disaster Management		–	–	–	–	–	–	–		–
Education		–	–	–	–	–	–	–		–
Indigenous and Customary Law		–	–	–	–	–	–	–		–
Industrial Promotion		–	–	–	–	–	–	–		–
Language Policy		–	–	–	–	–	–	–		–
Libraries and Archives		–	–	–	–	–	–	–		–
Literacy Programmes		–	–	–	–	–	–	–		–
Media Services		–	–	–	–	–	–	–		–
Museums and Art Galleries		–	–	–	–	–	–	–		–
Population Development		–	–	–	–	–	–	–		–
Provincial Cultural Matters		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Zoo's		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Beaches and Jetties		–	–	–	–	–	–	–		–
Casinos, Racing, Gambling, Wagering		–	–	–	–	–	–	–		–
Community Parks (including Nurseries)		–	–	–	–	–	–	–		–
Recreational Facilities		–	–	–	–	–	–	–		–
Sports Grounds and Stadiums		–	–	–	–	–	–	–		–
Public safety		1 600	3 363	–	491	1 472	1 962	(490)	-25%	3 363
Civil Defence		–	–	–	–	–	–	–		–
Cleansing		–	–	–	–	–	–	–		–
Control of Public Nuisances		–	–	–	–	–	–	–		–
Fencing and Fences		–	–	–	–	–	–	–		–
Fire Fighting and Protection		1 267	1 400	–	88	533	817	(284)	-35%	1 400
Licensing and Control of Animals		–	–	–	–	–	–	–		–
Police Forces, Traffic and Street Parking Control		333	1 963	–	403	939	1 145	(206)	-18%	1 963
Pounds		–	–	–	–	–	–	–		–
Housing		1 624	1 242	–	143	919	725	194	27%	1 242
Housing		1 624	1 242	–	143	919	725	194	27%	1 242
Informal Settlements		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Ambulance		–	–	–	–	–	–	–		–
Health Services		–	–	–	–	–	–	–		–
Laboratory Services		–	–	–	–	–	–	–		–
Food Control		–	–	–	–	–	–	–		–
Health Surveillance and Prevention of Communicable		–	–	–	–	–	–	–		–
Vector Control		–	–	–	–	–	–	–		–
Chemical Safety		–	–	–	–	–	–	–		–
Economic and environmental services		–	4 772	–	–	–	2 784	(2 784)	-100%	4 772
Planning and development		–	4 772	–	–	–	2 784	(2 784)	-100%	4 772
Billboards		–	–	–	–	–	–	–		–
Corporate Wide Strategic Planning (IDPs, LEDs)		–	–	–	–	–	–	–		–
Central City Improvement District		–	–	–	–	–	–	–		–
Development Facilitation		–	–	–	–	–	–	–		–
Economic Development/Planning		–	–	–	–	–	–	–		–
Regional Planning and Development		–	–	–	–	–	–	–		–
Town Planning, Building Regulations and Enforcement,		–	4 772	–	–	–	2 784	(2 784)	-100%	4 772
Project Management Unit		–	–	–	–	–	–	–		–
Provincial Planning		–	–	–	–	–	–	–		–
Support to Local Municipalities		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–

Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 - January

Vote Description	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		–	–	–	–	–	–	–		–
Vote 2 - Budget and Treasury		312 263	345 621	–	23 162	131 207	201 612	(70 405)	-34.9%	345 621
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		1 789	1 967	–	51	315	1 147	(832)	-72.5%	1 967
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		1 600	3 363	–	491	1 472	1 962	(490)	-25.0%	3 363
Vote 7 - Housing		1 624	1 242	–	143	919	725	194	26.8%	1 242
Vote 8 - Health Services		–	–	–	–	–	–	–		–
Vote 9 - Planning and Development		–	4 772	–	–	–	2 784	(2 784)	-100.0%	4 772
Vote 10 - Roads Transport		–	–	–	–	–	–	–		–
Vote 11 - Electricity Services		178 524	210 547	–	13 196	117 549	122 819	(5 270)	-4.3%	210 547
Vote 12 - Water Services		57 697	170 770	–	6 702	37 439	99 616	(62 177)	-62.4%	170 770
Vote 13 - Waste Water Management		11 909	170 772	–	1 114	7 818	99 617	(91 799)	-92.2%	170 772
Vote 14 - Solid Waste Management		97 438	36 986	–	1 188	35 715	21 575	14 140	65.5%	36 986
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**662 834**	**946 039**	**–**	**46 048**	**332 434**	**551 856**	**(219 422)**	**-39.8%**	**946 039**
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		58 063	58 090	–	4 468	37 668	33 886	3 782	11.2%	58 090
Vote 2 - Budget and Treasury		234 880	263 576	–	5 001	94 323	153 753	(59 430)	-38.7%	263 576
Vote 3 - Corporate Services		8 940	137	–	954	6 758	80	6 678	8360.6%	137
Vote 4 - Community and Social Services		27 975	9 424	–	2 706	(40 562)	5 497	(46 059)	-837.9%	9 424
Vote 5 - Sport and Recreation		2 300	3 037	–	108	3 698	1 772	1 926	108.7%	3 037
Vote 6 - Public Safety		38 648	53 102	–	3 553	27 276	30 976	(3 700)	-11.9%	53 102
Vote 7 - Housing		1 299	400	–	151	1 013	233	779	334.0%	400
Vote 8 - Health Services		520	791	–	1	83	461	(379)	-82.1%	791
Vote 9 - Planning and Development		7 746	7 317	–	–	741	4 268	(3 528)	-82.6%	7 317
Vote 10 - Roads Transport		25 612	50 077	–	839	8 832	29 212	(20 380)	-69.8%	50 077
Vote 11 - Electricity Services		262 678	242 182	–	7 197	166 303	141 273	25 030	17.7%	242 182
Vote 12 - Water Services		107 799	114 299	–	7 130	50 045	66 675	(16 630)	-24.9%	114 299
Vote 13 - Waste Water Management		35 738	40 620	–	6 332	21 964	23 695	(1 732)	-7.3%	40 620
Vote 14 - Solid Waste Management		8 970	30 473	–	330	2 657	17 776	(15 118)	-85.1%	30 473
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**821 170**	**873 524**	**–**	**38 768**	**380 796**	**509 556**	**(128 760)**	**-25.3%**	**873 524**
Surplus/ (Deficit) for the year	2	**(158 335)**	**72 515**	**–**	**7 279**	**(48 362)**	**42 300**	**(90 663)**	**-214.3%**	**72 515**

