GAMAGARA LOCAL MUNICIPALITY

KHUMO E MO LEFATSHENG

NC453

MONTHLY MFMA S71 REPORT
SEPTEMBER 2024
2024/25 FINANCIAL YEAR

DISTRIBUTION

Mayor	:	*Johannes James Roman*
Municipal Manager	:	*Lebogang Seetile*
Chief Financial Officer	:	*Aobakwe Makoku*
Sector Departments	:	*National and Provincial Treasury*

REPORT	**MONTHLY MFMA SECTION 71 REPORT**
Compiled by Budget Manager	**Thabang Kabedi**
Reviewed by Senior Manager	**Josephine Nampa**
Approved by CFO	**Aobakwe Makoku**

GAMAGARA MUNICIPALITY

❖
IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 SEPTEMBER 2024
❖

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BACKGROUND

Purpose

The purpose of this report is to comply with Section 71 of the Municipal Finance Management Act, and Section 28 – 29 of the Municipal Budget and Reporting Regulations which require that specific information be reported on and in the prescribed formats.

Legislative Background

(1) 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 treasury 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:

(a) Actual revenue, per revenue source;

(b) actual borrowings;

(c) actual expenditure, per vote;

(d) actual capital expenditure, per vote;

(e) the amount of any allocations received;

(f) actual expenditure on those allocations, excluding expenditure on –

   (i) 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

   (i) when necessary, an explanation of any material variances from the municipality's projected revenue by source, and from the municipality's projected expenditure per vote,

(ii) any material variances from the service delivery and budget implementation plans; and

(iii) remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved get budget.

(2) The statement must include –

(a) a projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projection; and

(b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87 (10).

(3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

(4) The statement to the provincial treasury must be in the format of a signed document and in the electronic format.

(5) The accounting officer of a municipality which has received an allocation referred to in subsection (1) (*e*) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the national or provincial organ of state or municipality which transferred the allocation.

(6) The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the state of the municipalities' budgets, per municipality and per municipal entity.

(7) The provincial treasury must, within 30 days after the end of each period, make public as may be prescribed, a consolidated statement in the prescribed format on the state of the municipalities' budgets per municipality and per municipal entity. The MEC for finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each period.

The statement also serves, additional to reporting on the implementation of the budget, to:

- Report on the progress on the implementation of the Debt Relief Conditions as required by MFMA Circular 124 and the National Treasury Letter of approval dated 30 September 2024; and
- Report on the implementation of the Financial Recovery Plan NCPT Provincial Executive in terms of Section 139 (1) (b) and Section 139 (5) (a) of the Constitution read with Section 139 on the Municipal Finance Management Act (MFMA) (Act No. 56 of 2003).

PART 1 – IN-YEAR REPORT

1.1 Mayor's Report

Not Provided. (Only required if report is tabled to council)

1.2 Resolution

Not provided. (Only required if report is tabled to council)

1.3 Executive Summary

Operating Revenue Budget

The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 30 September 2024, a total of **R 192 million** or **25%** of the total budget has been recognized. The recognized revenue exceeded the year-to-date budget revenue by **R389** or **0.001%**. The highest contributor to the municipality's revenue is service charge-electricity at **39%** followed by property rates at **25%**. See the below table for details on the operating revenue budget.

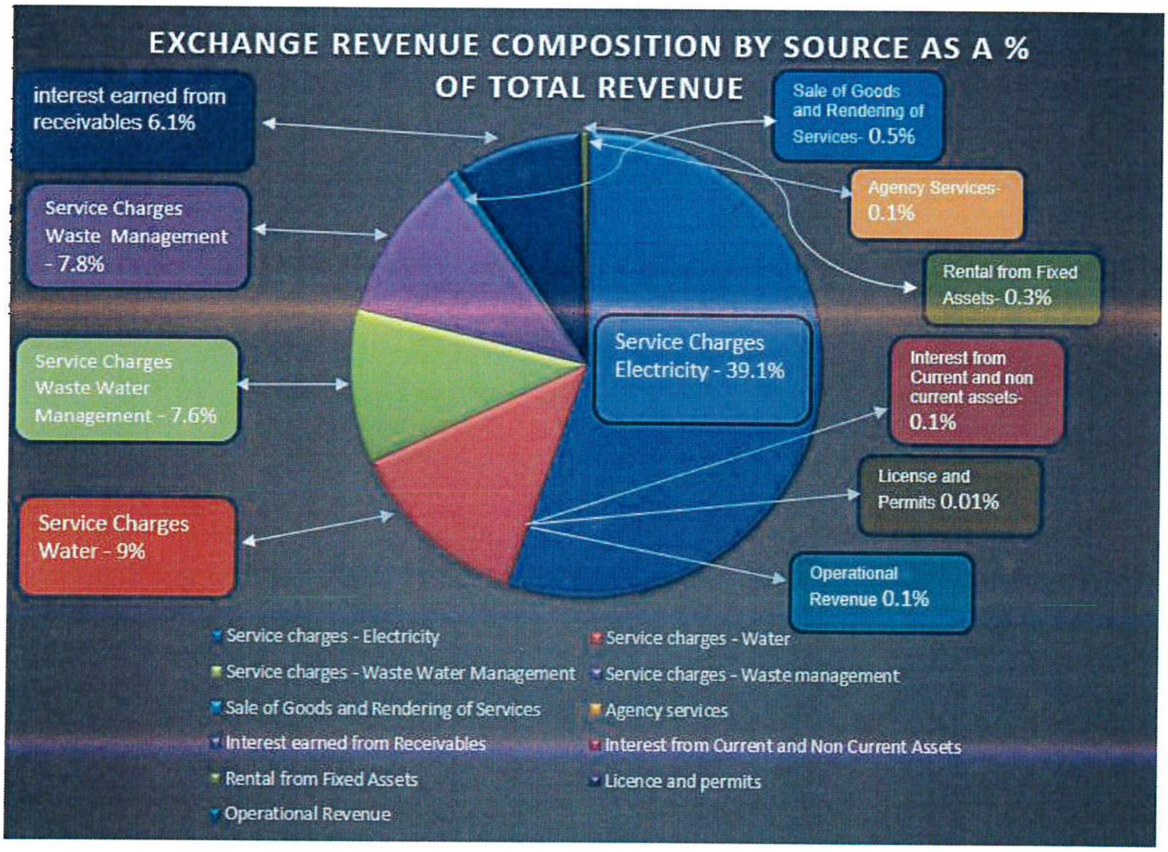
Revenue enhancement is robustly executed in order to ascertain that the revenue billed is collected timely, thus improving the collection rate. The total service charges billed for the Month of September equate **R32.9 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R104.1 Million** and **R103.7 Million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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		–	250 960	–	20 300	64 089	62 740	1 348	2%	250 960
Service charges - Water		–	68 717	–	4 651	15 098	17 179	(2 081)	-12%	68 717
Service charges - Waste Water Management		–	52 124	–	3 936	12 260	13 031	(770)	-6%	52 124
Service charges - Waste management		–	43 001	–	4 075	12 702	10 750	1 952	18%	43 001
Sale of Goods and Rendering of Services		–	7 798	–	243	1 053	1 950	(897)	-46%	7 798
Agency services		–	594	–	44	95	148	(53)	-36%	594
Interest								–	0%	
Interest earned from Receivables		–	36 115	–	3 190	9 379	9 029	350	4%	36 115
Interest from Current and Non Current Assets		–	627	–	46	138	157	(19)	-12%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		–	2 003	–	168	497	501	(4)	-1%	2 003
Licence and permits		–	33	–	4	6	8	(3)	-34%	33
Operational Revenue		–	21 479	–	29	107	5 370	(5 262)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		–	177 554	–	13 136	42 980	44 388	(1 409)	-3%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		–	699	–	65	297	175	122	70%	699
Licence and permits		–	1 814	–	145	339	453	(115)	-25%	1 814
Transfers and subsidies - Operational		–	70 797	–	8	27 537	17 699	9 838	56%	70 797
Interest		–	18 163	–	1 815	5 424	4 541	884	19%	18 163
Fuel Levy								–	0%	
Operational Revenue		–	500	–	61	188	125	63	50%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	3 555	(3 555)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**–**	**767 197**	**–**	**51 916**	**192 189**	**191 799**	**389**	0%	**767 197**

The graph below shows revenue composition per source as a percentage of the total revenue billed for the period ending September 2024, Revenue composition by source as a % of the total Revenue

EXCHANGE REVENUE



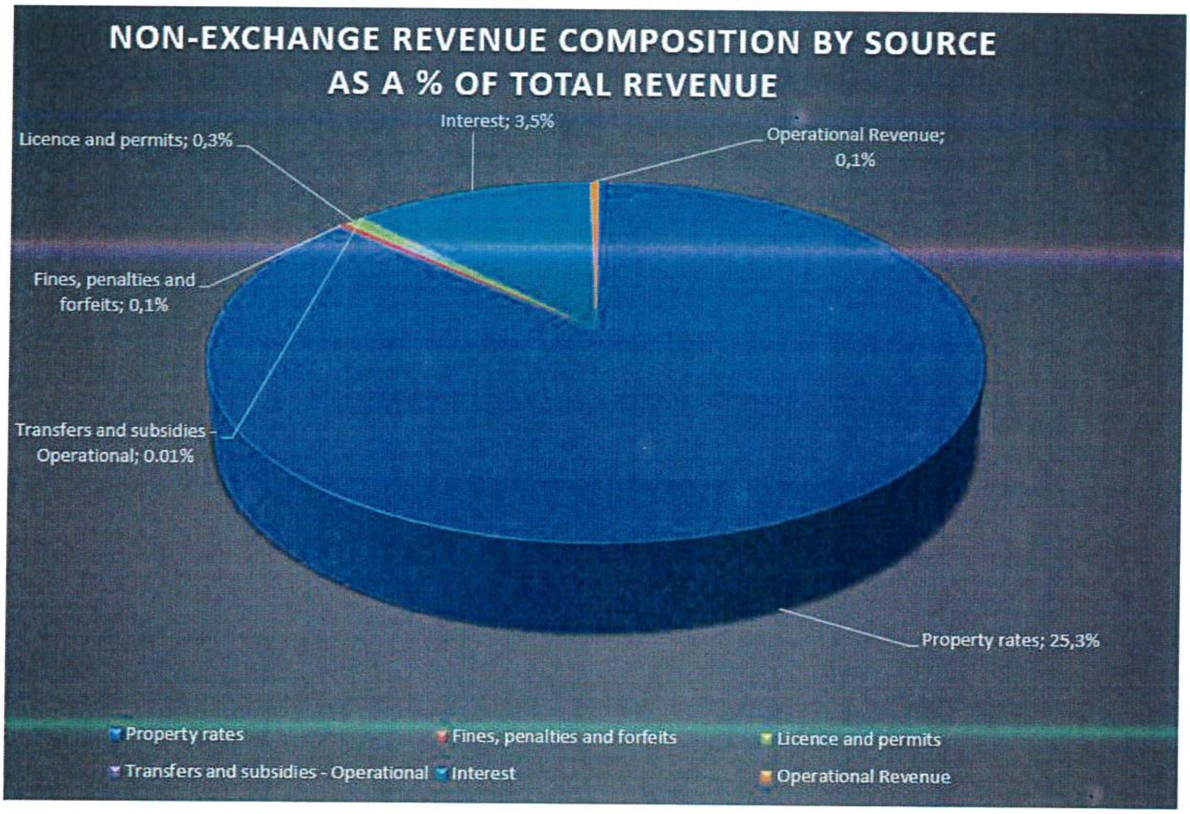
Revenue By Source	Amount	% of Total Revenue
Service charges - Electricity	R20 300 166,76	39,1%
Service charges - Water	R4 650 789,18	9,0%
Service charges - Waste Water Management	R3 935 728,16	7,6%
Service charges - Waste management	R4 075 374,16	7,8%
Sale of Goods and Rendering of Services	R242 915,89	0,5%
Agency services	R44 029,55	0,1%
Interest earned from Receivables	R3 190 357,06	6,1%
Interest from Current and Non Current Assets	R46 236,05	0,1%
Rental from Fixed Assets	R167 759,95	0,3%
Licence and permits	R3 698,84	0,0%
Operational Revenue	R28 569,95	0,1%
TOTAL	**R36 685 625,55**	**71%**

The Municipality is fully implementing ***MFMA Circular 80 Requirements for Revenue Cycle Billing***, namely: Revenue Management, Billing, Collection, Reporting and Tariff Maintenance, Revenue Receipting, Meter Management (Conventional and Prepaid).The Municipality is prioritizing completeness verification in terms of the number of households to be billed monthly. Revenue by source explains the types of income budgeted for and the performance of these items individually.

The Municipality is constantly implementing the six (6) game changers as highlighted in circular 126. Gamagara Municipality has adopted the financial reform agenda by focusing on the game changers. The Municipality has embarked on revenue management optimization as a game changer.

Service charges are the main components of Exchange revenue, while Operation Revenue, License and permits, interest from current and non-current assets and agency services are just under **0.5%** of total revenue billed for the Month of September.

<u>NON-EXCHANGE REVENUE</u>



Revenue By Source (Non-Exchange)	*Amount*	*% of Total Revenue*
Property rates	R13 135 834,02	25,3%
Fines, penalties and forfeits	R65 097,83	0,1%
Licence and permits	R145 090,60	0,3%
Transfers and subsidies - Operational	R7 878,00	0,0%
Interest	R1 815 035,06	3,5%
Operational Revenue	R61 416,94	0,1%
TOTAL	*R15 230 352,45*	*29%*

The Municipality is still embarking on robust revenue collection. The Municipality is constantly updating its valuation roll to ensure that the latest property values are incorporated into the valuation roll. The collection rate is to be increased during the course of the quarter to ensure that the Municipality remains financially viable. Property rates constitute **25.3%** of total revenue billed for the Month of September.

Rates are the largest billed non-exchange revenue source, followed by the non-exchange revenue (Interest levied on receivables for Oustanding property rates). The non-exchange nterest amounted to **3.5%**.The consumer payments are allocated to their respective accounts in accordance with the priority list. Reconciliations between the billing sub-module and the General ledger are carried out on a monthly basis to ascertain completeness and accuracy in the General Ledger

Operating Expenditure Budget

The total expenditure for the current year is **R 829 million**. To date, the total amount spent on the operating budget is **R141 million** or **17%** of the annual operating budget. Employee-related costs (including remuneration of Councilors) are the main contributors to the total spent to date. For the month of July and September 2024 the invoices for bulk purchases-electricity and water were not captured. Only the invoices of August were captured.

See below table for details of the operating expenditure.

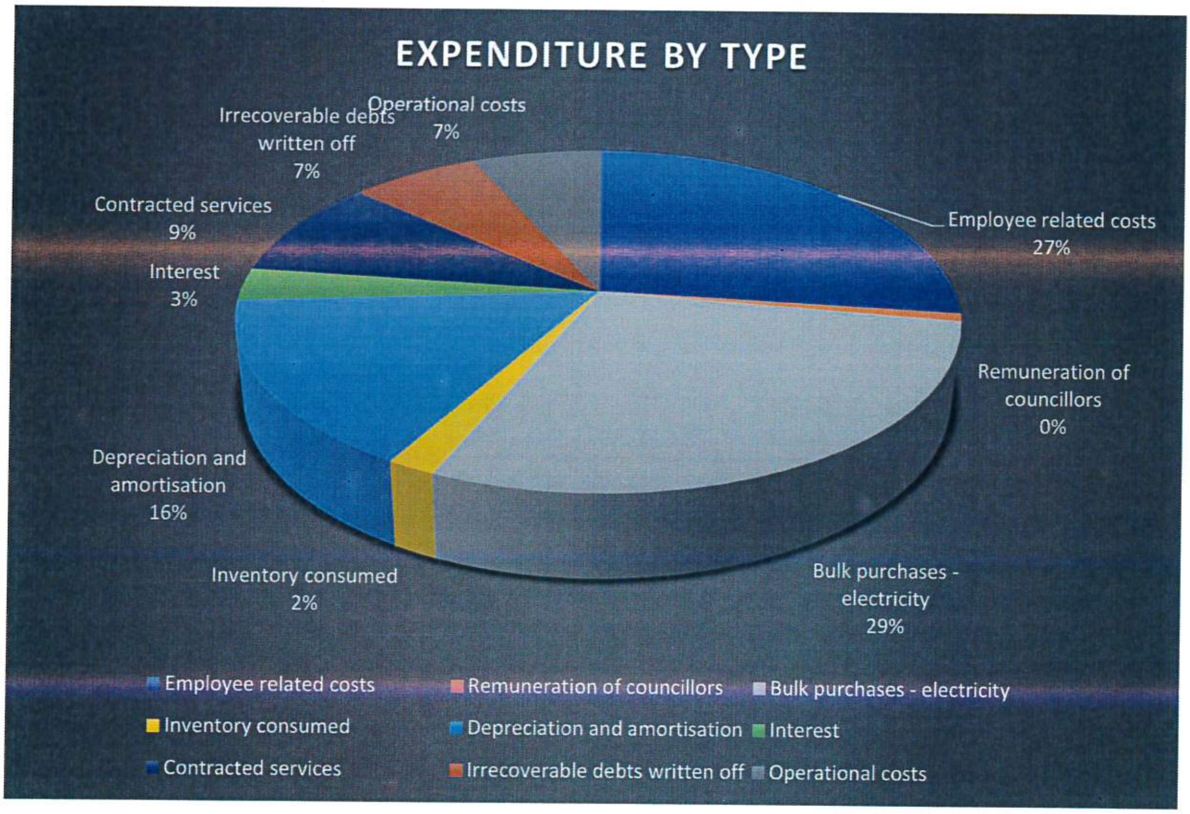
NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Septembe

Description	Ref	Budget Year 2024/25						
R thousands		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total Revenue (excluding capital transfers and contributions)		**767 197**	**51 916**	**192 189**	**191 799**	**389**	0%	**767 197**
Expenditure By Type								
Employee related costs		282 209	21 097	59 359	70 552	(11 194)	-16%	282 209
Remuneration of councillors		6 831	581	1 630	1 708	(78)	-5%	6 831
Bulk purchases - electricity		191 095	22 657	22 657	47 774	(25 117)	-53%	191 095
Inventory consumed		24 362	1 453	3 238	6 091	(2 852)	-47%	24 362
Debt impairment		24 547	–	–	6 137	(6 137)	-100%	24 547
Depreciation and amortisation		55 155	12 432	12 432	13 789	(1 357)	-10%	55 155
Interest		25 250	2 417	2 420	6 313	(3 892)	-62%	25 250
Contracted services		103 400	7 416	16 451	25 850	(9 399)	-36%	103 400
Transfers and subsidies		500	–	–	125	(125)	-100%	500
Irrecoverable debts written off		23 890	5 341	5 341	5 973	(631)	-11%	23 890
Operational costs		91 050	5 406	17 642	22 762	(5 120)	-22%	91 050
Losses on Disposal of Assets		–	–	–	–	–	0%	–
Other Losses		1 678	–	–	420	(420)	-100%	1 678
Total Expenditure		**829 968**	**78 801**	**141 170**	**207 492**	**(66 322)**	-32%	**829 968**

Expenditure By Type	***Amount***	***% of Total Expenditure***
Employee related costs	R21 097 383,64	*27%*
Remuneration of councillors	R580 722,07	*1%*
Bulk purchases - electricity	R22 656 943,82	*29%*
Inventory consumed	R1 453 387,61	*2%*
Depreciation and amortisation	R12 432 213,96	*16%*
Interest	R2 416 694,38	*3%*
Contracted services	R7 415 868,16	*9%*
Irrecoverable debts written off	R5 341 140,53	*7%*
Operational costs	R5 406 354,68	*7%*
TOTAL	***R78 800 708,85***	***100%***

The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending September 2024.

