GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

OCTOBER 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**

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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 31 October 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 31 October 2024, a total of **R247 million** or **32%** of the total budget has been recognized. This translates to **97%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R8.2 million** or **3%**. The highest contributor to the municipality's revenue is service charge-electricity at **36%** followed by property rates at **24%.** See the below table for details on the operating revenue budget.

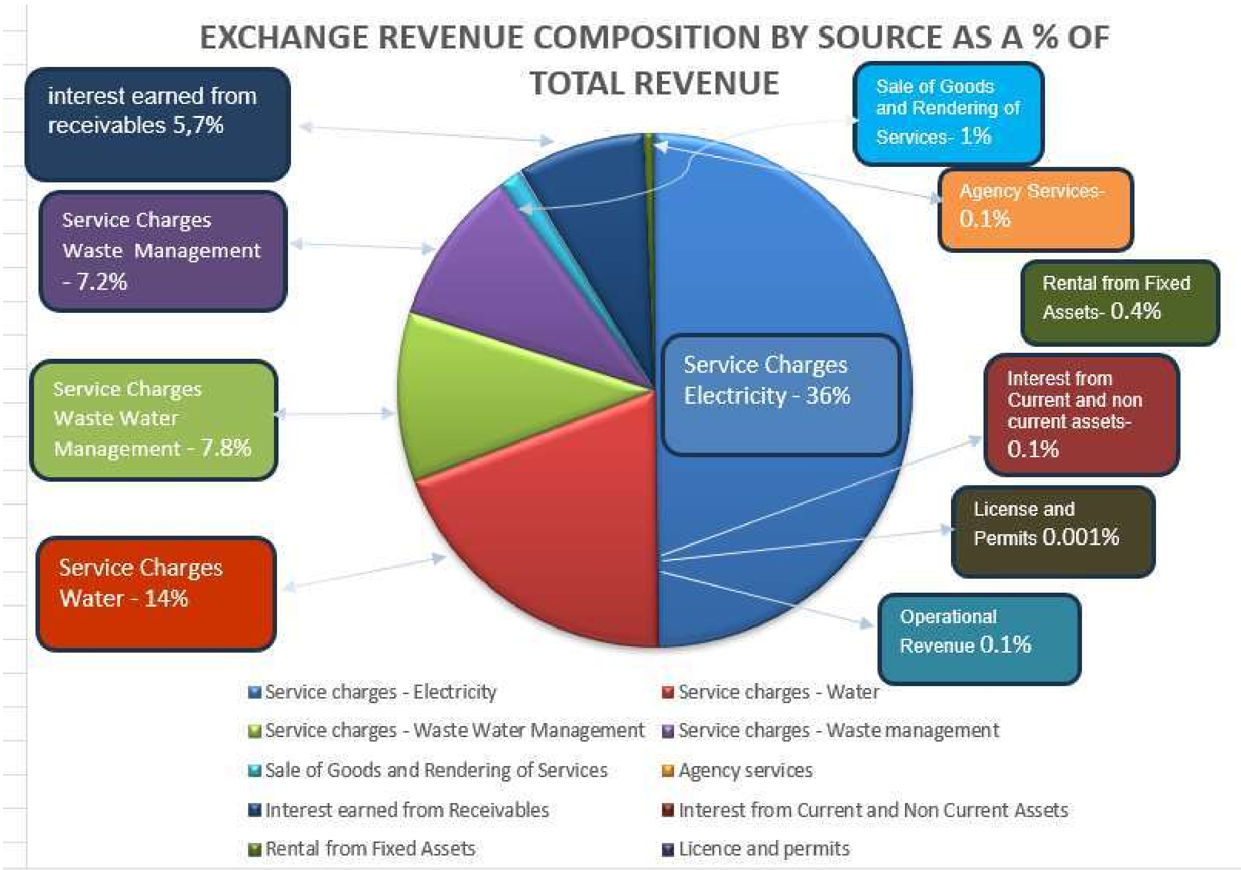
Revenue enhancement is robustly executed in order to ascertain that the revenue billed is collected timely, thus improving the collection rate. The total service charges billed for the Month of October equate **R35.9 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R140 Million** and **R138 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

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	–	19 935	84 023	83 653	370	0%	250 960
Service charges - Water		–	68 717	–	7 754	22 852	22 906	(54)	0%	68 717
Service charges - Waste Water Management		–	52 124	–	4 296	16 556	17 375	(818)	-5%	52 124
Service charges - Waste management		–	43 001	–	3 955	16 657	14 334	2 324	16%	43 001
Sale of Goods and Rendering of Services		–	7 798	–	561	1 613	2 599	(986)	-38%	7 798
Agency services		–	594	–	42	137	198	(61)	-31%	594
Interest								–	0%	
Interest earned from Receivables		–	36 115	–	3 177	12 556	12 038	518	4%	36 115
Interest from Current and Non Current Assets		–	627	–	30	167	209	(42)	-20%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		–	2 003	–	223	720	668	53	8%	2 003
Licence and permits		–	33	–	4	10	11	(2)	-14%	33
Operational Revenue		–	21 479	–	31	138	7 160	(7 021)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		–	177 554	–	13 113	56 092	59 185	(3 092)	-5%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		–	699	–	23	320	233	87	37%	699
Licence and permits		–	1 814	–	143	482	605	(123)	-20%	1 814
Transfers and subsidies - Operational		–	70 797	–	232	27 769	23 599	4 170	18%	70 797
Interest		–	18 163	–	1 817	7 242	6 054	1 188	20%	18 163
Fuel Levy								–	0%	
Operational Revenue		–	500	–	(32)	156	167	(10)	-6%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	4 740	(4 740)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		–	**767 197**	–	**55 303**	**247 492**	**255 732**	**(8 241)**	-3%	**767 197**

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

EXCHANGE REVENUE



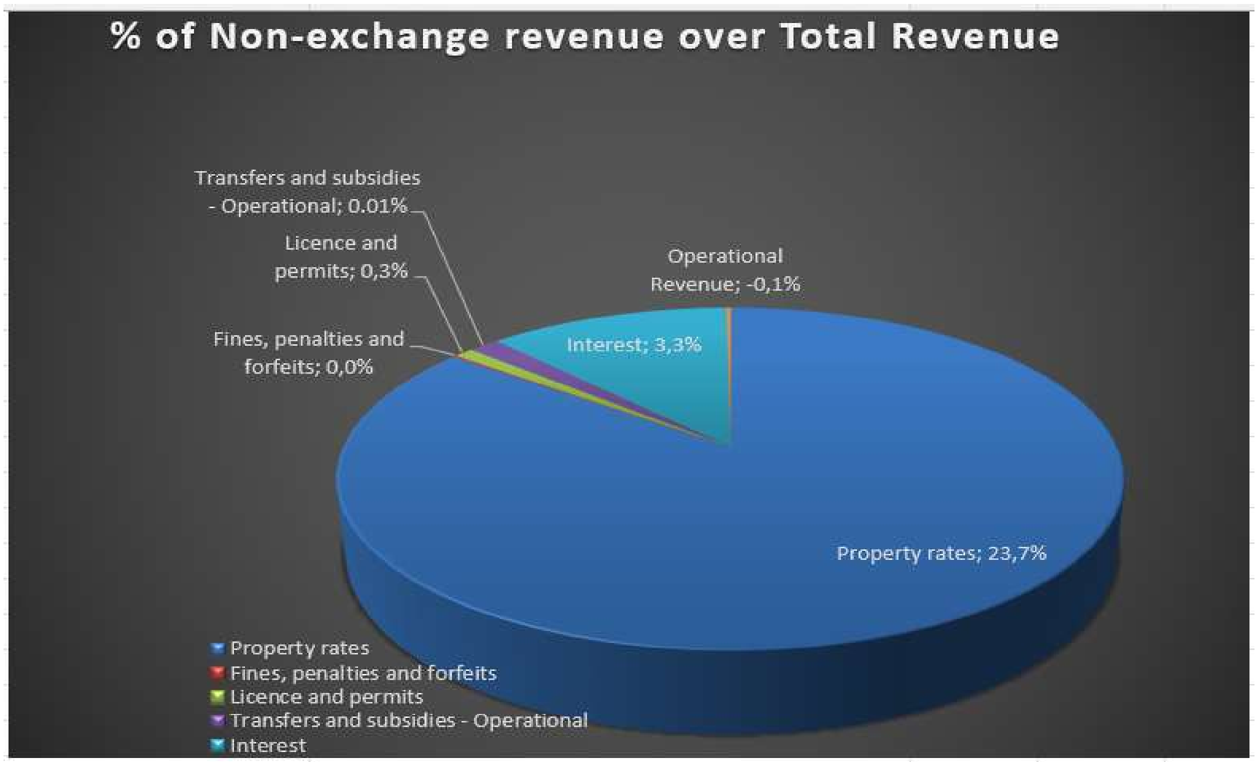
Exchange Revenue (Revenue by Source)	Amount	% of Total Revenue
Service charges - Electricity	19 934 545,19	36,0%
Service charges - Water	7 753 939,27	14,0%
Service charges - Waste Water Management	4 295 827,45	7,8%
Service charges - Waste management	3 954 904,79	7,2%
Sale of Goods and Rendering of Services	560 672,41	1,0%
Agency services	41 689,67	0,1%
Interest earned from Receivables	3 177 241,89	5,7%
Interest from Current and Non Current Assets	29 573,49	0,1%
Rental from Fixed Assets	223 121,02	0,4%
Licence and permits	4 038,77	0,0%
Operational Revenue	30 851,55	0,1%

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 October.

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	AMOUNT	% of Total Revenue
Property rates	13 112 782,86	23,7%
Fines, penalties and forfeits	22 893,70	0,0%
Licence and permits	142 928,70	0,3%
Transfers and subsidies - Operational	232 339,92	0,4%
Interest	1 817 421,47	3,3%
Operational Revenue	- 31 693,50	-0,1%

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 **23.7%** of total revenue billed for the Month of October.

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 **3.3%.**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 **R226 million** or **27%** of the annual operating budget. Employee-related costs (including remuneration of Councilors) are the main contributors to the total spent to date.

See below table for details of the operating expenditure.

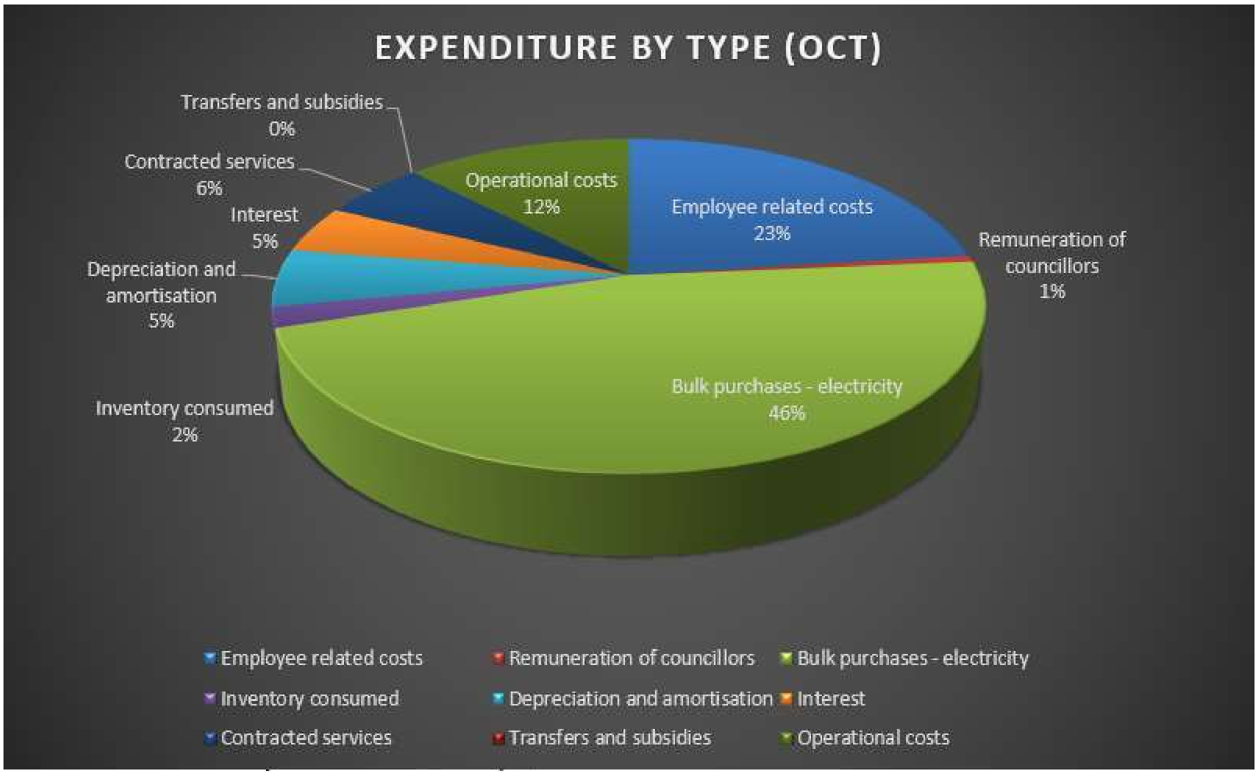
NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