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Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		184 431	225 890	–	13 307	117 669	131 769	(14 100)	-11%	225 890
Service charges - Water		56 595	74 236	–	6 699	37 439	43 304	(5 866)	-14%	74 236
Service charges - Waste Water Management		11 909	13 785	–	1 114	7 818	8 041	(224)	-3%	13 785
Service charges - Waste management		12 494	14 672	–	1 188	9 235	8 559	677	8%	14 672
Sale of Goods and Rendering of Services		2 266	6 926	–	147	1 094	4 040	(2 946)	-73%	6 926
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		85 315	90 454	–	358	763	52 765	(52 002)	-99%	90 454
Interest from Current and Non Current Assets		1 037	–	–	–	–	–	–		–
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		1 624	1 572	–	143	919	917	2	0%	1 572
Licence and permits		–	–	–	–	–	–	–		–
Operational Revenue		337	772	–	10	255	450	(195)	-43%	772
Non-Exchange Revenue								–		
Property rates		109 807	123 486	–	9 260	60 475	72 034	(11 559)	-16%	123 486
Surcharges and Taxes		49 204	33 486	–	5 984	41 081	19 533	21 547	110%	33 486
Fines, penalties and forfeits		744	2 141	–	563	1 127	1 249	(121)	-10%	2 141
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		143 890	152 985	–	3	58 455	89 241	(30 786)	-34%	152 985
Interest		–	32 795	–	7 270	(3 898)	19 131	(23 029)	-120%	32 795
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		–	–	–	–	–	–	–		–
Other Gains		3 179	–	–	–	2	–	2	#DIV/0!	–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**662 834**	**773 201**	**–**	**46 048**	**332 434**	**451 034**	**(118 600)**	**-26%**	**773 201**
Expenditure By Type										
Employee related costs		186 893	201 439	–	17 260	116 294	117 506	(1 212)	-1%	201 439
Remuneration of councillors		9 364	10 101	–	781	5 817	5 892	(75)	-1%	10 101
Bulk purchases - electricity		203 040	203 854	–	762	122 878	118 915	3 963	3%	203 854
Inventory consumed		129 362	92 124	–	3 645	57 494	53 739	3 756	7%	92 124
Debt impairment		–	108 336	–	–	–	63 196	(63 196)	-100%	108 336
Depreciation and amortisation		29 000	52 446	–	–	–	30 594	(30 594)	-100%	52 446
Interest		85 022	30 000	–	4 158	42 345	17 500	24 845	142%	30 000
Contracted services		115 261	92 062	–	10 462	68 506	53 703	14 803	28%	92 062
Transfers and subsidies		–	–	–	–	–	–	–		–
Irrecoverable debts written off		–	29 800	–	–	–	17 383	(17 383)	-100%	29 800
Operational costs		61 482	58 413	–	2 605	32 135	34 074	(1 940)	-6%	58 413
Losses on Disposal of Assets		–	–	–	–	(59 139)	–	(59 139)	#DIV/0!	–
Other Losses		10 507	–	–	–	916	–	916	#DIV/0!	–
Total Expenditure		**829 929**	**878 574**	**–**	**39 673**	**387 246**	**512 502**	**(125 255)**	**-24%**	**878 574**
Surplus/(Deficit)		**(167 095)**	**(105 373)**	**–**	**6 375**	**(54 813)**	**(61 468)**	**6 655**	**-11%**	**(105 373)**
Transfers and subsidies - capital (monetary allocations)		–	53 420	–	–	–	31 162	(31 162)	-100%	53 420
Transfers and subsidies - capital (in-kind)		–	119 417	–	–	–	69 660	(69 660)	-100%	119 417
Surplus/(Deficit) after capital transfers & contributions		**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**			**67 465**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**			**67 465**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**			**67 465**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**(167 095)**	**67 465**	**–**	**6 375**	**(54 813)**	**39 354**			**67 465**

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Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 - January