Composition of expenditure by type as a % of total expenditure



Capital Revenue Budget

The capital Revenue Budget, as per the DoRA of the financial year 2024/25 is **R42 974 000**. To date the municipality has received ***R11 557 000.00***. Total outstanding allocations amount to **R31 417 000.**

See below tables for details.

CAPITAL REVENUE BUDGET			
DESCRIPTION	**BUDGET**	**RECEIVED**	**OUTSTANDING**
Municipal Infrastructure grant	R23 149 000,00	R2 557 000,00	R20 592 000,00
Water Service Infrastructure Grant	R15 000 000,00	R7 500 000,00	R7 500 000,00
INEP	R4 825 000,00	R1 500 000,00	R3 325 000,00
TOTAL	**R42 974 000,00**	**R11 557 000,00**	**R31 417 000,00**

Capital Expenditure

The table below shows capital expenditure budget per capital grant source. To date the municipality has spent **0% or R0.00** on Municipal Infrastructure Grant (MIG).

Water Service Infrastructure and INEP are on ***19% and 30%*** respectively. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

CAPITAL EXPENDITURE BUDGET SEPT					
DESCRIPTION	**BUDGET**	**RECEIVED**	**SPENT**	**VARIANCE (UNSPENT)**	**% OF UNSPENT**
Municipal Infrastructure grant	R23 149 000,00	R2 557 000,00	R0,00	R2 557 000,00	0%
Water Service Infrastructure Grant	R15 000 000,00	R7 500 000,00	R1 457 453,43	R6 042 546,57	19%
INEP	R4 825 000,00	R1 500 000,00	R456 789,78	R1 043 210,22	30%
TOTAL	**R42 974 000,00**	**R11 557 000,00**	**R1 914 243,21**	**R9 642 756,79**	**17%**

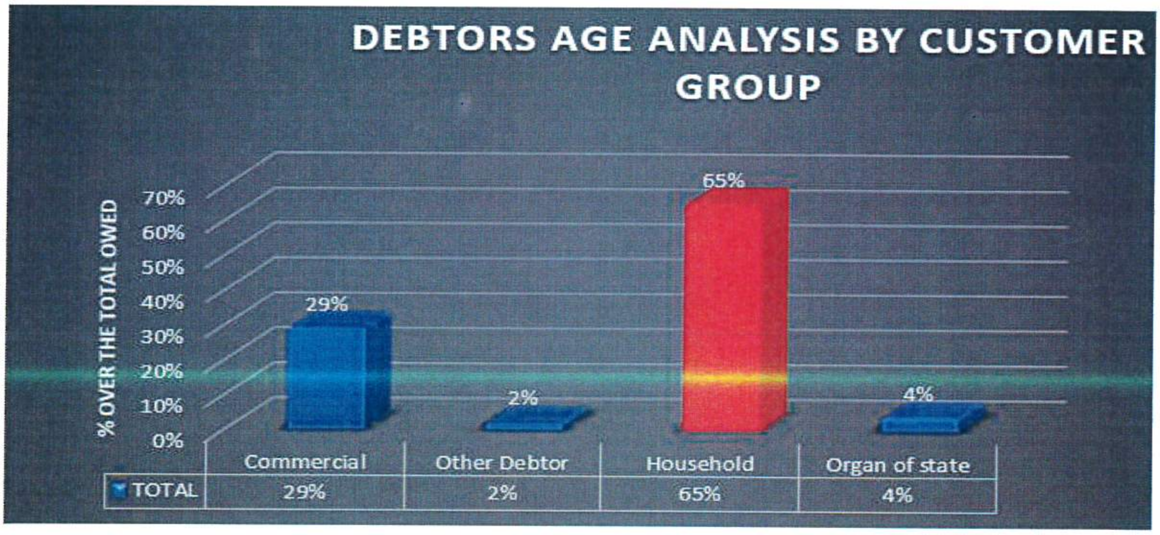
Debtors Ageing

The total receivables balance or debtors book as at the end of September 2024 amounts to **R579 million** with most of the debt being owed by households at **R375 million** or **65%** of the total Debtors. Organs of State and Commercial at **4%** and **29%** respectively. Other debtors only account for **2%** of the outstanding debt. Debtors balance increased by **R7 Millions** in comparison with the previous Month (August – R572 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2024/25											
R thousands		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	3 215	2 177	1 911	1 740	893	1 000	6 337	48 924	66 197	58 894	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 032	7 244	5 756	3 437	2 707	2 030	12 655	87 192	132 053	108 020	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	11 678	5 041	6 095	2 749	2 197	2 428	11 843	67 528	109 558	86 744	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	4 043	2 578	2 163	2 010	1 256	1 461	8 124	28 147	49 782	40 999	–	–
Receivables from Exchange Transactions - Waste Management	1600	4 365	2 836	2 427	2 134	1 583	1 419	8 854	51 979	75 597	65 969	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99	–	–
Interest on Arrear Debtor Accounts	1810	5 165	5 234	4 752	4 632	4 578	4 992	29 263	95 627	154 242	139 091	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	(21 527)	1 397	842	473	405	4 625	1 488	3 816	(8 481)	10 807	–	–
Total By Income Source	**2000**	**17 971**	**26 507**	**23 946**	**17 175**	**13 618**	**17 955**	**78 564**	**383 311**	**579 046**	**510 623**	–	–
2023/24 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	316	875	2 939	499	412	391	5 522	10 152	20 907	16 976	–	–
Commercial	2300	6 352	6 730	5 759	5 439	3 640	3 960	20 083	118 142	170 106	151 264	–	–
Households	2400	6 978	17 944	14 546	10 817	9 219	9 036	51 840	254 803	375 182	335 714	–	–
Other	2500	4 324	1 158	702	419	348	4 568	1 119	214	12 852	6 668	–	–
Total By Customer Group	**2600**	**17 971**	**26 507**	**23 946**	**17 175**	**13 618**	**17 955**	**78 564**	**383 311**	**579 046**	**510 623**	–	–

The graph below shows outstanding debtors per category as a percentage of the total debtors outstanding for the period ending September 2024.



Cut off List – Top 100 Debtors

The Municipality is complying with circular 124 condition number 6.6.2, that is, cutting electricity services and/ or blocking the purchasing of pre-paid electricity of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality.

Below is a cut off list of top 100 debtors.

Stand Nun	Surname	Initials	Residential Address 1	StrNo	Residentia	Residential Addre	Account No	Total
00010001(	DE ALMEIDA	AJG	IAN FLEMMING ROAD	8A	KATHU	8587		3 682 810,01
00010001(	TSHIMO GARDENS KWEKERY		HENDRIK VAN ECK	0	KATHU	1382	1000000218	3 266 650,90
00010001(	SOUTH AFRICAN POST OFFICE		RIETBOK	2786	KATHU	1391	1000000004	1 188 876,46
00010001(	SANDER GEOPHYSICS LTD		LUGHAWE	0	KATHU	956	1000000111	1 089 922,34
00010001(	PROVINCIAL GOVERNMENT OF NC		BEN ALBERTS ROAD	169	KATHU	332	1000000017	905 120,71
00010001(	CAMEL THORN CONSULTANCY		C O FRIKKIEMEYER HANSCOETZEE	1	KATHU	3518		684 714,87
00010099(	MTN			0	KATHU	7584	1000000025	568 381,51
00010001(	BLOEKOM TRUST		RIETBOK STREET	3583	KATHU	4176		422 810,86
00010001(	GAMAGARA ONTWIKKELINGSFORUM		SESHENG - ERF	3648	KATHU	7743		415 237,96
00010001(	MARKRAM	L	AKASIA FLAT	13	KATHU	3510		401 019,16
00010001(	ROOIBAADJIE	KP	BERGDORING	57	KATHU	13784	1000000025	351 024,26
00010001(	LATERNOS PIZZA		WINKEL	2	KATHU	1482		292 642,89
00010001(	TRACKSTAR TRADING 20 CC		2ND ROAD	8	KATHU	3339	1000000100	271 101,26
00010001(	MOTLHARO	MG	TWEEDE	18	KATHU	3335		264 739,72
00010001(	TRACKSTAR TRADING 20 PTY LTD		FIRST ROAD	17	KATHU	3384	1000000100	263 668,78
00010001(	AMBER SUNRISE PROPERTIES 57 PT		NONE	5180	KATHU	8809	6666666666	244 792,10
00010001(	TRACKSTAR TRADING 20 CC		2ND ROAD	10	KATHU	3338	1000000100	244 678,01
00010001(	BIZ AFRIKA 1150 PTY LTD		SONNEBLOM ROAD	2	KATHU	3153		243 652,21
00010001(	DU TOIT ORFFER		WINDBUKSSLOT	8	KATHU	14239	1000000111	239 605,92
00010001(	WATERKLOOF FAMILIE TRUST		MAUSERSLOT	15	KATHU	14412	1000000111	235 251,02
00010001(	MARX	JM	NONE	5179	KATHU	8808		230 967,39
00010001(	OOR	MF	SESHENG - ERF	4274	KATHU	8130	1000000182	228 799,39
00010001(	NW BESIGHEIDS TRUST		TRITOLSLOT	2	KATHU	14583	1000000111	225 828,54
00010001(	MOLOPO BUSDIENS CC		ASBES STREET	1380	KATHU	2663	1000000034	221 254,79
00010001(	VAN DER HEEVER	NP & CM	SONOP CRESCENT	28	KATHU	14469		217 606,33
00010001(	FLOORS	L	SONOP	13	KATHU	14466	1000000111	213 464,91
00010001(	HEXAGORIAN 1055 PTY LTD		EERSTE	19	KATHU	3383	1000000111	212 431,15
00010001(	SCHOEMAN	WL	KALAHARI SINGEL	72	KATHU	14276	1000000111	207 357,37
00010001(	SAMBER TRADING NO15PTYLTD		ROOIGRASSLOT	5	KATHU	14399	1000000111	203 635,18
00010001(	MARLIO BELEGGINGS 12PTYLTD		MAUSERSLOT	9	KATHU	14420	1000000111	203 296,40
00010001(	SHUPING	M	SESHENG - ERF	3812	KATHU	7910	1000000182	201 875,04
00010001(	KINGDOM COMMONWEALTH INVESTMEN		SONOP	9	KATHU	14464	1000000111	201 791,37
00010001(	ROYAL SQUARE INVESTMENTS 347 C		JAKKALSVOEL	8	KATHU	14166		196 731,38
00010001(	QAULITY AUTO TRADERS PTY LTD		RIETBOK	3591	KATHU	4183	1000000111	186 101,79
00010001(	MONGOTLENG	HJ	DERDE	19	KATHU	3600	1000000182	184 944,36
00010001(	WILTER PROPERTIES CC		POFADDERSLOT	11	KATHU	14330		182 878,31
00010001(	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	13561	1000000164	179 263,59
00010001(	VOS	GM	KATDORING	26	KATHU	4110	1000000112	178 448,14
00010001(	KOEN	H	POFADDERSLOT	1	KATHU	14318	6666666666	177 298,44
00010001(	NEL	HSM	AANDBLOM	13	KATHU	3141		177 254,62
00010001(	RAUBEX HOUSING PTY LTD		RINKHALS	1	KATHU	14347	1000000292	171 161,99
00010001(	HEXAGORIAN 1055 PTY LTD		FIRST ROAD	20	KATHU	3375		169 952,79
00010001(	RAUBEX HOUSING PTY LTD		KALAHARI SINGEL	30	KATHU	14366	1000000292	169 088,47
00010001(	REDELINGHUYS	JDH	SONNEBLOM ROAD	2	KATHU	3154	6666666666	168 461,55
00010001(	MALINDI NDLOVU	BZA	KALAHARI SINGEL	128	KATHU	14178		165 657,70
00010001(	VODACOM PTY LTD		SESHENG - ERF	3206	KATHU	8599		165 473,52
00010001(	MALINGA	CS & KI	SESHENG - ERF	4115	KATHU	7963		164 679,38
00010001(	MTN BTS PROPERTY MANAGEMENT DE		SESHENG - ERF	3206	KATHU	8600		164 653,86
00010001(	STEPHENS	DJ	SANDKUILSLOT	11	KATHU	14600		160 126,04

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 SEPTEMBER 2024

00010001	HOUGH	GR	KALAHARI SINGEL	10	KATHU	14435	1000000111	159 307,97
00010001	HEYNEKE	RE	UITBREIDING	3	KATHU	12959	1000000111	152 173,13
00010001	LEKGETHO	LJ	SESHENG - ERF	3621	KATHU	7718	1000000182	143 126,28
00010001	MAROOANE	O	SESHENG - ERF	3620	KATHU	7717	1000000182	137 468,71
00010001	DRIES LATEGAN TRUST		MAUSERSLOT	12	KATHU	14418		136 692,96
00010001	ENGELBRECHT	C	RIETBOK	3591	KATHU	4182	1000000048	136 258,06
00010001	CHARL STRYDOM FAMILIE TRUST		SNELLERSLOT	12	KATHU	14040	1000000025	128 656,34
00010001	MALAN	AE	ROOIGRASSLOT	1	KATHU	14404	1000000055	128 365,58
00010001	BOTSHELENG	KP	SESHENG - ERF	3842	KATHU	7941	1000000182	124 824,34
00010001	TYATYANI	PV	SESHENG - ERF	3682	KATHU	7774	1000000182	122 017,90
00010001	VAN WYK	DJ	SYDORING	19	KATHU	4123	1000000025	121 761,39
00010001	MOOKI	PP	SESHENG - ERF	3669	KATHU	7761	1000000025	119 609,68
00010001	KEEGAN	SP	TRITOLSLOT	5	KATHU	14581	1000000025	117 901,27
00010001	MECWI	KF	SESHENG - ERF	4309	KATHU	8167	1000000182	116 625,39
00010001	MAROBU	KJ	SESHENG - ERF	4124	KATHU	7973	1000000182	110 306,43
00010001	MACLYN	LP	BERGDORING	18	KATHU	3877	1000000025	109 945,69
00010001	DERCKSEN	HA	TAAIBOS STREET	58		1969	9999991004	106 533,59
00010001	LUNGILE	KCO	EERSTE	5	KATHU	3394		105 178,46
00010001	MPONA	L	TWEEDE	4	KATHU	3613	1000000182	100 613,60
00010001	GROOTSTRY 2 TRUST		KALAHARI CRESCENT	86	KATHU	14214	9999991004	99 437,96
00010001	SENYE	SM	SESHENG - ERF	4275	KATHU	8131	1000000182	98 566,50
00010001	KOPANG	KA	SESHENG - ERF	4319	KATHU	8177	1000000182	90 057,92
00010002	JANSEN	SCAM	TROUPAND	3	DINGLETO	4297		83 696,93
00010001	GASEDIMO	BJ	SESHENG - ERF	3716	KATHU	7809	1000000182	83 284,55
00010001	SENYE	OJ	WATERDORING	23	KATHU	13899	1000000025	83 148,04
00010001	MAKHANYA	GS	SESHENG - ERF	3817	KATHU	7916	1000000182	81 431,55
00010001	VAN DER MERWE	JJH	TEIKENSLOT	13	KATHU	14096	1000000025	80 015,48
00010001	LE ROUX	JA	SYDORING	19	KATHU	4120	6666666666	77 499,80
00010001	MELOKWE	MOL	SESHENG - ERF	3850	KATHU	7950	1000000182	72 215,13
00010001	SPANGENBERG	HH & MH	GEMSBOK COMPLEX 23/2	2024/02/23	KATHU	8801	1000000025	71 549,64
00010006	LEEU	G	ONBEKEND	0	KATHU	7459	1000000041	69 341,13
00010001	KRUGER	SJ	ROOISANDSLOT	10	KATHU	14523		68 551,22
00010001	JOUBERT	AP & ME	LEMOENDORING STREET	43	KATHU	3899	1000000025	68 102,28
00010001	VAN DEEMTER	D	RINKHALS	4	KATHU	14362		68 092,55
00010001	OOSTHUIZEN	AJ	KALK STREET	18	KATHU	2630		66 474,04
00010006	N G SENDINGKERK		HOUSE	0	KATHU	5990	1000000041	65 380,71
00010001	MOSEKI	PS	AANDBLOM	0	KATHU	3045	1000000111	65 268,28
00010001	RUFFINI	O AND O	JASPES STREET	1419	KATHU	2689		64 523,33
00010001	KHUMANI HOUSING DEVELOPMENT CO		HEIDE	6461	KATHU	8877	1000000285	64 155,71
00010006	LOUE	J	HOUSE	1340	KATHU	7460	1000000041	63 711,39
00010001	VOS	G & M	GEMSBOK COMPLEX 23	23	KATHU	8800	1000000112	63 698,71
00010001	MMOKWA	JMKE	SESHENG - ERF	4220	KATHU	8074	1000000182	62 583,35
00010001	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	4214	1000000164	58 913,34
00010001	PORTLAND ROCK TRADE PTY LTD		MIERSHOOP	1	KATHU	14537	1000000025	57 365,68
00010001	VAN DER WESTHUIZEN	MJ	BERGDORING	50	KATHU	13900	1000000025	57 204,20
00010001	CENTRAL BRIDGE TRADING		RIETBOK	3590	KATHU	4181		57 052,03
00010001	CUBE	KM	SESHENG - ERF	3835	KATHU	7934	1000000182	56 722,54
00010001	KENTE	FJ & DG	BERGDORING	87	KATHU	13832	1000000025	52 906,30
00010001	DIKAPARO	KJ	TWEEDE	42	KATHU	3315		51 996,71
								25 369 164,22