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
Expenditure By Type										
Employee related costs		–	282 209	–	19 623	78 981	94 070	(15 088)	-16%	282 209
Remuneration of councillors		–	6 831	–	524	2 154	2 277	(123)	-5%	6 831
Bulk purchases - electricity		–	191 095	–	39 473	62 130	63 698	(1 568)	-2%	191 095
Inventory consumed		–	24 362	–	1 672	4 911	8 121	(3 210)	-40%	24 362
Debt impairment		–	24 547	–	–	–	8 182	(8 182)	-100%	24 547
Depreciation and amortisation		–	55 155	–	4 747	17 179	18 385	(1 206)	-7%	55 155
Interest		–	25 250	–	3 924	6 344	8 417	(2 072)	-25%	25 250
Contracted services		–	103 400	–	4 790	21 241	34 467	(13 226)	-38%	103 400
Transfers and subsidies		–	500	–	16	16	167	(150)	-90%	500
Irrecoverable debts written off		–	23 890	–	–	5 341	7 963	(2 622)	-33%	23 890
Operational costs		–	91 050	–	10 429	28 071	30 350	(2 279)	-8%	91 050
Losses on Disposal of Assets		–	–	–	–	–	–	–	0%	–
Other Losses		–	1 678	–	–	–	559	(559)	-100%	1 678
Total Expenditure		–	**829 968**	–	**85 199**	**226 370**	**276 656**	**(50 286)**	-18%	**829 968**

Expenditure by type	Amount	% of Total Revenue
Employee related costs	19 622 610,89	23,0%
Remuneration of councillors	524 480,80	0,6%
Bulk purchases - electricity	39 473 298,14	46,3%
Inventory consumed	1 672 360,82	2,0%
Depreciation and amortisation	4 747 067,04	5,6%
Interest	3 924 018,22	4,6%
Contracted services	4 790 245,86	5,6%
Transfers and subsidies	16 300,00	0,0%
Operational costs	10 429 066,14	12,2%

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

Composition of expenditure by type as a % of total expenditure



Capital Revenue Budget

Grant register
July 2024- October 2024

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 Recepits - October 2024	Amount spent July 2024- October 2024	Unspent as at October 2024
1 Equitable share					66 070 000,00		27 529 000,00	✔	✔	38 541 000,00		
					66 070 000,00	**-**	**27 529 000,00**	**-**				
Conditional Grants												
1 FMG					2 000 000,00		2 000 000,00	✔	✔	-	270 111,20	1 729 888,80
2 EPWP					1 217 000,00		305 000,00	✔	✔	912 000,00	266 666,33	38 333,67
3 MIG	6 383 326,27	Denied			23 149 000,00		2 557 000,00	✔	✔	20 592 000,00	-	2 557 000,00
4 EEDSM	4 000 000,00	Denied			-			✔	✔	-	-	-
5 INEP					4 825 000,00		1 500 000,00	✔	✔	3 325 000,00	-	1 500 000,00
6 WSIG	1 438 207,15	Approved		1 438 207,15	15 000 000,00		12 000 000,00	✔	✔	3 000 000,00	2 542 236,93	9 457 763,07
7 LIBRARY GRANT							549 000,00				-	549 000,00
TOTAL	**11 821 533,42**	**-**	**-**	**1 438 207,15**	**46 191 000,00**	**-**	**18 911 000,00**	**-**		**27 829 000,00**	**3 079 014,46**	**15 282 985,54**

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%

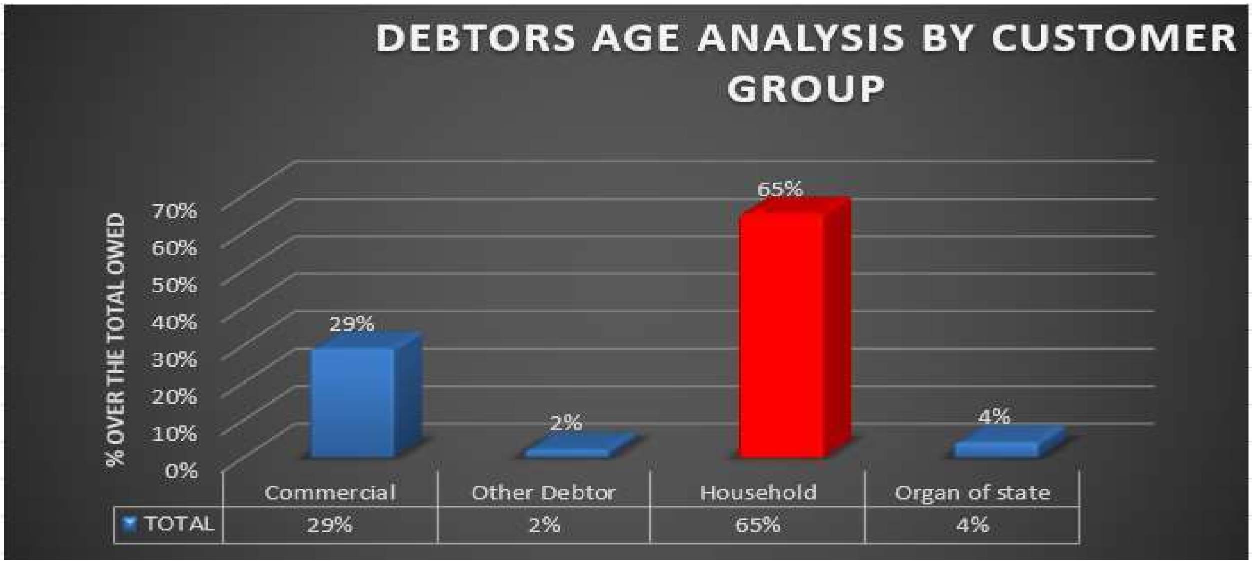
Debtors Ageing

The total receivables balance or debtors book as at the end of October 2024 amounts to **R587 million** with most of the debt being owed by households at **R380 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 **R8 Millions** in comparison with the previous Month (September – R579 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description R thousands	NT Code	Budget Year 2024/25 0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	6 261	1 801	1 954	1 749	1 548	811	6 033	49 694	69 851	59 835
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 486	5 646	5 467	3 704	3 353	2 047	13 577	87 782	133 062	110 463
Receivables from Non-exchange Transactions - Property Rates	1400	11 416	4 261	3 077	5 447	2 352	1 960	11 912	68 080	108 504	89 751
Receivables from Exchange Transactions - Waste Water Management	1500	4 259	2 306	2 155	2 023	1 917	1 183	8 257	29 155	51 255	42 535
Receivables from Exchange Transactions - Waste Management	1600	4 241	2 506	2 393	2 262	2 033	1 496	8 811	53 000	76 742	67 603
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 152	5 068	5 073	4 686	4 580	4 537	30 118	98 796	158 011	142 717
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(23 169)	1 005	1 023	554	446	386	5 849	3 876	(10 030)	11 110
Total By Income Source	**2000**	**19 646**	**22 593**	**21 141**	**20 425**	**16 228**	**12 422**	**84 557**	**390 481**	**587 493**	**524 113**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	251	571	595	2 935	493	403	5 593	10 464	21 307	19 889
Commercial	2300	7 590	6 138	6 096	5 337	5 107	2 991	20 399	120 323	173 981	154 156
Households	2400	8 411	15 053	13 579	11 728	10 236	8 692	53 093	259 461	380 252	343 210
Other	2500	3 394	831	871	424	392	336	5 472	234	11 953	6 857
Total By Customer Group	**2600**	**19 646**	**22 593**	**21 141**	**20 425**	**16 228**	**12 422**	**84 557**	**390 481**	**587 493**	**524 113**

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



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
000100010	DE ALMEIDA	AJG	IAN FLEMMING ROAD	8A	KATHU	8587		3 682 810,01
000100010	TSHIMO GARDENS KWEKERY		HENDRIK VAN ECK	0	KATHU	1382	1000000218	3 266 650,90
000100010	SOUTH AFRICAN POST OFFICE		RIETBOK	2786	KATHU	1391	1000000004	1 188 876,46
000100010	SANDER GEOPHYSICS LTD		LUGHAWE	0	KATHU	956	1000000111	1 089 922,34
000100010	PROVINCIAL GOVERNMENT OF NC		BEN ALBERTS ROAD	169	KATHU	332	1000000017	905 120,71
000100010	CAMEL THORN CONSULTANCY		C O FRIKKIEMEYER HANSCOETZEE	1	KATHU	3518		684 714,87
000100990	MTN			0	KATHU	7584	1000000025	568 381,51
000100010	BLOEKOM TRUST		RIETBOK STREET	3583	KATHU	4176		422 810,86
000100010	GAMAGARA ONTWIKKELINGSFORUM		SESHENG - ERF	3648	KATHU	7743		415 237,96
000100010	MARKRAM	L	AKASIA FLAT	13	KATHU	3510		401 019,16
000100010	ROOIBAADJIE	KP	BERGDORING	57	KATHU	13784	1000000025	351 024,26
000100010	LATERNOS PIZZA		WINKEL	2	KATHU	1482		292 642,89
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	8	KATHU	3339	1000000100	271 101,26
000100010	MOTLHARO	MG	TWEEDE	18	KATHU	3335		264 739,72
000100010	TRACKSTAR TRADING 20 PTY LTD		FIRST ROAD	17	KATHU	3384	1000000100	263 668,78
000100010	AMBER SUNRISE PROPERTIES 57 PT		NONE	5180	KATHU	8809	6666666666	244 792,10
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	10	KATHU	3338	1000000100	244 678,01
000100010	BIZ AFRIKA 1150 PTY LTD		SONNEBLOM ROAD	2	KATHU	3153		243 652,21
000100010	DU TOIT ORFFER		WINDBUKSSLOT	8	KATHU	14239	1000000111	239 605,92
000100010	WATERKLOOF FAMILIE TRUST		MAUSERSLOT	15	KATHU	14412	1000000111	235 251,02
000100010	MARX	JM	NONE	5179	KATHU	8808		230 967,39
000100010	OOR	MF	SESHENG - ERF	4274	KATHU	8130	1000000182	228 799,39
000100010	NW BESIGHEIDS TRUST		TRITOLSLOT	2	KATHU	14583	1000000111	225 828,54
000100010	MOLOPO BUSDIENS CC		ASBES STREET	1380	KATHU	2663	1000000034	221 254,79
[illegible]	VAN DER HEEVER	[illegible]	[illegible]	[illegible]	KATHU	[illegible]		[illegible]

000100010	VAN DER HEEVER	NP & CM	SONOP CRESCENT	28	KATHU	14469		217 606,33
000100010	FLOORS	L	SONOP	13	KATHU	14466	1000000111	213 464,91
000100010	HEXAGORIAN 1055 PTY LTD		EERSTE	19	KATHU	3383	1000000111	212 431,15
000100010	SCHOEMAN	WL	KALAHARI SINGEL	72	KATHU	14276	1000000111	207 357,37
000100010	SAMBER TRADING NO15PTYLTD		ROOIGRASSLOT	5	KATHU	14399	1000000111	203 635,18
000100010	MARLIO BELEGGINGS 12PTYLTD		MAUSERSLOT	9	KATHU	14420	1000000111	203 296,40
000100010	SHUPING	M	SESHENG - ERF	3812	KATHU	7910	1000000182	201 875,04
000100010	KINGDOM COMMONWEALTH INVESTMEN		SONOP	9	KATHU	14464	1000000111	201 791,37
000100010	ROYAL SQUARE INVESTMENTS 347 C		JAKKALSVOEL	8	KATHU	14166		196 731,38
000100010	QAULITY AUTO TRADERS PTY LTD		RIETBOK	3591	KATHU	4183	1000000111	186 101,79
000100010	MONGOTLENG	HJ	DERDE	19	KATHU	3600	1000000182	184 944,36
000100010	WILTER PROPERTIES CC		POFADDERSLOT	11	KATHU	14330		182 878,31
000100010	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	13561	1000000164	179 263,59
000100010	VOS	GM	KATDORING	26	KATHU	4110	1000000112	178 448,14
000100010	KOEN	H	POFADDERSLOT	1	KATHU	14318	6666666666	177 298,44
000100010	NEL	HSM	AANDBLOM	13	KATHU	3141		177 254,62
000100010	RAUBEX HOUSING PTY LTD		RINKHALS	1	KATHU	14347	1000000292	171 161,99
000100010	HEXAGORIAN 1055 PTY LTD		FIRST ROAD	20	KATHU	3375		169 952,79
000100010	RAUBEX HOUSING PTY LTD		KALAHARI SINGEL	30	KATHU	14366	1000000292	169 088,47
000100010	REDELINGHUYS	JDH	SONNEBLOM ROAD	2	KATHU	3154	6666666666	168 461,55
000100010	MALINDI NDLOVU	BZA	KALAHARI SINGEL	128	KATHU	14178		165 657,70
000100010	VODACOM PTY LTD		SESHENG - ERF	3206	KATHU	8599		165 473,52
000100010	MALINGA	CS & KI	SESHENG - ERF	4115	KATHU	7963		164 679,38
000100010	MTN BTS PROPERTY MANAGEMENT DE		SESHENG - ERF	3206	KATHU	8600		164 653,86
000100010	STEPHENS	DJ	SANDKUILSLOT	11	KATHU	14600		160 126,04
000100010	HOUGH	GR	KALAHARI SINGEL	10	KATHU	14435	1000000111	159 307,97
000100010	HEYNEKE	RE	UITBREIDING	3	KATHU	12959	1000000111	152 173,13
000100010	LEKGETHO	LJ	SESHENG - ERF	3621	KATHU	7718	1000000182	143 126,28
000100010	MAROOANE	O	SESHENG - ERF	3620	KATHU	7717	1000000182	137 468,71
000100010	DRIES LATEGAN TRUST		MAUSERSLOT	12	KATHU	14418		136 692,96
000100010	ENGELBRECHT	C	RIETBOK	3591	KATHU	4182	1000000048	136 258,06
000100010	CHARL STRYDOM FAMILIE TRUST		SNELLERSLOT	12	KATHU	14040	1000000025	128 656,34
000100010	MALAN	AE	ROOIGRASSLOT	1	KATHU	14404	1000000055	128 365,58
000100010	BOTSHELENG	KP	SESHENG - ERF	3842	KATHU	7941	1000000182	124 824,34
000100010	TYATYANI	PV	SESHENG - ERF	3682	KATHU	7774	1000000182	122 017,90
000100010	VAN WYK	DJ	SYDORING	19	KATHU	4123	1000000025	121 761,39
000100010	MOOKI	PP	SESHENG - ERF	3669	KATHU	7761	1000000025	119 609,68
000100010	KEEGAN	SP	TRITOLSLOT	5	KATHU	14581	1000000025	117 901,27
000100010	MECWI	KF	SESHENG - ERF	4309	KATHU	8167	1000000182	116 625,39
000100010	MAROBU	KJ	SESHENG - ERF	4124	KATHU	7973	1000000182	110 306,43
000100010	MACLYN	LP	BERGDORING	18	KATHU	3877	1000000025	109 945,69
000100010	DERCKSEN	HA	TAAIBOS STREET	58		1969	9999991004	106 533,59
000100010	LUNGILE	KCO	EERSTE	5	KATHU	3394		105 178,46
000100010	MPONA	L	TWEEDE	4	KATHU	3613	1000000182	100 613,60
000100010	GROOTSTRY 2 TRUST		KALAHARI CRESCENT	86	KATHU	14214	9999991004	99 437,96
000100010	SENYE	SM	SESHENG - ERF	4275	KATHU	8131	1000000182	98 566,50
000100010	KOPANG	KA	SESHENG - ERF	4319	KATHU	8177	1000000182	90 057,92
000100020	JANSEN	SCAM	TROUPAND	3	DINGLETO	4297		83 696,93
000100010	GASEDIMO	BJ	SESHENG - ERF	3716	KATHU	7809	1000000182	83 284,55
000100010	SENYE	OJ	WATERDORING	23	KATHU	13899	1000000025	83 148,04