Vote Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		–	–	–	–	–	–	–		–
Vote 2 - Budget and Treasury		–	–	–	–	–	–	–		–
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		–	–	–	–	–	–	–		–
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		–	–	–	–	–	–	–		–
Vote 7 - Housing		–	–	–	–	–	–	–		–
Vote 8 - Health Services		–	–	–	–	–	–	–		–
Vote 9 - Planning and Development		–	–	–	–	–	–	–		–
Vote 10 - Roads Transport		–	–	–	–	–	–	–		–
Vote 11 - Electricity Services		–	–	–	–	–	–	–		–
Vote 12 - Water Services		–	–	–	–	–	–	–		–
Vote 13 - Waste Water Management		–	–	–	–	–	–	–		–
Vote 14 - Solid Waste Management		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		709	2 700	–	66	279	1 575	(1 296)	-82%	2 700
Vote 2 - Budget and Treasury		324	500	–	63	337	292	45	16%	500
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
te 4 - Community and Social Services		–	20	–	–	–	12	(12)	-100%	20
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		–	–	–	–	–	–	–		–
Vote 7 - Housing		–	–	–	–	–	–	–		–
Vote 8 - Health Services		–	–	–	–	–	–	–		–
Vote 9 - Planning and Development		–	100	–	–	–	58	(58)	-100%	100
Vote 10 - Roads Transport		10 881	19 421	–	1 228	13 736	11 329	2 408	21%	19 421
Vote 11 - Electricity Services		29 396	6 500	–	–	11 937	3 792	8 145	215%	6 500
Vote 12 - Water Services		23 889	31 499	–	–	2 549	18 374	(15 826)	-86%	31 499
Vote 13 - Waste Water Management		3 167	3 000	–	–	–	1 750	(1 750)	-100%	3 000
Vote 14 - Solid Waste Management		127	2 000	–	–	852	1 167	(314)	-27%	2 000
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	68 494	65 740	–	1 356	29 690	38 348	**(8 658)**	**-23%**	65 740
Total Capital Expenditure		**68 494**	**65 740**	**–**	**1 356**	**29 690**	**38 348**	**(8 658)**	**-23%**	**65 740**
Capital Expenditure - Functional Classification										
Governance and administration		**1 034**	**8 200**	**–**	**876**	**5 043**	**4 783**	260	5%	**8 200**
Executive and council		–	200	–	–	–	117	(117)	-100%	200
Finance and administration		1 034	8 000	–	876	5 043	4 667	377	8%	8 000
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**20**	**–**	**–**	**–**	**12**	(12)	-100%	**20**
Community and social services		–	20	–	–	–	12	(12)	-100%	20
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
alth		–	–	–	–	–	–	–		–
Economic and environmental services		**10 881**	**14 521**	**–**	**480**	**9 309**	**8 471**	839	10%	**14 521**
Planning and development		–	100	–	–	–	58	(58)	-100%	100
Road transport		10 881	14 421	–	480	9 309	8 412	897	11%	14 421
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**56 579**	**42 999**	**–**	**–**	**15 338**	**25 083**	(9 745)	-39%	**42 999**
Energy sources		29 396	6 500	–	–	11 937	3 792	8 145	215%	6 500
Water management		23 889	31 499	–	–	2 549	18 374	(15 826)	-86%	31 499
Waste water management		3 167	3 000	–	–	–	1 750	(1 750)	-100%	3 000
Waste management		127	2 000	–	–	852	1 167	(314)	-27%	2 000
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**68 494**	**65 740**	**–**	**1 356**	**29 690**	**38 348**	**(8 658)**	**-23%**	**65 740**
Funded by:										
National Government		40 335	53 420	–	480	15 158	31 162	(16 004)	-51%	53 420
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		–	–	–	–	–	–	–		–
Transfers recognised - capital		**40 335**	**53 420**	**–**	**480**	**15 158**	**31 162**	**(16 004)**	**-51%**	**53 420**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		28 157	12 320	–	876	14 532	7 187	7 346	102%	12 320
Total Capital Funding		**68 493**	**65 740**	**–**	**1 356**	**29 690**	**38 348**	**(8 658)**	**-23%**	**65 740**