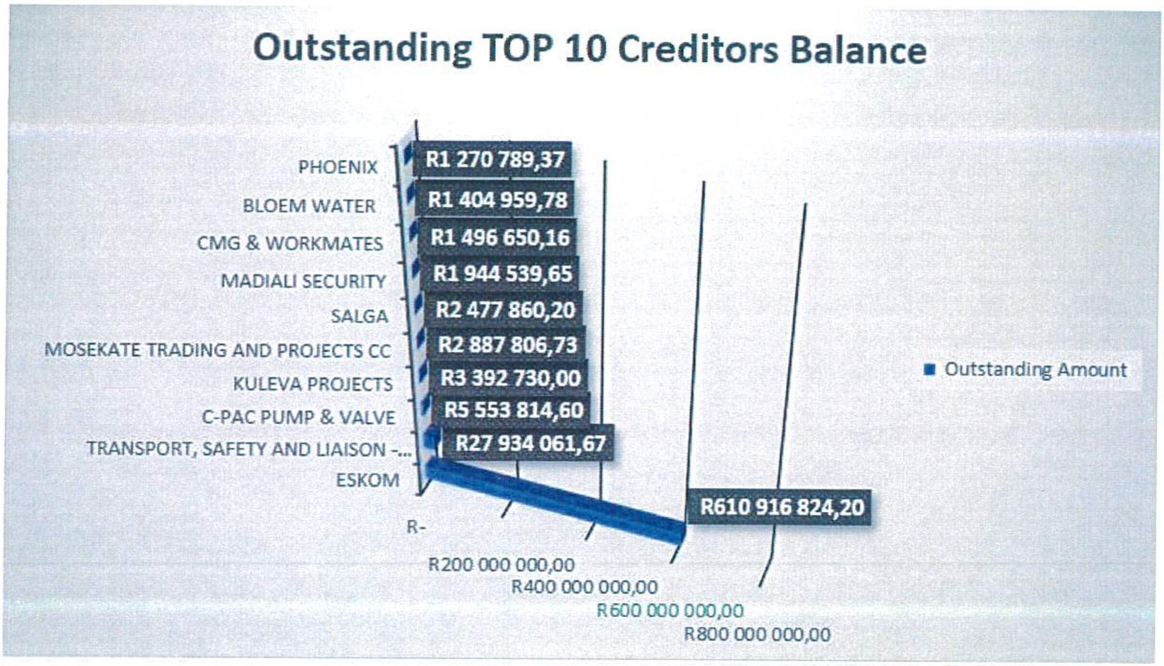
Creditors Ageing

The municipality owes Eskom a total debt of **R 610 million**. The debt was reduced by an August amount of **R 31 million** due to the interests that were written-of as part of the debt relief program.

Stricter and rigorous debt collection measures have been put in place in order to pay and fulfill the ESKOM mandate of servicing the current account for 12 consecutive months

Top 10 Creditors

Top 10 Creditors - September 2024	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 25 134 133,52	R 15 971 385,77	R 492 031 350,90	R 610 916 824,20
Transport, Safety and Liaison - Northern cape	R 295 811,52	R 318 504,39	R 304 218,10	R 352 383,35	R 534 961,79	R 26 128 182,52	R 27 934 061,67
C-pac Pump & Valve	R 1 731 555,00	R 1 515 288,30	R 2 478 792,80	R -	R -	-R 171 821,50	R 5 553 814,60
Kuleva Projects	R -	R 1 086 750,00	R 1 088 820,00	R -	R 1 217 160,00	R -	R 3 392 730,00
Mosekate Trading and Projects CC	R 536 406,69	R 1 179 891,77	R 1 171 508,27	R -	R -	R -	R 2 887 806,73
SALGA	R -	R -	R 2 477 860,20	R -	R -	R -	R 2 477 860,20
Madiali Security	R 1 944 539,65	R -	R -	R -	R -	R -	R 1 944 539,65
CMG & Workmates	R 1 496 650,16	R -	R -	R -	R -	R -	R 1 496 650,16
Bloem Water	R 702 937,50	R 681 375,00	R -	R -	R -	R 20 647,28	R 1 404 959,78
PHOENIX	R 151 800,00	R 938 199,38	R 169 404,99	R 11 385,00	R -	R -	R 1 270 789,37
							R 659 280 036,36



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M03 September

Description	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
Financial Performance									
Property rates	–	177 554	–	13 136	42 980	44 388	(1 409)	-3%	177 554
Service charges	–	414 802	–	32 962	104 150	103 701	449	0%	414 802
Investment revenue	–	627	–	46	138	157	(19)	-12%	627
Transfers and subsidies - Operational	–	70 797	–	8	27 537	17 699	9 838	56%	70 797
Other own revenue	–	103 418	–	5 764	17 385	25 854	(8 469)	-33%	–
Total Revenue (excluding capital transfers and contributions)	–	**767 197**	–	**51 916**	**192 189**	**191 799**	**389**	**0%**	**767 197**
Employee costs	–	282 209	–	21 097	59 359	70 552	(11 194)	-16%	282 209
Remuneration of Councillors	–	6 831	–	581	1 630	1 708	(78)	-5%	6 831
Depreciation and amortisation	–	55 155	–	12 432	12 432	13 789	(1 357)	-10%	55 155
Interest	–	25 250	–	2 417	2 420	6 313	(3 892)	-62%	25 250
Inventory consumed and bulk purchases	–	215 457	–	24 110	25 895	53 864	(27 969)	-52%	215 457
Transfers and subsidies	–	500	–	–	–	125	(125)	-100%	500
Other expenditure	–	244 566	–	18 163	39 434	61 141	(21 708)	-36%	244 566
Total Expenditure	–	**829 968**	–	**78 801**	**141 170**	**207 492**	**(66 322)**	**-32%**	**829 968**
Surplus/(Deficit)	–	**(62 771)**	–	**(26 885)**	**51 018**	**(15 693)**	**66 711**	**-425%**	**(62 771)**
Transfers and subsidies - capital (monetary allocations)	–	43 464	–	1 458	1 458	10 866	(9 408)	-87%	43 464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	–	**(19 307)**	–	**(25 427)**	**52 476**	**(4 827)**	**57 303**	**-1187%**	**(19 307)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	–	**(19 307)**	–	**(25 427)**	**52 476**	**(4 827)**	**57 303**	**-1187%**	**(19 307)**
Capital expenditure & funds sources									
Capital expenditure	–	**90 872**	–	**1 904**	**12 105**	**22 718**	**(10 612)**	**-47%**	**90 872**
Capital transfers recognised	–	43 464	–	1 016	2 170	10 866	(8 696)	-80%	43 464
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	**47 408**	–	**888**	**9 936**	**11 852**	**(1 916)**	**-16%**	**47 408**
Total sources of capital funds	–	**90 872**	–	**1 904**	**12 105**	**22 718**	**(10 612)**	**-47%**	**90 872**
Financial position									
Total current assets	–	(11 756 245)	–		12 916 096				(11 756 245)
Total non current assets	–	1 508 195	–		1 514 009				1 508 195
Total current liabilities	–	(11 497 693)	–		13 103 562				(11 497 693)
Total non current liabilities	–	160 405	–		172 412				160 405
Community wealth/Equity	–	**1 089 238**	–		**1 152 900**				**1 089 238**
Cash flows									
Net cash from (used) operating	–	42 226	–	27 372	179 916	12 057	(167 859)	-1392%	42 226
Net cash from (used) investing	–	(90 872)	–	(2 641)	(18 163)	(22 718)	(4 555)	20%	(90 872)
Net cash from (used) financing	–	9 281	–	55	187	–	(187)	#DIV/0!	9 281
Cash/cash equivalents at the month/year end	–	**(94 027)**	**14 310**	**39 096**	**176 251**	**3 649**	**(172 601)**	**-4730%**	**(25 055)**
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	17 971	26 507	23 946	17 175	13 618	17 955	78 564	383 311	579 046
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

The budget statement summary table provides a high-level overview of the financial performance & position, capital spending by source of funding, cash flow as well as debtors and creditors age analysis. Detailed information regarding the above can be found in the tables below.

1.4.2 Table C2: Monthly Budget Statement – Financial Performance by Standard Classification

NC453 Gamagara - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

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
Revenue - Functional										
Governance and administration		–	**304 590**	–	**15 217**	**76 707**	**76 147**	560	1%	**304 590**
Executive and council		–	66 809	–	83	27 770	16 702	11 068	66%	66 809
Finance and administration		–	237 781	–	15 135	48 937	59 445	(10 508)	-18%	237 781
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	**1 191**	–	**150**	**461**	**298**	163	55%	**1 191**
Community and social services		–	1 191	–	3	21	298	(277)	-93%	1 191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	147	440	–	440	#DIV/0!	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**8 077**	–	**285**	**1 097**	**2 019**	(922)	-46%	**8 077**
Planning and development		–	4 354	–	24	589	1 088	(500)	-46%	4 354
Road transport		–	3 720	–	258	503	930	(427)	-46%	3 720
Environmental protection		–	3	–	4	6	1	5	567%	3
Trading services		–	**496 804**	–	**37 721**	**115 381**	**124 201**	**(8 819)**	-7%	**496 804**
Energy sources		–	272 074	–	21 644	67 980	68 018	(39)	0%	272 074
Water management		–	114 653	–	6 741	18 455	28 663	(10 208)	-36%	114 653
Waste water management		–	58 724	–	4 364	13 561	14 681	(1 120)	-8%	58 724
Waste management		–	51 353	–	4 973	15 386	12 838	2 548	20%	51 353
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	–	810 661	–	53 374	193 646	202 665	(9 019)	-4%	810 661
Expenditure - Functional										
Governance and administration		–	**237 827**	–	**20 337**	**49 139**	**59 457**	(10 317)	-17%	**237 827**
Executive and council		–	31 784	–	1 889	10 314	7 946	2 368	30%	31 784
Finance and administration		–	206 043	–	18 448	38 825	51 511	(12 685)	-25%	206 043
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	**117 173**	–	**9 252**	**23 170**	**29 293**	(6 123)	-21%	**117 173**
Community and social services		–	70 055	–	5 059	13 699	17 514	(3 815)	-22%	70 055
Sport and recreation		–	45 314	–	3 980	8 900	11 329	(2 428)	-21%	45 314
Public safety		–	–	–	–	–	–	–		–
Housing		–	1 804	–	213	571	451	120	27%	1 804
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**67 068**	–	**5 966**	**12 891**	**16 767**	(3 876)	-23%	**67 068**
Planning and development		–	29 043	–	1 638	5 266	7 261	(1 994)	-27%	29 043
Road transport		–	38 026	–	4 328	7 624	9 506	(1 882)	-20%	38 026
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	**407 900**	–	**43 245**	**55 970**	**101 975**	**(46 005)**	-45%	**407 900**
Energy sources		–	262 773	–	28 206	30 674	65 693	(35 019)	-53%	262 773
Water management		–	81 264	–	7 483	12 734	20 316	(7 582)	-37%	81 264
Waste water management		–	34 998	–	5 176	7 749	8 749	(1 000)	-11%	34 998
Waste management		–	28 866	–	2 380	4 812	7 216	(2 404)	-33%	28 866
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	–	829 968	–	78 801	141 170	207 492	(66 322)	-32%	829 968
Surplus/ (Deficit) for the year		–	(19 307)	–	(25 427)	52 476	(4 827)	57 303	-1187%	(19 307)

Table C2 reflects the financial performance in the standard classifications required by Government Finance Statistics Function and Sub-Functions. The table shows that most of the municipality's funds are received under Trading services.

Revenue

Total budget revenue including capital transfers is **R 810.6 million** and year-to-date actual is a total **R 193 million** or **23.8%** has been recognized as at end of September 2024.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R141 million or 7.5%** has been spent as at end of September 2024. It must be noted that the expenditure for the month of September is very low due to invoices from different departments that were not processed reporting period of September 2024. It is advised that management encourage departments to submit invoices so that they can be processed in the appropriate period.

1.4.3 Table C3: Monthly Budget Statement-Financial Performance by municipal vote.

NC453 Gamagara - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal

Vote Description	Ref	Budget Year 2024/25						
R thousands		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1							
Vote 1 - Budget & Treasury Office		215 899	15 135	48 937	53 975	(5 037)	-9,3%	215 899
Vote 2 - Corporate Services		21 882	–	–	5 471	(5 471)	-100,0%	21 882
Vote 3 - Community Services		55 050	5 230	15 907	13 763	2 145	15,6%	55 050
Vote 4 - Infrastructure Services		446 849	32 756	100 011	111 712	(11 702)	-10,5%	446 849
Vote 5 - Strategic Services		4 172	170	1 021	1 043	(22)	-2,1%	4 172
Vote 6 - Executive & Council		66 809	83	27 770	16 702	11 068	66,3%	66 809
Vote 7 -		–	–	–	–	–		–
Vote 8 -		–	–	–	–	–		–
Vote 9 -		–	–	–	–	–		–
Vote 10 -		–	–	–	–	–		–
Vote 11 -		–	–	–	–	–		–
Vote 12 -		–	–	–	–	–		–
Vote 13 -		–	–	–	–	–		–
Vote 14 -		–	–	–	–	–		–
Vote 15 -		–	–	–	–	–		–
Total Revenue by Vote	2	**810 661**	**53 374**	**193 646**	**202 665**	**(9 019)**	**-4,5%**	**810 661**
Expenditure by Vote	1							
Vote 1 - Budget & Treasury Office		109 356	11 828	24 170	27 339	(3 169)	-11,6%	109 356
Vote 2 - Corporate Services		96 687	6 620	14 656	24 172	(9 516)	-39,4%	96 687
Vote 3 - Community Services		160 129	12 612	30 733	40 032	(9 299)	-23,2%	160 129
Vote 4 - Infrastructure Services		406 875	44 257	56 223	101 719	(45 496)	-44,7%	406 875
Vote 5 - Strategic Services		25 138	1 594	5 075	6 284	(1 209)	-19,2%	25 138
Vote 6 - Executive & Council		31 784	1 889	10 314	7 946	2 368	29,8%	31 784
Vote 7 -		–	–	–	–	–		–
Vote 8 -		–	–	–	–	–		–
Vote 9 -		–	–	–	–	–		–
Vote 10 -		–	–	–	–	–		–
Vote 11 -		–	–	–	–	–		–
Vote 12 -		–	–	–	–	–		–
Vote 13 -		–	–	–	–	–		–
Vote 14 -		–	–	–	–	–		–
Vote 15 -		–	–	–	–	–		–
Total Expenditure by Vote	2	**829 968**	**78 801**	**141 170**	**207 492**	**(66 322)**	**-32,0%**	**829 968**
Surplus/ (Deficit) for the year	2	**(19 307)**	**(25 427)**	**52 476**	**(4 827)**	**57 303**	**-1187,2%**	**(19 307)**

Reporting per municipal vote provides details on the spread of revenue and expenditure over the various functions of the municipality as required by Government Financial Statistics of the National Treasury.

Expenditure per municipal vote is distributed to ensure that the municipal expenditure reflects the functions where the expenditure is allocated. This is done to ensure implementation of the IDP through SDBIP.

Vote Description	Ref	2023/24	Budget Year 2024/25					
R thousands		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Expenditure by Vote	1							
Vote 1 - Budget & Treasury Office		–	109 356	11 828	24 170	27 339	(3 169)	-11,6%
Vote 2 - Corporate Services		–	96 687	6 620	14 656	24 172	(9 516)	-39,4%
Vote 3 - Community Services		–	160 129	12 612	30 733	40 032	(9 299)	-23,2%
Vote 4 - Infrastructure Services		–	406 875	44 257	56 223	101 719	(45 496)	-44,7%
Vote 5 - Strategic Services		–	25 138	1 594	5 075	6 284	(1 209)	-19,2%
Vote 6 - Executive & Council		–	31 784	1 889	10 314	7 946	2 368	29,8%
Total Expenditure by Vote	2	–	829 968	78 801	141 170	207 492	(66 322)	-32,0%

Expenditure by Vote or Department

The narrations below indicate how individual departments have performed in relation to the expected spending of 100`% as at end of September 2024. The expenditure reflected in this section is the year-to-date spending of each department.

Vote 1 – Budget and Treasury

Budget and Treasury has spent **22%** which translate into a total of **R24.1 million** of the original budget allocated to the directorate for the period ending September 2024. There is an **11.6%** variance between the Actual year-to-date expenditure and YTD Budget. This is due to ongoing cost containment measures.

Vote 2 – Corporate Services

Corporate Services has spent **15%** or **R14.6 million** of the original budget allocated to the directorate for the period ending September 2024. There is a variance of **39.4%** between YTD expenditure between YTD Budgeted and YTD actual expenditure. This is due to ongoing cost containment measures.

