VICTOR KHANYE

LOCAL MUNICIPALITY – PLAASLIKE MUNISIPALITEIT

P.O BOX 6 DELMAS 2210
013 665 6008
013 665 2913
Email: thokom@victorkhanyelm.gov.za
Website: www.victorkhanyelm.gov.za

BUDGET & TREASURY OFFICE

QUALITY CERTIFICATE

I, **T.M. Mashabela,** Municipal Manager of Victor Khanye Local Municipality, hereby certify that the Budget Statement for May 2024/25 has been 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 10 JUNE 2025

VICTOR KHANYE

LOCAL MUNICIPALITY – PLAASLIKE MUNISIPALITEIT

6 DELMAS 2210

013 665 6005

013 665 2913

Email: info@victorkhanyelm.gov.za

Website: www.victorkhanyelm.gov.za

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 : 9 June 2025

RE : SECTION 71 REPORT

PURPOSE

To provide the Executive Mayor/Council with the budget and financial performance report for 31 May 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 May 2009for implementation with effect from 1 MAY 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 MAY 2009 for implementation with effect from 1 MAY 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 May 2024_25**

Description	Budget	Adj budget	April Actual	YTD Actual	YTD Budget
Revenue	- 773 201 000	- 877 815 000	- 50 466 000	- 681 421 000	- 792 458 000
Expenditure	878 574 000	999 340 000	46 529 000	756 058 000	901 973 000
Surplus/Deficit	105 373 000	121 525 000	- 3 937 000	74 637 000	

Operating revenue for the month of May amounted to **R50 million** and operating expenditure amounted to **R46 million**. The deficit sits at **R3.9 million**.

REVENUE VARIANCES

	Original budget	Adjustment Budget	Monthly Actual	YTD Actual	YTD Budget	Variance	Variance %
R thousands							
Revenue By Source							
Exchange revenue							
Service charges - electricity revenue	225 890 000	225 960 000	17 778 000	190 929 000	207 122 000	- 16 193 000	-8%
Service charges - water revenue	74 236 000	74 237 000	6 390 000	61 698 000	68 050 000	- 6 352 000	-9%
Service charges - sanitation revenue	13 785 000	13 785 000	1 046 000	12 052 000	12 637 000	- 585 000	-5%
Service charges - refuse revenue	14 672 000	14 672 000	1 281 000	14 378 000	13 450 000	928 000	7%
Sale of Goods and rendering of services	6 926 000	6 926 000	234 000	2 041 000	6 349 000	- 4 308 000	-68%
Interest earned - outstanding debtors	90 454 000	158 290 000	62 521 000	63 522 000	137 185 000	- 73 663 000	-54%
Rental of facilities and equipment	1 572 000	1 572 000	239 000	1 644 000	1 441 000	203 000	14%
Operational revenue	772 000	772 000	243 000	1 051 000	708 000	343 000	48%
Interest from non_current Assets	-	-	1 095 000	1 095 000	-	1 095 000	
Non-exchange revenue						-	
Property rates	123 486 000	123 486 000	9 672 000	95 234 000	113 196 000	- 17 962 000	-16%
Fines, penalties and forfeits	2 141 000	2 141 000	109 000	1 840 000	1 962 000	- 122 000	-6%
Surcharges and Taxes	33 486 000	70 193 000	5 565 000	63 938 000	60 061 000	3 877 000	6%
interest	32 795 000	32 795 000	- 56 563 000	19 025 000	30 062 000	- 11 037 000	-37%
other Gains		-	-	2 000	-	2 000	
Transfers and Subsidies - Operational	152 985 000	152 985 000	857 000	152 972 000	140 236 000	12 736 000	9%
Total revenue (excluding capital transf	773 200 000	877 814 000	50 467 000	681 421 000	792 459 000	- 111 038 000	-14%

EXCHANGE AND NON-EXCHANGE REVENUE

Service Charges – Electricity

The billing for May amounted to **R17.7 million (-8%)** as opposed to **R19.9 million** that was billed in April.

Service Charges – Water

The billing for May amounted to **R 6.3 million (-9%)** and shows a huge variance when taking into account the billing for April that was **R7.5 million**. The project of installing prepaid water meters for all indigents as part of circular 124 has started.

Service Charge – Solid Waste

There has been a visible improvement on this line item since the billing of service charge together with the monthly tariff.

Service Charges – Waste Water

This is the low performing service charge; however, it remains within the acceptable norm

(-5%).

Rental of facilities and equipment

Billing for the month amounted to **R239 thousands (14%).**

Property Rates

Billing for property rates for the month of May amounted to **R9.6 million (-16%),** there are adjustments made to this line item because of the supplementary valuation roll.

Surcharges and Taxes – Other revenue collected amounted to **R5.5 million (17%)**. Surcharges comprise of the flat rates for households in Botleng.

Transfers and subsidies

All the grants both conditional and unconditional were in March 100% received as per the amended gazette.

Interest

An adjustment of **R56 million** was made on billing of interest charged for non-exchange revenue and correctly put into exchange revenue.

EXPENDITURE

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

	Original Budget 2024/25	Adjustment Budget	Monthly Actual	YTD Actual	YTD budget	Variance	Variance %
R thousands							
Expenditure By Type							
Employee related costs	201 439 000	201 841 000	17 001 000	184 350 000	184 974 000	- 624 000	0%
Remuneration of councillors	10 101 000	11 634 000	800 000	9 035 000	10 486 000	- 1 451 000	-14%
Bulk purchases - Electricity	203 854 000	233 854 000	- 1 059 000	183 345 000	210 866 000	- 27 521 000	-13%
Inventory consumed and Bulk pur	92 124 000	130 692 000	8 533 000	93 480 000	115 051 000	- 21 571 000	-19%
Debt impairment	108 336 000	88 336 000	-	-	83 308 000	- 83 308 000	-100%
Depreciation and asset impairme	52 446 000	51 033 000	-	-	46 145 000	- 46 145 000	-100%
Finance charges	30 000 000	50 005 000	5 326 000	73 464 000	43 504 000	29 960 000	69%
Contracted services	92 062 000	136 167 000	12 261 000	108 885 000	118 024 000	- 9 139 000	-8%
Transfers and subsidies	-		-	-	-	-	0%
Irrecoverable debts written off	29 800 000	29 800 000	-	56 494 000	27 317 000	29 177 000	107%
Operationsl Costs	58 413 000	65 978 000	3 668 000	46 089 000	62 298 000	- 16 209 000	-26%
Losses on Disposal of Asset		-	-	-	-	-	0%
Other Losses	-	-	-	916 000	-	916 000	0%
Total Expenditure	**878 575 000**	**999 340 000**	**46 530 000**	**756 058 000**	**901 973 000**	**- 146 831 000**	**-16%**

Employee related cost – For the month of May 2024_25 total salaries, allowances and benefits including remuneration of councillors amounted to **R17.8 million.** (0%) indicates that this line item is within the acceptable range.

Bulk Purchases - Electricity – There was an error with the capturing of May Invoices but a Correctional Adjustment will be made. The municipality remains non-compliant regarding circular 124 of the Eskom debt relief.

A payment of **R1 million** was made to Eskom for both the bulk and north sub-station account.

Inventory consumed – The consumables for May amounted to **R8.5 million.** A payment of **R1 million** was made to Rand Water.

Finance charges – Interest charged amounted to **R5.3 million,** and it remains high as the debt for bulk purchases.

Contracted services – Expenditure on contracted services amounted to **R12 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 May, general expenditure amounted to **R3.6 million.** General expenses are, but not limited to PPE, telephone lines, audit fees, skills development, operating lease, etc.

The operating expenditure for the month of May amounts to **R46 million** and the year-to-date expenditure amount to **R756 million**.

Norms and Ratios

Current ratio (0:36)

The ratio shows that the municipality it is having financial challenges and insufficient cash to pay off its short-term liabilities using its short-term assets.

Current Ratio	Current Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		0.36
				Current Assets	690 573 000
				Current Liabilities	1 933 360 000

Collection Rate (65%)

A low collection rate signal problems with billing, credit policies, or customer payment habits, potentially impacting revenue.