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M07 - January

Description	Ref	2022/23	Budget Year 2023/24			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		(15 706)	76 041	–	(75 029)	76 041
Trade and other receivables from exchange transactions		265 882	66 959	–	134 856	66 959
Receivables from non-exchange transactions		89 964	84 982	–	50 121	84 982
Current portion of non-current receivables		–	–	–	–	–
Inventory		(30 543)	(31 972)	–	9 502	(31 972)
VAT		377 839	–	–	437 162	–
Other current assets		(1 190)	–	–	(6 486)	–
Total current assets		**686 246**	**196 010**	**–**	**550 125**	**196 010**
Non current assets						
Investments		–	–	–	–	–
Investment property		89 163	68 123	–	88 433	68 123
Property, plant and equipment		960 381	927 495	–	973 167	927 495
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		1 075	1 075	–	1 075	1 075
Intangible assets		64	155	–	64	155
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**1 050 682**	**996 847**	**–**	**1 062 738**	**996 847**
TOTAL ASSETS		**1 736 927**	**1 192 857**	**–**	**1 612 863**	**1 192 857**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		6 804	–	–	7 224	–
Consumer deposits		1 704	1 781	–	1 728	1 781
Trade and other payables from exchange transactions		1 430 287	57 000	–	1 431 782	57 000
Trade and other payables from non-exchange transactions		51 301	(86 622)	–	23 657	(86 622)
Provision		2 376	11 546	–	9 577	11 546
VAT		276 008	–	–	313 021	–
Other current liabilities		1 182	–	–	–	–
Total current liabilities		**1 769 662**	**(16 295)**	**–**	**1 786 988**	**(16 295)**
Non current liabilities						
Financial liabilities		1 349	7 528	–	(2 301)	7 528
Provision		16 505	676 000	–	18 905	676 000
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		33 979	–	–	41 008	–
Total non current liabilities		**51 833**	**683 528**	**–**	**57 612**	**683 528**
TOTAL LIABILITIES		**1 821 495**	**667 233**	**–**	**1 844 600**	**667 233**
NET ASSETS	2	**(84 568)**	**525 624**	**–**	**(231 737)**	**525 624**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(84 568)	525 624	–	(231 737)	525 624
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**(84 568)**	**525 624**	**–**	**(231 737)**	**525 624**

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Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		89 893	137 878	–	10 562	60 063	80 429	(20 366)	-25%	137 878
Service charges		280 527	337 393	–	24 798	161 157	196 813	(35 656)	-18%	337 393
Other revenue		71 673	48 503	–	7 667	51 274	28 293	22 980	81%	48 503
Transfers and Subsidies - Operational		88 228	152 985	–	–	30 451	89 241	(58 790)	-66%	152 985
Transfers and Subsidies - Capital		30 000	53 420	–	–	15 611	31 162	(15 551)	-50%	53 420
Interest		1 423	–	–	358	763	–	763	#DIV/0!	–
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(362 839)	(621 270)	–	(23 993)	(268 328)	(362 354)	94 027	-26%	(621 270)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**198 904**	**108 909**	**–**	**19 393**	**50 991**	**63 584**	**12 593**	**20%**	**108 909**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		75 837	(62 740)	–	(1 032)	(36 055)	(36 598)	544	-1%	(62 740)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**75 837**	**(62 740)**	**–**	**(1 032)**	**(36 055)**	**(36 598)**	**(544)**	**1%**	**(62 740)**
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		**274 741**	**46 169**	**–**	**18 361**	**14 937**	**26 985**			**46 169**
Cash/cash equivalents at beginning:		4 870	30 000	–		6 397	30 000			6 397
Cash/cash equivalents at month/year end:		279 611	76 169	–		21 334	56 985			52 566

