GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

NOVEMBER 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 30 November 2024; and
- Report on the implementation of the Financial Recovery Plan NCPT Provincial Executive in terms of Section 139 (1) (b) and Section 139 (5) (a) of the Constitution read with Section 139 on the Municipal Finance Management Act (MFMA) (Act No. 56 of 2003).

PART 1 – IN-YEAR REPORT

1.1 Mayor's Report

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

1.2 Resolution

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

1.3 Executive Summary

Operating Revenue Budget

The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 30 November 2024, a total of **R288 million** or **37%** of the total budget has been recognized. This translates to **90%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R31 million** or **10.7%**. The highest contributor to the municipality's revenue is by property rates at **31%**, followed by service charge-electricity at **24%**. See the below table for details on the operating revenue budget.

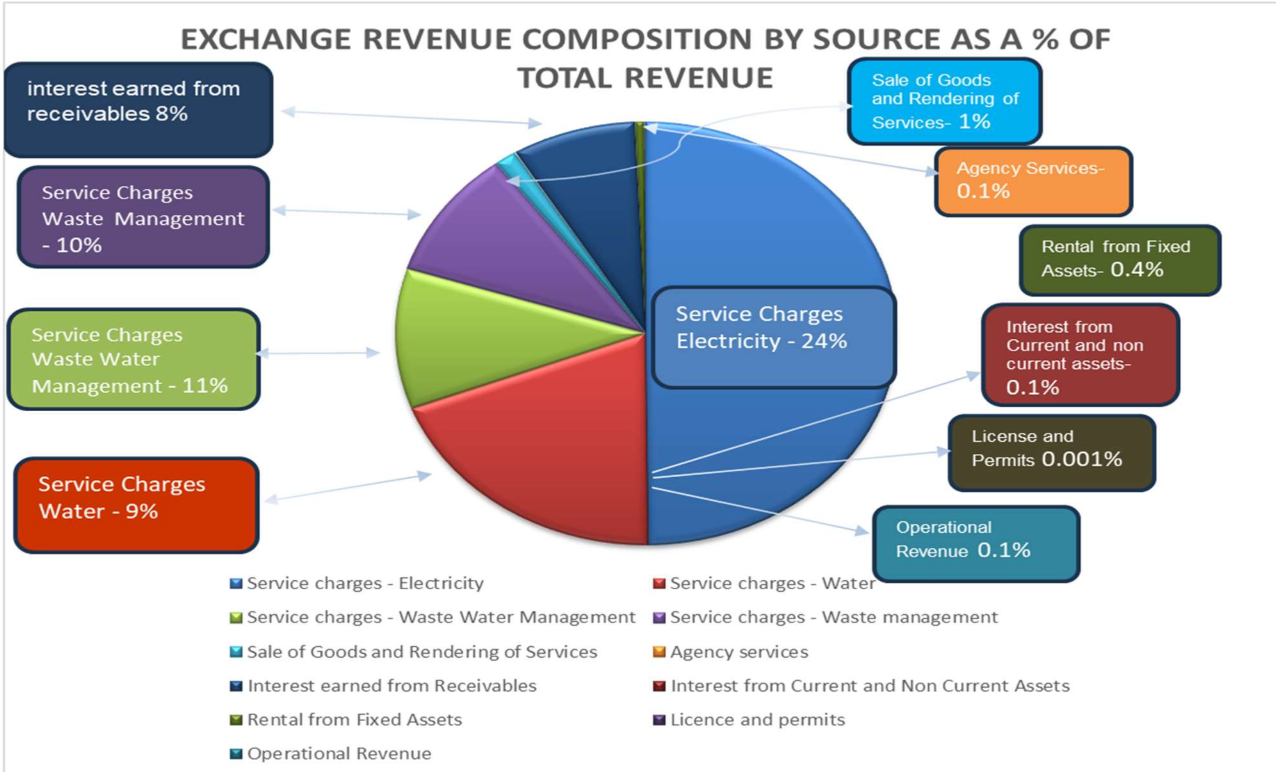
Revenue enhancement is robustly executed in order to ascertain that the revenue billed is collected timely, thus improving the collection rate. The total service charges billed for the Month of November equate **R22 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R288 Million** and **R319 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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		216 902	250 960	–	10 008	94 031	104 567	(10 536)	-10%	250 960
Service charges - Water		53 389	68 717	–	3 558	26 410	28 632	(2 222)	-8%	68 717
Service charges - Waste Water Management		37 731	52 124	–	4 503	21 059	21 718	(659)	-3%	52 124
Service charges - Waste management		42 025	43 001	–	3 971	20 628	17 917	2 711	15%	43 001
Sale of Goods and Rendering of Services		(585)	7 798	–	370	1 984	3 249	(1 266)	-39%	7 798
Agency services		547	594	–	50	187	247	(60)	-24%	594
Interest								–	0%	
Interest earned from Receivables		41 548	36 115	–	3 335	15 891	15 048	843	6%	36 115
Interest from Current and Non Current Assets		604	627	–	63	230	261	(31)	-12%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2 075	2 003	–	166	886	835	52	6%	2 003
Licence and permits		30	33	–	4	13	14	(0)	-3%	33
Operational Revenue		2 597	21 479	–	24	162	8 949	(8 787)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		154 195	177 554	–	13 085	69 177	73 981	(4 803)	-6%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1 384	699	–	9	328	291	37	13%	699
Licence and permits		1 703	1 814	–	146	627	756	(128)	-17%	1 814
Transfers and subsidies - Operational		104 060	70 797	–	–	27 769	29 499	(1 730)	-6%	70 797
Interest		14 611	18 163	–	1 855	9 097	7 568	1 529	20%	18 163
Fuel Levy								–	0%	
Operational Revenue		616	500	–	22	178	208	(30)	-15%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	5 925	(5 925)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**673 432**	**767 197**	–	**41 167**	**288 659**	**319 666**	**(31 007)**	-10%	**767 197**