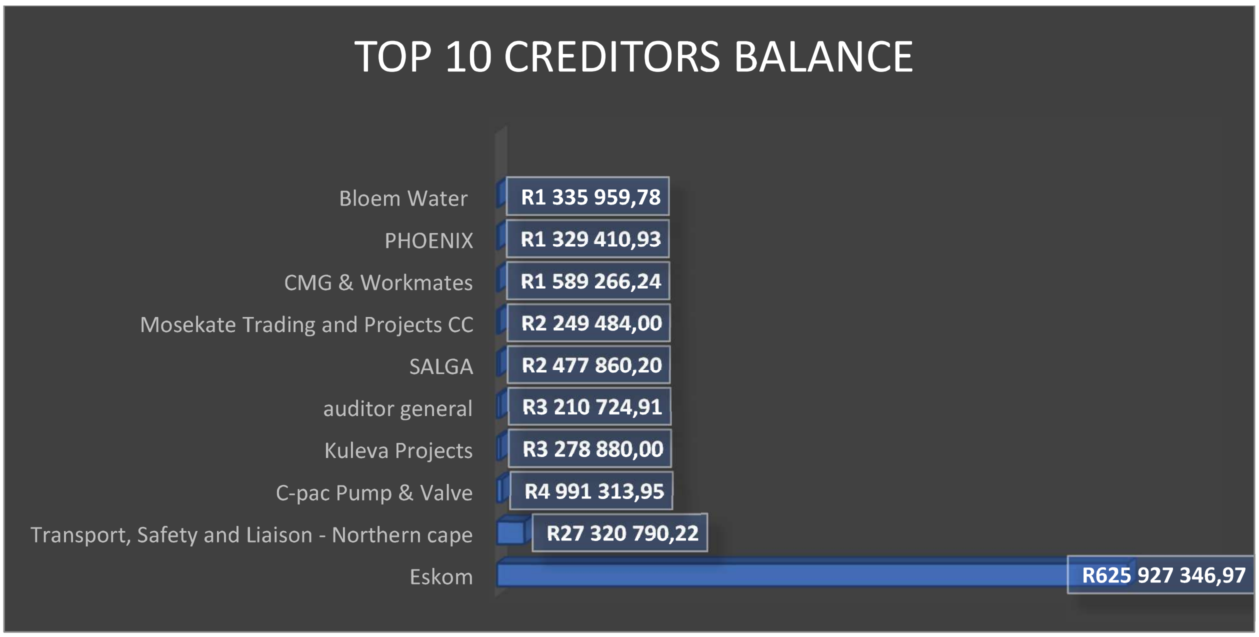
000100010	MAKHANYA	GS	SESHENG - ERF	3817	KATHU	7916	1000000182	**81 431,55**
000100010	VAN DER MERWE	JJH	TEIKENSLOT	13	KATHU	14096	1000000025	**80 015,48**
000100010	LE ROUX	JA	SYDORING	19	KATHU	4120	6666666666	**77 499,80**
000100010	MELOKWE	MOL	SESHENG - ERF	3850	KATHU	7950	1000000182	**72 215,13**
000100010	SPANGENBERG	HH & MH	GEMSBOK COMPLEX 23/2	2024/02/23	KATHU	8801	1000000025	**71 549,64**
000100060	LEEU	G	ONBEKEND	0	KATHU	7459	1000000041	**69 341,13**
000100010	KRUGER	SJ	ROOISANDSLOT	10	KATHU	14523		**68 551,22**
000100010	JOUBERT	AP & ME	LEMOENDORING STREET	43	KATHU	3899	1000000025	**68 102,28**
000100010	VAN DEEMTER	D	RINKHALS	4	KATHU	14362		**68 092,55**
000100010	OOSTHUIZEN	AJ	KALK STREET	18	KATHU	2630		**66 474,04**
000100060	N G SENDINGKERK		HOUSE	0	KATHU	5990	1000000041	**65 380,71**
000100010	MOSEKI	PS	AANDBLOM	0	KATHU	3045	1000000111	**65 268,28**
000100010	RUFFINI	O AND O	JASPES STREET	1419	KATHU	2689		**64 523,33**
000100010	KHUMANI HOUSING DEVELOPMENT CO		HEIDE	6461	KATHU	8877	1000000285	**64 155,71**
000100060	LOUE	J	HOUSE	1340	KATHU	7460	1000000041	**63 711,39**
000100010	VOS	G & M	GEMSBOK COMPLEX 23	23	KATHU	8800	1000000112	**63 698,71**
000100010	MMOKWA	JMKE	SESHENG - ERF	4220	KATHU	8074	1000000182	**62 583,35**
000100010	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	4214	1000000164	**58 913,34**
000100010	PORTLAND ROCK TRADE PTY LTD		MIERSHOOP	1	KATHU	14537	1000000025	**57 365,68**
000100010	VAN DER WESTHUIZEN	MJ	BERGDORING	50	KATHU	13900	1000000025	**57 204,20**
000100010	CENTRAL BRIDGE TRADING		RIETBOK	3590	KATHU	4181		**57 052,03**
000100010	CUBE	KM	SESHENG - ERF	3835	KATHU	7934	1000000182	**56 722,54**
000100010	KENTE	FJ & DG	BERGDORING	87	KATHU	13832	1000000025	**52 906,30**
000100010	DIKAPARO	KJ	TWEEDE	42	KATHU	3315		**51 996,71**
								25 369 164,22

Creditors Ageing

The municipality owes Eskom a total debt of **R 673 million.** 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

Creditors - October 2024	AGING						
Supplier	**Current**	**01-30 days**	**31-60 days**	**61-90 days**	**91-120 days**	**120+ days**	**Outstanding Amount**
Eskom	R 18 437 731,75	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 25 134 133,52	R 504 575 527,69	R 625 927 346,97
Transport, Safety and Liaison - Northern cape	R 355 468,29	R 295 811,52	R 318 504,39	R 304 218,10	R 352 383,35	R 25 694 404,57	R 27 320 790,22
C-pac Pump & Valve	R -	R 1 281 181,65	R 1 403 161,00	R 2 478 792,80	R -	-R 171 821,50	R 4 991 313,95
Kuleva Projects	R -	R 1 103 310,00	R 1 086 750,00	R 1 088 820,00	R -	R -	R 3 278 880,00
auditor general	R 1 990 218,40	R 1 206 670,51	R 13 836,00	R -	R -	R -	R 3 210 724,91
SALGA	R -	R -	R -	R 2 477 860,20	R -	R -	R 2 477 860,20
Mosekate Trading and Projects CC	R 541 569,04	R 536 406,69	R -	R 1 171 508,27	R -	R -	R 2 249 484,00
CMG & Workmates	R 1 589 266,24	R -	R -	R -	R -	R -	R 1 589 266,24
PHOENIX	R 28 789,05	R 156 860,00	R 938 199,38	R 205 562,50	R -	R -	R 1 329 410,93
Bloem Water	R 612 375,00	R 702 937,50	R -	R -	R -	R 20 647,28	R 1 335 959,78
							R 673 711 037,20



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M04 October

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	–	13 113	56 092	59 185	(3 092)	-5%	177 554
Service charges	–	414 802	–	35 939	140 089	138 267	1 821	1%	414 802
Investment revenue	–	627	–	30	167	209	(42)	-20%	627
Transfers and subsidies - Operational	–	70 797	–	232	27 769	23 599	4 170	18%	70 797
Other own revenue	–	103 418	–	5 989	23 374	34 473	(11 098)	-32%	–
Total Revenue (excluding capital transfers and contributions)	**–**	**767 197**	**–**	**55 303**	**247 492**	**255 732**	**(8 241)**	**-3%**	**767 197**
Employee costs	–	282 209	–	19 623	78 981	94 070	(15 088)	-16%	282 209
Remuneration of Councillors	–	6 831	–	524	2 154	2 277	(123)	-5%	6 831
Depreciation and amortisation	–	55 155	–	4 747	17 179	18 385	(1 206)	-7%	55 155
Interest	–	25 250	–	3 924	6 344	8 417	(2 072)	-25%	25 250
Inventory consumed and bulk purchases	–	215 457	–	41 146	67 041	71 819	(4 778)	-7%	215 457
Transfers and subsidies	–	500	–	16	16	167	(150)	-90%	500
Other expenditure	–	244 566	–	15 219	54 653	81 522	(26 869)	-33%	244 566
Total Expenditure	**–**	**829 968**	**–**	**85 199**	**226 370**	**276 656**	**(50 286)**	**-18%**	**829 968**
Surplus/(Deficit)	**–**	**(62 771)**	**–**	**(29 896)**	**21 122**	**(20 924)**	**42 046**	**-201%**	**(62 771)**
Transfers and subsidies - capital (monetary allocations)	–	43 464	–	1 085	2 542	14 488	###	-82%	43 464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	**30 100**	**-468%**	**(19 307)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	**30 100**	**-468%**	**(19 307)**
Capital expenditure & funds sources									
Capital expenditure	**–**	**90 872**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**90 872**
Capital transfers recognised	–	43 464	–	939	3 109	14 488	(11 379)	-79%	43 464
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	**47 408**	–	**1 561**	**11 497**	**15 803**	**(4 306)**	**-27%**	**47 408**
Total sources of capital funds	**–**	**90 872**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**90 872**
Financial position									
Total current assets	–	(11 756 245)	–		12 936 673				(11 756 245)
Total non current assets	–	1 508 195	–		1 511 763				1 508 195
Total current liabilities	–	(11 497 693)	–		13 150 238				(11 497 693)
Total non current liabilities	–	160 405	–		172 412				160 405
Community wealth/Equity	–	**1 089 238**	–		**1 124 097**				**1 089 238**
Cash flows									
Net cash from (used) operating	–	42 226	–	85 995	265 911	16 076	(249 835)	-1554%	42 226
Net cash from (used) investing	–	(90 872)	–	(2 729)	(20 892)	(30 291)	(9 399)	31%	(90 872)
Net cash from (used) financing	–	9 281	–	115	302	–	(302)	#DIV/0!	9 281
Cash/cash equivalents at the month/year end	**–**	**(94 027)**	**14 310**	**97 691**	**259 632**	**96**	**(259 536)**	**-271070%**	**(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	19 646	22 593	21 141	20 425	16 228	12 422	84 557	390 481	587 493
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) - M04 October