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 - January

Summary of Employee and Councillor remuneration R thousands	Ref	2022/23 Audited Outcome	Budget Year 2023/24 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		5 543	10 101	–	436	3 345	5 892	(2 547)	-43%	10 101
Pension and UIF Contributions		987	–	–	86	589	–	589	#DIV/0!	–
Medical Aid Contributions		336	–	–	33	214	–	214	#DIV/0!	–
Motor Vehicle Allowance		260	–	–	30	205	–	205	#DIV/0!	–
Cellphone Allowance		773	–	–	67	472	–	472	#DIV/0!	–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		1 464	–	–	128	991	–	991	#DIV/0!	–
Sub Total - Councillors		**9 364**	**10 101**	**–**	**781**	**5 817**	**5 892**	**(75)**	**-1%**	**10 101**
% increase	4		7.9%							7.9%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 407	5 759	–	345	2 717	3 360	(642)	-19%	5 759
Pension and UIF Contributions		135	237	–	14	87	138	(52)	-37%	237
Medical Aid Contributions		60	–	–	6	37	–	37	#DIV/0!	–
Overtime		64	–	–	1	5	–	5	#DIV/0!	–
Performance Bonus		87	–	–	–	83	–	83	#DIV/0!	–
Motor Vehicle Allowance		669	–	–	54	424	–	424	#DIV/0!	–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		120	–	–	10	70	–	70	#DIV/0!	–
er benefits and allowances		0	4	–	0	0	2	(2)	-83%	4
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		**6 543**	**6 001**	**–**	**429**	**3 423**	**3 500**	**(77)**	**-2%**	**6 001**
% increase	4		-8.3%							-8.3%
Other Municipal Staff										
Basic Salaries and Wages		108 365	120 466	–	9 509	66 065	70 272	(4 207)	-6%	120 466
Pension and UIF Contributions		24 692	25 881	–	2 155	15 070	15 097	(27)	0%	25 881
Medical Aid Contributions		9 905	9 960	–	1 029	6 666	5 810	856	15%	9 960
Overtime		9 049	9 053	–	1 857	10 431	5 281	5 150	98%	9 053
Performance Bonus		7 837	9 945	–	758	5 335	5 801	(466)	-8%	9 945
Motor Vehicle Allowance		9 001	10 572	–	860	5 997	6 167	(170)	-3%	10 572
Cellphone Allowance		42	–	–	11	80	–	80	#DIV/0!	–
Housing Allowances		1 239	1 101	–	154	276	642	(366)	-57%	1 101
Other benefits and allowances		7 004	5 105	–	330	2 089	2 978	(889)	-30%	5 105
Payments in lieu of leave		1 178	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
t-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		256	–	–	25	175	–	175	#DIV/0!	–
Acting and post related allowance		1 782	3 355	–	142	688	1 957	(1 269)	-65%	3 355
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		**180 349**	**195 438**	**–**	**16 831**	**112 871**	**114 005**	**(1 134)**	**-1%**	**195 438**
% increase	4		8.4%							8.4%
Total Parent Municipality		**196 257**	**211 539**	**–**	**18 040**	**122 111**	**123 398**	**(1 287)**	**-1%**	**211 539**
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Board Fees	5	–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations		–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 - January

Summary of Employee and Councillor remuneration R thousands	Ref	2022/23 Audited Outcome	Budget Year 2023/24 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Executive members Board	2	–	–	–	–	–	–	–		–
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations		–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
% increase	4									
al Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		196 257	211 539	–	18 040	122 111	123 398	(1 287)	-1%	211 539
% increase	4		7.8%							7.8%
TOTAL MANAGERS AND STAFF		186 893	201 439	–	17 260	116 294	117 506	(1 212)	-1%	201 439

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Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 - January

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									
Centres		–	–	–	–	–	–	–		–
Crèches		–	–	–	–	–	–	–		–
Clinics/Care Centres		–	–	–	–	–	–	–		–
Fire/Ambulance Stations		–	–	–	–	–	–	–		–
Testing Stations		–	–	–	–	–	–	–		–
Museums		–	–	–	–	–	–	–		–
Galleries		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Libraries		–	–	–	–	–	–	–		–
Cemeteries/Crematoria		–	–	–	–	–	–	–		–
Police		–	–	–	–	–	–	–		–
Purls		–	–	–	–	–	–	–		–
Public Open Space		–	–	–	–	–	–	–		–
Nature Reserves		–	–	–	–	–	–	–		–
Public Ablution Facilities		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Stalls		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Airports		–	–	–	–	–	–	–		–
Taxi Ranks/Bus Terminals		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities		–	–	–	–	–	–	–		–
Outdoor Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Heritage assets		–	–	–	–	–	–	–		–
Monuments		–	–	–	–	–	–	–		–
Historic Buildings		–	–	–	–	–	–	–		–
Works of Art		–	–	–	–	–	–	–		–
Conservation Areas		–	–	–	–	–	–	–		–
Other Heritage		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property		–	–	–	–	–	–	–		–
Unimproved Property		–	–	–	–	–	–	–		–
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property		–	–	–	–	–	–	–		–
Unimproved Property		–	–	–	–	–	–	–		–
Other assets		–	–	–	–	–	–	–		–
Operational Buildings		–	–	–	–	–	–	–		–
Municipal Offices		–	–	–	–	–	–	–		–
Pay/Enquiry Points		–	–	–	–	–	–	–		–
Building Plan Offices		–	–	–	–	–	–	–		–
Workshops		–	–	–	–	–	–	–		–
Yards		–	–	–	–	–	–	–		–
Stores		–	–	–	–	–	–	–		–
Laboratories		–	–	–	–	–	–	–		–
Training Centres		–	–	–	–	–	–	–		–
Manufacturing Plant		–	–	–	–	–	–	–		–
Depots		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Staff Housing		–	–	–	–	–	–	–		–
Social Housing		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes		–	–	–	–	–	–	–		–
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights		–	–	–	–	–	–	–		–
Effluent Licenses		–	–	–	–	–	–	–		–
Solid Waste Licenses		–	–	–	–	–	–	–		–
Computer Software and Applications		–	–	–	–	–	–	–		–
Load Settlement Software Applications		–	–	–	–	–	–	–		–
Unspecified		–	–	–	–	–	–	–		–
Computer Equipment		–	–	–	–	–	–	–		–
Computer Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		–	–	–	–	–	–	–		–