Vote 3 – Community Services

Community Services has spent **19% or R30.7 million** of the original budget allocated to the directorate for the period ending September 2024.

Vote 4 – Infrastructure Services

Infrastructure Services has spent **14%** or **R56.2 million** of the original budget allocated to the directorate for the period ending September 2024.

Vote 5 – Strategic Services

Strategic Service has spent **20%** or **R5 million** of the original budget allocated to the directorate for the period ending September 2024.

Vote 6 – Executive and Council

Executive and Council has spent **32%** or **R10.3 million** of the original budget allocated to the directorate for the period ending September 2024.

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

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 Septembe

Description	Ref	Budget Year 2024/25						
R thousands		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue								
Exchange Revenue								
Service charges - Electricity		250 960	20 300	64 089	62 740	1 348	2%	250 960
Service charges - Water		68 717	4 651	15 098	17 179	(2 081)	-12%	68 717
Service charges - Waste Water Management		52 124	3 936	12 260	13 031	(770)	-6%	52 124
Service charges - Waste management		43 001	4 075	12 702	10 750	1 952	18%	43 001
Sale of Goods and Rendering of Services		7 798	243	1 053	1 950	(897)	-46%	7 798
Agency services		594	44	95	148	(53)	-36%	594
Interest						–	0%	
Interest earned from Receivables		36 115	3 190	9 379	9 029	350	4%	36 115
Interest from Current and Non Current Assets		627	46	138	157	(19)	-12%	627
Dividends						–	0%	
Rent on Land						–	0%	
Rental from Fixed Assets		2 003	168	497	501	(4)	-1%	2 003
Licence and permits		33	4	6	8	(3)	-34%	33
Operational Revenue		21 479	29	107	5 370	(5 262)	-98%	21 479
Non-Exchange Revenue						–	0%	
Property rates		177 554	13 136	42 980	44 388	(1 409)	-3%	177 554
Surcharges and Taxes						–	0%	
Fines, penalties and forfeits		699	65	297	175	122	70%	699
Licence and permits		1 814	145	339	453	(115)	-25%	1 814
Transfers and subsidies - Operational		70 797	8	27 537	17 699	9 838	56%	70 797
Interest		18 163	1 815	5 424	4 541	884	19%	18 163
Fuel Levy						–	0%	
Operational Revenue		500	61	188	125	63	50%	500
Gains on disposal of Assets						–	0%	
Other Gains		14 221	–	–	3 555	(3 555)	-100%	14 221
Discontinued Operations						–	0%	
Total Revenue (excluding capital transfers and contributions)		**767 197**	**51 916**	**192 189**	**191 799**	**389**	0%	**767 197**
Expenditure By Type								
Employee related costs		282 209	21 097	59 359	70 552	(11 194)	-16%	282 209
Remuneration of councillors		6 831	581	1 630	1 708	(78)	-5%	6 831
Bulk purchases - electricity		191 095	22 657	22 657	47 774	(25 117)	-53%	191 095
Inventory consumed		24 362	1 453	3 238	6 091	(2 852)	-47%	24 362
Debt impairment		24 547	–	–	6 137	(6 137)	-100%	24 547
Depreciation and amortisation		55 155	12 432	12 432	13 789	(1 357)	-10%	55 155
Interest		25 250	2 417	2 420	6 313	(3 892)	-62%	25 250
Contracted services		103 400	7 416	16 451	25 850	(9 399)	-36%	103 400
Transfers and subsidies		500	–	–	125	(125)	-100%	500
Irrecoverable debts written off		23 890	5 341	5 341	5 973	(631)	-11%	23 890
Operational costs		91 050	5 406	17 642	22 762	(5 120)	-22%	91 050
Losses on Disposal of Assets		–	–	–	–	–	0%	–
Other Losses		1 678	–	–	420	(420)	-100%	1 678
Total Expenditure		**829 968**	**78 801**	**141 170**	**207 492**	**(66 322)**	-32%	**829 968**
Surplus/(Deficit)		**(62 771)**	**(26 885)**	**51 018**	**(15 693)**	**66 711**	-425%	**(62 771)**
Transfers and subsidies - capital (monetary allocations)		43 464	1 458	1 458	10 866	(9 408)	-87%	43 464
Transfers and subsidies - capital (in-kind)						–	0%	
Surplus/(Deficit) after capital transfers & contributions		(19 307)	(25 427)	52 476	(4 827)	57 303	-1187%	(19 307)
Income Tax						–	0%	
Surplus/(Deficit) after income tax		(19 307)	(25 427)	52 476	(4 827)	57 303	-1187%	(19 307)
Share of Surplus/Deficit attributable to Joint Venture						–	0%	
Share of Surplus/Deficit attributable to Minorities						–	0%	
Surplus/(Deficit) attributable to municipality		(19 307)	(25 427)	52 476	(4 827)	57 303	-1187%	(19 307)
Share of Surplus/Deficit attributable to Associate						–	0%	
Intercompany/Parent subsidiary transactions						–	0%	
Surplus/ (Deficit) for the year		(19 307)	(25 427)	52 476	(4 827)	57 303	-1187%	(19 307)

Revenue by Source

Revenue by source explains the type of income budgeted for and the performance of these sources individually. Similarly, expenditure by type focuses on budgeted expenditure The following revenue variances and remedial measures are based on the Budget versus the actual revenue billed.

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
Exchange Revenue	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Service charges - Electricity	64 088 561,99	62 740 110,00	1 348 451,99	2%	Below the treshold. The Municipality has improved drastically in Electricity sales and billing.	To continue with revenue enhancement
Service charges - Water	15 098 190,64	17 179 281,00	- 2 081 090,36	-12%	Unfavourable outcome due to bypass on both prepaid and conventional meters.	Meter assessments and replacement
Service charges - Waste Water Management	12 260 480,29	13 030 893,00	- 770 412,71	-6%	Below the treshold. The Municipality has improved drastically in waste water billing.	To cóntinue with revenue enhancement
Service charges - Waste management	12 702 318,11	10 750 287,00	1 952 031,11	18%	more revenue collected on properties with more than one dwelling. I.e Tuck Shop + Residential area	To continue with revenue enhancement
Sale of Goods and Rendering of Services	1 052 748,80	1 949 556,00	- 896 807,20	-46%	Cyclical or seasonal revenue realization.	To continue with revenue enhancement
Agency services	95 184,77	148 413,00	- 53 228,23	-36%	September revenue not yet captured	timeous capturing of receipts / Invoices
Interest earned from Receivables	9 379 175,95	9 028 734,00	350 441,95	4%	Below the treshold. The Municipality has improved drastically in completeness of revenue base	To continue with revenue enhancement
Interest from Current and Non Current Assets	137 547,43	156 657,00	- 19 109,57	-12%	Cyclical or seasonal revenue realization. Based on bank Account balances	To ring-Fence funds
Rental from Fixed Assets	497 125,06	500 754,00	- 3 628,94	-1%	Below the treshold. The Municipality has improved drastically rental of fixed assets	To maintain and improve rental assets
Licence and permits	5 505,06	8 325,00	- 2 819,94	-34%	September revenue not yet captured	timeous capturing of receipts / Invoices
Operational Revenue	107 237,05	5 369 640,00	- 5 262 402,95	-98%	Less building plans submitted. Less miscelleneous revenue realised	To maintain sales even during lucnh time
Non-Exchange Revenue						
Property rates	42 979 531,85	44 388 429,00	- 1 408 897,15	-3%	Below the treshold. The Municipality has improved drastically in Property rates instalments	To continue with clearing GV Exceptions
Fines, penalties and forfeits	296 881,71	174 690,00	122 191,71	70%	Cost schedules on hold, Issued more fines, less clearance certificates issued, court pays twice a year	To maintain the internal controls
Licence and permits	338 969,70	453 483,00	- 114 513,30	-25%	September revenue not yet captured	timeous capturing of receipts / Invoices
Transfers and subsidies - Operational	27 536 878,00	17 699 280,00	9 837 598,00	56%	Grants receipts in accordance with the payment schedule as per the DoRA	timeous capturing of receipts / Invoices
Interest	5 424 486,61	4 540 644,00	883 842,61	19%	Property rates interest on receivables - More households billed	To continue with clearing GV Exceptions
Operational Revenue	188 003,26	125 001,00	63 002,26	50%	More non-exchange goods and services rendered in the first Quarter	To maintain the rendering of services

Property Rates – A year to date total of **R42.9 million** was recognized with regards to property rates for the year as at end of September 2024. The year-to-date budget is **R44.3 million** resulting in a variance of **3%.** This means that actual revenue from property rates exceeded the year-to-date budget by **3%.**

Service charges – Electricity – A total of **R 64 million** was recognized on service charges electricity for the year as at end of September 2024. The year-to-date budget is **R62.7 million** resulting in a variance of **2%.** The year-to-date actual revenue exceeded the year-to-date budget by **2%.**

Service charges – Water – A total of **R15 million** was recognized on service charges water for the year as at end of September 2024. The year-to-date budget is **R17.1 million** resulting in a variance of **12%.** This is due to lower water consumption, stuck and bypassed meters. Note:

some areas are not metered, therefore, the estimation is made based on metered areas only. There is also an unwillingness to settle accounts by consumers. Collection on this service can still be improved if the municipality enforces the approved credit control and debt collection policies.

Service charges – Waste Water Management (Sanitation) - A total of **R12.2 million** was recognized on service charges water for the year as at end of September 2024. The year-to-date budget is **R13 million** resulting in a variance of **-6%**. This service charge is a basic charge and the variance could be attributed to poor payment by consumers. Collection on this service can still be improved if the municipality enforce the approved credit control and debt collection policies.

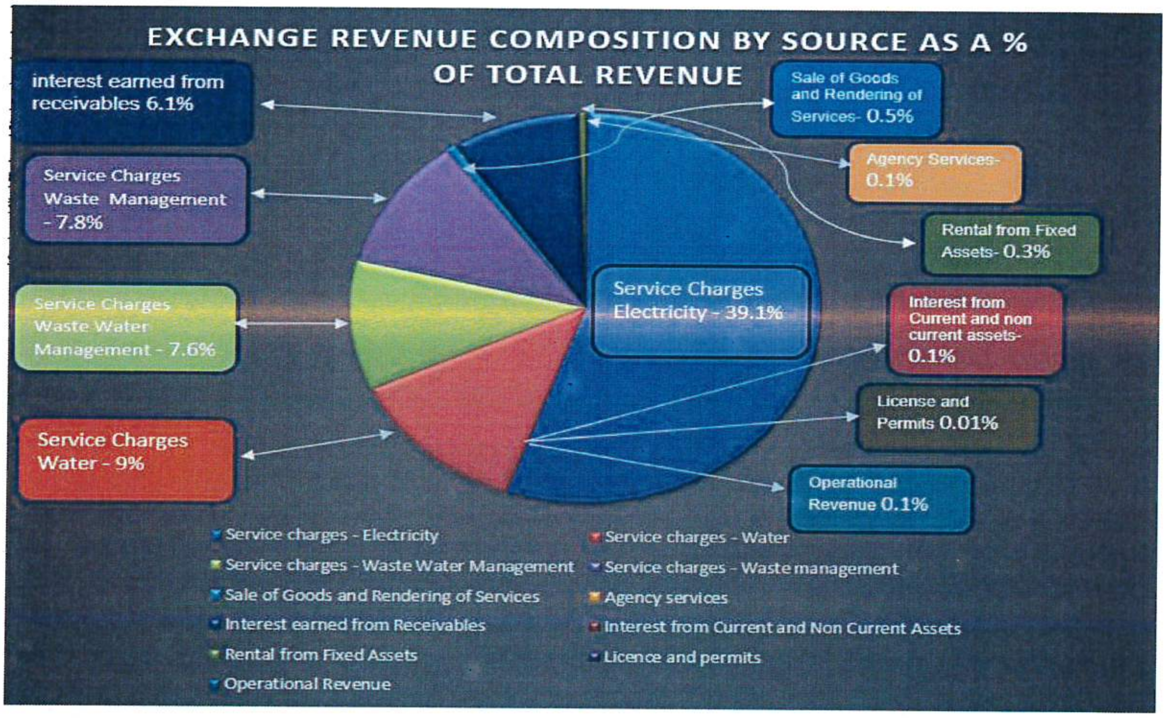
Service charges – Waste Management (Refuse) - A total of **R12.7 million** was recognized on service charges waste management for the year as at end of September 2024. The year-to-date budget is **R10 million** resulting in a variance of **18%.**

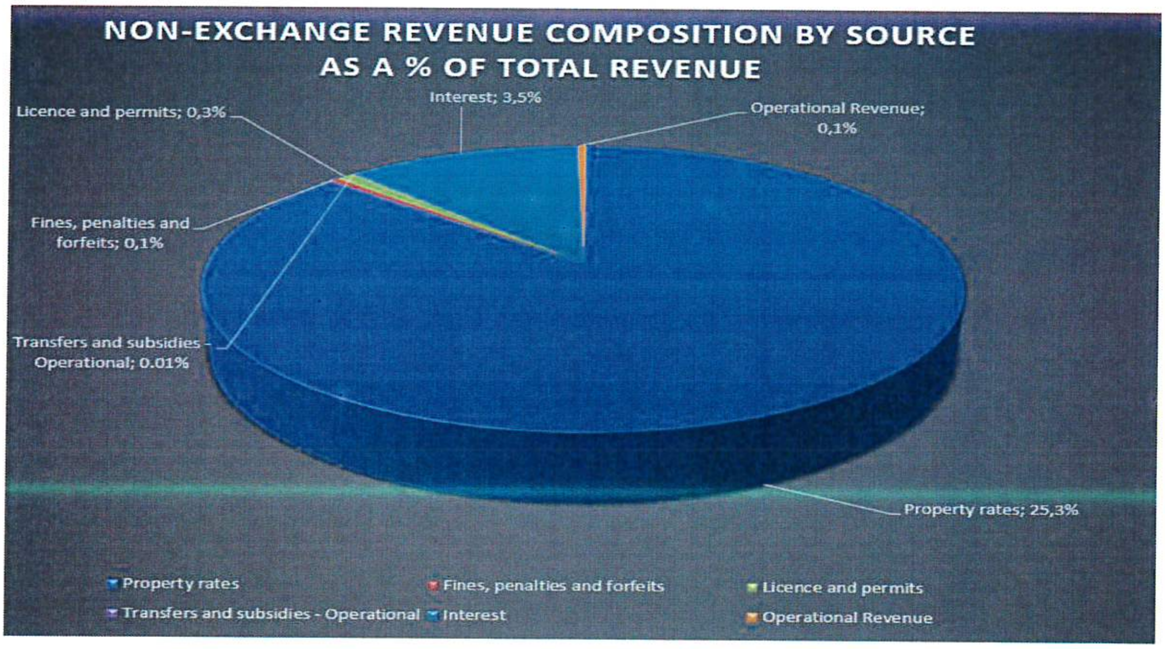
Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of September 2024 is an amount of **R9.3 million**. The year-to-date budget is **R9 million** resulting in a variance of **4%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of September 2024 is an amount of **R137 547**

Transfers and subsidies – A total of **R 27.5 million** was recognized for the Transfers and subsidies for the year as at end of September 2024. The year-to-date budget is **R17 million** resulting in a variance of **56%.** The transfers recognized represents the allocations as promulgated in the National and Provincial Division of Revenues Act'. The schedule demonstrates that no transfers were made, however is worth noting that transfers were made in the month of September and they are reflected in the grants register

The graph below shows revenue composition per source as a percentage of the total revenue billed for the period ending September 2024.





Expenditure by Type

Expenditure by type reflects the operational budget per main type / category of expenditure: 'The following table / chart outlines the budgeted expenditure versus actual expenditure, along with the variances and remedial actions to be employed.

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
Exchange Revenue	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Expeniture by Type						
Employee related costs	59 358 743,01	70 552 305,00	- 11 193 561,99	-16%	Cost containment measures strictly implemented to curb overtime among other expenditure	strict adherence to cost containment measures
Remuneration of councillors	1 629 683,67	1 707 828,00	- 78 144,33	-5%	Within the treshold - Trivial	to only budget and transact based on the gazzette
Bulk purchases - electricity	22 656 943,82	47 773 761,00	- 25 116 817,18	-53%	ESKOM invoices for July and September not captured	completeness of invoices as we are on accrual basis
Inventory consumed	3 238 490,63	6 090 501,00	- 2 852 010,37	-47%	Waterboards and other invoices not yet captured	completeness of invoices as we are on accrual basis
Depreciation and amortisation	12 432 213,96	13 788 792,00	- 1 356 578,04	-10%	Depreciation for the previous months not incorporated in full as it was during the AFS Prep Period	to calculate and record depreciation Monthly
Interest	2 420 413,61	6 312 501,00	- 3 892 087,39	-62%	July and September invoices outstanding	completeness of invoices as we are on accrual basis
Contracted services	16 450 668,91	25 849 950,00	- 9 399 281,09	-36%	Slow spending on capital expenditure and other key conditional operational expenditure	to expedite the capex and opex in all Municipal units
Irrecoverable debts written off	5 341 140,53	5 972 598,00	- 631 457,47	-11%	Indigents Outstanding debt written off	To continue with timeous capturing of Indigents
Operational costs	17 642 044,20	22 762 491,00	- 5 120 446,80	-22%	SALGA paid 3.5 million for membership and subscription fees. Cut down on other expenditure	strict adherence to cost containment measures

Employee Related Cost - Employee-related cost expenditure for the year as at end of September 2024 amounted to **R59 million.** The year-to-date budget is **R70 million**, resulting in a variance of **-16%** due to the positions that are were not filled as result many positions have other staff filling-in in the interim.

Remuneration of Councilors – remuneration of councilors amounted to **R 1.6 million**. The year-to-date budget is **R 1.7 million,** resulting in a variance of **-5%**. The expenditure did not exceed projections.

Debt impairment – a total of R 0 of the year-to-date budget was recognized for debt impairment for the year as at end of September 2024. The full impact of debt impairment will be effected at the end of the financial year.