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**	**–**	**15 455**	**92 163**	**101 530**	(9 367)	-9%	**304 590**
Executive and council		–	66 809	–	136	27 906	22 270	5 637	25%	66 809
Finance and administration		–	237 781	–	15 319	64 257	79 260	(15 004)	-19%	237 781
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**1 191**	**–**	**153**	**613**	**397**	216	55%	**1 191**
Community and social services		–	1 191	–	6	27	397	(370)	-93%	1 191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	147	587	–	587	#DIV/0!	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**–**	**8 077**	**–**	**532**	**1 629**	**2 692**	(1 063)	-39%	**8 077**
Planning and development		–	4 354	–	324	912	1 451	(539)	-37%	4 354
Road transport		–	3 720	–	204	707	1 240	(533)	-43%	3 720
Environmental protection		–	3	–	4	10	1	8	768%	3
Trading services		**–**	**496 804**	**–**	**40 248**	**155 629**	**165 601**	**(9 972)**	-6%	**496 804**
Energy sources		–	272 074	–	21 187	89 167	90 691	(1 524)	-2%	272 074
Water management		–	114 653	–	9 462	27 917	38 218	(10 301)	-27%	114 653
Waste water management		–	58 724	–	4 737	18 298	19 575	(1 277)	-7%	58 724
Waste management		–	51 353	–	4 861	20 248	17 118	3 130	18%	51 353
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**–**	**810 661**	**–**	**56 388**	**250 034**	**270 220**	**(20 186)**	**-7%**	**810 661**
Expenditure - Functional										
Governance and administration		**–**	**237 827**	**–**	**19 620**	**68 759**	**79 276**	(10 517)	-13%	**237 827**
Executive and council		–	31 784	–	1 769	12 083	10 595	1 489	14%	31 784
Finance and administration		–	206 043	–	17 850	56 676	68 681	(12 005)	-17%	206 043
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**117 173**	**–**	**6 360**	**29 531**	**39 058**	(9 527)	-24%	**117 173**
Community and social services		–	70 055	–	3 188	16 887	23 352	(6 465)	-28%	70 055
Sport and recreation		–	45 314	–	2 967	11 867	15 105	(3 237)	-21%	45 314
Public safety		–	–	–	–	–	–	–		–
Housing		–	1 804	–	206	777	601	176	29%	1 804
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**–**	**67 068**	**–**	**4 174**	**17 064**	**22 356**	(5 292)	-24%	**67 068**
Planning and development		–	29 043	–	1 508	6 774	9 681	(2 907)	-30%	29 043
Road transport		–	38 026	–	2 666	10 290	12 675	(2 385)	-19%	38 026
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**–**	**407 900**	**–**	**55 046**	**111 016**	**135 967**	**(24 951)**	-18%	**407 900**
Energy sources		–	262 773	–	45 932	76 607	87 591	(10 984)	-13%	262 773
Water management		–	81 264	–	5 388	18 123	27 088	(8 965)	-33%	81 264
Waste water management		–	34 998	–	2 559	10 308	11 666	(1 358)	-12%	34 998
Waste management		–	28 866	–	1 166	5 978	9 622	(3 643)	-38%	28 866
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**–**	**829 968**	**–**	**85 199**	**226 370**	**276 656**	**(50 286)**	**-18%**	**829 968**
Surplus/ (Deficit) for the year		**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	**30 100**	**-468%**	**(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 **R250 million** or **30%** has been recognized as at end of October 2024.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R226 million or 27%** has been spent as at end of October 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) - M04 October

Vote 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 by Vote	1									
Vote 1 - Budget & Treasury Office		–	215 899	–	15 319	64 257	71 966	(7 710)	-10,7%	215 899
Vote 2 - Corporate Services		–	21 882	–	–	–	7 294	(7 294)	-100,0%	21 882
Vote 3 - Community Services		–	55 050	–	5 056	20 963	18 350	2 613	14,2%	55 050
Vote 4 - Infrastructure Services		–	446 849	–	35 406	135 417	148 950	(13 533)	-9,1%	446 849
Vote 5 - Strategic Services		–	4 172	–	471	1 492	1 391	101	7,3%	4 172
Vote 6 - Executive & Council		–	66 809	–	136	27 906	22 270	5 637	25,3%	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	–	56 388	250 034	270 220	(20 186)	-7,5%	810 661
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		–	109 356	–	9 402	33 571	36 452	(2 881)	-7,9%	109 356
Vote 2 - Corporate Services		–	96 687	–	8 448	23 104	32 229	(9 125)	-28,3%	96 687
Vote 3 - Community Services		–	160 129	–	8 404	39 137	53 376	(14 239)	-26,7%	160 129
Vote 4 - Infrastructure Services		–	406 875	–	55 680	111 903	135 625	(23 722)	-17,5%	406 875
Vote 5 - Strategic Services		–	25 138	–	1 496	6 571	8 379	(1 808)	-21,6%	25 138
Vote 6 - Executive & Council		–	31 784	–	1 769	12 083	10 595	1 489	14,1%	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	–	85 199	226 370	276 656	(50 286)	-18,2%	829 968
Surplus/ (Deficit) for the year	2	–	(19 307)	–	(28 812)	23 664	(6 436)	30 100	-467,7%	(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	9 402	33 571	36 452	(2 881)	-7,9%
Vote 2 - Corporate Services		–	96 687	8 448	23 104	32 229	(9 125)	-28,3%
Vote 3 - Community Services		–	160 129	8 404	39 137	53 376	(14 239)	-26,7%
Vote 4 - Infrastructure Services		–	406 875	55 680	111 903	135 625	(23 722)	-17,5%
Vote 5 - Strategic Services		–	25 138	1 496	6 571	8 379	(1 808)	-21,6%
Vote 6 - Executive & Council		–	31 784	1 769	12 083	10 595	1 489	14,1%
Total Expenditure by Vote	2	–	829 968	85 199	226 370	276 656	(50 286)	-18,2%

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 October 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 **31%** which translate into a total year-to-date of **R33.5 million** of the original budget allocated to the directorate for the period ending October 2024. There is an **7.9%** 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 **24%** or **R23.1 million** of the original budget allocated to the directorate for the period ending October 2024. There is a variance of **28.3%** 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 **24% or YTD of R39 million** of the original budget allocated to the directorate for the period ending October 2024.

Vote 4 – Infrastructure Services

Infrastructure Services has spent **28%** or **R111 million** of the original budget allocated to the directorate for the period ending October 2024.

Vote 5 – Strategic Services

Strategic Service has spent **26**% or **R6.5 million** of the original budget allocated to the directorate for the period ending October 2024.

Vote 6 – Executive and Council

Executive and Council has spent **38%** or **R12.1 million** of the original budget allocated to the directorate for the period ending October 2024. The executive and Council department needs to be assessed, as there is a risk that they may exceed the budget come year end.

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

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

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	–	19 935	84 023	83 653	370	0%	250 960
Service charges - Water		–	68 717	–	7 754	22 852	22 906	(54)	0%	68 717
Service charges - Waste Water Management		–	52 124	–	4 296	16 556	17 375	(818)	-5%	52 124
Service charges - Waste management		–	43 001	–	3 955	16 657	14 334	2 324	16%	43 001
Sale of Goods and Rendering of Services		–	7 798	–	561	1 613	2 599	(986)	-38%	7 798
Agency services		–	594	–	42	137	198	(61)	-31%	594
Interest								–	0%	
Interest earned from Receivables		–	36 115	–	3 177	12 556	12 038	518	4%	36 115
Interest from Current and Non Current Assets		–	627	–	30	167	209	(42)	-20%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		–	2 003	–	223	720	668	53	8%	2 003
Licence and permits		–	33	–	4	10	11	(2)	-14%	33
Operational Revenue		–	21 479	–	31	138	7 160	(7 021)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		–	177 554	–	13 113	56 092	59 185	(3 092)	-5%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		–	699	–	23	320	233	87	37%	699
Licence and permits		–	1 814	–	143	482	605	(123)	-20%	1 814
Transfers and subsidies - Operational		–	70 797	–	232	27 769	23 599	4 170	18%	70 797
Interest		–	18 163	–	1 817	7 242	6 054	1 188	20%	18 163
Fuel Levy								–	0%	
Operational Revenue		–	500	–	(32)	156	167	(10)	-6%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	4 740	(4 740)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**–**	**767 197**	**–**	**55 303**	**247 492**	**255 732**	**(8 241)**	-3%	**767 197**
Expenditure By Type										
Employee related costs		–	282 209	–	19 623	78 981	94 070	(15 088)	-16%	282 209
Remuneration of councillors		–	6 831	–	524	2 154	2 277	(123)	-5%	6 831
Bulk purchases - electricity		–	191 095	–	39 473	62 130	63 698	(1 568)	-2%	191 095
Inventory consumed		–	24 362	–	1 672	4 911	8 121	(3 210)	-40%	24 362
Debt impairment		–	24 547	–	–	–	8 182	(8 182)	-100%	24 547
Depreciation and amortisation		–	55 155	–	4 747	17 179	18 385	(1 206)	-7%	55 155
Interest		–	25 250	–	3 924	6 344	8 417	(2 072)	-25%	25 250
Contracted services		–	103 400	–	4 790	21 241	34 467	(13 226)	-38%	103 400
Transfers and subsidies		–	500	–	16	16	167	(150)	-90%	500
Irrecoverable debts written off		–	23 890	–	–	5 341	7 963	(2 622)	-33%	23 890
Operational costs		–	91 050	–	10 429	28 071	30 350	(2 279)	-8%	91 050
Losses on Disposal of Assets		–	–	–	–	–	–	–	0%	–
Other Losses		–	1 678	–	–	–	559	(559)	-100%	1 678
Total Expenditure		**–**	**829 968**	**–**	**85 199**	**226 370**	**276 656**	**(50 286)**	-18%	**829 968**
Surplus/(Deficit)		**–**	**(62 771)**	**–**	**(29 896)**	**21 122**	**(20 924)**	**42 046**	-201%	**(62 771)**
Transfers and subsidies - capital (monetary allocations)		–	43 464	–	1 085	2 542	14 488	(11 946)	-82%	43 464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	30 100	-468%	**(19 307)**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	30 100	-468%	**(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)**	**–**	**(28 812)**	**23 664**	**(6 436)**	30 100	-468%	**(19 307)**
Share of Surplus/Deficit attributable to Associate								–	0%	
Intercompany/Parent subsidiary transactions								–	0%	
Surplus/ (Deficit) for the year		**–**	**(19 307)**	**–**	**(28 812)**	**23 664**	**(6 436)**	30 100	-468%	**(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	84 023 107,18	83 653 480,00	369 627,18	0%	*Below the treshold. The Municipality has improved drastically in Electricity sales and billing.*	*To continue with revenue enhancement*
Service charges - Water	22 852 129,91	22 905 708,00	- 53 578,09	0%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*Meter assessments and replacement*
Service charges - Waste Water Management	16 556 307,74	17 374 524,00	- 818 216,26	-5%	*Below the treshold. The Municipality has improved drastically in waste water billing.*	*To continue with revenue enhancement*
Service charges - Waste management	16 657 222,90	14 333 716,00	2 323 506,90	16%	*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	1 613 421,21	2 599 408,00	- 985 986,79	-38%	*Cyclical or seasonal revenue realization.*	*To continue with revenue enhancement*
Agency services	136 874,44	197 884,00	- 61 009,56	-31%	*September revenue not yet captured*	*timeous capturing of receipts / Invoices*
Interest earned from Receivables	12 556 417,84	12 038 312,00	518 105,84	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	167 120,92	208 876,00	- 41 755,08	-20%	*Cyclical or seasonal revenue realization. Based on bank Account balances*	*To ring-Fence funds*
Rental from Fixed Assets	720 246,08	667 672,00	52 574,08	8%	*Below the treshold. The Municipality has improved drastically rental of fixed assets*	*To maintain and improve rental assets*
Licence and permits	9 543,83	11 100,00	- 1 556,17	-14%	*September revenue not yet captured*	*timeous capturing of receipts / Invoices*
Operational Revenue	138 088,60	7 159 520,00	- 7 021 431,40	-98%	*Less building plans submitted. Less miscelleneous revenue realised*	*To maintain sales even during lucnh time*
Non-Exchange Revenue						
Property rates	56 092 314,71	59 184 572,00	- 3 092 257,29	-5%	*Below the treshold. The Municipality has improved drastically in Property rates instalments*	*To continue with clearing GV Exceptions*
Fines, penalties and forfeits	319 775,41	232 920,00	86 855,41	37%	*Cost schedules on hold, Issued more fines, less clearance certificates issued, court pays twice a year*	*To maintain the internal controls*
Licence and permits	481 898,40	604 644,00	- 122 745,60	-20%	*September revenue not yet captured*	*timeous capturing of receipts / Invoices*
Transfers and subsidies - Operational	27 769 217,92	23 599 040,00	4 170 177,92	18%	*Grants receipts in accordance with the payment schedule as per the DoRA*	*timeous capturing of receipts / Invoices*
Interest	7 241 908,08	6 054 192,00	1 187 716,08	20%	*Property rates interest on receivables - More households billed*	*To continue with clearing GV Exceptions*
Operational Revenue	156 309,76	166 668,00	- 10 358,24	-6%	*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 **R56 million** was billed with regards to property rates for the year as at end of October 2024. The year-to-date budget is **R59 million** resulting in a variance of **5%.** This means that actual revenue from property rates was less than the year-to-date budget by **5%.** This is within the norm.

Service charges – Electricity – A total of **R 84 million** was recognized on service charges electricity for the year as at end of October 2024. The year-to-date budget is **R83 million** resulting in a variance of **0.01%.** The difference is trivial.

Service charges – Water – A total of **R22 million** was billed on service charges water for the year as at end of October 2024**.** The year-to-date budget is **R22 million** resulting in a variance of **0%.** 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 **R16 million** was recognized on service charges water for the year as at end of October 2024. The year-to-date budget is **R17 million** resulting in a variance of **5%.** 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.