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Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**46 078**	**26 052**	**–**	**7 215**	**29 021**	**15 197**	(13 824)	**-91.0%**	**26 052**
Roads Infrastructure		690	5 000	–	26	347	2 917	2 570	**88.1%**	5 000
Roads		–	–	–	–	–	–	–		–
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		690	5 000	–	26	347	2 917	(2 570)	(0)	5 000
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		37 421	6 000	–	3 256	20 864	3 500	(17 364)	**-496.1%**	6 000
Power Plants		–	–	–	–	–	–	–		–
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		–	–	–	–	–	–	–		–
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations		–	–	–	–	–	–	–		–
MV Networks		–	–	–	–	–	–	–		–
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		37 421	6 000	–	3 256	20 864	3 500	17 364	0	6 000
Water Supply Infrastructure		1 449	1 700	–	–	629	992	362	**36.5%**	1 700
Dams and Weirs		–	–	–	–	–	–	–		–
Boreholes		–	–	–	–	–	–	–		–
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works		–	–	–	–	–	–	–		–
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		–	–	–	–	–	–	–		–
Distribution Points		–	–	–	–	–	–	–		–
PRV Stations		–	–	–	–	–	–	–		–
Capital Spares		1 449	1 700	–	–	629	992	(362)	(0)	1 700
Sanitation Infrastructure		1 409	500	–	3 822	4 236	292	(3 945)	**-1352.5%**	500
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		–	–	–	–	–	–	–		–
Outfall Sewers		–	–	–	–	–	–	–		–
Toilet Facilities		–	–	–	–	–	–	–		–
Capital Spares		1 409	500	–	3 822	4 236	292	3 945	0	500
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites		–	–	–	–	–	–	–		–
Waste Transfer Stations		–	–	–	–	–	–	–		–
Waste Processing Facilities		–	–	–	–	–	–	–		–
Waste Drop-off Points		–	–	–	–	–	–	–		–
Waste Separation Facilities		–	–	–	–	–	–	–		–
Electricity Generation Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines		–	–	–	–	–	–	–		–
Rail Structures		–	–	–	–	–	–	–		–
Rail Furniture		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
MV Substations		–	–	–	–	–	–	–		–
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Coastal Infrastructure		258	2 060	–	53	1 577	1 202	(375)	**-31.2%**	2 060
Sand Pumps		–	–	–	–	–	–	–		–
Piers		–	–	–	–	–	–	–		–
Revetments		–	–	–	–	–	–	–		–
Promenades		–	–	–	–	–	–	–		–
Capital Spares		258	2 060	–	53	1 577	1 202	375	0	2 060
Information and Communication Infrastructure		4 851	10 792	–	59	1 367	6 295	4 928	**78.3%**	10 792
Data Centres		–	–	–	–	–	–	–		–
Core Layers		–	–	–	–	–	–	–		–
Distribution Layers		–	–	–	–	–	–	–		–
Capital Spares		4 851	10 792	–	59	1 367	6 295	(4 928)	(0)	10 792
Community Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Community Facilities		–	–	–	–	–	–	–		–
Halls		–	–	–	–	–	–	–		–