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%		65%
				Gross Debtors closing balance	1 165 311 289
				Gross Debtors opening balance	1 154 228 129
				Bad debts written Off	-
				Billed Revenue	53 946 781

Cash/Cost coverage ratio (0 Month)

The ratio shows the municipality will be vulnerable and at a higher risk in the event of financial "shocks/set-backs" and its ability to meet its obligations to provide basic services or its financial commitment is compromised.

Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget, In year Reports and AR	1 - 3 Months		0 Month
				Cash and cash equivalents	19 018 081
				Unspent Conditional Grants	9 828 125
				Overdraft	-
				Short Term Investments	-
				Total Annual Operational Expenditure	999 340 000

Capital expenditure to operating expenditure (6%)

The ratio shows that the low spending by the municipality in infrastructure holds potential risks to service delivery.

Capital Expenditure to Total Expenditure	Total Capital Expenditure / Total Expenditure (Total Operating expenditure + Capital expenditure) × 100	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget, In-Year reports, IDP and AR	10% - 20%		6%
				Total Operating Expenditure	756 058 000
				Taxation Expense	-
				Total Capital Expenditure	45 751 000

Contracted services (14%)

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.

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%		14%
				Contracted Services	108 885 000
				Total Operating Expenditure	756 058 000
				Taxation Expense	-

Creditor's payment period (326 Days)

The number of day it takes the municipality to pay its suppliers after receiving goods or services a period of longer than 30 days to settle creditors is normally an indication that the Municipality may be experiencing cash flow problems.

Creditors Payment Period (Trade Creditors)	Trade Creditors Outstanding / Credit Purchases (Operating and Capital) × 365	Statement of Financial Performance, Notes to AFS, Budget, In-Year reports and AR	30 days		326 days
				Trade Creditors	1 565 151 354
				Contracted Services	108 885 000
				Repairs and Maintenance	50 403 000
				General expenses	46 089 000
				Bulk Purchases	1 547 934 084
				Capital Credit Purchases *(Capital Credit Purchases refers to additions of Investment Property and Property,Plant and Equipment)*	-

Repairs and Maintenance

Description R thousands	Original Budget 2024/25	Adjustment Budget	Monthly Actual	Year to Date Actual	Year to date Budget	Variance	Variance %
Infrastructure	**15 260 000**	**42 076 000**	**4 942 000**	**48 148 000**	**35 880 000**	**12 268 000**	**-46%**
Roads Infrastructure	**5 000 000**	**4 300 000**	**1 319 000**	**2 351 000**	**4 023 000**	**- 1 672 000**	**-42%**
Capital Spares	5 000 000	4 300 000	1 319 000	2 351 000	4 023 000	- 1 672 000	-42%
Electrical Infrastructure	**6 000 000**	**26 000 000**	**3 322 000**	**38 748 000**	**21 500 000**	**17 248 000**	**80%**
Capital Spares	6 000 000	26 000 000	3 322 000	38 748 000	21 500 000	17 248 000	80%
Water Supply Infrastructure	**1 700 000**	**3 200 000**	**193 000**	**909 000**	**2 758 000**	**- 1 849 000**	**-67%**
Capital Spares	1 700 000	3 200 000	193 000	909 000	2 758 000	1 849 000	67%
Sanitation Infrastructure	**500 000**	**7 000 000**	**-**	**5 298 000**	**6 458 000**	**- 1 160 000**	**-18%**
Capital Spares	500 000	7 000 000	-	5 298 000	6 458 000	- 1 160 000	-18%
Solid Waste Infrastructure	**2 060 000**	**1 576 000**	**108 000**	**842 000**	**1 141 000**	**- 299 000**	**121%**
Capital Spares	2 060 000	1 576 000	108 000	842 000	1 141 000	299 000	26%
Information and communication infrastructure	**10 792 000**	**8 182 000**	**174 000**	**2 255 000**	**7 735 000**	**- 5 480 000**	**-71%**
Data centres	10 792 000	8 182 000	160 000	**2 255 000**	**7 190 000**	- 4 935 000	**-71%**
Capital Spares	10 792 000	8 182 000	174 000	2 255 000	7 735 000	- 5 480 000	-71%
Total Repairs and Maintenance Expenditure	**26 052 000**	**50 258 000**	**5 116 000**	**50 403 000**	**43 615 000**	**6 788 000**	**16%**

Repairs and maintenance analysis Supporting table SC13c measures the extent to which Council's assets are maintained per asset class. Expenditure incurred for May amounts to **R5 million.**

BANK NAME	TYPE OF ACCOUNT	BALANCE
STD BANK	MAIN ACCOUNT	1 214 445
STD BANK	CALL ACCOUNT ELEC	877 388
STD BANK	CALL ACCOUNT	11 532 117
STD BANK	TRAFFIC	94 227
STD BANK	MONEY MARKET	907 581
ABSA BANK	CALL ACCOUNT	4 875 588
BALANCE		**19 501 347**

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 **(65%).**

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	MAY
Organs of state	22 361 085
Commercial	82 705 521
Households	907 239 810
Mines	17 660 324
Farms	89 066 834
Indigents	27 561 211
Top 200	15 169 341
Municipal prop	187 264
Other	3 359 899
	1 165 311 289

4. BUDGET PERFOMANCE OVERVIEW

4.1 CAPITAL EXPENDITURE

Grants	Gazetted Amnt	Total Received To-Date	May Actual	YTD spending	% spent on received amt
MIG	28 420 000	28 337 000	1 190 720	18 525 784	65%
WSIG	25 000 000	18 911 000	-	18 952 032	100%

Total allocation for capital grants from the National Treasury for the **2024-2025** financial year reduced from amounts to **R53.4 million to R47 million** for MIG and WSIG as per the amended gazette .

4.2 CASH FLOW STATEMENT

Net Cash from operating activities

The net cash from operating activities for May amounted to a favourable **R468 thousand** 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 May shows a cash outflow of **R 5.3 million** that is a payment of capital projects.

Net Increase/ Decrease in cash held

The municipality recorded a decrease in net cash held of **R341 thousand** in May 2025.

Description R thousands	May 2024_25 Actual
CASH FLOW FROM OPERATING ACTIVITIES	
Receipts	
Property rates, penalties & collection charges	10 277
Service charges	17 302
Other revenue	27 968
Government - operating	–
Government - capital	–
Interest	389
Dividends	–
Total receipts	**44 890**
Payments	
Suppliers and employees	(39 097)
Finance charges	(5 326)
Transfers and Grants	–
Total payments	**(44 423)**
NET CASH FROM/(USED) OPERATING ACTIVITIES	**468**
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts	
Received from arrangements	–
Disposal of assets	–
(Increase) / Decrease in non-current investments	–
Payments	(5 384)
Capital assets	(5 384)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(5 384)**
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts	
Increase in consumer deposits	4
Borrowing long term/refinancing	–
Payments	
Repayment of borrowing	–
Finance lease payments	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**4**
NET INCREASE/ (DECREASE) IN CASH HELD	**(341)**
Cash/cash equivalents at beginning of the month:	19 842
Cash/cash equivalents at month end:	19 501

4. BUDGET PERFOMANCE OVERVIEW

4.1 CAPITAL EXPENDITURE

Grants	Gazetted Amnt	Total Received To-Date	May Actual	YTD spending	% spent on received amt
MIG	28 420 000	28 337 000	1 190 720	18 525 784	65%
WSIG	25 000 000	18 911 000	-	18 952 032	100%

Total allocation for capital grants from the National Treasury for the **2024-2025** financial year reduced from amounts to **R53.4 million to R47 million** for MIG and WSIG as per the amended gazette .

4.2 CASH FLOW STATEMENT

Net Cash from operating activities

The net cash from operating activities for May amounted to a favourable **R468 thousand** 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 May shows a cash outflow of **R 5.3 million** that is a payment of capital projects.

Net Increase/ Decrease in cash held

The municipality recorded a decrease in net cash held of **R4.5 million** in May 2025.