Depreciation and Amortization – Depreciation calculation amounted to **R12.4 million** and **R13.7 million** is the year to date budget

Bulk Purchases – electricity – amount spent on bulk electricity is **R22 Million** as at end of September 2024. The year-to-date budget is **R47.7 million**. This is an indication that the Bulk Eskom invoices for July and September are not processed

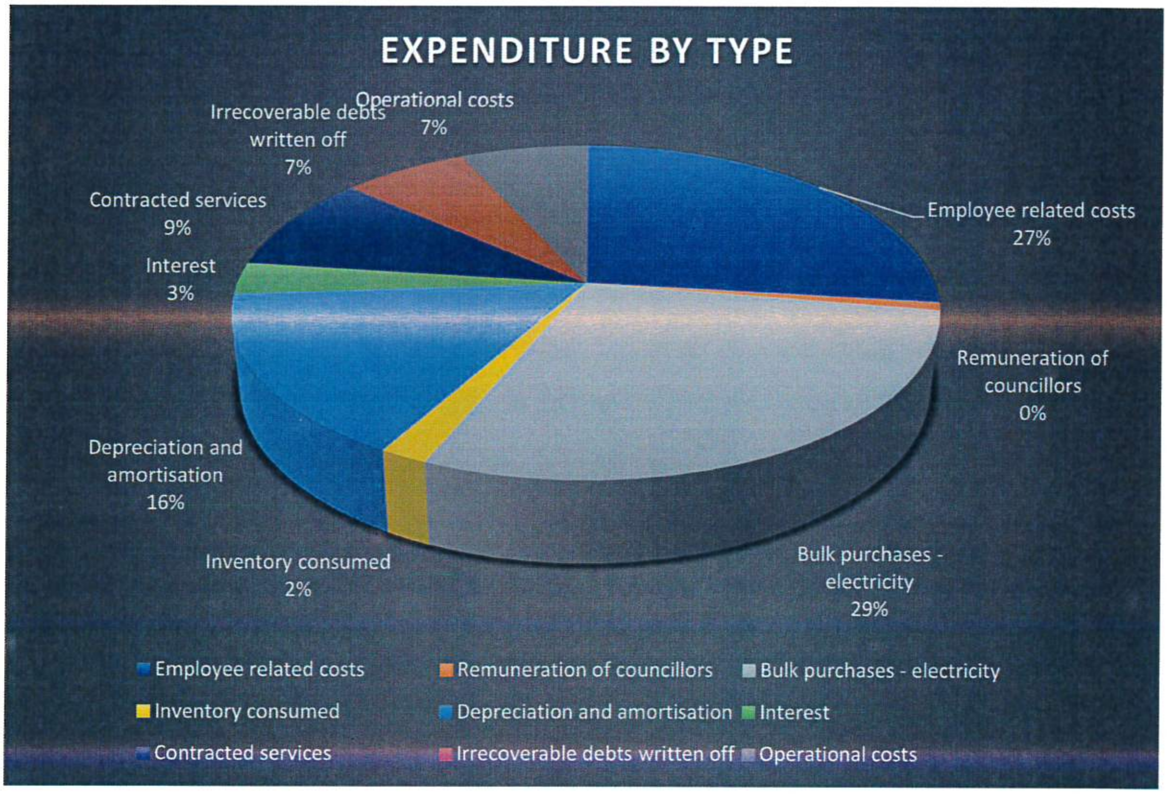
Inventory Consumed – a total of R 1.78 milion was spent for the year as at end of September 2024. The year-to-date budget is R 4.06 million, resulting in a variance of -56%. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R16 million** for the year as at end of September 2024. The year-to-date budget is **R 25 million**, resulting in a variance of **-36%.** Most of the invoices relating to contracted services were not processed in July and August 2024. The contracted services are contracts that result from competitive bidding process for the acquisition of professional services that are needed by the municipality to provide support due to the limited resources that municipality has. Contracted services include legal fees, security services, professional consulting and other services related to maintenance of infrastructure as and when the need arises.

Operational costs – a total of **R17.6 million** was spent for the year as at end of September 2024. The year-to-date budget is **R22 million**, resulting in a variance of **-22%.** The budgeted trends are based on historical information and therefore may differ from month to month.

Note: Since most of the invoices were not processed July and August 2024, this this has sharply increased the expenditure in September as result of processing invoices from other periods in September.

The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending September 2024.



1.4.5 Table C5: Monthly Budget Statement – Capital Expenditure (Municipal vote, standard classification and funding)

NC453 Gamagara - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

Vote 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
Multi-Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	16 000	–	–	7 037	4 000	3 037	76%	16 000
Vote 3 - Community Services		–	10 490	–	–	–	2 622	(2 622)	-100%	10 490
Vote 4 - Infrastructure Services		–	64 382	–	1 904	5 068	16 095	(11 027)	-69%	64 382
Vote 5 - Strategic Services		–	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	90 872	–	1 904	12 105	22 718	(10 612)	-47%	90 872
Single Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	–	–	–	–	–	–		–
Vote 3 - Community Services		–	–	–	–	–	–	–		–
Vote 4 - Infrastructure Services		–	–	–	–	–	–	–		–
Vote 5 - Strategic Services		–	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	–	–	–	–	–	–	–		–
Total Capital Expenditure		–	90 872	–	1 904	12 105	22 718	(10 612)	-47%	90 872
Capital Expenditure - Functional Classification										
Governance and administration		–	16 000	–	–	7 037	4 000	3 037	76%	16 000
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	16 000	–	–	7 037	4 000	3 037	76%	16 000
Internal audit								–		
Community and public safety		–	10 490	–	–	–	2 622	(2 622)	-100%	10 490
Community and social services		–	490	–	–	–	122	(122)	-100%	490
Sport and recreation		–	10 000	–	–	–	2 500	(2 500)	-100%	10 000
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		–	–	–	–	–	–	–		–
Planning and development		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		–	64 382	–	1 904	5 068	16 095	(11 027)	-69%	64 382
Energy sources		–	10 125	–	397	397	2 531	(2 134)	-84%	10 125
Water management		–	29 448	–	1 016	3 335	7 362	(4 027)	-55%	29 448
Waste water management		–	24 809	–	491	1 336	6 202	(4 866)	-78%	24 809
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	–	90 872	–	1 904	12 105	22 718	(10 612)	-47%	90 872
Funded by:										
National Government		–	42 974	–	1 016	2 170	10 743	(8 574)	-80%	42 974
Provincial Government		–	490	–	–	–	122	(122)	-100%	490
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		–	43 464	–	1 016	2 170	10 866	(8 696)	-80%	43 464
Borrowing	6							–		
Internally generated funds		–	47 408	–	888	9 936	11 852	(1 916)	-16%	47 408
Total Capital Funding		–	90 872	–	1 904	12 105	22 718	(10 612)	-47%	90 872

The year-to-date capital expenditure amounts to **R2,8 Million**.

1.4.6 Table C6: MBS – Monthly Budget Statement of Financial Position

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M03 September

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		–	(127 775)	–	(2 990)	(127 775)
Trade and other receivables from exchange transactions		–	374 350	–	371 574	374 350
Receivables from non-exchange transactions		–	56 335	–	129 245	56 335
Current portion of non-current receivables						
Inventory		–	(895)	–	2 009	(895)
VAT		–	(12 061 819)	–	12 411 876	(12 061 819)
Other current assets		–	3 558	–	4 381	3 558
Total current assets		–	(11 756 245)	–	12 916 096	(11 756 245)
Non current assets						
Investments						
Investment property		–	346 311	–	377 160	346 311
Property, plant and equipment		–	1 161 953	–	1 136 974	1 161 953
Biological assets						
Living and non-living resources						
Heritage assets		–	75	–	75	75
Intangible assets		–	(144)	–	(200)	(144)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets		–	–	–	–	–
Total non current assets		–	1 508 195	–	1 514 009	1 508 195
TOTAL ASSETS		–	(10 248 050)	–	14 430 105	(10 248 050)
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		–	44 031	–	32 727	44 031
Consumer deposits		–	9 281	–	10 237	9 281
Trade and other payables from exchange transactions		–	496 576	–	618 495	496 576
Trade and other payables from non-exchange transactions		–	71 058	–	95 277	71 058
Provision		–	101	–	18 273	101
VAT		–	(12 118 740)	–	12 328 553	(12 118 740)
Other current liabilities						
Total current liabilities		–	(11 497 693)	–	13 103 562	(11 497 693)
Non current liabilities						
Financial liabilities		–	5 486	–	10 268	5 486
Provision		–	117 099	–	117 200	117 099
Long term portion of trade payables						
Other non-current liabilities		–	37 820	–	44 944	37 820
Total non current liabilities		–	160 405	–	172 412	160 405
TOTAL LIABILITIES		–	(11 337 288)	–	13 275 974	(11 337 288)
NET ASSETS	2	–	1 089 238	–	1 154 130	1 089 238
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		–	1 089 238	–	1 152 900	1 089 238
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	–	1 089 238	–	1 152 900	1 089 238

A statement of financial position is used to provide an overview of an institutions' financial position at a given point in time in terms of financial stability and potential risk. It includes items such as assets, liabilities and equity. According to the statement attached, community wealth or equity is at an amount of **R 1.15 billion**, which is calculated as a balance of assets less liabilities.

1.4.7 Table C7: Monthly Budget Statement – Cash Flow

NC453 Gamagara - Table C7 Monthly Budget Statement - Cash Flow - M03 September

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		–	177 554	–	9 013	21 950	44 388	(22 438)	-51%	177 554
Service charges		–	365 048	–	14 849	51 911	91 262	(39 351)	-43%	365 048
Other revenue		–	34 320	–	44 772	155 250	8 580	146 670	1709%	34 320
Transfers and Subsidies - Operational		–	70 797	–	0	1	17 699	(17 698)	-100%	70 797
Transfers and Subsidies - Capital		–	43 464	–	–	–	10 866	(10 866)	-100%	43 464
Interest		–	50 739	–	700	1 815	12 685	(10 870)	-86%	50 739
Dividends								–		
Payments										
Suppliers and employees		–	(698 947)	–	(41 963)	(51 012)	(173 236)	(122 224)	71%	(698 947)
Interest		–	(750)	–	–	–	(188)	(188)	100%	(750)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	42 226	–	27 372	179 916	12 057	(167 859)	-1392%	42 226
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	37	69	–	69	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		–	(90 872)	–	(2 679)	(18 232)	(22 718)	(4 486)	20%	(90 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(90 872)	–	(2 641)	(18 163)	(22 718)	(4 555)	20%	(90 872)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		–	9 281	–	55	187	–	187	#DIV/0!	9 281
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	9 281	–	55	187	–	(187)	#DIV/0!	9 281
NET INCREASE/ (DECREASE) IN CASH HELD		–	(39 365)	–	24 786	161 941	(10 661)			(39 365)
Cash/cash equivalents at beginning:		–	(54 661)	14 310	14 310	14 310	14 310			14 310
Cash/cash equivalents at month/year end:		–	(94 027)	14 310	39 096	176 251	3 649			(25 055)

Opening balance at the beginning was an amount of **R 14.31 million**, deposits made on the municipal account for the year to date amounted to **R230 million**, total payments to date amounts to **R69 million** including capital payments to assets, resulting in a balance of **R161 million** for the period ending September 2024. This revenue collected is in relation to property rates, service charges, government grants and sundry.

PART 2 – SUPPORTING DOCUMENTATION

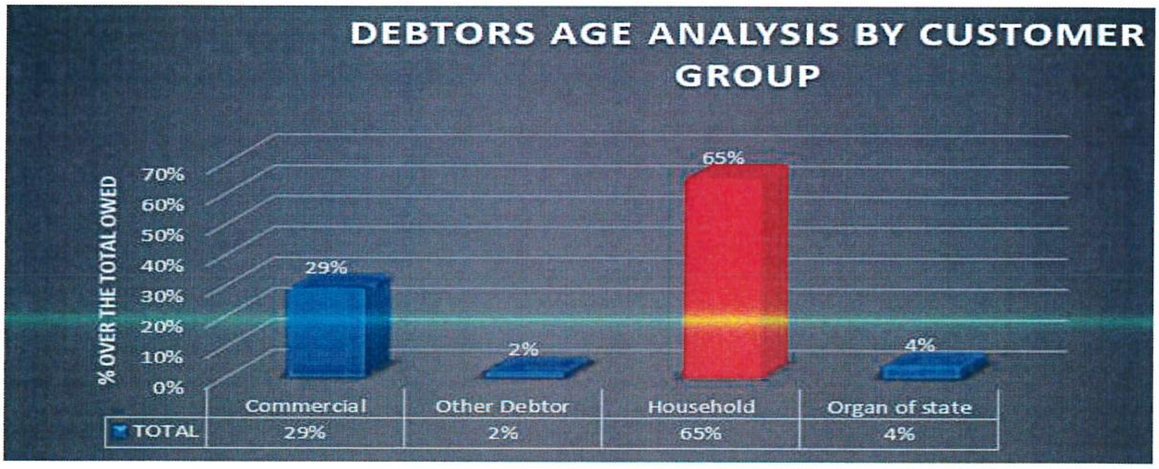
2.1 Debtors' Age Analysis

The total receivables balance or debtors book as at the end of September 2024 amounts to **R579 million** with most of the debt being owed by households at **R375 million** or **65%** of the total Debtors. Organs of State and Commercial at **4%** and **29%** respectively. Other debtors only account for **2%** of the outstanding debt. Debtors balance increased by **R7 Millions** in comparison with the previous Month (August – R572 Million).

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2024/25											
R thousands		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	3 215	2 177	1 911	1 740	893	1 000	6 337	48 924	66 197	58 894	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 032	7 244	5 756	3 437	2 707	2 030	12 655	87 192	132 053	108 020	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	11 678	5 041	6 095	2 749	2 197	2 428	11 843	67 528	109 558	86 744	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	4 043	2 578	2 163	2 010	1 256	1 461	8 124	28 147	49 782	40 999	–	–
Receivables from Exchange Transactions - Waste Management	1600	4 365	2 836	2 427	2 134	1 583	1 419	8 854	51 979	75 597	65 969	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99	–	–
Interest on Arrear Debtor Accounts	1810	5 165	5 234	4 752	4 632	4 578	4 992	29 263	95 627	154 242	139 091	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	(21 527)	1 397	842	473	405	4 625	1 488	3 816	(8 481)	10 807	–	–
Total By Income Source	**2000**	**17 971**	**26 507**	**23 946**	**17 175**	**13 618**	**17 955**	**78 564**	**383 311**	**579 046**	**510 623**	–	–
2023/24 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	316	675	2 939	499	412	391	5 522	10 152	20 907	16 976	–	–
Commercial	2300	6 352	6 730	5 759	5 439	3 640	3 960	20 083	118 142	170 106	151 264	–	–
Households	2400	6 978	17 944	14 546	10 817	9 219	9 036	51 840	254 803	375 182	335 714	–	–
Other	2500	4 324	1 158	702	419	348	4 568	1 119	214	12 852	6 668	–	–
Total By Customer Group	**2600**	**17 971**	**26 507**	**23 946**	**17 175**	**13 618**	**17 955**	**78 564**	**383 311**	**579 046**	**510 623**	–	–

<u>The graph below shows outstanding debtors per category as a percentage of the total debtors outstanding for the period ending September 2024.</u>



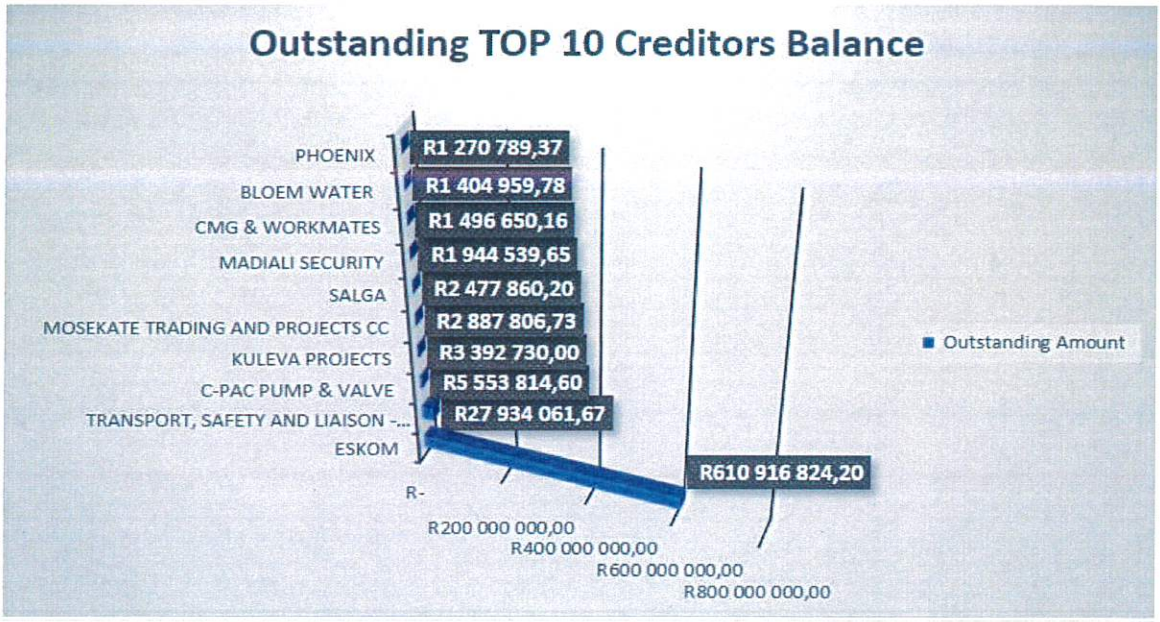
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 610 million**. The debt was reduced by an August amount of **R 31 million** due to the interests that were written-of as part of the debt relief program.