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Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 - January

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		–	–	–	–	–	–	–		–
Transport Assets		–	–	–	–	–	–	–		–
Land		–	–	–	–	–	–	–		–
Land		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
		–	–	–	–	–	–	–		–
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection		–	–	–	–	–	–	–		–
Zoological plants and animals		–	–	–	–	–	–	–		–
Immature		–	–	–	–	–	–	–		–
Policing and Protection		–	–	–	–	–	–	–		–
Zoological plants and animals		–	–	–	–	–	–	–		–
Total Repairs and Maintenance Expenditure	1	46 078	26 052	–	7 215	29 021	15 197	(13 824)	-91.0%	26 052

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17. Recommendations

1. That the Municipal Council consider the report in terms of Section 71 of MFMA.
2. That the Municipal Council consider that Table c1 – Table C7 is obtained in terms guided by the National Treasury.
3. That the Municipality consider that both Eskom and Rand Water debt as at 31 January 2024_25 amounts to **R 951 million** and **R447 million** respectively;
4. That the Municipal Council consider that the debt book amounts to **R1 billion;**
5. That the Municipal Council consider the January payments made to Eskom and Rand Water amounts to **R4.5 million** and **R5 million** respectively;
6. Therefore, the implementation of credit control and debt collection policy must be intensified.

T.P MAHLANGU
CHIEF FINANCIAL OFFICER

Circular 124, for debt relief program - Eskom reconciliation as at 31 January 2024.

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipality Self-Assessment

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Jan '25
National Financial Year	2024/25
Demarcation Code of Municipality being assessed	MP311
District	Nkangala
Demarcation Description	Victor Khanye

I, Carol Coetzee, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in **MFMA Circular No. 124** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition	6.3 + 6.12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):		Notes/Comments
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - refer condition 6.12.2*	Yes	
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes	
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Yes	
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	Yes	
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes	
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes	
	6.4	Compliance with a funded MTREF – *(choose from drop down list the MTREF assessed)*	2024/25 Adopted MTREF	
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No	
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	

9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		***Note** - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*		
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		***Note** - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*		
11	6.4.2	- ***If the municipality's MTREF is not funded*** , has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
		***Note** - If the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*		
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework*** , does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note** - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a	
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes	
14	6.5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	
	6.6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:		
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	Yes	
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note** – the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.*	No	
	6.6	***Supporting evidence** : The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*		
	6.7	**Maintain a minimum average quarterly collection of property rates and services charges –**		
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No	

		Note - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	No
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	No
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes
	6.8	**Municipality's Completeness of the revenue base –**	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	No
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? ***Note** - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	No
28	6.8.2	- **For the latest ending Quarter** -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes
	6.9	**Monitor and report on implementation –**	
29	6.9.1	- **MFMA section 71 reporting** – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	No
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? ***Note** - condition 6.9.2 has a typing error and must refer to 6.9.1.*	No
31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No FRP
	6.10	*Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.* *Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes

34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? ***Note*** *- in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
		Note *- If the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.*	
36	6.11	**Limitation on municipality borrowing powers** - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
		Note *- there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.*	
	6.12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**	
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of** the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes
		Note: *Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).*	
39		***Supporting evidence*** : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	Yes
40	6.13	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? ***Note*** *- to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	Yes
41	6.14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes
		Note: *By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.*	

PT: HOD/ NT / MM Name: TSWAGEDI MACDONALD MASHABECA

Signature of HOD/ NT/ MM:

Date: 13 FEBRUARY 2025

*****Note*** *- if the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written procuration of the HOD / MM must be attached as an Annexure to this Certificate of Compliance.*