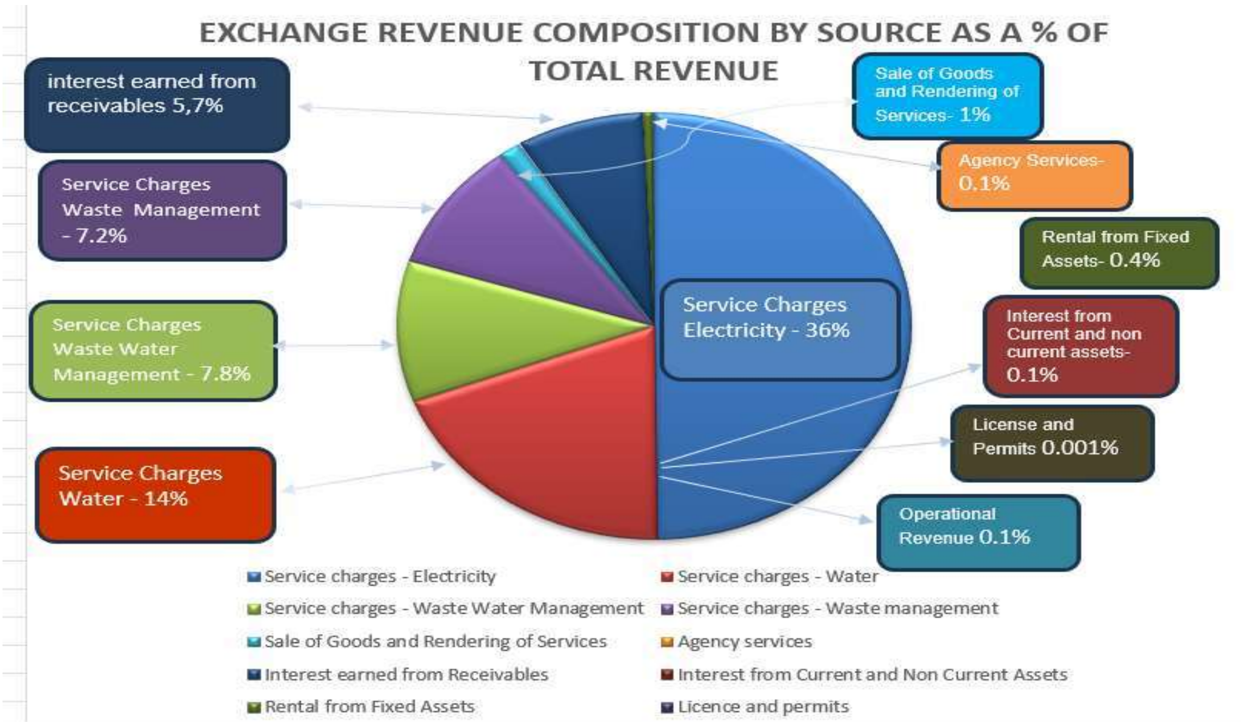
Service charges – Waste Management (Refuse) - A total of **R16 million** was billed on service charges waste management for the year as at end of October 2024. The year-to-date budget is **R14 million** resulting in a variance of **16%.** The billing exceeded the actuals.

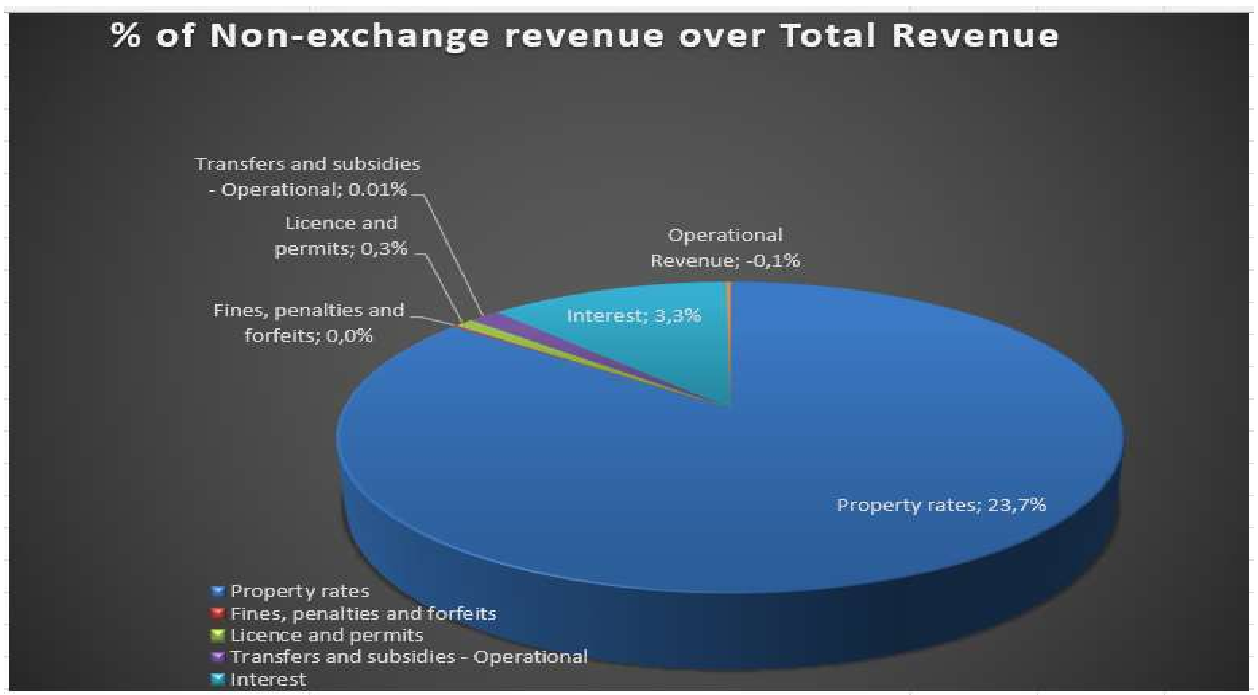
Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of October 2024 is an amount of **R12.5 million**. The year-to-date budget is **R12 million** resulting in a variance of **4%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of October 2024 is an amount of **R167 000.**

Transfers and subsidies – A total of **R 27.5 million** was recognized for the Transfers and subsidies for the year as at end of October 2024. The year-to-date budget is **R23 million** resulting in a variance of **18%.** 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 October 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 October 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						
	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Expeniture by Type						
Employee related costs	78 981 353,90	94 069 740,00	- 15 088 386,10	-16%	*Cost containment measures strictly implemented to curb overtime among other expenditure*	*strict adherence to cost containment measures*
Remuneration of councillors	2 154 164,47	2 277 104,00	- 122 939,53	-5%	*Within the treshold - Trivial*	*to only budget and transact based on the gazzette*
Bulk purchases - electricity	62 130 241,96	63 698 348,00	- 1 568 106,04	-2%	*Within the treshold - Trivial*	*completeness of invoices as we are on accrual basis*
Inventory consumed	4 910 851,45	8 120 668,00	- 3 209 816,55	-40%	*Waterboards and other invoices not yet captured*	*completeness of invoices as we are on accrual basis*
Depreciation and amortisation	17 179 281,00	18 385 056,00	- 1 205 775,00	-7%	*Depreciation for the previous months not incorporated in full as it was during the AFS Prep Period*	*to calculate and record depreciation Monthly*
Interest	6 344 431,83	8 416 668,00	- 2 072 236,17	-25%	*July and September invoices outstanding during the September period*	*completeness of invoices as we are on accrual basis*
Contracted services	21 240 914,77	34 466 600,00	- 13 225 685,23	-38%	*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	7 963 464,00	- 2 622 323,47	-33%	*Indigents Outstanding debt written off*	*To continue with timeous capturing of indigents*
Operational costs	28 071 110,34	30 349 988,00	- 2 278 877,66	-8%	*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 October 2024 amounted to **R78 million.** The year-to-date budget is **R94 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 **R2.2 million**. The year-to-date budget is **R2.1 million,** resulting in a variance of **-5%**. The expenditure did not exceed projections.

Debt impairment – a total of R0 of the year-to-date budget was recognized for debt impairment for the year as at end of October 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 **R62 Million** as at end of October 2024. The year-to-date budget is **R63 million**. There is a **2%** variance between the budget and expenditure.

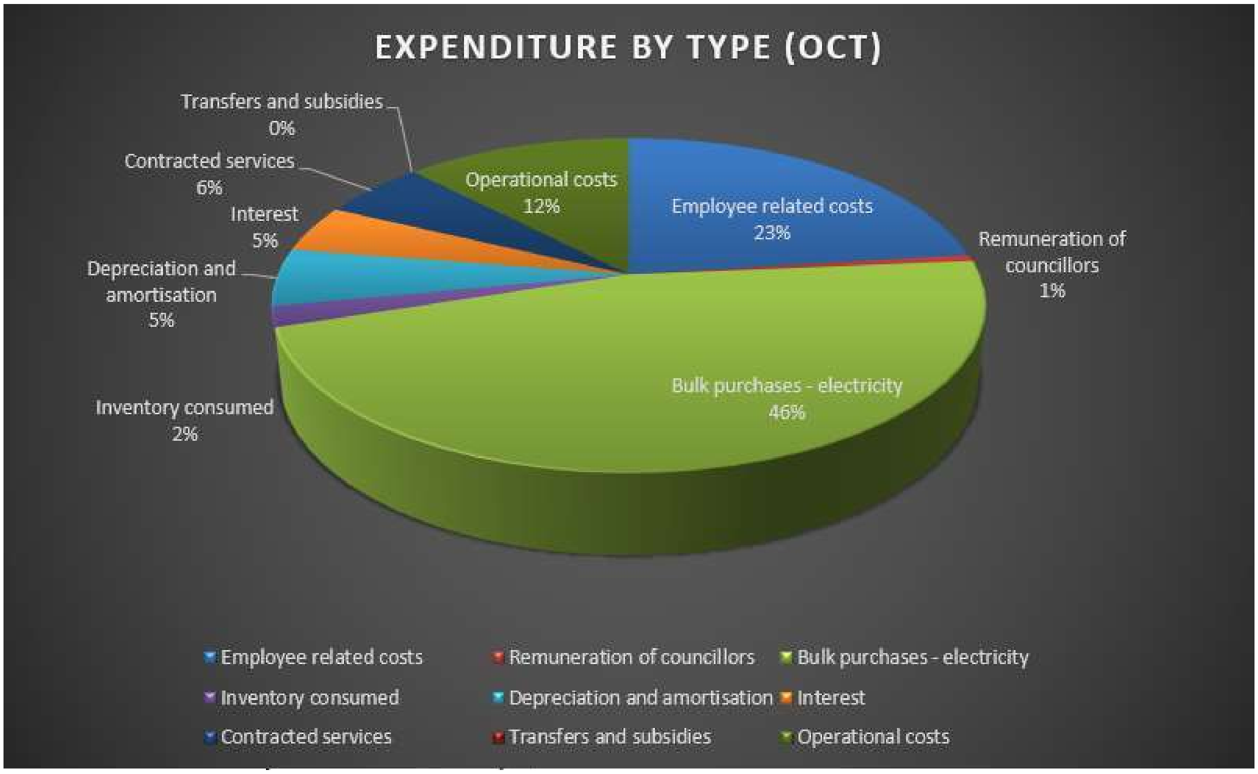
Inventory Consumed – a total of **R4.9 million** was spent for the year as at end of October 2024. The year-to-date budget is **R8.1 million**, resulting in a variance of **40%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R21 million** for the year as at end of October 2024. The year-to-date budget is **R34 million**, resulting in a variance of **-38%.** 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 **R28 million** was spent for the year as at end of October 2024. The year-to-date budget is **R30 million**, resulting in a variance of **-8%.** 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 October as result of processing invoices from other periods in October.

The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending October 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) - M04 October

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	–	680	7 717	5 333	2 383	45%	16 000
Vote 3 - Community Services		–	10 490	–	–	–	3 497	(3 497)	-100%	10 490
Vote 4 - Infrastructure Services		–	64 382	–	1 821	6 890	21 461	(14 571)	-68%	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**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**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**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**90 872**
Capital Expenditure - Functional Classification										
Governance and administration		**–**	**16 000**	**–**	**680**	**7 717**	**5 333**	2 383	45%	**16 000**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	16 000	–	680	7 717	5 333	2 383	45%	16 000
Internal audit								–		
Community and public safety		**–**	**10 490**	**–**	**–**	**–**	**3 497**	(3 497)	-100%	**10 490**
Community and social services		–	490	–	–	–	163	(163)	-100%	490
Sport and recreation		–	10 000	–	–	–	3 333	(3 333)	-100%	10 000
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		**–**	**64 382**	**–**	**1 821**	**6 890**	**21 461**	(14 571)	-68%	**64 382**
Energy sources		–	10 125	–	899	1 296	3 375	(2 079)	-62%	10 125
Water management		–	29 448	–	820	4 155	9 816	(5 661)	-58%	29 448
Waste water management		–	24 809	–	103	1 439	8 270	(6 831)	-83%	24 809
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	**–**	**90 872**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**90 872**
Funded by:										
National Government		–	42 974	–	939	3 109	14 325	(11 215)	-78%	42 974
Provincial Government		–	490	–	–	–	163	(163)	-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**	**–**	**939**	**3 109**	**14 488**	**(11 379)**	**-79%**	**43 464**
Borrowing	6							–		
Internally generated funds		–	47 408	–	1 561	11 497	15 803	(4 306)	-27%	47 408
Total Capital Funding		**–**	**90 872**	**–**	**2 501**	**14 606**	**30 291**	**(15 684)**	**-52%**	**90 872**

The year-to-date capital expenditure amounts to **R2,5 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M04 October