Stricter and rigorous debt collection measures have been put in place in order to pay and fulfill the ESKOM mandate of servicing the current account for 12 consecutive months

Top10 Creditors

Top 10 Creditors - September 2024	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 25 134 133,52	R 15 971 385,77	R 492 031 350,90	R 610 916 824,20
Transport, Safety and Liaison - Northern cape	R 295 811,52	R 318 504,39	R 304 218,10	R 352 383,35	R 534 961,79	R 26 128 182,52	R 27 934 061,67
C-pac Pump & Valve	R 1 731 555,00	R 1 515 288,30	R 2 478 792,80	R -	R -	-R 171 821,50	R 5 553 814,60
Kuleva Projects	R -	R 1 086 750,00	R 1 088 820,00	R -	R 1 217 160,00	R -	R 3 392 730,00
Mosekate Trading and Projects CC	R 536 406,69	R 1 179 891,77	R 1 171 508,27	R -	R -	R -	R 2 887 806,73
SALGA	R -	R -	R 2 477 860,20	R -	R -	R -	R 2 477 860,20
Madiali Security	R 1 944 539,65	R -	R -	R -	R -	R -	R 1 944 539,65
CMG & Workmates	R 1 496 650,16	R -	R -	R -	R -	R -	R 1 496 650,16
Bloem Water	R 702 937,50	R 681 375,00	R -	R -	R -	R 20 647,28	R 1 404 959,78
PHOENIX	R 151 800,00	R 938 199,38	R 169 404,99	R 11 385,00	R -	R -	R 1 270 789,37
							R 659 280 036,36



2.3 Bank balance and Investment Portfolio

Bank balance as at 30 September 2024	R
Call accounts:	
61366001025 Call Deposit -	0.00
62334040748 Call Deposit -	0.00
62380675193 Call Deposit -	2 209 564.51
71020950327 Fixed Deposit -	86 823.11
Cheque Accounts:	
53668006069 Cheque Account -	3 054 554.88
Total	**R5 350 942.50**

The bank balance of the municipality was R5.3 million as at 30 September 2024 including call accounts.

2.4 Allocation and grant receipts and expenditure

2.4.1 Transfers and grant receipts

The total grants received for the year as at 30 September 2024 amounts to **R 41.3 million**, broken down as follows;

- R 27.5 million from the Equitable Share Grant,
- R 2.55 million from the Municipal Infrastructure Grant,
- R 7.5 million from the Water Service Infrastructure Grant
- R1.5 million from the Integrated National Electrification Programme Grant (Municipal)
- R 305 409 from the EPWP grant
- R 2 million from the FMG

2.4.2 Transfers and Grant Expenditure

Grant register
July 2024- June 2025

Grants	Unspent grant -PY 2023/2024	Roll over of Grants (approved/ denied)	Stopping of funds/Withheld	Total roll over approved	Amount as per DoRA OR Provisional Gazatte 2024/25 OR Adjusted DoRA	Adjusted DORA allocation	Amount Received to Date	Bank Statement	Trace to GL (income) - 2024/25	Outstanding Receits - 2024/25	Amount spent as per expenses (Reports)- July 2024	Amount spent as per expenses (Reports)- August 2024	Amount spent as per expenses (Reports)- September 2025	Unspect Grants as at september 2025
Equitable share					66 070 000,00		27 529 000,00	✔	✔	38 541 000,00				
					66 070 000,00	-	**27 529 000,00**	-						
Conditional Grants														
FMG					2 000 000,00		2 000 000,00			-	16 521,02	63 386,74	130 939,95	1 789 152,29
EPWP					1 217 000,00		305 000,00			912 000,00	7 878,00	-	117 612,00	179 510,00
MIG	6 383 326,27				23 149 000,00		2 557 000,00	✔	✔	20 592 000,00	-	-	-	2 557 000,00
EEDSM	4 000 000,00				-					-				-
INEP					4 825 000,00		1 500 000,00	✔	✔	3 325 000,00			456 789,78	1 043 210,22
WSIG	1 488 207,15				15 000 000,00		7 500 000,00	✔	✔	7 500 000,00	-	1 327 273,18	1 037 872,95	5 134 853,87
TOTAL	**11 821 533,42**	-	-		**46 191 000,00**	-	**13 862 000,00**	-		**32 329 000,00**	**24 399,02**	**1 390 659,92**	**1 743 214,68**	**10 703 726,38**

According to the manual grant register, the total year-to-date expenditure on the grants amounts to ***R3 158 273.62*** The equitable share is spent on operational requirements.

2.5 Councilor and Board Member Allowances and Employee Benefits

NC453 Gamagara - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

nary of Employee and Councillor remune	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	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		–	2 506	–	255	654	627	27	4%	2 506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	642	–	51	153	161	(8)	-5%	642
Cellphone Allowance		–	740	–	59	176	185	(9)	-5%	740
Housing Allowances								–		
Other benefits and allowances		–	2 943	–	216	647	736	(89)	-12%	2 943
Sub Total - Councillors		–	6 831	–	581	1 630	1 708	(78)	-5%	6 831
Senior Managers of the Municipality	3									
Basic Salaries and Wages		–	4 565	–	185	758	1 141	(384)	-34%	4 565
Pension and UIF Contributions		–	10	–	1	1	3	(1)	-44%	10
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		–	8	–	–	57	2	55	2886%	8
Motor Vehicle Allowance		–	1 296	–	110	327	324	3	1%	1 296
Cellphone Allowance		–	127	–	6	17	32	(14)	-45%	127
Housing Allowances								–		
Other benefits and allowances		–	1	–	0	0	0	(0)	-32%	1
Payments in lieu of leave		–	1 642	–	73	278	410	(132)	-32%	1 642
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	5	(5)	-100%	19
In kind benefits								–		
Sub Total - Senior Managers of Municipality		–	7 667	–	375	1 440	1 917	(477)	-25%	7 667
Other Municipal Staff										
Basic Salaries and Wages		–	170 960	–	13 117	36 331	42 740	(6 410)	-15%	170 960
Pension and UIF Contributions		–	27 424	–	2 019	5 884	6 856	(972)	-14%	27 424
Medical Aid Contributions		–	19 492	–	1 346	4 022	4 873	(851)	-17%	19 492
Overtime		–	20 448	–	2 179	5 914	5 112	802	16%	20 448
Performance Bonus		–	13 393	–	20	36	3 348	(3 313)	-99%	13 393
Motor Vehicle Allowance		–	9 209	–	762	2 074	2 302	(228)	-10%	9 209
Cellphone Allowance		–	783	–	69	194	196	(2)	-1%	783
Housing Allowances		–	2 124	–	190	557	531	26	5%	2 124
Other benefits and allowances		–	4 318	–	360	1 002	1 080	(78)	-7%	4 318
Payments in lieu of leave								–		
Long service awards		–	1 088	–	57	301	272	29	11%	1 088
Post-retirement benefit obligations	2	–	1 071	–	6	19	268	(248)	-93%	1 071
Entertainment		–	102	–	9	26	25	1	2%	102
Scarcity								–		
Acting and post related allowance		–	4 130	–	587	1 560	1 033	527	51%	4 130
In kind benefits								–		
Sub Total - Other Municipal Staff		–	274 542	–	20 722	57 919	68 636	(10 717)	-16%	274 542
TOTAL SALARY, ALLOWANCES & BENEFITS		–	289 040	–	21 678	60 988	72 260	(11 272)	-16%	289 040
TOTAL MANAGERS AND STAFF		–	282 209	–	21 097	59 359	70 552	(11 194)	-16%	282 209

Sub Total - Other Municipal Staff		–	274 542	–	20 722	57 919	68 636	(10 717)	-16%	274 542
Total Parent Municipality		–	289 040	–	21 678	60 988	72 260	(11 272)	-16%	289 040

NC453 Gamagara - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Description	Ref	Budget Year 2024/25												2024/25 Medium Term Revenue & Expenditure Framework		
R thousands	1	July Outcome	August Outcome	Sept Outcome	October Budget	Nov Budget	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
Cash Receipts By Source																
Property rates		7 424	5 514	9 013	14 796	14 796	14 796	14 796	14 796	14 796	14 796	14 796	37 234	177 554	185 721	194 264
Service charges - Electricity revenue		19 160	6 563	8 589	19 021	19 021	19 021	19 021	19 021	19 021	19 021	19 021	41 771	228 248	238 747	249 730
Service charges - Water revenue		3 786	2 246	3 209	4 300	4 300	4 300	4 300	4 300	4 300	4 300	4 300	7 958	51 597	53 971	56 453
Service charges - Waste Water Management		1 294	1 351	1 473	3 892	3 892	3 892	3 892	3 892	3 892	3 892	3 892	11 451	46 709	48 858	51 105
Service charges - Waste Mangement		1 375	1 288	1 578	3 208	3 208	3 208	3 208	3 208	3 208	3 208	3 208	8 591	38 494	40 265	42 117
Rental of facilities and equipment		644	13	708	167	167	167	167	167	167	167	167	(698)	2 003	2 097	2 097
Interest earned - external investments		1	89	37	52	52	52	52	52	52	52	52	82	627	656	656
Interest earned - outstanding debtors		785	240	663	4 176	4 176	4 176	4 176	4 176	4 176	4 176	4 176	15 016	50 112	51 766	53 451
Dividends received													–			
Fines, penalties and forfeits		724	74	61	50	50	50	50	50	50	50	50	(658)	601	639	658
Licences and permits		29	167	151	154	154	154	154	154	154	154	154	268	1 847	1 932	1 993
Agency services		4	47	44	49	49	49	49	49	49	49	49	103	594	621	650
Transfers and Subsidies - Operational		–	0	0	5 900	5 900	5 900	5 900	5 900	5 900	5 900	5 900	23 598	70 797	74 066	79 730
Other revenue		40 381	68 395	43 608	2 440	2 440	2 440	2 440	2 440	2 440	2 440	2 440	(142 824)	29 276	30 623	32 031
Cash Receipts by Source		75 608	85 985	69 334	58 205	58 205	58 205	58 205	58 205	58 205	58 205	58 205	1 892	698 459	729 962	764 934
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	–	–	3 622	3 622	3 622	3 622	3 622	3 622	3 622	3 622	14 488	43 464	43 575	54 369
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)													–			
Proceeds on Disposal of Fixed and Intangible Assets		32	–	37	–	–	–	–	–	–	–	–	(69)	–	–	–
Short term loans													–			
Borrowing long term/refinancing													–			
Increase (decrease) in consumer deposits													–			
VAT Control (receipts)													–			
Decrease (increase) in non-current receivables													–			
Decrease (increase) in non-current investments													–			
Total Cash Receipts by Source		75 640	85 985	69 372	61 827	61 827	61 827	61 827	61 827	61 827	61 827	61 827	16 311	741 923	773 537	819 303
Cash Payments by Type													–			
Employee related costs		(19 357)	(19 451)	(21 587)	23 517	23 517	23 517	23 517	23 517	23 517	23 517	23 517	154 466	282 209	295 235	308 791
Remuneration of councillors		–	–	–	569	569	569	569	569	569	569	569	2 277	6 831	7 146	7 474
Interest		–	–	–	63	63	63	63	63	63	63	63	250	750	785	821
Bulk purchases - Electricity		–	–	–	15 925	15 925	15 925	15 925	15 925	15 925	15 925	15 925	63 698	191 095	199 855	209 080
Acquisitions - water & other inventory		247	–	–	1 530	1 530	1 530	1 530	1 530	1 530	7 530	1 530	5 873	24 362	19 146	20 027
Contracted services		2 370	5 169	2 745	8 617	8 617	8 617	8 617	8 617	8 617	8 617	8 617	24 182	103 400	101 061	105 745
Transfers and subsidies - other municipalities													–			
Transfers and subsidies - other													–			
Other expenditure		34 183	5 887	60 604	7 587	7 587	7 587	7 587	7 587	7 587	7 587	7 587	(70 524)	91 050	85 405	86 741
Cash Payments by Type		17 444	(8 394)	41 963	57 808	57 808	57 808	57 808	57 808	57 808	63 808	57 808	180 222	699 697	708 631	738 678
Other Cash Flows/Payments by Type																
Capital assets		5 318	10 235	2 679	7 573	7 573	7 573	7 573	7 573	7 573	7 573	7 573	12 059	90 872	43 575	54 369
Repayment of borrowing													–			
Other Cash Flows/Payments													–			
Total Cash Payments by Type		22 762	1 841	44 641	65 380	65 380	65 380	65 380	65 380	65 380	71 380	65 380	192 281	790 569	752 206	793 047
NET INCREASE/(DECREASE) IN CASH HELD		52 878	84 144	24 730	(3 554)	(3 554)	(3 554)	(3 554)	(3 554)	(3 554)	(9 554)	(3 554)	(175 970)	(48 646)	21 331	26 256
Cash/cash equivalents at the month/year beginning:		14 310	67 189	151 333	176 063	172 510	168 956	165 402	161 849	158 295	154 742	145 188	141 634	14 310	(34 336)	(13 005)
Cash/cash equivalents at the month/year end:		67 189	151 333	176 063	172 510	168 956	165 402	161 849	158 295	154 742	145 188	141 634	(34 336)	(34 336)	(13 005)	13 251

Employees and remuneration related expenditure for the year as at end of September 2024 amounted to **R59 million**. Municipal employees are the main contributor at **94.1%,** followed by senior managers at **3%** and lastly by Councilors at **2.9%.**

2.6 Capital Programme Performance

The tables below report on the capital expenditure on new assets, renewal of existing assets, expenditure on repairs and maintenance, depreciation by asset class and expenditure on upgrading of exiting assets.

NC453 Gamagara - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

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								%	
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		–	17 923	–	397	1 562	4 481	2 918	65,1%	17 923
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads								–		
Road Structures								–		
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 625	–	397	397	2 156	1 759	81,6%	8 625
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		–	8 625	–	397	397	2 156	1 759	81,6%	8 625
Capital Spares								–		
Water Supply Infrastructure		–	9 298	–	–	1 165	2 324	1 159	49,9%	9 298
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	3 900	–	–	1 165	975	(190)	-19,5%	3 900
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	5 398	–	–	–	1 349	1 349	100,0%	5 398
Community Assets		–	10 000	–	–	–	2 500	2 500	100,0%	10 000
Sport and Recreation Facilities		–	10 000	–	–	–	2 500	2 500	100,0%	10 000
Indoor Facilities								–		
Outdoor Facilities		–	10 000	–	–	–	2 500	2 500	100,0%	10 000
Capital Spares								–		
Furniture and Office Equipment		–	80	–	–	–	20	20	100,0%	80
Furniture and Office Equipment		–	80	–	–	–	20	20	100,0%	80
Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		–	16 000	–	–	7 037	4 000	(3 037)	-75,9%	16 000
Transport Assets		–	16 000	–	–	7 037	4 000	(3 037)	-75,9%	16 000
Total Capital Expenditure on new assets	1	–	44 003	–	397	8 599	11 001	2 401	21,8%	44 003

An expenditure of **R 1.165 million** was incurred for the water supply projects.

An expenditure of **R 7.04 million** was incurred for transportation assets

Expenditure on repairs and maintenance

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

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		–	41 500	–	1 786	2 961	10 375	7 414	71,5%	41 500
Roads Infrastructure		–	2 200	–	26	92	550	458	83,2%	2 200
Roads								–		
Road Structures								–		
Road Furniture		–	1 700	–	26	92	425	333	78,3%	1 700
Capital Spares		–	500	–	–	–	125	125	100,0%	500
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	6 700	–	6	167	1 675	1 508	90,0%	6 700
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks		–	2 300	–	–	140	575	435	75,6%	2 300
LV Networks		–	4 100	–	–	–	1 025	1 025	100,0%	4 100
Capital Spares		–	300	–	6	26	75	49	64,8%	300
Water Supply Infrastructure		–	23 500	–	1 069	2 018	5 875	3 857	65,7%	23 500
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	20 300	–	945	1 892	5 075	3 183	62,7%	20 300
Distribution Points								–		
PRV Stations								–		
Capital Spares		–	3 200	–	124	126	800	674	84,2%	3 200
Sanitation Infrastructure		–	9 100	–	684	684	2 275	1 591	69,9%	9 100
Pump Station								–		
Reticulation		–	6 200	–	563	563	1 550	987	63,7%	6 200
Waste Water Treatment Works		–	1 650	–	–	–	413	413	100,0%	1 650
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		–	1 250	–	121	121	313	191	61,1%	1 250
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Community Assets		–	755	–	–	–	189	189	100,0%	755
Community Facilities		–	755	–	–	–	189	189	100,0%	755
Cemeteries/Crematoria		–	200	–	–	–	50	50	100,0%	200
Police								–		
Purls		–	150	–	–	–	38	38	100,0%	150
Capital Spares		–	405	–	–	–	101	101	100,0%	405
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Other assets		–	585	–	–	–	146	146	100,0%	585
Operational Buildings		–	585	–	–	–	146	146	100,0%	585
Municipal Offices		–	585	–	–	–	146	146	100,0%	585
Intangible Assets		–	13 015	–	968	3 195	3 254	59	1,8%	13 015
Servitudes								–		
Licences and Rights		–	13 015	–	968	3 195	3 254	59	1,8%	13 015
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	13 015	–	968	3 195	3 254	59	1,8%	13 015
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	–	–	–	–		–
Computer Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		–	175	–	0	1	44	43	97,5%	175
Furniture and Office Equipment		–	175	–	0	1	44	43	97,5%	175
Machinery and Equipment		–	200	–	–	24	50	26	52,5%	200
Machinery and Equipment		–	200	–	–	24	50	26	52,5%	200
Transport Assets		–	3 880	–	182	242	970	728	75,1%	3 880
Transport Assets		–	3 880	–	182	242	970	728	75,1%	3 880
Total Repairs and Maintenance Expenditure	1	–	60 110	–	2 936	6 423	15 028	8 605	57,3%	60 110

There actual spent on repairs and maintenance expenditure is **R6.4 million** or **10.6%** of the budgeted **R60.1 million.**