Description R thousands	May 2024_25 Actual
CASH FLOW FROM OPERATING ACTIVITIES	
Receipts	
Property rates, penalties & collection charges	10 277
Service charges	17 302
Other revenue	27 968
Government - operating	–
Government - capital	–
Interest	389
Dividends	–
Total receipts	**44 890**
Payments	
Suppliers and employees	(39 097)
Finance charges	(5 326)
Transfers and Grants	–
Total payments	**(44 423)**
NET CASH FROM/(USED) OPERATING ACTIVITIES	**468**
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts	
Received from arrangements	–
Disposal of assets	–
(Increase) / Decrease in non-current investments	–
Payments	(5 384)
Capital assets	(5 384)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(5 384)**
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts	
Increase in consumer deposits	4
Borrowing long term/refinancing	–
Payments	
Repayment of borrowing	–
Finance lease payments	–
NET CASH FROM/(USED) FINANCING ACTIVITIES	**4**
NET INCREASE/ (DECREASE) IN CASH HELD	**(4 513)**
Cash/cash equivalents at beginning of the month:	19 842
Cash/cash equivalents at month end:	15 329

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 May resulted in a favourable balance of **R50 million** and total expenditure amounted to **R46 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 **-14%** and deviation of **-16%** 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 MAY, the expenditure amounted to **R5.3 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 May 2024_25, the community wealth amounts to an unfavourable **R223 million**, Total liabilities amounts to **R1.9 billion,** whilst total assets amount to **R1.7 billion** which resulted in an unfavourable net-assets of **R218 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 MAY, the net cash from operating activities is a favourable **R19 million**, the Net cash from investing activities amounted to an unfavourable **R4.3 million.** The net cash from financing activities amounts to **R0.** The Bank balance at the end of the month amounted to **R15 million**.

BANK NAME	TYPE OF ACCOUNT	BALANCE
STD BANK	MAIN ACCOUNT	1 214 445
STD BANK	CALL ACCOUNT ELEC	877 388
STD BANK	CALL ACCOUNT	11 532 117
STD BANK	TRAFFIC	94 227
STD BANK	MONEY MARKET	907 581
ABSA BANK	CALL ACCOUNT	703 347
BALANCE		**15 329 105**

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 **(65%).**

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	MAY
Organs of state	22 361 085
Commercial	82 705 521
Households	907 239 810
Mines	17 660 324
Farms	89 066 834
Indigents	27 561 211
Top 200	15 169 341
Municipal prop	187 264
Other	3 359 899
	1 165 311 289

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 May 2024_25, creditors amounted to **R 1.4 billion** and the bulk of the creditors relates to Eskom account with an amount **R976 million** and Rand Water with an amount of **R461 million.**

3.4 COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS ANALYSIS:

The table SC8 provides details for councillor and employee benefits. For the actual month of May 2024_25 total salaries, allowances and benefits amounted to **R17.8 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 **R5.3 million** using grants and own generated funds.

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 May 2025 is attached as Annexure "D"
- MFMA Circular 124 – completeness of revenue for the month of May 2025 is attached Annexure É"

6. DEBTORS

Debtors' Age Analysis for the month ended 31 May 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 **R1 billion** and sundry debtors amount to **R142 thousand**. Creditors to the amount **R1.5 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	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	7 270	5 427	5 414	242 460	–	–	–	–	260 571	247 874	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 373	3 869	1 982	18 174	–	–	–	–	35 399	20 156	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	8 470	4 369	3 942	164 229	–	–	–	–	181 010	168 171	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	989	541	538	23 476	–	–	–	–	25 544	24 014	–	–
Receivables from Exchange Transactions - Waste Management	1600	1 195	655	639	26 607	–	–	–	–	29 096	27 246	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	5 751	5 429	6 972	235 038	–	–	–	–	253 190	242 010	–	–
Interest on Arrear Debtor Accounts	1810	8 914	8 747	8 564	211 308	–	–	–	–	237 533	219 871	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	2 397	1 905	2 044	136 624	–	–	–	–	142 970	138 668	–	–
Total By Income Source	**2000**	**46 359**	**30 943**	**30 096**	**1 057 914**	**–**	**–**	**–**	**–**	**1 165 311**	**1 088 010**	**–**	**–**
2019/20 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 067	902	782	19 610	–	–	–	–	22 361	20 393	–	–
Commercial	2300	9 813	2 546	2 345	68 001	–	–	–	–	82 706	70 347	–	–
Households	2400	21 968	21 094	20 779	843 399	–	–	–	–	907 240	864 178	–	–
Other	2500	13 512	6 401	6 188	126 904	–	–	–	–	153 005	133 092	–	–
Total By Customer Group	**2600**	**46 359**	**30 943**	**30 096**	**1 057 914**	**–**	**–**	**–**	**–**	**1 165 311**	**1 088 010**	**–**	**–**

7. CREDITORS AGE ANALYSIS

MP311 Victor Khanye - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11- 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	22 337	23 737	–	20 068	952 873	–		–	1 019 015
Bulk Water	0200	13 371	12 341	13 428	12 124	429 843	–		–	481 107
PAYE deductions	0300	–	–	–	–	–	–	-	–	–
VAT (output less input)	0400	–	–	–	–	–	–	-	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	-	–	–
Loan repayments	0600	–	–	–	–	–	–	-	–	–
Trade Creditors	0700	17 217	–	–	–	–	–	-	–	17 217
Auditor General	0800	111	156	1 222	2 755	–		-	–	4 245
Financial Systems	0900	438	1 225	–	–	–	–	-	–	1 663
Total By Customer Type	**1000**	**53 474**	**37 459**	**14 651**	**34 947**	**1 382 716**	**–**	**–**	**–**	**1 523 247**

8. Allocation and grant receipts and expenditure

Grants	Gazetted Amnt	Total Received to date	May Actual	YTD Spending	% spent on received amount
Equitable share	149 824 000	149 824 000	4 540 908	124 163 247	83%
FMG	1 800 000	1 800 000	324 491	1 783 091	99%
EPWP	1 361 000	1 661 000	-	2 072 416	100%
MIG	28 420 000	28 337 000	1 190 720	18 525 784	65%
WSIG	25 000 000	18 911 000	-	18 952 032	100%

EPWP is at 100% spending through the grant and is now funded by own generated revenue.

9. Councillors and employee benefits

Number of months--------->	11					
	Pro-rata	Adjustment	Apr	Actual	%	Reason for Variance
	Budget	budget	Actual	YTD	Actual	
Councillors:						
Allowances	9 259 250	10 664 500	800 000	9 035 000	97.6%	None
Employees:						
Basic salary	115 706 250	115 733 750	10 802 000	118 821 000	102.7%	None
Travelling allowance	9 691 000	11 574 750	951 000	9 982 000	86.2%	None
Overtime	8 298 583	18 167 417	1 554 000	12 804 000	70.5%	None
Employee social contribution	50 955 667	32 355 000	3 694 000	42 743 000	132.1%	The variance is covered by the other benefits, hence the total employee cost is within the acceptable range.
TOTAL	**193 910 750**	**188 495 417**	**17 801 000**	**193 385 000**	**99.7%**	

Circular 124, for debt relief program - Eskom reconciliation as at 31 May 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 16 700 540.40	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 14 765 444.61	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 12 987 501.78	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 11 403 164.99	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 11 778 690.40	R 9 500 000.00	R 846 014 542.91
Jan-25	564088945638	R 846 014 542.91	R 7 713 486.75	R 1 157 023.01	R 2 491 281.98	R 11 361 791.74	R 2 000 000.00	R 855 376 334.65
Feb-25	564015816898	R 855 376 334.65	R 8 139 315.57	R 1 220 897.34	R 2 499 976.94	R 11 860 189.85	R 1 000 000.00	R 866 236 524.50
Mar-25	564983950335	R 866 236 524.50	R 7 372 840.15	R 1 105 926.02	R 2 588 570.60	R 11 067 336.77	R 5 000 000.00	R 872 303 861.27
Apr-25	564441383012	R 872 303 861.27	R 9 436 212.08	R 1 415 431.81	R 3 822 788.56	R 14 674 432.45	R -	R 886 978 298.72
May-25	564434983725	R 886 978 293.72	R 8 776 223.49	R 1 316 433.52	R 2 679 716.51	R 12 772 373.52	R -	R 899 750 667.24
Jun-25								
			R 106 527 296.96	R 15 979 094.54	R 28 426 671.71			