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)	–	(8 567)	(127 775)
Trade and other receivables from exchange transactions		–	374 350	–	378 121	374 350
Receivables from non-exchange transactions		–	56 335	–	132 647	56 335
Current portion of non-current receivables						
Inventory		–	(895)	–	1 999	(895)
VAT		–	(12 061 819)	–	12 428 092	(12 061 819)
Other current assets		–	3 558	–	4 381	3 558
Total current assets		–	(11 756 245)	–	12 936 673	(11 756 245)
Non current assets						
Investments						
Investment property		–	346 311	–	377 160	346 311
Property, plant and equipment		–	1 161 953	–	1 134 728	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	–	1 511 763	1 508 195
TOTAL ASSETS		–	(10 248 050)	–	14 448 436	(10 248 050)
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		–	44 031	–	32 727	44 031
Consumer deposits		–	9 281	–	10 352	9 281
Trade and other payables from exchange transactions		–	496 576	–	661 038	496 576
Trade and other payables from non-exchange transactions		–	71 058	–	93 960	71 058
Provision		–	101	–	18 273	101
VAT		–	(12 118 740)	–	12 333 888	(12 118 740)
Other current liabilities						
Total current liabilities		–	(11 497 693)	–	13 150 238	(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)	–	13 322 651	(11 337 288)
NET ASSETS	2	–	1 089 238	–	1 125 785	1 089 238
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		–	1 089 238	–	1 124 097	1 089 238
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	–	1 089 238	–	1 124 097	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 1.1 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 - M04 October

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	–	8 974	30 924	59 185	(28 260)	-48%	177 554
Service charges		–	365 048	–	21 742	73 653	121 683	(48 030)	-39%	365 048
Other revenue		–	34 320	–	48 665	203 915	11 440	192 475	1682%	34 320
Transfers and Subsidies - Operational		–	70 797	–	3	4	23 599	(23 595)	-100%	70 797
Transfers and Subsidies - Capital		–	43 464	–	–	–	14 488	(14 488)	-100%	43 464
Interest		–	50 739	–	699	2 514	16 913	(14 399)	-85%	50 739
Dividends								–		
Payments										
Suppliers and employees		–	(698 947)	–	5 913	(45 099)	(230 981)	(185 882)	80%	(698 947)
Interest		–	(750)	–	–	–	(250)	(250)	100%	(750)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**–**	**42 226**	**–**	**85 995**	**265 911**	**16 076**	**(249 835)**	**-1554%**	**42 226**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	100	170	–	170	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		–	(90 872)	–	(2 829)	(21 061)	(30 291)	(9 229)	30%	(90 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(90 872)**	**–**	**(2 729)**	**(20 892)**	**(30 291)**	**(9 399)**	**31%**	**(90 872)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		–	9 281	–	115	302	–	302	#DIV/0!	9 281
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**9 281**	**–**	**115**	**302**	**–**	**(302)**	**#DIV/0!**	**9 281**
NET INCREASE/ (DECREASE) IN CASH HELD		**–**	**(39 365)**	**–**	**83 381**	**245 321**	**(14 214)**			**(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	97 691	259 632	96			(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 **R311 million**, total payments to date amounts to **R66 million** including capital payments to assets, resulting in a balance of **R97 million** for the period ending October 2024. This revenue collected is in relation to property rates, service charges, government grants and sundry.

PART 2 – SUPPORTING DOCUMENTATION

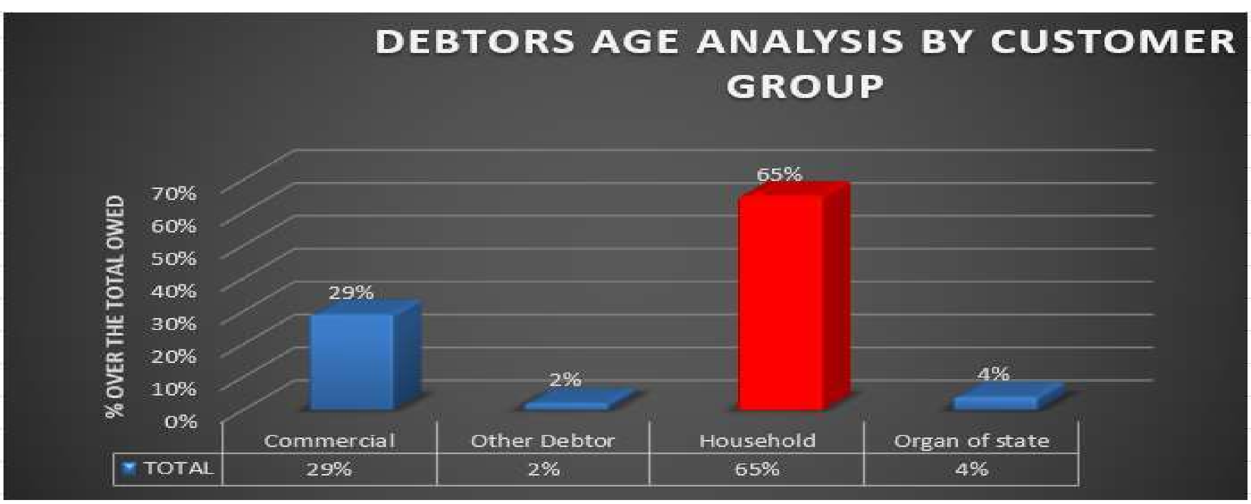
2.1 Debtors' Age Analysis

The total receivables balance or debtors book as at the end of October 2024 amounts to **R587 million** with most of the debt being owed by households at **R380 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 **R8 Millions** in comparison with the previous Month (September – R579 Million) ⬆.

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

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
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	6 261	1 801	1 954	1 749	1 548	811	6 033	49 694	69 851	59 835
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 486	5 646	5 467	3 704	3 353	2 047	13 577	87 782	133 062	110 463
Receivables from Non-exchange Transactions - Property Rates	1400	11 416	4 261	3 077	5 447	2 352	1 960	11 912	68 080	108 504	89 751
Receivables from Exchange Transactions - Waste Water Management	1500	4 259	2 306	2 155	2 023	1 917	1 183	8 257	29 155	51 255	42 535
Receivables from Exchange Transactions - Waste Management	1600	4 241	2 506	2 393	2 262	2 033	1 496	8 811	53 000	76 742	67 603
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 152	5 068	5 073	4 686	4 580	4 537	30 118	98 796	158 011	142 717
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(23 169)	1 005	1 023	554	446	386	5 849	3 876	(10 030)	11 110
Total By Income Source	**2000**	**19 646**	**22 593**	**21 141**	**20 425**	**16 228**	**12 422**	**84 557**	**390 481**	**587 493**	**524 113**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	251	571	595	2 935	493	403	5 593	10 464	21 307	19 889
Commercial	2300	7 590	6 138	6 096	5 337	5 107	2 991	20 399	120 323	173 981	154 156
Households	2400	8 411	15 053	13 579	11 728	10 236	8 692	53 093	259 461	380 252	343 210
Other	2500	3 394	831	871	424	392	336	5 472	234	11 953	6 857
Total By Customer Group	**2600**	**19 646**	**22 593**	**21 141**	**20 425**	**16 228**	**12 422**	**84 557**	**390 481**	**587 493**	**524 113**

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

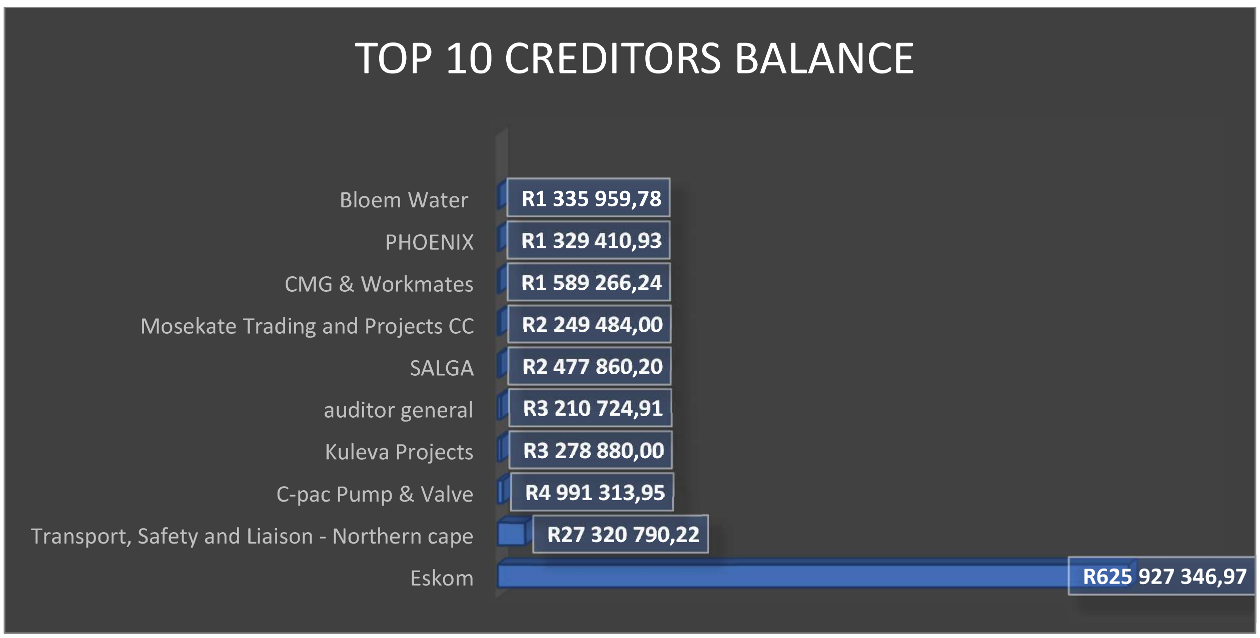


2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 673 million**. 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

Creditors - October 2024	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 18 437 731,75	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 25 134 133,52	R 504 575 527,69	R 625 927 346,97
Transport, Safety and Liaison - Northern cape	R 355 468,29	R 295 811,52	R 318 504,39	R 304 218,10	R 352 383,35	R 25 694 404,57	R 27 320 790,22
C-pac Pump & Valve	R -	R 1 281 181,65	R 1 403 161,00	R 2 478 792,80	R -	-R 171 821,50	R 4 991 313,95
Kuleva Projects	R -	R 1 103 310,00	R 1 086 750,00	R 1 088 820,00	R -	R -	R 3 278 880,00
auditor general	R 1 990 218,40	R 1 206 670,51	R 13 836,00	R -	R -	R -	R 3 210 724,91
SALGA	R -	R -	R -	R 2 477 860,20	R -	R -	R 2 477 860,20
Mosekate Trading and Projects CC	R 541 569,04	R 536 406,69	R -	R 1 171 508,27	R -	R -	R 2 249 484,00
CMG & Workmates	R 1 589 266,24	R -	R -	R -	R -	R -	R 1 589 266,24
PHOENIX	R 28 789,05	R 156 860,00	R 938 199,38	R 205 562,50	R -	R -	R 1 329 410,93
Bloem Water	R 612 375,00	R 702 937,50	R -	R -	R -	R 20 647,28	R 1 335 959,78
							R 673 711 037,20



The municipality owes Eskom a total debt of **R 625 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

2.3 Bank balance and Investment Portfolio

Transaction History

Nickname: Gamagara Mun Cheque

Selected Account: 53668006069
Date: 01 Nov 2024
Available Balance: 6,683,032.89 CR
Current Balance: 7,397,739.60 CR

Date	Description	Service Fee	Amount	Balance
31 Oct 2024	#CASH DEPOSIT FEE	0.00	-1,366.84 DR	8,132,867.88 CR

The bank balance of the municipality was R8.1 million as at 31 October 2024.