Depreciation by Asset class

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September

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								%	
Depreciation by Asset Class/Sub-class										
Infrastructure		–	39 246	–	9 220	9 220	9 812	591	6,0%	39 246
Roads Infrastructure		–	10 769	–	2 516	2 516	2 692	176	6,5%	10 769
Roads		–	–	–	–	–	–	–		–
Road Structures		–	10 769	–	2 516	2 516	2 692	176	6,5%	10 769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 146	–	1 802	1 802	2 036	234	11,5%	8 146
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	34	–	–	–	8	8	100,0%	34
MV Switching Stations								–		
MV Networks		–	34	–	–	–	8	8	100,0%	34
LV Networks		–	8 079	–	1 802	1 802	2 020	217	10,8%	8 079
Capital Spares								–		
Water Supply Infrastructure		–	11 582	–	2 721	2 721	2 896	175	6,0%	11 582
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	153	–	–	–	38	38	100,0%	153
Pump Stations		–	8	–	–	–	2	2	100,0%	8
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	11 422	–	2 721	2 721	2 855	135	4,7%	11 422
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	8 749	–	2 181	2 181	2 187	6	0,3%	8 749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	8 749	–	2 181	2 181	2 187	6	0,3%	8 749
Community Assets		–	4 365	–	1 180	1 180	1 091	(89)	-8,2%	4 365
Community Facilities		–	4 365	–	1 180	1 180	1 091	(89)	-8,2%	4 365
Halls		–	4 365	–	1 180	1 180	1 091	(89)	-8,2%	4 365
Other assets		–	5 553	–	860	860	1 388	529	38,1%	5 553
Operational Buildings		–	5 553	–	860	860	1 388	529	38,1%	5 553
Municipal Offices		–	5 553	–	860	860	1 388	529	38,1%	5 553
Computer Equipment		–	1 122	–	259	259	281	22	7,7%	1 122
Computer Equipment		–	1 122	–	259	259	281	22	7,7%	1 122
Furniture and Office Equipment		–	1 382	–	93	93	346	253	73,2%	1 382
Furniture and Office Equipment		–	1 382	–	93	93	346	253	73,2%	1 382
Machinery and Equipment		–	1 338	–	55	55	335	279	83,4%	1 338
Machinery and Equipment		–	1 338	–	55	55	335	279	83,4%	1 338
Transport Assets		–	2 148	–	765	765	537	(228)	-42,4%	2 148
Transport Assets		–	2 148	–	765	765	537	(228)	-42,4%	2 148
Total Depreciation	1	–	55 155	–	12 432	12 432	13 789	1 357	9,8%	55 155

Depreciation for the month of September was recognized and it amounted to **R12.4 Million**

Capital expenditure on Upgrading of existing assets

NC453 Gamagara - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M03 September

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								%	
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		–	46 459	–	1 506	3 506	11 615	8 109	69,8%	46 459
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	1 500	–	–	–	375	375	100,0%	1 500
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations								–		
MV Networks		–	–	–	–	–	–	–		–
LV Networks								–		
Capital Spares		–	1 500	–	–	–	375	375	100,0%	1 500
Water Supply Infrastructure		–	20 150	–	1 016	2 170	5 037	2 868	56,9%	20 150
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		–	15 000	–	1 016	2 170	3 750	1 580	42,1%	15 000
Distribution		–	5 150	–	–	–	1 287	1 287	100,0%	5 150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	24 809	–	491	1 336	6 202	4 866	78,5%	24 809
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		–	24 809	–	491	1 336	6 202	4 866	78,5%	24 809
Community Assets		–	410	–	–	–	102	102	100,0%	410
Community Facilities		–	410	–	–	–	102	102	100,0%	410
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	–	–	–	102	102	100,0%	410
Total Capital Expenditure on upgrading of existing assets	1	–	46 869	–	1 506	3 506	11 717	8 211	70,1%	46 869

An expenditure of **R3.5 million** was incurred for the upgrading of existing assets for the month of September 2024

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

16.1 MFMA Circular 124 – Municipality Compliance Self-Assessment

Annexure A2

Annexure A2 - Monthly

National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Sept'25
National Financial Year	2024/25
Demarcation Code of Municipality being assessed	NC453
District	John Taolo Gaetsewe
Demarcation Description	Gamagara

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

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition				Notes/Comments
	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):		
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - refer condition 6.12 .2*	Yes	
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes	
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Yes	
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	No	No ESKOM Bulk Current Account payment was made in the Month of September.
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?	No	No ESKOM Bulk Current Account payment was made in the Month of September.
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?	No	No ESKOM Bulk Current Account payment was made in the Month of September.
	6,4	**Compliance with a funded MTREF –** ***(choose from drop down list the MTREF assessed)***	2025/26 Tabled 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?	No	
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 40 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 the 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 necessary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*		
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note*** *- only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a	
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes	
14	6.5	**Cost reflective tariffs –** (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	
	6.6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:		
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	Yes	All indigent consumers are connected to pre paid meters
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.***	Yes	All indigent consumers are connected to pre paid meters
	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;	Yes	
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)?	Yes	
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?	Yes	
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***	Yes	
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?	Yes	
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.***	Yes	
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	As per the circular, this itme was agreed to be left in the municipality account
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	As per the circular, this itme was agreed to be left in the municipality account
		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	As per the circular, this itme was agreed to be left in the municipality account
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: ____________________

Signature of HOD/ NT/ MM: ____________________

Date: ____________________

** ***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.*

*****Note – The Signed Certificate to be uploaded on Gomuni must not include comments column - comments need to be incoporated into the related PT report***

16.2 Municipal Debt Relief Performance across the period of debt relief participation

The Municipality achieved a compliance status **of 83%** for the Month of September, this is slightly less that that of the previous month, which recorded an **88%** compliance status. The reason for the drop in compliance status was due to the non-payment of ESKOM during the Month of September. The data string submitted to National Treasury GO-Muni Portal, also **doesn't** include the amount paid as per section 41(2) MFMA statement of Eskom. The Municipality only made a payment to ESKOM in the Month of October 2024.

The remedial action taken by the Municipality is to capture invoices timely, and subsequently pay ESKOM even prior to month end closure to warrant perfect alignment between the financial transactional data string and the actual proof of payment uploaded on GO Muni within a day of executing such a payment.

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Province				
WC				
Code		John Taolo		Ga Magara
NC450		John Taolo Gaetsewe		Gamagara

Monthly Performance Report

Municipal Details			Part A: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/BFP & Tariff Assessment		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14
1.July	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes
2.August	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes
3.September	Gamagara	NC453	Yes	Yes	Yes	No		No	No	No	Yes	Yes	Yes	N/A	Yes	Yes
4.October	Gamagara	NC453														
5.November	Gamagara	NC453														
6.December	Gamagara	NC453														
7.January	Gamagara	NC453														
8.February	Gamagara	NC453														
9.March	Gamagara	NC453														
10.April	Gamagara	NC453														
11.May	Gamagara	NC453														
12.June	Gamagara	NC453														

	Part D: Electricity and water as collection tools				Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base		
Month	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28
1.July	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
2.August	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
3.September	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
4.October														
5.November														
6.December														
7.January														
8.February														
9.March														
10.April														
11.May														
12.June														

	Part E: Oversight													Part F: Compliance Status		Month applicable
Month	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
2.August	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
3.September	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
4.October														0%	Non Compliance	Yes
5.November														0%	Non Compliance	Yes
6.December														0%	Non Compliance	Yes
7.January														0%	Non Compliance	Yes
8.February														0%	Non Compliance	Yes
9.March														0%	Non Compliance	Yes
10.April														0%	Non Compliance	Yes
11.May														0%	Non Compliance	Yes
12.June														0%	Non Compliance	Yes

	Comments/Motivation
HOD Name:	
Signature of HOD:	
Date:	

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

16.3 The Provincial Treasury Debt Relief Compliance Assessment

The municipality did receive the latest compliance report from the Provincial Treasury. The major items Highlighted by the PT have been chronicled below: Remedial action has been put into place in order to eradicate the challenges raised below.

Northern Cape Provincial Government

NCPT

NORTHERN CAPE PROVINCIAL TREASURY
NOORD KAAP PROVINSIALE TESOURIE
LEFAPHA LA MATLOTLO LA KAPA BOKONE
ISEBE LEZEMALI LOMNTLA KOLONI

Metlife Towers Building
Private Bag X5054
KIMBERLEY
8300
Tel: 053 - 830 8200

Metlife Towers Building
Cnr. Knight & Stead Street
Market Square
KIMBERLEY
8300

Enquiries: Joseph Mekgwe
Dipatlisiso:
Imibuzo:
Navrae:

Date: 26 September 2024
Leshupelo:
Umhla:
Datum:

Reference: #Debt Relief M09
Tshupelo:
Tsalathiso:
Vervysings:

MS. OGALALETSENG GAAREKWE
ACTING DIRECTOR-GENERAL:
INTERGOVERNMENTAL RELATIONS
NATIONAL TREASURY
40 CHURCH SQUARE
PRETORIA
0001

SEETILE LEBOGANG
MUNICIPAL MANAGER
GAMAGARA MUNICIPALITY
P.O BOX 1001
KATHU
8446

MFMA CIRCULAR 124 - MUNICIPAL DEBT RELIEF COMPLIANCE OF NC453 GAMAGARA LOCAL MUNICIPALITY AUGUST 2024

Condition 6.2 – Application based supported by Council resolution

As at the date of this report, Gamagara Local Municipality has submitted all Debt Relief Application related information.

Condition 6.3 – Maintaining the Eskom bulk current account

In terms of MFMA Circular No. 124: condition 6.3 (*Maintaining the Eskom bulk current account*) – current account for purposes of the Gamagara Local Municipality 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 envisaged in paragraph 2 of the NT debt relief approval letter. The Municipality is not complying with the debt relief conditions. Partial payments were received in August 2024.

The municipality was required to conclude a payment arrangement with Eskom within five (5) weeks of the date of the approved letter to facilitate the repayment thereof, including for any related interest and/ or penalties. The municipality has not reported if it has managed to meet/conclude payment arrangement with Eskom to date; therefore not in compliance to conditions of approval letter.

The municipality would need to take the following remedial actions during the upcoming month and going forward to address the non-compliance which relates also to condition 6.12:

- Correct the credibility of mSCOA data strings to align with payments to Eskom and Water bulk invoices
- Fast track conclusion of payment agreement with Eskom in order to ensure Eskom can suppressed interest into the Payment Arrangement.

The Provincial Treasury has closely been engaging and monitoring the municipality in this regard to facilitate full compliance during August 2024 going forward.

- Provincial Treasury has established Debt Steering Committee to assist the municipalities with debt owed by Provincial Departments.

- The municipality is requested to submit monthly invoices to the Provincial Treasury Debt Steering Committee.
- In our quest to improve revenue in municipalities, the Provincial Treasury should engage the Department of Public Works (both National and Provincial) and municipalities in an effort to resolve dispute on outstanding debts accounts.
- Provincial Treasury would also like to request a meeting with the municipality during soon to discuss none compliance by the municipality in ensuring it assist where possible.

16.4 MFMA Circular 124 – Condition 6.6 (Electricity and Water as Collection Tools) & Condition 6.7 (Maintain a minimum average quarterly collection of property rates and services charges)

The Municipality is currently having a challenge of splitting the households or consumers in accordance with the wards, as some wards overlap the streets. The financial system Vendors coupled with the Valuers are being engaged by the Municipality in order to resolve the issue and thus be eligible to recognize revenue billed and collected per ward. Currently Annexure D, which is the Monthly revenue collection, does not split the revenue billed and collected according to wards. To this end, the revenue collection has been summarized per service charge and rates.

The Municipality achieved a Monthly collection rate of **90%** (Including advanced payments). This calculation was contingent upon August Billing with it's ensuing collection rate realized in the subsequent Month of September. From subsequent months, the Municipality will be reviewing the Split of advanced payments in order to incorporate it into ***MFMA Budget Circular 128 Annexure D template*** in order to align correctly with our internal records, as advanced payments also stems from the collection of service charges revenue coupled with property rates.

Municipal Debt Relief - Monthly Revenue Collection Reporting (condition 6.7)

Province	Demarcation Code	Municipality
Northern Cape	NC453	Gamagara

Average collection rate (MFMA Circular 124 condition 6.7)

NB - Collection rate principle applied (Cash collection of previous month billing)

Collection Rate Assessment

Notes	Total Aggregate Collection		1.July - Reporting for June in July				2.August - Reporting for July in August			
			Billing For June	Collection in July	R - Billing not collected	% Collection	Billing For July	Collection in August	R - Billing not collected	% Collection
1	1.Collection for whole demarcation	Summary	39 328 788	(28 833 743)	68 162 531	-73%	46 941 753	(14 165 857)	61 107 610	-30%
2	2.Collection excl Eskom supplied areas		39 328 788	(28 833 743)	68 162 531	-73%	46 941 753	(14 165 857)	61 107 610	-30%
3	3.Collection: **Property Rates**		14 548 111	(7 413 216)	21 961 327	-51%	19 005 941	(5 502 893)	24 508 834	-29%
4	4.Total average collection: **Electricity** (Municipal supplied areas)		8 280 783	(15 690 329)	23 971 111	-189%	10 393 316	(5 014 025)	15 407 340	-48%
5	5.Total average collection: **Water**		3 955 060	(2 686 858)	6 641 918	-68%	3 811 137	(1 165 009)	4 976 146	-31%
6	6.Total average collection: **Wastewater**		4 105 156	(1 117 596)	5 222 752	-27%	4 147 881	(1 139 795)	5 287 635	-27%
7	7.Total average collection: **Refuse**		4 339 013	(1 163 522)	5 502 535	-27%	4 545 035	(1 104 253)	5 649 288	-24%
8	8. 7.Total average collection: **Interest**		4 100 665	(762 222)	4 862 887	-19%	5 038 444	(239 922)	5 278 366	-5%

Notes	Total Aggregate Collection	3.September - Reporting for August in September				Click to view/close months	Summary - Quarter 1		
		Billing For August	Collection for in September	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected
1	1.Collection for whole demarcation	41 311 932	(21 163 211)	62 475 142	-51%		127 582 472	(64 162 810)	191 745 282
2	2.Collection excl Eskom supplied areas	41 311 932	(21 163 211)	62 475 142	-51%		127 582 472	(64 162 810)	191 745 282
3	3.Collection: **Property Rates**	14 684 775	(9 001 614)	23 686 389	-61%		48 238 827	(21 917 722)	70 156 549
4	4.Total average collection: **Electricity** (Municipal supplied areas)	9 414 724	(6 724 003)	16 138 727	-71%		28 088 823	(27 428 356)	55 517 179
5	5.Total average collection: **Water**	3 422 123	(2 138 541)	5 560 664	-62%		11 188 319	(5 990 409)	17 178 728
6	6.Total average collection: **Wastewater**	4 109 049	(1 279 668)	5 388 717	-31%		12 362 086	(3 537 059)	15 899 105
7	7.Total average collection: **Refuse**	4 538 766	(1 356 629)	5 895 395	-30%		13 422 814	(3 624 404)	17 047 218
8	8. 7.Total average collection: **Interest**	5 142 495	(662 756)	5 805 250	-13%		14 281 603	(1 664 900)	15 946 503

Complete This Section

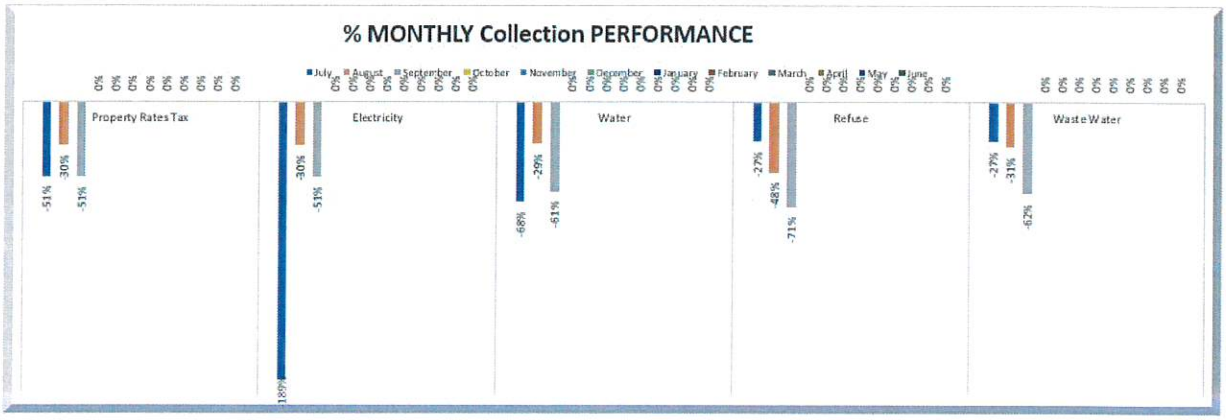
Quarter 1 Performance Per Ward

Summary Monthly Performance Graphs Notes +

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 SEPTEMBER 2024

Complete This Section			Quarter 1 Performance Per Ward											
			1.July				2.August				3.September			
Services	Electricity Supplier	Ward Name & Number	Billing For June	Collection for June in July	Rand Value of Billing not collected	% Collection	Billing For July	Collection for July in August	Rand Value of Billing not collected	% Collection	Billing For August	Collection for August in September	Rand Value of Billing not collected	% Collection
Property Rates Tax	Mun Supplied	All Wards	14 548 111	(7 413 216)	21 961 327	-51%	19 005 941	(5 502 893)	24 508 834	-29%	14 684 775	(9 001 614)	23 686 389	-61%
Electricity			8 280 783	(15 690 329)	23 971 111	-189%	10 393 316	(5 014 025)	15 407 340	-48%	9 414 724	(6 724 003)	16 138 727	-71%
Water			3 955 060	(2 686 858)	6 641 918	-68%	3 811 137	(1 165 010)	4 976 146	-31%	3 422 123	(2 138 541)	5 560 664	-62%
Refuse			4 339 013	(1 163 522)	5 502 535	-27%	4 545 035	(1 104 253)	5 649 288	-24%	4 538 766	(1 356 629)	5 895 395	-30%
Waste Water			4 105 156	(1 117 596)	5 222 752	-27%	4 147 881	(1 139 755)	5 287 635	-27%	4 109 049	(1 279 669)	5 388 717	-31%
Interest			4 100 665	(762 222)	4 862 887	-19%	5 038 444	(239 922)	5 278 366	-5%	5 142 495	(662 756)	5 805 250	-13%



National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

Northern Cape	
Code	District
NC453	

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2			
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection
1.Collection for whole demarcation	127 582 472	(64 162 810)	191 745 282	-50%	-50%	-	-	-	#DIV/0!
2.Collection excl Eskom supplied areas	127 582 472	(64 162 810)	191 745 282	-50%	-50%	-	-	-	#DIV/0!
3.Collection: **Property Rates**	48 238 827	(21 917 722)	70 156 549	-45%	-45%	-	-	-	#DIV/0!
4.Total average collection: **Electricity** (Municipal supplied areas)	28 088 823	(27 428 356)	55 517 179	-98%	-98%	-	-	-	#DIV/0!
5.Total average collection: **Water**	11 188 319	(5 990 409)	17 178 728	-54%	-54%	-	-	-	#DIV/0!
6.Total average collection: **Wastewater**	12 362 086	(3 537 019)	15 899 105	-29%	-29%	-	-	-	#DIV/0!
7.Total average collection: **Refuse**	13 422 814	(3 624 404)	17 047 218	-27%	-27%	-	-	-	#DIV/0!
8.Total average collection: **Interest**	14 281 603	(1 664 900)	15 946 503	-12%	0%	-	-	-	#DIV/0!