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 15 087 875.31	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 10 381 015.41	R 3 200 000.00	R 73 304 214.61
Oct-24	889920803715	R 74 504 214.61	R 7 024 922.42	R 1 053 738.36	R 764 060.83	R 8 842 721.61	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 9 240 371.23	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 9 169 422.31	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 8 397 679.11		R 95 654 408.87
Feb-25	889286723150	R 95 654 408.87	R 8 063 341.56	R 1 209 501.24	R 709 602.58	R 9 982 445.38	R 3 500 000.00	R 102 136 854.25
Mar-25	889300129191	R 102 136 854.25	R 7 176 527.23	R 1 076 479.08	R 747 439.91	R 9 000 446.22	R 7 000 000.00	R 104 137 300.47
Apr-25	889687200691	R 104 137 300.47	R 7 163 199.78	R 1 074 479.97	R 1 201 759.13	R 9 439 438.88	R 2 500 000.00	R 111 076 739.35
May-25	889790080485	R 111 076 739.35	R 7 300 009.43	R 1 095 001.42	R 792 466.61	R 9 187 477.46	R 1 000 000.00	R 119 264 216.81
Jun-25								
			92 751 537.29	13 912 730.61	7 087 427.54			

MP311 Victor Khanye - Table C1 Monthly Budget Statement Summary - M11 - May

Description R thousands	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	109 834	123 486	123 486	9 672	95 234	113 196	(17 961)	-16%	123 486
Service charges	281 709	328 584	328 654	26 495	279 058	301 258	(22 201)	-7%	328 654
Investment revenue	1 637	–	–	1 095	1 095	–	1 095	#DIV/0!	–
Transfers and subsidies - Operational	143 890	152 985	152 985	857	152 972	140 236	12 736	9%	152 985
Other own revenue	154 409	168 146	272 689	12 347	153 063	237 768	(84 706)	-36%	–
Total Revenue (excluding capital transfers and contributions)	**691 478**	**773 201**	**877 815**	**50 466**	**681 421**	**792 458**	**(111 037)**	**-14%**	**877 815**
Employee costs	192 679	201 439	201 841	17 001	184 350	184 974	(624)	0%	201 841
Remuneration of Councillors	9 364	10 101	11 634	800	9 035	10 486	(1 451)	-14%	11 634
Depreciation and amortisation	60 537	52 446	51 033	–	–	46 145	(46 145)	-100%	51 033
Interest	92 951	30 000	50 005	5 326	73 464	43 504	29 960	69%	50 005
Inventory consumed and bulk purchases	253 938	295 978	364 096	7 473	276 825	325 917	(49 093)	-15%	364 096
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	414 520	288 611	320 731	15 929	212 384	290 946	(78 562)	-27%	320 731
Total Expenditure	**1 023 989**	**878 574**	**999 340**	**46 529**	**756 058**	**901 973**	**(145 915)**	**-16%**	**999 340**
Surplus/(Deficit)	**(332 510)**	**(105 373)**	**(121 526)**	**3 937**	**(74 637)**	**(109 514)**	**34 878**	**-32%**	**(121 526)**
Transfers and subsidies - capital (monetary allocations)	57 129	53 420	53 420	1 780	29 960	48 968	(19 008)	-39%	53 420
Transfers and subsidies - capital (in-kind)	15 779	119 417	119 417	–	–	109 466	(109 466)	-100%	119 417
Surplus/(Deficit) after capital transfers &	**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**	**(93 597)**	**-191%**	**51 312**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**	**(93 597)**	**-191%**	**51 312**
Capital expenditure & funds sources									
Capital expenditure	**83 910**	**65 740**	**81 572**	**5 384**	**45 751**	**72 928**	**(27 177)**	**-37%**	**81 572**
Capital transfers recognised	84 912	53 420	53 472	2 023	33 715	49 010	(15 295)	-31%	53 472
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**(1 003)**	**12 320**	**28 100**	**3 361**	**12 019**	**23 917**	**(11 899)**	**-50%**	**28 100**
Total sources of capital funds	**83 910**	**65 740**	**81 572**	**5 384**	**45 734**	**72 928**	**(27 194)**	**-37%**	**81 572**
Financial position									
Total current assets	537 293	196 010	156 797		690 573				156 797
Total non current assets	1 036 470	996 847	1 014 092		1 082 221				1 014 092
Total current liabilities	1 689 804	(16 295)	(22 110)		1 933 360				(22 110)
Total non current liabilities	57 612	683 528	683 528		57 612				683 528
Community wealth/Equity	**(173 653)**	**525 624**	**509 471**		**(223 896)**				**509 471**
Cash flows									
Net cash from (used) operating	212 464	108 909	121 486	19 984	101 359	119 775	18 416	15%	121 486
Net cash from (used) investing	75 837	(62 740)	(78 572)	(4 352)	(51 692)	(65 245)	(13 553)	21%	(78 572)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**293 170**	**76 169**	**72 914**	**–**	**53 393**	**84 530**	**31 137**	**37%**	**46 639**

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	–	–	–	–	–	–	–	–	–

MP311 Victor Khanye - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
Revenue - Functional										
Governance and administration		**339 652**	**345 621**	**354 015**	**29 521**	**353 605**	**323 534**	30 071	9%	**354 015**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		339 652	345 621	354 015	29 521	353 605	323 534	30 071	9%	354 015
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**15 523**	**6 572**	**6 902**	**566**	**6 213**	**6 288**	(75)	-1%	**6 902**
Community and social services		1 789	1 967	1 967	43	2 157	1 803	354	20%	1 967
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		12 095	3 363	3 363	284	2 412	3 082	(670)	-22%	3 363
Housing		1 640	1 242	1 572	239	1 644	1 403	241	17%	1 572
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**4 772**	**4 172**	–	–	**3 894**	(3 894)	-100%	**4 172**
Planning and development		–	4 772	4 172	–	–	3 894	(3 894)	-100%	4 172
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**409 210**	**589 074**	**685 564**	**22 160**	**351 563**	**617 176**	**(265 613)**	-43%	**685 564**
Energy sources		166 207	210 547	239 199	11 663	160 392	215 923	(55 531)	-26%	239 199
Water management		117 780	170 770	195 011	8 170	91 658	175 932	(84 274)	-48%	195 011
Waste water management		27 728	170 772	199 289	1 046	12 052	179 355	(167 303)	-93%	199 289
Waste management		97 496	36 986	52 064	1 281	87 461	45 966	41 495	90%	52 064
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**764 386**	**946 039**	**1 050 652**	**52 247**	**711 381**	**950 893**	**(239 512)**	**-25%**	**1 050 652**
Expenditure - Functional										
Governance and administration		**482 719**	**332 800**	**365 102**	**18 033**	**291 228**	**330 908**	(39 680)	-12%	**365 102**
Executive and council		35 251	45 646	54 551	3 906	48 824	48 966	(142)	0%	54 551
Finance and administration		447 462	287 154	310 551	14 127	242 404	281 942	(39 538)	-14%	310 551
Internal audit		5	–	–	–	–	–	–		–
Community and public safety		**74 279**	**65 962**	**89 386**	**9 223**	**72 275**	**79 204**	(6 929)	-9%	**89 386**
Community and social services		33 010	9 424	32 945	2 964	28 869	27 455	1 414	5%	32 945
Sport and recreation		1 443	3 037	3 041	90	1 413	2 787	(1 374)	-49%	3 041
Public safety		38 566	53 102	51 359	6 042	40 414	47 282	(6 868)	-15%	51 359
Housing		1 260	400	2 041	127	1 579	1 679	(100)	-6%	2 041
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**56 941**	**52 238**	**50 901**	**2 627**	**17 404**	**46 815**	(29 412)	-63%	**50 901**
Planning and development		15 239	15 074	12 607	160	3 157	11 844	(8 687)	-73%	12 607
Road transport		41 166	36 374	37 503	2 465	14 095	34 246	(20 151)	-59%	37 503
Environmental protection		535	791	791	1	151	725	(574)	-79%	791
Trading services		**410 050**	**427 574**	**493 952**	**16 647**	**375 151**	**445 045**	**(69 894)**	-16%	**493 952**
Energy sources		244 632	242 182	308 752	3 473	250 624	275 256	(24 633)	-9%	308 752
Water management		109 317	114 299	126 842	9 177	85 782	114 808	(29 026)	-25%	126 842
Waste water management		33 810	40 620	50 122	2 947	34 366	44 836	(10 471)	-23%	50 122
Waste management		22 291	30 473	8 237	1 049	4 380	10 144	(5 765)	-57%	8 237
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**1 023 989**	**878 574**	**999 340**	**46 529**	**756 058**	**901 973**	**(145 915)**	**-16%**	**999 340**
Surplus/ (Deficit) for the year		**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**	**(93 597)**	**-191%**	**51 312**