2.4 Allocation and grant receipts and expenditure

2.4.1 Transfers and grant receipts

The total grants received for the year as at 31 October 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	1 438 207,15				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 - M04 October

Summary of Employee and Councillor remuneration R thousands	Ref	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		–	2 506	–	199	853	835	17	2%	2 506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	642	–	51	204	214	(10)	-5%	642
Cellphone Allowance		–	740	–	59	235	247	(12)	-5%	740
Housing Allowances								–		
Other benefits and allowances		–	2 943	–	216	862	981	(119)	-12%	2 943
Sub Total - Councillors		**–**	**6 831**	**–**	**524**	**2 154**	**2 277**	**(123)**	**-5%**	**6 831**
% increase	4		**#DIV/0!**							**#DIV/0!**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		–	4 565	–	184	941	1 522	(580)	-38%	4 565
Pension and UIF Contributions		–	10	–	1	2	3	(1)	-42%	10
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		–	8	–	–	57	3	55	2140%	8
Motor Vehicle Allowance		–	1 296	–	110	437	432	5	1%	1 296
Cellphone Allowance		–	127	–	6	23	42	(19)	-45%	127
Housing Allowances								–		
Other benefits and allowances		–	1	–	0	0	0	(0)	-34%	1
Payments in lieu of leave		–	1 642	–	70	348	547	(199)	-36%	1 642
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	6	(6)	-100%	19
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**–**	**7 667**	**–**	**370**	**1 810**	**2 556**	**(746)**	**-29%**	**7 667**
% increase	4		**#DIV/0!**							**#DIV/0!**
Other Municipal Staff										
Basic Salaries and Wages		–	170 960	–	12 098	48 428	56 987	(8 559)	-15%	170 960
Pension and UIF Contributions		–	27 424	–	2 008	7 891	9 141	(1 250)	-14%	27 424
Medical Aid Contributions		–	19 492	–	1 341	5 364	6 497	(1 134)	-17%	19 492
Overtime		–	20 448	–	1 847	7 761	6 816	945	14%	20 448
Performance Bonus		–	13 393	–	65	100	4 464	(4 364)	-98%	13 393
Motor Vehicle Allowance		–	9 209	–	714	2 788	3 070	(281)	-9%	9 209
Cellphone Allowance		–	783	–	64	258	261	(3)	-1%	783
Housing Allowances		–	2 124	–	182	739	708	31	4%	2 124
Other benefits and allowances		–	4 318	–	316	1 318	1 439	(121)	-8%	4 318
Payments in lieu of leave								–		
Long service awards		–	1 088	–	33	334	363	(29)	-8%	1 088
Post-retirement benefit obligations	2	–	1 071	–	6	26	357	(331)	-93%	1 071
Entertainment		–	102	–	9	35	34	1	2%	102
Scarcity								–		
Acting and post related allowance		–	4 130	–	570	2 129	1 377	753	55%	4 130
In kind benefits								–		
Sub Total - Other Municipal Staff		**–**	**274 542**	**–**	**19 253**	**77 171**	**91 514**	**(14 343)**	**-16%**	**274 542**
% increase	4		**#DIV/0!**							**#DIV/0!**
Total Parent Municipality		**–**	**289 040**	**–**	**20 147**	**81 136**	**96 347**	**(15 211)**	**-16%**	**289 040**
TOTAL SALARY, ALLOWANCES & BENEFITS		**–**	**289 040**	**–**	**20 147**	**81 136**	**96 347**	**(15 211)**	**-16%**	**289 040**
% increase	4		**#DIV/0!**							**#DIV/0!**
TOTAL MANAGERS AND STAFF		**–**	**282 209**	**–**	**19 623**	**78 981**	**94 070**	**(15 088)**	**-16%**	**282 209**

NC453 Gamagara - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2024/25												2024/25 Medium Term Revenue & Expenditure Framework		
R thousands	1	July Outcome	August Outcome	Sept Outcome	October Outcome	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	8 974	14 796	14 796	14 796	14 796	14 796	14 796	14 796	43 056	177 554	185 721	194 264
Service charges - Electricity revenue		19 160	6 563	8 589	14 032	19 021	19 021	19 021	19 021	19 021	19 021	19 021	46 759	228 248	238 747	249 730
Service charges - Water revenue		3 786	2 246	3 209	3 810	4 300	4 300	4 300	4 300	4 300	4 300	4 300	8 448	51 597	53 971	56 453
Service charges - Waste Water Management		1 294	1 351	1 473	1 842	3 892	3 892	3 892	3 892	3 892	3 892	3 892	13 502	46 709	48 858	51 105
Service charges - Waste Mangement		1 375	1 288	1 578	2 058	3 208	3 208	3 208	3 208	3 208	3 208	3 208	9 741	38 494	40 265	42 117
													–			
Rental of facilities and equipment		644	13	708	674	167	167	167	167	167	167	167	(1 205)	2 003	2 097	2 097
Interest earned - external investments		1	89	37	0	52	52	52	52	52	52	52	134	627	656	656
Interest earned - outstanding debtors		785	240	663	699	4 176	4 176	4 176	4 176	4 176	4 176	4 176	18 493	50 112	51 766	53 451
Dividends received													–			
Fines, penalties and forfeits		724	74	61	66	50	50	50	50	50	50	50	(673)	601	639	658
Licences and permits		29	167	151	151	154	154	154	154	154	154	154	270	1 847	1 932	1 993
Agency services		4	47	44	42	49	49	49	49	49	49	49	110	594	621	650
Transfers and Subsidies - Operational		–	0	0	3	5 900	5 900	5 900	5 900	5 900	5 900	5 900	29 495	70 797	74 066	79 730
Other revenue		40 381	68 395	43 808	47 733	2 440	2 440	2 440	2 440	2 440	2 440	2 440	(188 117)	29 276	30 623	32 031
Cash Receipts by Source		**75 608**	**85 985**	**69 334**	**80 082**	**58 205**	**58 205**	**58 205**	**58 205**	**58 205**	**58 205**	**58 205**	**(19 985)**	**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	18 110	43 464	43 575	54 369
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)													–			
Proceeds on Disposal of Fixed and Intangible Assets		32	–	37	100	–	–	–	–	–	–	–	(170)	–	–	–
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**	**80 183**	**61 827**	**61 827**	**61 827**	**61 827**	**61 827**	**61 827**	**61 827**	**(2 045)**	**741 923**	**773 537**	**819 303**
Cash Payments by Type													–			
Employee related costs		(19 357)	(19 451)	(21 587)	(20 024)	23 517	23 517	23 517	23 517	23 517	23 517	23 517	198 007	282 209	295 235	308 791
Remuneration of councillors		–	–	–	–	569	569	569	569	569	569	569	2 846	6 831	7 146	7 474
Interest		–	–	–	–	63	63	63	63	63	63	63	313	750	785	821
Bulk purchases - Electricity		–	–	–	–	15 925	15 925	15 925	15 925	15 925	15 925	15 925	79 623	191 095	199 855	209 080
Acquisitions - water & other inventory		247	–	–	–	1 530	1 530	1 530	1 530	1 530	7 530	1 530	7 404	24 362	19 146	20 027
Contracted services		2 370	5 169	2 745	5 351	8 617	8 617	8 617	8 617	8 617	8 617	8 617	27 448	103 400	101 061	105 745
Transfers and subsidies - other municipalities													–			
Transfers and subsidies - other													–			
Other expenditure		34 183	5 887	60 804	8 760	7 587	7 587	7 587	7 587	7 587	7 587	7 587	(71 697)	91 050	85 405	86 741
Cash Payments by Type		**17 444**	**(8 394)**	**41 963**	**(5 913)**	**57 808**	**57 808**	**57 808**	**57 808**	**57 808**	**63 808**	**57 808**	**243 943**	**699 697**	**708 631**	**738 678**
Other Cash Flows/Payments by Type																
Capital assets		5 318	10 235	2 679	2 829	7 573	7 573	7 573	7 573	7 573	7 573	7 573	16 802	90 872	43 575	54 369
Repayment of borrowing													–			
Other Cash Flows/Payments													–			
Total Cash Payments by Type		**22 762**	**1 841**	**44 641**	**(3 084)**	**65 380**	**65 380**	**65 380**	**65 380**	**65 380**	**71 380**	**65 380**	**260 745**	**790 569**	**752 206**	**793 047**
NET INCREASE/(DECREASE) IN CASH HELD		**52 878**	**84 144**	**24 730**	**83 266**	**(3 554)**	**(3 554)**	**(3 554)**	**(3 554)**	**(3 554)**	**(9 554)**	**(3 554)**	**(262 790)**	**(48 646)**	**21 331**	**26 256**
Cash/cash equivalents at the month/year beginning:		14 310	67 189	151 333	176 063	259 330	255 776	252 222	248 669	245 115	241 561	232 008	228 454	14 310	(34 336)	(13 005)
Cash/cash equivalents at the month/year end:		67 189	151 333	176 063	259 330	255 776	252 222	248 669	245 115	241 561	232 008	228 454	(34 336)	(34 336)	(13 005)	13 251

Employees and remuneration related expenditure for the year as at end of October 2024 amounted to **R78 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 - M04 October

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	–	1 678	3 240	5 974	2 734	45,8%	17 923
Roads								–		
Attenuation								–		
Electrical Infrastructure		–	8 625	–	899	1 296	2 875	1 579	54,9%	8 625
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		–	8 625	–	899	1 296	2 875	1 579	54,9%	8 625
Capital Spares								–		
Water Supply Infrastructure		–	9 298	–	779	1 944	3 099	1 155	37,3%	9 298
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	3 900	–	779	1 944	1 300	(644)	-49,6%	3 900
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	5 398	–	–	–	1 799	1 799	100,0%	5 398
Distribution Points								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	10 000	–	–	–	3 333	3 333	100,0%	10 000
Indoor Facilities								–		
Outdoor Facilities		–	10 000	–	–	–	3 333	3 333	100,0%	10 000
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		–	–	–	–	–	–	–		–
Computer Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		–	80	–	–	–	27	27	100,0%	80
Furniture and Office Equipment		–	80	–	–	–	27	27	100,0%	80
Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		–	16 000	–	680	7 717	5 333	(2 383)	-44,7%	16 000
Transport Assets		–	16 000	–	680	7 717	5 333	(2 383)	-44,7%	16 000
Land		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on new assets	1	–	44 003	–	2 358	10 957	14 668	3 711	25,3%	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

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

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 31 October 2024

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

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								%	
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		–	41 500	–	2 643	5 604	13 833	8 229	59,5%	41 500
Roads Infrastructure		–	2 200	–	101	193	733	540	73,7%	2 200
Roads								–		
Road Structures								–		
Road Furniture		–	1 700	–	101	193	567	374	65,9%	1 700
Capital Spares		–	500	–	–	–	167	167	100,0%	500
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	6 700	–	664	831	2 233	1 403	62,8%	6 700
MV Networks		–	2 300	–	398	538	767	228	29,8%	2 300
LV Networks		–	4 100	–	266	266	1 367	1 101	80,5%	4 100
Capital Spares		–	300	–	–	26	100	74	73,6%	300
Water Supply Infrastructure		–	23 500	–	1 351	3 369	7 833	4 464	57,0%	23 500
Distribution		–	20 300	–	959	2 851	6 767	3 915	57,9%	20 300
Distribution Points								–		
PRV Stations								–		
Capital Spares		–	3 200	–	392	518	1 067	549	51,5%	3 200
Sanitation Infrastructure		–	9 100	–	527	1 212	3 033	1 821	60,0%	9 100
Pump Station								–		
Reticulation		–	6 200	–	–	563	2 067	1 504	72,8%	6 200
Waste Water Treatment Works		–	1 650	–	383	383	550	168	30,5%	1 650
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		–	1 250	–	145	266	417	150	36,1%	1 250
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Community Assets		–	755	–	–	–	252	252	100,0%	755
Community Facilities		–	755	–	–	–	252	252	100,0%	755
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria		–	200	–	–	–	67	67	100,0%	200
Police								–		
Purls		–	150	–	–	–	50	50	100,0%	150
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares		–	405	–	–	–	135	135	100,0%	405
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities								–		
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		–	585	–	–	–	195	195	100,0%	585
Operational Buildings		–	585	–	–	–	195	195	100,0%	585
Municipal Offices		–	585	–	–	–	195	195	100,0%	585
Intangible Assets		–	13 015	–	169	3 364	4 338	975	22,5%	13 015
Servitudes								–		
Licences and Rights		–	13 015	–	169	3 364	4 338	975	22,5%	13 015
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	13 015	–	169	3 364	4 338	975	22,5%	13 015
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	0	0	–	(0)	#DIV/0!	–
Computer Equipment		–	–	–	0	0	–	(0)	#DIV/0!	–
Furniture and Office Equipment		–	175	–	–	1	58	57	98,1%	175
Furniture and Office Equipment		–	175	–	–	1	58	57	98,1%	175
Machinery and Equipment		–	200	–	–	24	67	43	64,4%	200
Machinery and Equipment		–	200	–	–	24	67	43	64,4%	200
Transport Assets		–	3 880	–	626	867	1 293	426	32,9%	3 880
Transport Assets		–	3 880	–	626	867	1 293	426	32,9%	3 880
Total Repairs and Maintenance Expenditure	1	–	60 110	–	3 438	9 860	20 037	10 176	50,8%	60 110

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M04 October

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	–	3 336	12 557	13 082	526	4,0%	39 246
Roads Infrastructure		–	10 769	–	920	3 437	3 590	153	4,3%	10 769
Roads		–	–	–	–	–	–	–		–
Road Structures		–	10 769	–	920	3 437	3 590	153	4,3%	10 769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 146	–	701	2 504	2 715	211	7,8%	8 146
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	34	–	–	–	11	11	100,0%	34
MV Switching Stations								–		
MV Networks		–	34	–	–	–	11	11	100,0%	34
LV Networks		–	8 079	–	701	2 504	2 693	189	7,0%	8 079
Capital Spares								–		
Water Supply Infrastructure		–	11 582	–	985	3 705	3 861	156	4,0%	11 582
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	153	–	–	–	51	51	100,0%	153
Pump Stations		–	8	–	–	–	3	3	100,0%	8
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	11 422	–	985	3 705	3 807	102	2,7%	11 422
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	8 749	–	730	2 911	2 916	5	0,2%	8 749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	8 749	–	730	2 911	2 916	5	0,2%	8 749
Community Assets		–	4 365	–	354	1 534	1 455	(79)	-5,4%	4 365
Community Facilities		–	4 365	–	354	1 534	1 455	(79)	-5,4%	4 365
Halls		–	4 365	–	354	1 534	1 455	(79)	-5,4%	4 365
Other assets		–	5 553	–	521	1 381	1 851	470	25,4%	5 553
Operational Buildings		–	5 553	–	521	1 381	1 851	470	25,4%	5 553
Municipal Offices		–	5 553	–	521	1 381	1 851	470	25,4%	5 553
Computer Equipment		–	1 122	–	96	355	374	19	5,1%	1 122
Computer Equipment		–	1 122	–	96	355	374	19	5,1%	1 122
Furniture and Office Equipment		–	1 382	–	143	236	461	225	48,8%	1 382
Furniture and Office Equipment		–	1 382	–	143	236	461	225	48,8%	1 382
Machinery and Equipment		–	1 338	–	143	198	446	248	55,6%	1 338
Machinery and Equipment		–	1 338	–	143	198	446	248	55,6%	1 338
Transport Assets		–	2 148	–	154	919	716	(202)	-28,3%	2 148
Transport Assets		–	2 148	–	154	919	716	(202)	-28,3%	2 148
Total Depreciation	1	–	55 155	–	4 747	17 179	18 385	1 206	6,6%	55 155