Summary | Monthly Performance | Graphs | Notes

16.4.2 Monthly - Restriction of Free Basic Services to Indigent Households

ANNEXURE C

National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of

Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))

Instruction - *complete only with information of the current households registered as indigent with the municipality (Do NOT include the information of all households unless explicitly stated otherwise)*

Description	Ref	As Per Debt Relief Application	Current Year - 2024/2025			2024/2025 - Monthly Monitoring											
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11	M12
Indigent Household service targets	1																
Water : (Include All Indigent households also in Eskom supplied areas)																	
Indigent HH's with piped water inside dwelling		754 560	754 560	754 560													
Indigent HH's with piped water inside yard (but not in dwelling)																	
Indigent HH's using public tap (at least min.service level)	2																
Indigent HH's with other water supply (at least min.service level)	4																
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		754 560	754 560	754 560	-	-	-	-	-	-	-	-	-	-	-	-	-
Indigent HH's using public tap (< min.service level)	3																
Indigent HH's with other water supply (< min.service level)	4					543	1 223	1 689									
Indigent HH's with No water supply																	
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		-	-	-	-	543	1 223	1 689	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	5	754 560	754 560	754 560	-	543	1 223	1 689	-	-	-	-	-				
Energy : (Include All Indigent households also in Eskom supplied areas)																	
Indigent HH's with Electricity (at least min.service level)						543	1 223	1 689									
Indigent HH's with Electricity - prepaid (min.service level)						-											
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		-	-	-	-	543	1 223	1 689	-	-	-	-	-	-	-	-	-
Indigent HH's with Electricity (< min.service level)						-											
Indigent HH's with Electricity - prepaid (< min. service level)						-											
Indigent HH's with other energy sources						-											
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	5	-	-	-	-	543	1 223	1 689	-	-	-	-	-	-	-	-	-
Status of Electricity meters :																	
Number of Indigent HH's with prepaid Electricity						543	1 223	1 689									
Number of Indigent HH's with conventional metered Electricity																	
Number of Indigent HH's NOT metered currently - Electricity						-											
Number of indigent HH's with other energy sources - No metering		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	12	-	-	-	-	543	1 223	1 689	-	-	-	-	-	-	-	-	-
Status of unlimited supply of Electricity :																	
Number of Indigent HH's with conventional metered Electricity - where the municipality is NOT physically restricting Electricity to the national free basic limit of 50kwh per household per month						-											
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households receiving unlimited supply - Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's billed for consumption above the 50 kwh	13					-											
Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7																
Water (6 kilolitres per household per month)						543	1 223	1 689									
Electricity/other energy (50kwh per household per month)						543	1 223	1 689									
Cost of Free Basic Services provided to ALL Househols in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Total cost of FBS Water and Electricity provided to ALL Households	8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)						15 000	15 000	15 000									
Water (kilolitres per household per month)						6	6	6									
Sanitation (kilolitres per household per month)						6	6	6									
Sanitation (Rand per household per month)						343	343	343									
Electricity (kwh per household per month)						50	50	50									
Refuse (average litres per week)						1	1	1									
Revenue cost of subsidised services provided for ALL Households (R'000)	9																
Residential Category : Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	14(a)					15 000	15 000	15 000									
PSI Category : Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	14(b)																
Additional Subsidies: Property rates exemptions, reductions and rebates in excess of section 17 of MPRA)																	
Water (in excess of 6 kilolitres per indigent household per month)	15					265	265	265									
Sanitation (in excess of free sanitation service to indigent households)	16					343	343	343									
Electricity/other energy (in excess of 50 kwh per indigent household per month)						96	96	96									
Refuse (in excess of one removal a week for indigent households)						343	343	343									
Municipal Housing - rental rebates																	
Housing - top structure subsidies	6																
Other																	
Total revenue cost of subsidised services provided		-	-	-	-	16 045	16 047	16 047	-	-	-	-	-	-			

16.5 MFMA Circular 124 – Condition 6.8 (Completeness of the revenue base)

GRV Reconciliation and Exceptions to be cleared

The Municipality is still clearing the exceptions that were identified during the GV Reconciliation, in order to ascertain perfect alignment and revenue maximization. These exceptions and the clearing thereof will be reported in upcoming months to ensure that there is completeness of revenue and that the tariffs and type of use are correctly linked in accordance with the approved valuation roll.

Property Rates Reconciliation						
Province	NC					
District	John Taolo Gaetsewe District					
Type	LM					
Municipal Name	Gamagara					
GV Period	01/07/2019 - 30/06/2024					
Financial Year	2019/2020					
Reconciliation Period	Quarter 1					
Reconciliation Overview						
High Level Reconciliation						
Propety Categories	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	15078	9166	5912	7 122 629 840,00	5 904 110 580,00	1 218 519 260,00
Industrial	80	65	15	192 760 500,00	157 384 500,00	35 376 000,00
Business and Commercial	321	168	153	1 431 164 112,00	584 136 800,00	847 027 312,00
Agricultural	360	1	359	1 649 524 000,00	-	1 649 524 000,00
Mining	49	1	48	393 388 100,00	889 000,00	392 499 100,00
State Owned for Public Purpose	27	3	24	261 664 000,00	56 073 000,00	205 591 000,00
PSI	238	84	154	73 792 349,00	143 858 000,00	- 70 065 651,00
PBO	8	5	3	27 522 000,00	7 359 000,00	20 163 000,00
Multi Use	1	0	1	5 888 000,00	-	5 888 000,00
Vacant	126	495	-369	131 240 960,00	158 927 934,00	- 27 686 974,00
POW	0	0	0	-	-	-
Municipal	85	58	27	191 664 223,00	31 231 450,00	160 432 773,00
Other	115	190	-75	178 599 932,00	139 028 900,00	39 571 032,00
	16488	10236	6252	11 659 838 016,00	7 182 999 164,00	4 476 838 852,00

Total	60169	60169	0		40 365 001 110	40 365 311 110,00	- 310 000,00

Detailed Reconciliation				
Propety Categories	Monthly Billing			
Propety Categories	GV	MFS	Variance	Comments
Residential	7405614	22701804	-15296191	
Industrial	2344946	2295727	49219	
Business and Commercal	21769558	20508870	1260689	
Agricultural	650245	805165	-154920	
Mining	601943	601943	0	
State Owned for Public Purpose	9896154	0	9896154	
PSI	0	0	0	
PBO	0	0	0	
Multi Use	0	0	0	
Vacant	0	0	0	
POW	0	0	0	
Municipal	0	0	0	
Other	0	0	0	
Total	42 668 460,53	46 913 509,39	- 4 245 048,86	

16.6 MFMA Circular 124 – Condition 6.3 (Maintaining the Eskom bulk current account) and Condition 6.12 (Proper Management of Resources)

Eskom

ESKOM HOLDINGS SOC LTD REG NO 2002/015527/30
VAT REG NO 4740101508

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0860) 037566
FAX NO: 0862 437 566
E-MAIL: customerservices@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

Eskom
TEL: 08600 37566
SMS:

GAMAGARA LOCAL MUNICIPALITY
ATT ELNA DE KOCK
PO BOX 1001
KATHU
8446

YOUR ACCOUNT NO	9296092982
SECURITY HELD	4266832.20
BILLING DATE	2024-10-02
TAX INVOICE NO	929104818923
ACCOUNT MONTH	SEPTEMBER 2024
CURRENT DUE DATE	2024-11-01
VAT REG NO	4040120927

CUSTOMER SELF SERVICE WEBSITE:
https://csonline.eskom.co.za

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

DIRECT DEPOSIT DETAIL
BANK: First National Bank
BRANCH CODE: 223626
BANK ACC NO: 55070067316

TAX INVOICE

E-MAIL: creditors@gamagara.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	16,320.60
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	53,957.25
ANCILLARY SERVICE (ALL)		R	56,505.69
ENERGY CHARGE (PEAK)	1,227,488.00	R	2,524,329.07
ENERGY CHARGE (STD)	2,697,226.00	R	3,817,114.24
ENERGY CHARGE (OFF)	3,138,498.00	R	2,817,429.66
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,106,805.17
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	944,867.03
SERVICE CHARGE		R	12,069.60
TOTAL CHARGES FOR BILLING PERIOD		R	**12,977,568.31**

ACCOUNT SUMMARY FOR SEPTEMBER 2024

BALANCE BROUGHT FORWARD	(Due Date 2024-10-02)	R	593,928,910.26
TOTAL CHARGES FOR BILLING PERIOD		R	12,977,568.31
ADJUSTMENTS	(Summary - See attachment for details)	R	2,063,710.43
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	1,946,635.24

ACCOUNT NO / REFERENCE NO
9296092982
NAME
GAMAGARA LOCAL MUNICIPALITY
FAX NUMBER
0537232021

0934 9296092982

2982

092 9820

11341 9296(

>>>>>>> 9207 2929

ARREARS					
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS	CURRENT	TOTAL DUE R
533,136,870.	32,320,874.58	28,471,165.45	0.00	16,987,913.98	610,916,824.24

Account OVERDUE - Subject to Disconnection

TOTAL AMOUNT DUE
610,916,824.20

PAYMENT ARRANGEMENT

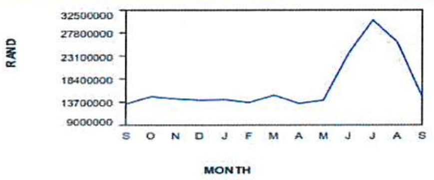
INSTALMENT
0.00

ARREARS (Due Immediately)
593,928,910.26

DUE DATE (For Current Amount)
2024-11-01

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT



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BILL PAGE	1 OF 5

To date the Municipality owes ESKOM a total of **R610 916 824.20.** No payment had been made in the Month of September.

Below is the NT tariff tool chart displaying the tariffs and whether they are cost reflective or not. The Municipality is working on cutting down on expenditure while enhancing revenue. The Cost of Supply is currently in the planning / execution phase which would also be reconciled with the outcome of the tariff tool. During the adjustment budget period, the NT Tariff tool should produce cost reflective tariffs, as the Municipality will be working towards a funded budget. Progress on the budget funding plan will be reported cumulatively in the following Month. (October 2024)

NC | John Taolo Gaetsewe | Gamagara | NC453

Tariff Assessments for the MTREF Period

	Assessment Status	Financial Year	Period	Item	Water	Waste Water	Electricity	Solid Waste	Total Surplus/Deficit	
Year 1	Not Cost Reflective	2024/25	Year1	Revenue Required by NT Tariff Tool	96 195 497	44 951 513	319 947 044	28 583 535	489 677 590	Year 1
				Revenue Budgeted	68 717 109	52 123 576	244 413 247	43 001 154	408 255 086	
				Shortfal/Excess	- 27 478 388	7 172 063	- 75 533 797	14 417 619	- 81 422 504	
				Assessment Outcome per Service	Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	
Year 2	Not Cost Reflective	2025/26	Year2	Revenue Required by NT Tariff Tool	99 775 014	40 170 258	336 534 222	30 376 321	506 855 813	Year 2
				Revenue Budgeted	71 878 094	54 521 260	255 656 257	44 979 206	427 034 817	
				Surplus /Deficit	- 27 896 920	14 351 004	- 80 877 965	14 602 885	- 79 820 996	
				Assessment Outcome per Service	Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	
Year 3	Not Cost Reflective	2026/27	Year3	Revenue Required by NT Tariff Tool	103 287 738	41 441 797	349 889 590	31 586 474	526 205 599	Year 3
				Revenue Budgeted	75 184 487	57 029 238	267 416 445	47 048 250	446 678 420	
				Surplus /Deficit	- 28 103 251	15 587 441	- 82 473 145	15 461 776	- 79 527 179	
				Assessment Outcome per Service	Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	

Municipal Manager's Quality Certificate

Quality Certificate

I, Lebogang Seetile, the Municipal Manager of **Gamagara Local Municipality (NC453)**, hereby certify that;

Monthly budget statement in line with MFMA Section 71 for the period ended September 2024 has been prepared in accordance with the Municipal Finance Management Act no.56 of 2003 and regulations made under the Act.

The Municipal Manager of **Gamagara Local Municipality (NC453)**

Signature Seetile

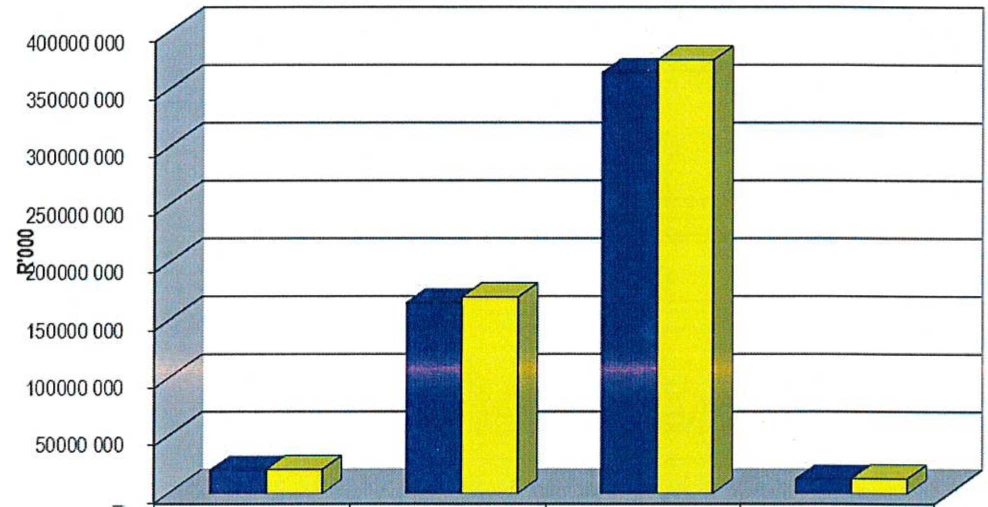
Date 11/10/2024

RECOMMENDATIONS

The Budget and Treasury office recommends the following. It is highly recommended that the Mayoral committee take note of the following

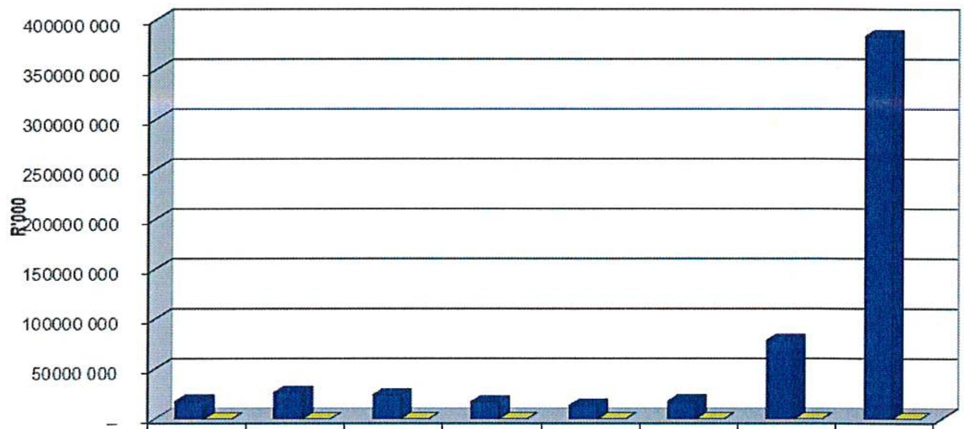
1. The monthly budget statement for the period ended **30 September 2024** be noted.
2. The need for municipality to ensure that credit control is enforced monthly to enhance revenue collection.
3. The urgency for departments to submit invoices timely to ensure that expenditures are reported in the correct period.
4. To continually implement cost containment measures in order to curb fruitless expenditure.
5. The objective importance of spending on conditional grants in order to improve service delivery and infrastructure, thus eradicating unspent conditional grants at year end.
6. The urgency to finalise and conclude payment agreements with Eskom and other top 2 Creditors.
7. The need to adhere strictly to the cash budget. I,e, if we didn't budget for it, we should not transact on it, plus that spending should be limited to the funding source funds that is available or ring-fenced in the Bank Account.

Chart C4 Consumer Debtors (total by Debtor Customer Category)



	Organs of State	Commercial	Households	Other
2023/24	20279 548	165002 542	363926 848	12466 156
Budget Year 2024/25	20906 750	170105 713	375182 318	12851 707

Chart C3 Aged Consumer Debtors 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
Budget Year 2024/25	17971 091	26507 133	23945 604	17174 526	13618 471	17954 856	78564 288	383310 519
2023/24	–	–	–	–	–	–	–	–