MP311 Victor Khanye - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Sport and recreation		1 443	3 037	3 041	90	1 413	2 787	(1 374)	-49%	3 041
Beaches and Jetties		–	–	–	–	–	–	–		–
Casinos, Racing, Gambling, Wagering		–	–	–	–	–	–	–		–
Community Parks (including Nurseries)		776	3 037	3 041	90	1 413	2 787	(1 374)	-49%	3 041
Recreational Facilities		–	–	–	–	–	–	–		–
Sports Grounds and Stadiums		667	–	–	–	–	–	–		–
Public safety		38 566	53 102	51 359	6 042	40 414	47 282	(6 868)	-15%	51 359
Civil Defence		–	–	–	–	–	–	–		–
Cleansing		–	–	–	–	–	–	–		–
Control of Public Nuisances		–	–	–	–	–	–	–		–
Fencing and Fences		–	–	–	–	–	–	–		–
Fire Fighting and Protection		11 705	20 256	17 586	1 490	9 876	16 432	(6 555)	-40%	17 586
Licensing and Control of Animals		–	–	–	–	–	–	–		–
Police Forces, Traffic and Street Parking Control		26 861	32 846	33 773	4 552	30 538	30 851	(313)	-1%	33 773
Pounds		–	–	–	–	–	–	–		–
Housing		1 260	400	2 041	127	1 579	1 679	(100)	-6%	2 041
Housing		1 260	400	2 041	127	1 579	1 679	(100)	-6%	2 041
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		56 941	52 238	50 901	2 627	17 404	46 815	(29 412)	-63%	50 901
Planning and development		15 239	15 074	12 607	160	3 157	11 844	(8 687)	-73%	12 607
Billboards		–	–	–	–	–	–	–		–
Corporate Wide Strategic Planning (IDPs, LEDs)		3 807	2 706	2 340	87	1 515	2 188	(673)	-31%	2 340
Central City Improvement District		–	–	–	–	–	–	–		–
Development Facilitation		–	5 050	2 550	–	422	2 629	(2 207)	-84%	2 550
Economic Development/Planning		–	1 477	1 477	–	–	1 354	(1 354)	-100%	1 477
Regional Planning and Development		–	–	–	–	–	–	–		–
Town Planning, Building Regulations and Enforcement,		11 430	5 840	6 240	73	1 220	5 673	(4 453)	-78%	6 240
Project Management Unit		3	–	–	–	–	–	–		–
Provincial Planning		–	–	–	–	–	–	–		–
Support to Local Municipalities		–	–	–	–	–	–	–		–
Road transport		41 166	36 374	37 503	2 465	14 095	34 246	(20 151)	-59%	37 503
Public Transport		1 235	–	–	–	–	–	–		–
Road and Traffic Regulation		–	–	–	–	–	–	–		–
Roads		39 932	36 374	37 503	2 465	14 095	34 246	(20 151)	-59%	37 503
Taxi Ranks		–	–	–	–	–	–	–		–
Environmental protection		535	791	791	1	151	725	(574)	-79%	791
Biodiversity and Landscape		–	–	–	–	–	–	–		–
Coastal Protection		–	–	–	–	–	–	–		–
Indigenous Forests		–	–	–	–	–	–	–		–
Nature Conservation		–	–	–	–	–	–	–		–
Pollution Control		535	791	791	1	151	725	(574)	-79%	791
Soil Conservation		–	–	–	–	–	–	–		–
Trading services		410 050	427 574	493 952	16 647	375 151	445 045	(69 894)	-16%	493 952
Energy sources		244 632	242 182	308 752	3 473	250 624	275 256	(24 633)	-9%	308 752
Electricity		244 632	242 182	308 752	3 473	250 624	275 256	(24 633)	-9%	308 752
Street Lighting and Signal Systems		–	–	–	–	–	–	–		–
Nonelectric Energy		–	–	–	–	–	–	–		–
Water management		109 317	114 299	126 842	9 177	85 782	114 808	(29 026)	-25%	126 842
Water Treatment		4 731	2 560	4 076	262	1 420	3 559	(2 140)	-60%	4 076
Water Distribution		104 586	111 739	122 766	8 915	84 362	111 249	(26 887)	-24%	122 766
Water Storage		–	–	–	–	–	–	–		–
Waste water management		33 810	40 620	50 122	2 947	34 366	44 836	(10 471)	-23%	50 122
Public Toilets		–	–	–	–	–	–	–		–
Sewerage		30 997	40 620	50 122	2 947	34 366	44 836	(10 471)	-23%	50 122
Storm Water Management		2 791	–	–	–	–	–	–		–
Waste Water Treatment		22	–	–	–	–	–	–		–
Waste management		22 291	30 473	8 237	1 049	4 380	10 144	(5 765)	-57%	8 237
Recycling		–	–	–	–	–	–	–		–
Solid Waste Disposal (Landfill Sites)		2 805	3 000	3 000	322	1 779	2 750	(971)	-35%	3 000
Solid Waste Removal		19 486	27 473	5 237	727	2 601	7 394	(4 794)	-65%	5 237
Street Cleaning		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Air Transport		–	–	–	–	–	–	–		–
Forestry		–	–	–	–	–	–	–		–
Licensing and Regulation		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Tourism		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	1 023 989	878 574	999 340	46 529	756 058	901 973	(145 915)	-16%	999 340
Surplus/ (Deficit) for the year		(259 603)	67 465	51 312	5 717	(44 677)	48 920	(93 597)	-191%	51 312

MP311 Victor Khanye - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
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		409 210	589 074	685 564	22 160	351 563	617 176	(265 613)	-43%	685 564
Energy sources		166 207	210 547	239 199	11 663	160 392	215 923	(55 531)	-26%	239 199
Electricity		166 207	210 547	239 199	11 663	160 392	215 923	(55 531)	-26%	239 199
Street Lighting and Signal Systems		–	–	–	–	–	–	–		–
Nonelectric Energy		–	–	–	–	–	–	–		–
Water management		117 780	170 770	195 011	8 170	91 658	175 932	(84 274)	-48%	195 011
Water Treatment		–	–	–	–	–	–	–		–
Water Distribution		117 780	170 770	195 011	8 170	91 658	175 932	(84 274)	-48%	195 011
Water Storage		–	–	–	–	–	–	–		–
Waste water management		27 728	170 772	199 289	1 046	12 052	179 355	(167 303)	-93%	199 289
Public Toilets		–	–	–	–	–	–	–		–
Sewerage		27 728	170 772	199 289	1 046	12 052	179 355	(167 303)	-93%	199 289
Storm Water Management		–	–	–	–	–	–	–		–
Waste Water Treatment		–	–	–	–	–	–	–		–
Waste management		97 496	36 986	52 064	1 281	87 461	45 966	41 495	90%	52 064
Recycling		–	–	–	–	–	–	–		–
Solid Waste Disposal (Landfill Sites)		–	–	–	–	–	–	–		–
Solid Waste Removal		97 496	36 986	52 064	1 281	87 461	45 966	41 495	90%	52 064
Street Cleaning		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Abattoirs		–	–	–	–	–	–	–		–
Air Transport		–	–	–	–	–	–	–		–
Forestry		–	–	–	–	–	–	–		–
Licensing and Regulation		–	–	–	–	–	–	–		–
Markets		–	–	–	–	–	–	–		–
Tourism		–	–	–	–	–	–	–		–
Total Revenue - Functional	2	764 386	946 039	1 050 652	52 247	711 381	950 893	(239 512)	-25%	1 050 652
Expenditure - Functional										
Municipal governance and administration		482 719	332 800	365 102	18 033	291 228	330 908	(39 680)	-12%	365 102
Executive and council		35 251	45 646	54 551	3 906	48 824	48 966	(142)	0%	54 551
Mayor and Council		12 295	14 151	15 887	820	11 759	14 361	(2 602)	-18%	15 887
Municipal Manager, Town Secretary and Chief Executive		22 956	31 495	38 663	3 086	37 065	34 605	2 460	7%	38 663
Finance and administration		447 462	287 154	310 551	14 127	242 404	281 942	(39 538)	-14%	310 551
Administrative and Corporate Support		38 605	32 381	30 185	1 784	22 339	27 926	(5 587)	-20%	30 185
Asset Management		9 481	4 172	4 172	–	–	3 824	(3 824)	-100%	4 172
Finance		381 513	227 159	247 891	10 743	203 003	224 815	(21 811)	-10%	247 891
Fleet Management		9 106	13 703	16 272	564	10 821	14 616	(3 795)	-26%	16 272
Human Resources		–	–	–	–	–	–	–		–
Information Technology		8 757	9 738	12 031	1 036	6 240	10 761	(4 521)	-42%	12 031
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		74 279	65 962	89 386	9 223	72 275	79 204	(6 929)	-9%	89 386
Community and social services		33 010	9 424	32 945	2 964	28 869	27 455	1 414	5%	32 945
Aged Care		–	–	–	–	–	–	–		–
Agricultural		–	–	–	–	–	–	–		–
Animal Care and Diseases		–	–	–	–	–	–	–		–
Cemeteries, Funeral Parlours and Crematoriums		29 139	6 703	29 622	2 770	26 833	24 480	2 354	10%	29 622
Child Care Facilities		–	–	–	–	–	–	–		–
Community Halls and Facilities		881	–	1 255	5	136	1 004	(868)	-86%	1 255
Consumer Protection		–	–	–	–	–	–	–		–
Cultural Matters		–	–	–	–	–	–	–		–
Disaster Management		–	–	–	–	–	–	–		–
Education		–	–	–	–	–	–	–		–
Indigenous and Customary Law		–	–	–	–	–	–	–		–
Industrial Promotion		–	–	–	–	–	–	–		–
Language Policy		–	–	–	–	–	–	–		–
Libraries and Archives		2 991	2 720	2 068	189	1 900	1 972	(72)	-4%	2 068
Literacy Programmes		–	–	–	–	–	–	–		–
Media Services		–	–	–	–	–	–	–		–
Museums and Art Galleries		–	–	–	–	–	–	–		–
Population Development		–	–	–	–	–	–	–		–
Provincial Cultural Matters		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Zoo's		–	–	–	–	–	–	–		–