Depreciation for the month of October was recognized and it amounted to **R4.7 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 - M04 October

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	–	143	3 649	15 486	11 837	76,4%	46 459
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	1 500	–	–	–	500	500	100,0%	1 500
Capital Spares		–	1 500	–	–	–	500	500	100,0%	1 500
Water Supply Infrastructure		–	20 150	–	41	2 211	6 717	4 506	67,1%	20 150
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		–	15 000	–	41	2 211	5 000	2 789	55,8%	15 000
Distribution		–	5 150	–	–	–	1 717	1 717	100,0%	5 150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	24 809	–	103	1 439	8 270	6 831	82,6%	24 809
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		–	24 809	–	103	1 439	8 270	6 831	82,6%	24 809
Community Assets		–	410	–	–	–	137	137	100,0%	410
Community Facilities		–	410	–	–	–	137	137	100,0%	410
Theatres								–		
Libraries		–	410	–	–	–	137	137	100,0%	410
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on upgrading of existing assets	1	–	46 869	–	143	3 649	15 623	11 974	76,6%	46 869

An expenditure of **R143 000** was incurred for the upgrading of existing assets for the month of October 2024

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

DEBT RELIEF

16.1 MFMA Circular 124 – Municipality Compliance Self-Assessment

Annexure A2

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

Province		
WC		
Code	John Taolo	Ga Magara
NC453	John Taolo Gaetsewe	Gamagara

Monthly Performance Report

icipal Details		Part A: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/BFP & Tariff Assessment			Part D: Electricity and water as collection tools			
Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18
Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes
Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
Gamagara	NC453	Yes	Yes	Yes	No	Yes	No	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		
Gamagara	NC453																		

icipal Details		Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base			Part E: Oversight													Part F: Compliance Status		Month applicable
Code Descr	Code	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
Gamagara	NC453	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
Gamagara	NC453	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	85%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes
Gamagara	NC453																								0%	Non Compliance	Yes

		Comments/Motivation
	B Mgaguli	
HOD:		
	06-Nov-24	

Municipal Debt Relief Conditions (Monthly reporting)

Condition	6.3 + 6.12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption).	*Choose from drop down list*	
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?	Yes	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)***	2024/25 Adopted MTREF	
	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines		
	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*		
	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**		

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	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?	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.*		

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?	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: **B Mgaguli**

Signature of HOD/ NT/ MM:

Date: 06-Nov-24

** *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 incorporated 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 October, this is slightly the same as that of the previous month, which recorded an **83%** compliance status. The reason for the drop in compliance status was due to the non-payment of ESKOM during the Month of October. The data string submitted to National Treasury GO-Muni Portal, also includes 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
NC453		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.Septembe	Gamagara	NC453	Yes	Yes	Yes	No		No	No	No	Yes	Yes	Yes	N/A	Yes	Yes
4.October	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes
5.November	Gamagara	NC453														
6.December	Gamagara	NC453														
7.January	Gamagara	NC453														
8.February	Gamagara	NC453														
9.March	Gamagara	NC453														
10.April	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.Septembe	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
4.October	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
5.November														
6.December														
7.January														
8.February														
9.March														
10.April														

	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.Septembe	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	80%	Non Compliance	Yes
4.October	Yes	Yes	N/A	N/A				Yes	Yes	Yes	Yes	Yes	No	83%	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

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: 31 October 2024
Leshupelo:
Umhla:
Datum:

Reference: #Debt Relief M10
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 SEPTEMBER 2024

Condition 6.1 – Municipal non-compliance

In terms of the National Treasury (NT) approval, the municipality must comply with conditions 6.1 – 6.14 of MFMA Circular 124 read together with the additional conditions specific to the municipality set-out in its National Treasury debt relief approval letter. From the Provincial Treasury's assessment, the municipality achieved an **85%** average compliance with the MFMA Circular 124 conditions during September 2024 – refer the performance sheet in the table below that shows the municipality's overall relief compliance performance across the months of its debt relief cycle. Considering the municipality's overall debt relief performance since 01 December 2023, and that the conditions carry equal weighting, for the municipality to qualify for the one third (1/3) debt write-off at the end of its first debt relief compliance cycle on 30 November 2024, they will need to drastically address the outstanding non-compliance issues.

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 **59%** (excluing advanced payments). This calculation was contingent upon August Billing with it's ensuing collection rate realized in the subsequent Month of October. 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.

N	O	P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB	AC	AD	AE	AF	AG
3 811 137	(1 165 010)	4 976 146	-31%	3 422 123	(2 138 541)	5 560 664	-62%		11 188 319	(5 990 409)	17 178 728	-54%	-54%		3 236 502	(2 617 057)	5 853 559	-81%	
4 147 881	(1 139 755)	5 287 635	-27%	4 109 049	(1 279 669)	5 388 717	-31%		12 362 086	(3 537 019)	15 899 105	-29%	-29%		4 093 791	(1 765 806)	5 859 597	-43%	
4 545 035	(1 104 253)	5 649 288	-24%	4 538 766	(1 356 629)	5 895 395	-30%		13 422 814	(3 624 404)	17 047 218	-27%	-27%		4 530 414	(1 567 904)	6 098 317	-35%	
5 038 444	(239 922)	5 278 366	-5%	5 142 495	(662 756)	5 805 250	-13%		14 281 603	(1 664 900)	15 946 503	-12%			5 159 111	(699 101)	5 858 211	-14%	

Quarter 1 Performance Per Ward

2.August				3.September								Q1	4.October				
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	Billing	Collection	R - Billing not collected	% Collection		Billing For September	Collection for September in October	Rand Value of Billing not collected	% Collection	Billing For O
19 005 941	(5 502 893)	24 508 834	-29%	14 684 775	(9 001 614)	23 686 389	-61%	48 238 827	(21 917 722)	70 156 549	-45%	-45%	14 678 509	(8 963 338)	23 641 847	-61%	
10 393 316	(5 014 025)	15 407 340	-48%	9 414 724	(6 724 003)	16 138 727	-71%	28 088 823	(27 428 356)	55 517 179	-98%	-98%	9 123 904	(11 499 264)	20 623 168	-126%	
3 811 137	(1 165 010)	4 976 146	-31%	3 422 123	(2 138 541)	5 560 664	-62%	11 188 319	(5 990 409)	17 178 728	-54%	-54%	3 236 502	(2 617 057)	5 853 559	-81%	
4 545 035	(1 104 253)	5 649 288	-24%	4 538 766	(1 356 629)	5 895 395	-30%	13 422 814	(3 624 404)	17 047 218	-27%	-27%	4 530 414	(1 567 904)	6 098 317	-35%	
4 147 881	(1 139 755)	5 287 635	-27%	4 109 049	(1 279 669)	5 388 717	-31%	12 362 086	(3 537 019)	15 899 105	-29%	-29%	4 093 791	(1 765 806)	5 859 597	-43%	
5 038 444	(239 922)	5 278 366	-5%	5 142 495	(662 756)	5 805 250	-13%	14 281 603	(1 664 900)	15 946 503	-12%	-12%	5 159 111	(699 101)	5 858 211	-14%	
		-	#DIV/0!			-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!			-	#DIV/0!	
		-	#DIV/0!			-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!			-	#DIV/0!	
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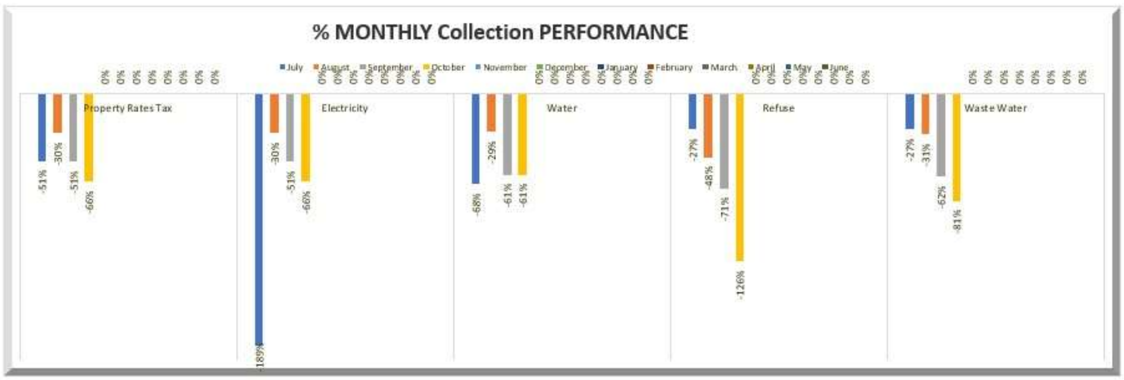


National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

#N/A				
Code		District		

Collection Rate Assessment	Summary - Quarter 1					Summary - Quarter 2				
Aggregate Collection	Billing	Collection	R - Billing not collected	% Collection	Q1	Billing	Collection	R - Billing not collected	% Collection	Q2
1.Collection for whole demarcation	127 582 472	(64 162 810)	191 745 282	-50%	-50%	40 822 230	(27 112 470)	67 934 700	-66%	-66%
2.Collection excl Eskom supplied areas	127 582 472	(64 162 810)	191 745 282	-50%	-50%	40 822 230	(27 112 470)	67 934 700	-66%	-66%
3.Collection: **Property Rates**	48 238 827	(21 917 722)	70 156 549	-45%	-45%	14 678 509	(8 963 338)	23 641 847	-61%	-61%
4.Total average collection: **Electricity** (Municipal supplied areas)	28 088 823	(27 428 356)	55 517 179	-98%	-98%	9 123 904	(11 499 264)	20 623 168	-126%	-126%
5.Total average collection: **Water**	11 188 319	(5 990 409)	17 178 728	-54%	-54%	3 236 502	(2 617 057)	5 853 559	-81%	-81%
6.Total average collection: **Wastewater**	12 362 086	(3 537 019)	15 899 105	-29%	-29%	4 093 791	(1 765 806)	5 859 597	-43%	-43%

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 2023/24			2023/2024 - Monthly Reporting			
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04
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	1 741
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	1 741
Total number of registered indigent households	5	754 560	754 560	754 560	–	543	1 223	1 689	1 741
Status of Water meters :									
Number of Indigent HH's with prepaid Water									
Number of Indigent HH's with conventional metered Water									
Number of Indigent HH's NOT metered currently - Water									
Number of Indigent HH's with NO Water supply - No metering		–	–	–	–	–	–	–	–

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	1 741		
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	1 741	–	–
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	1 741	–	–
Status of Electricity meters :											
Number of Indigent HH's with prepaid Electricity						543	1 223	1 689	1 741		
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	1 741	–	–
Status of unlimited supply of Electricity :											
Number of Indigent HH's with conventional metered Electricity - where the municipality is *NOT physcally restricting Electricity to the national free basic limit of 50kwh per \household per month*											

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 Commercial	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

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

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

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

YOUR ACCOUNT NO	9296092982
SECURITY HELD	4266832.20
BILLING DATE	2024-11-01
TAX INVOICE NO	929420082756
ACCOUNT MONTH	OCTOBER 2024
CURRENT DUE DATE	2024-12-02
VAT REG NO	4040120927

CUSTOMER SELF SERVICE WEBSITE
Provincial email listed below

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	16,864.62
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	59,655.78
ANCILLARY SERVICE (ALL)		R	59,769.65
ENERGY CHARGE (PEAK)	1,362,208.00	R	2,801,380.75
ENERGY CHARGE (STD)	3,006,831.00	R	4,255,267.23
ENERGY CHARGE (OFF)	3,102,166.00	R	2,784,814.42
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,170,737.98
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	969,097.90
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	**13,758,230.25**

ACCOUNT SUMMARY FOR OCTOBER 2024

BALANCE BROUGHT FORWARD	(Due Date 2024-11-01)	R	610,916,824.24
PAYMENT(S) RECEIVED	ACB Payment - 2024-10-09	R	-3,427,208.98
TOTAL CHARGES FOR BILLING PERIOD		R	13,758,230.25
ADJUSTMENTS	(Summary - See attachment for details)	R	2,615,766.96
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	2,063,734.54

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

unipay 7100 1929 6092 9825

929827

9 6092 9820

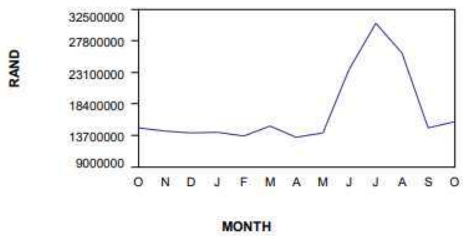
CURRENT	TOTAL DUE	R 625,927,347.01	
18,437,731.75			
ARREARS			
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
562,030,535.83	28,471,165.45	16,987,913.98	0.00

Account OVERDUE - Subject to Disconnection

PayIT | easypay a better way to pay

TOTAL AMOUNT DUE

625,927,347.01



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BILL PAGE	1 OF 5

PAYMENT ARRANGEMENT

INSTALMENT: 0.00

ARREARS (Due Immediately): 607,489,615.26

DUE DATE (For Current Amount): 2024-12-02

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

To date the Municipality owes ESKOM a total of **R625 927 347.01** as at end of October 2024.

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	40 170 256	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 October 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 12/11/2024

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 **31 October 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.