MP311 Victor Khanye - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Revenue - Functional										
Municipal governance and administration		339 652	345 621	354 015	29 521	353 605	323 534	30 071	9%	354 015
Executive and council		–	–	–	–	–	–	–		–
Mayor and Council		–	–	–	–	–	–	–		–
Municipal Manager, Town Secretary and Chief Executive		–	–	–	–	–	–	–		–
Finance and administration		339 652	345 621	354 015	29 521	353 605	323 534	30 071	9%	354 015
Administrative and Corporate Support		34 857	300	600	1	562	515	47	9%	600
Asset Management		–	–	–	–	–	–	–		–
Finance		304 795	344 991	353 415	29 520	353 043	322 981	30 062	9%	353 415
Fleet Management		–	–	–	–	–	–	–		–
Human Resources		–	–	–	–	–	–	–		–
Information Technology		–	–	–	–	–	–	–		–
Legal Services		–	–	–	–	–	–	–		–
Marketing, Customer Relations, Publicity and Media Co-		–	–	–	–	–	–	–		–
Property Services		–	330	–	–	–	38	(38)	-100%	–
Risk Management		–	–	–	–	–	–	–		–
Security Services		–	–	–	–	–	–	–		–
Supply Chain Management		–	–	–	–	–	–	–		–
Valuation Service		–	–	–	–	–	–	–		–
Internal audit		–	–	–	–	–	–	–		–
Governance Function		–	–	–	–	–	–	–		–
Community and public safety		15 523	6 572	6 902	566	6 213	6 288	(75)	-1%	6 902
Community and social services		1 789	1 967	1 967	43	2 157	1 803	354	20%	1 967
Aged Care		–	–	–	–	–	–	–		–
Agricultural		–	–	–	–	–	–	–		–
Animal Care and Diseases		–	–	–	–	–	–	–		–
Cemeteries, Funeral Parlours and Crematoriums		355	606	606	43	496	555	(59)	-11%	606
Child Care Facilities		–	–	–	–	–	–	–		–
Community Halls and Facilities		1 434	1 361	1 361	–	1 661	1 248	413	33%	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		12 095	3 363	3 363	284	2 412	3 082	(670)	-22%	3 363
Civil Defence		–	–	–	–	–	–	–		–
Cleansing		–	–	–	–	–	–	–		–
Control of Public Nuisances		–	–	–	–	–	–	–		–
Fencing and Fences		–	–	–	–	–	–	–		–
Fire Fighting and Protection		1 267	1 400	1 400	190	983	1 283	(300)	-23%	1 400
Licensing and Control of Animals		–	–	–	–	–	–	–		–
Police Forces, Traffic and Street Parking Control		10 828	1 963	1 963	94	1 429	1 799	(370)	-21%	1 963
Pounds		–	–	–	–	–	–	–		–
Housing		1 640	1 242	1 572	239	1 644	1 403	241	17%	1 572
Housing		1 640	1 242	1 572	239	1 644	1 403	241	17%	1 572
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	4 172	–	–	3 894	(3 894)	-100%	4 172
Planning and development		–	4 772	4 172	–	–	3 894	(3 894)	-100%	4 172
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	4 172	–	–	3 894	(3 894)	-100%	4 172
Project Management Unit		–	–	–	–	–	–	–		–
Provincial Planning		–	–	–	–	–	–	–		–
Support to Local Municipalities		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–

MP311 Victor Khanye - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 - May

Vote Description	Ref	2023/24	Budget Year 2024/25							
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		339 652	345 621	354 015	29 521	353 605	323 534	30 071	9.3%	354 015
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		1 789	1 967	1 967	43	2 157	1 803	354	19.6%	1 967
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		12 095	3 363	3 363	284	2 412	3 082	(670)	-21.7%	3 363
Vote 7 - Housing		1 640	1 242	1 572	239	1 644	1 403	241	17.2%	1 572
Vote 8 - Health Services		–	–	–	–	–	–	–		–
Vote 9 - Planning and Development		–	4 772	4 172	–	–	3 894	(3 894)	-100.0%	4 172
Vote 10 - Roads Transport		–	–	–	–	–	–	–		–
Vote 11 - Electricity Services		166 207	210 547	239 199	11 663	160 392	215 923	(55 531)	-25.7%	239 199
Vote 12 - Water Services		117 780	170 770	195 011	8 170	91 658	175 932	(84 274)	-47.9%	195 011
Vote 13 - Waste Water Management		27 728	170 772	199 289	1 046	12 052	179 355	(167 303)	-93.3%	199 289
Vote 14 - Solid Waste Management		97 496	36 986	52 064	1 281	87 461	45 966	41 495	90.3%	52 064
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**764 386**	**946 039**	**1 050 652**	**52 247**	**711 381**	**950 893**	**(239 512)**	**-25.2%**	**1 050 652**
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		47 820	58 090	68 922	5 029	56 579	61 915	(5 336)	-8.6%	68 922
Vote 2 - Budget and Treasury		420 163	263 576	281 980	11 505	220 375	256 335	(35 959)	-14.0%	281 980
Vote 3 - Corporate Services		9 436	137	268	1 021	4 967	230	4 737	2055.5%	268
Vote 4 - Community and Social Services		33 010	9 424	32 945	2 964	28 869	27 455	1 414	5.2%	32 945
Vote 5 - Sport and Recreation		1 443	3 037	3 041	90	1 413	2 787	(1 374)	-49.3%	3 041
Vote 6 - Public Safety		38 566	53 102	51 359	6 042	40 414	47 282	(6 868)	-14.5%	51 359
Vote 7 - Housing		1 260	400	2 041	127	1 579	1 679	(100)	-6.0%	2 041
Vote 8 - Health Services		535	791	791	1	151	725	(574)	-79.2%	791
Vote 9 - Planning and Development		11 430	7 317	7 717	73	1 220	7 027	(5 807)	-82.6%	7 717
Vote 10 - Roads Transport		41 480	50 077	52 702	2 080	20 764	48 004	(27 240)	-56.7%	52 702
Vote 11 - Electricity Services		244 632	242 182	308 752	3 473	250 624	275 256	(24 633)	-8.9%	308 752
Vote 12 - Water Services		109 317	114 299	126 842	9 177	85 782	114 808	(29 026)	-25.3%	126 842
Vote 13 - Waste Water Management		33 810	40 620	50 122	2 947	34 366	44 836	(10 471)	-23.4%	50 122
Vote 14 - Solid Waste Management		22 291	30 473	8 237	1 049	4 380	10 144	(5 765)	-56.8%	8 237
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1 015 193**	**873 524**	**995 718**	**45 580**	**751 484**	**898 486**	**(147 002)**	**-16.4%**	**995 718**
Surplus/ (Deficit) for the year	2	**(250 807)**	**72 515**	**54 934**	**6 667**	**(40 102)**	**52 407**	**(92 510)**	**-176.5%**	**54 934**

MP311 Victor Khanye - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
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		196 063	225 890	225 960	17 778	190 929	207 122	(16 193)	-8%	225 960
Service charges - Water		61 144	74 236	74 237	6 390	61 698	68 050	(6 352)	-9%	74 237
Service charges - Waste Water Management		11 949	13 785	13 785	1 046	12 052	12 637	(585)	-5%	13 785
Service charges - Waste management		12 552	14 672	14 672	1 281	14 378	13 450	929	7%	14 672
Sale of Goods and Rendering of Services		2 266	6 926	6 926	234	2 041	6 349	(4 308)	-68%	6 926
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		50 776	90 454	158 290	62 521	63 522	137 185	(73 663)	-54%	158 290
Interest from Current and Non Current Assets		1 637	–	–	1 095	1 095	–	1 095	#DIV/0!	–
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		1 640	1 572	1 572	239	1 644	1 441	203	14%	1 572
Licence and permits		–	–	–	–	–	–	–		–
Operational Revenue		337	772	772	243	1 051	708	343	48%	772
Non-Exchange Revenue								–		
Property rates		109 834	123 486	123 486	9 672	95 234	113 196	(17 961)	-16%	123 486
Surcharges and Taxes		50 758	33 486	70 193	5 565	63 938	60 061	3 877	6%	70 193
Fines, penalties and forfeits		11 239	2 141	2 141	109	1 840	1 962	(122)	-6%	2 141
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		143 890	152 985	152 985	857	152 972	140 236	12 736	9%	152 985
Interest		34 213	32 795	32 795	(56 563)	19 025	30 062	(11 037)	-37%	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)		**691 478**	**773 201**	**877 815**	**50 466**	**681 421**	**792 458**	**(111 037)**	**-14%**	**877 815**
Expenditure By Type										
Employee related costs		192 679	201 439	201 841	17 001	184 350	184 974	(624)	0%	201 841
Remuneration of councillors		9 364	10 101	11 634	800	9 035	10 486	(1 451)	-14%	11 634
Bulk purchases - electricity		202 461	203 854	233 854	(1 059)	183 345	210 866	(27 521)	-13%	233 854
Inventory consumed		51 477	92 124	130 242	8 533	93 480	115 051	(21 571)	-19%	130 242
Debt impairment		225 277	108 336	88 336	–	–	83 308	(83 308)	-100%	88 336
Depreciation and amortisation		60 537	52 446	51 033	–	–	46 145	(46 145)	-100%	51 033
Interest		92 951	30 000	50 005	5 326	73 464	43 504	29 960	69%	50 005
Contracted services		123 329	92 062	133 117	12 261	108 885	118 024	(9 139)	-8%	133 117
Transfers and subsidies		–	–	–	–	–	–	–		–
Irrecoverable debts written off		8 885	29 800	29 800	–	56 494	27 317	29 177	107%	29 800
Operational costs		64 641	58 413	69 478	3 668	46 089	62 298	(16 209)	-26%	69 478
Losses on Disposal of Assets		1 222	–	–	–	–	–	–		–
Other Losses		(8 834)	–	–	–	916	–	916	#DIV/0!	–
Total Expenditure		**1 023 989**	**878 574**	**999 340**	**46 529**	**756 058**	**901 973**	**(145 915)**	**-16%**	**999 340**
Surplus/(Deficit)		**(332 510)**	**(105 373)**	**(121 526)**	**3 937**	**(74 637)**	**(109 514)**	**34 878**	**-32%**	**(121 526)**
Transfers and subsidies - capital (monetary allocations)		57 129	53 420	53 420	1 780	29 960	48 968	(19 008)	-39%	53 420
Transfers and subsidies - capital (in-kind)		15 779	119 417	119 417	–	–	109 466	(109 466)	-100%	119 417
Surplus/(Deficit) after capital transfers & contributions		**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**			**51 312**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**			**51 312**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**			**51 312**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**(259 603)**	**67 465**	**51 312**	**5 717**	**(44 677)**	**48 920**			**51 312**

MP311 Victor Khanye - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 - May

Vote Description	Ref	2023/24	Budget Year 2024/25							
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		1 123	2 700	5 250	26	3 589	4 515	(926)	-20%	5 250
Vote 2 - Budget and Treasury		5 351	500	650	20	343	578	(235)	-41%	650
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		–	20	20	1	18	18	(0)	-1%	20
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		–	–	80	–	–	64	(64)	-100%	80
Vote 7 - Housing		–	–	–	–	–	–	–		–
Vote 8 - Health Services		–	–	–	–	–	–	–		–
Vote 9 - Planning and Development		–	100	100	–	50	92	(42)	-45%	100
Vote 10 - Roads Transport		11 041	19 421	28 864	1 993	17 134	25 357	(8 223)	-32%	28 864
Vote 11 - Electricity Services		25 696	6 500	18 409	2 488	14 881	15 486	(605)	-4%	18 409
Vote 12 - Water Services		41 449	31 499	26 200	515	8 097	24 635	(16 538)	-67%	26 200
Vote 13 - Waste Water Management		–	3 000	–	–	–	350	(350)	-100%	–
Vote 14 - Solid Waste Management		(749)	2 000	1 999	341	1 638	1 832	(195)	-11%	1 999
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	83 910	65 740	81 572	5 384	45 751	72 928	**(27 177)**	**-37%**	81 572
Total Capital Expenditure		**83 910**	**65 740**	**81 572**	**5 384**	**45 751**	**72 928**	**(27 177)**	**-37%**	**81 572**
Capital Expenditure - Functional Classification										
Governance and administration		**6 634**	**8 200**	**13 900**	**873**	**9 186**	**12 077**	(2 890)	-24%	**13 900**
Executive and council		–	200	200	–	185	183	1	1%	200
Finance and administration		6 634	8 000	13 700	873	9 002	11 893	(2 892)	-24%	13 700
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**20**	**100**	**1**	**18**	**82**	(64)	-78%	**100**
Community and social services		–	20	20	1	18	18	(0)	-1%	20
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	80	–	–	64	(64)	-100%	80
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**10 881**	**14 521**	**20 964**	**1 166**	**11 931**	**18 466**	(6 535)	-35%	**20 964**
Planning and development		–	100	100	–	50	92	(42)	-45%	100
Road transport		10 881	14 421	20 864	1 166	11 880	18 374	(6 493)	-35%	20 864
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**66 396**	**42 999**	**46 608**	**3 345**	**24 616**	**42 303**	(17 687)	-42%	**46 608**
Energy sources		25 696	6 500	18 409	2 488	14 881	15 486	(605)	-4%	18 409
Water management		41 449	31 499	26 200	515	8 097	24 635	(16 538)	-67%	26 200
Waste water management		–	3 000	–	–	–	350	(350)	-100%	–
Waste management		(749)	2 000	1 999	341	1 638	1 832	(195)	-11%	1 999
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**83 910**	**65 740**	**81 572**	**5 384**	**45 751**	**72 928**	**(27 177)**	**-37%**	**81 572**
Funded by:										
National Government		84 912	53 420	53 472	2 023	33 715	49 010	(15 295)	-31%	53 472
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		–	–	–	–	–	–	–		–
Transfers recognised - capital		**84 912**	**53 420**	**53 472**	**2 023**	**33 715**	**49 010**	**(15 295)**	**-31%**	**53 472**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		(1 003)	12 320	28 100	3 361	12 019	23 917	(11 899)	-50%	28 100
Total Capital Funding		**83 910**	**65 740**	**81 572**	**5 384**	**45 734**	**72 928**	**(27 194)**	**-37%**	**81 572**

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MP311 Victor Khanye - Table C6 Monthly Budget Statement - Financial Position - M11 - May

Description	Ref	2023/24	Budget Year 2024/25			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		6 397	76 041	22 130	16 256	22 130
Trade and other receivables from exchange transactions		82 560	66 959	118 092	180 428	118 092
Receivables from non-exchange transactions		38 141	84 982	53 853	48 908	53 853
Current portion of non-current receivables		–	–	–	–	–
Inventory		2 754	(31 972)	(37 278)	3 266	(37 278)
VAT		407 442	–	–	448 202	–
Other current assets		0	–	–	(6 486)	–
Total current assets		**537 293**	**196 010**	**156 797**	**690 573**	**156 797**
Non current assets						
Investments		–	–	–	–	–
Investment property		88 303	68 123	68 123	88 303	68 123
Property, plant and equipment		947 029	927 495	944 740	992 780	944 740
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		1 075	1 075	1 075	1 075	1 075
Intangible assets		64	155	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		**1 036 470**	**996 847**	**1 014 092**	**1 082 221**	**1 014 092**
TOTAL ASSETS		**1 573 764**	**1 192 857**	**1 170 889**	**1 772 794**	**1 170 889**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		7 224	–	–	7 224	–
Consumer deposits		1 688	1 781	(8 865)	1 740	(8 865)
Trade and other payables from exchange transactions		1 389 959	57 000	61 831	1 563 369	61 831
Trade and other payables from non-exchange transactions		0	(86 622)	(86 622)	17 601	(86 622)
Provision		8 204	11 546	11 546	9 577	11 546
VAT		281 357	–	–	333 850	–
Other current liabilities		1 373	–	–	–	–
Total current liabilities		**1 689 804**	**(16 295)**	**(22 110)**	**1 933 360**	**(22 110)**
Non current liabilities						
Financial liabilities		(2 301)	7 528	7 528	(2 301)	7 528
Provision		18 905	676 000	676 000	18 905	676 000
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		41 008	–	–	41 008	–
Total non current liabilities		**57 612**	**683 528**	**683 528**	**57 612**	**683 528**
TOTAL LIABILITIES		**1 747 416**	**667 233**	**661 418**	**1 990 972**	**661 418**
NET ASSETS	2	**(173 653)**	**525 624**	**509 471**	**(218 178)**	**509 471**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(173 653)	525 624	509 471	(223 896)	509 471
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**(173 653)**	**525 624**	**509 471**	**(223 896)**	**509 471**

MP311 Victor Khanye - Table C7 Monthly Budget Statement - Cash Flow - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
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	208 071	10 800	99 846	236 078	(136 232)	-58%	208 071
Service charges		286 837	337 393	405 230	29 091	284 358	450 169	(165 811)	-37%	405 230
Other revenue		71 954	48 503	56 066	3 848	54 756	23 809	30 947	130%	56 066
Transfers and Subsidies - Operational		88 228	152 985	112 002	–	33 912	161 007	(127 095)	-79%	112 002
Transfers and Subsidies - Capital		30 000	53 420	53 420	–	18 911	46 618	(27 707)	-59%	53 420
Interest		1 423	–	–	102	1 102	–	1 102	#DIV/0!	–
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(355 872)	(621 270)	(733 308)	(23 858)	(391 527)	(797 906)	406 379	-51%	(733 308)
Interest		–	–	20 005	–	–	–	–		20 005
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**212 464**	**108 909**	**121 486**	**19 984**	**101 359**	**119 775**	**18 416**	**15%**	**121 486**
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)	(78 572)	(4 352)	(51 692)	(65 245)	13 553	-21%	(78 572)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**75 837**	**(62 740)**	**(78 572)**	**(4 352)**	**(51 692)**	**(65 245)**	**(13 553)**	**21%**	**(78 572)**
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		**288 301**	**46 169**	**42 914**	**15 631**	**49 667**	**54 530**			**42 914**
Cash/cash equivalents at beginning:		4 870	30 000	30 000		3 725	30 000			3 725
Cash/cash equivalents at month/year end:		293 170	76 169	72 914		53 393	84 530			46 639

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MP311 Victor Khanye - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
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		**41 186**	**26 052**	**50 258**	**5 115**	**50 403**	**43 616**	(6 787)	**-15.6%**	**50 258**
Roads Infrastructure		693	5 000	4 300	1 319	2 351	4 023	1 672	**41.6%**	4 300
Roads		–	–	–	–	–	–	–		–
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		693	5 000	4 300	1 319	2 351	4 023	(1 672)	(0)	4 300
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		29 069	6 000	26 000	3 322	38 748	21 500	(17 248)	**-80.2%**	26 000
Power Plants		–	–	–	–	–	–	–		–
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		–	–	–	–	–	–	–		–
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations		–	–	–	–	–	–	–		–
MV Networks		–	–	–	–	–	–	–		–
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		29 069	6 000	26 000	3 322	38 748	21 500	17 248	0	26 000
Water Supply Infrastructure		2 332	1 700	3 200	193	909	2 758	1 850	**67.1%**	3 200
Dams and Weirs		–	–	–	–	–	–	–		–
Boreholes		–	–	–	–	–	–	–		–
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works		–	–	–	–	–	–	–		–
Bulk Mains		–	–	–	–	–	–	–		–
Distribution		–	–	–	–	–	–	–		–
Distribution Points		–	–	–	–	–	–	–		–
PRV Stations		–	–	–	–	–	–	–		–
Capital Spares		2 332	1 700	3 200	193	909	2 758	(1 850)	(0)	3 200
Sanitation Infrastructure		2 791	500	7 000	–	5 298	6 458	1 160	**18.0%**	7 000
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		–	–	–	–	–	–	–		–
Outfall Sewers		–	–	–	–	–	–	–		–
Toilet Facilities		–	–	–	–	–	–	–		–
Capital Spares		2 791	500	7 000	–	5 298	6 458	(1 160)	(0)	7 000
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		449	2 060	1 576	108	842	1 141	299	**26.2%**	1 576
Sand Pumps		–	–	–	–	–	–	–		–
Piers		–	–	–	–	–	–	–		–
Revetments		–	–	–	–	–	–	–		–
Promenades		–	–	–	–	–	–	–		–
Capital Spares		449	2 060	1 576	108	842	1 141	(299)	(0)	1 576
Information and Communication Infrastructure		5 852	10 792	8 182	174	2 255	7 735	5 479	**70.8%**	8 182
Data Centres		–	–	–	–	–	–	–		–
Core Layers		–	–	–	–	–	–	–		–
Distribution Layers		–	–	–	–	–	–	–		–
Capital Spares		5 852	10 792	8 182	174	2 255	7 735	(5 479)	(0)	8 182
Community Assets		–	–	–	–	–	–	–		–
Community Facilities		–	–	–	–	–	–	–		–
Halls		–	–	–	–	–	–	–		–

MP311 Victor Khanye - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 - May

Description	Ref	2023/24	Budget Year 2024/25							
		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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MP311 Victor Khanye - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 - May

Description R thousands	Ref 1	2023/24 Audited Outcome	Budget Year 2024/25 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	41 186	26 052	50 258	5 115	50 403	43 616	(6 787)	-15.6%	50 258

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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	May'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

Notes/Comments

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*	No	
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.*	No	
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 stronghtening.*		
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 and 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 and 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 and 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
		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.	
	6.10	*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: TSWALEDI MAC DONALD MASHABELA

Signature of HOD/ NT/ MM:

Date: 09 JUNE 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.*

13. Conclusion

14. Annexure A: C Schedules

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

16. Municipal Manager's quality certificate

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 May 2024_25 amounts to **R 1 billion** and **R481 million** respectively;
4. That the Municipal Council consider that the debt book amounts to **R1.1 billion;**
5. That the Municipal Council consider the May payments made to Eskom and Rand Water amounts to **R1** and **R1 million** respectively;
6. Therefore, the implementation of credit control and debt collection policy must be intensified.
7. The council should consider the debt relief circular 124 for the month of May.

TP MAHLANGU
CHIEF FINANCIAL OFFICER