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

EXCHANGE REVENUE



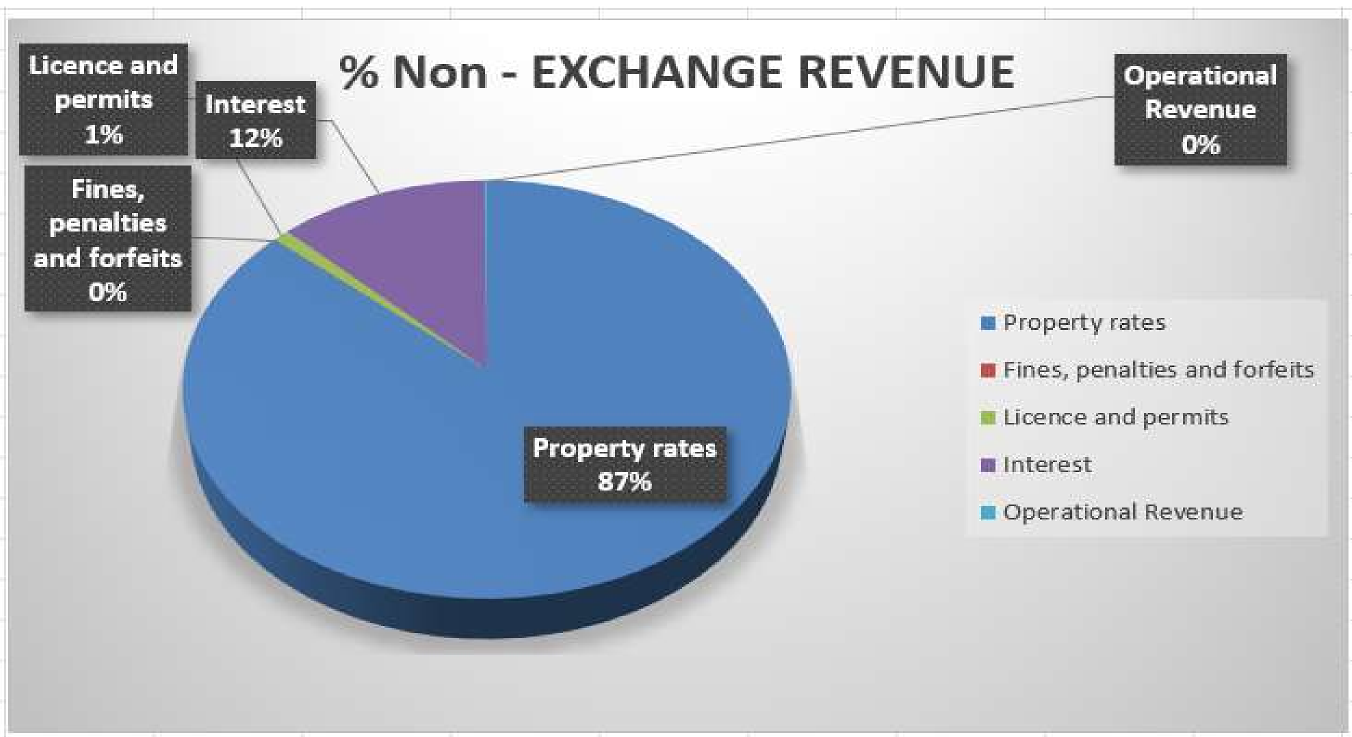
Exchange Revenue (Revenue by Source)	Amount	% OF TOTAL REVENUE
Service charges - Electricity	10 007 851,89	24,3%
Service charges - Water	3 557 889,74	8,6%
Service charges - Waste Water Management	4 503 051,02	10,9%
Service charges - Waste management	3 970 877,09	9,6%
Sale of Goods and Rendering of Services	370 132,09	0,9%
Agency services	50 247,65	0,1%
Interest earned from Receivables	3 334 643,08	8,1%
Interest from Current and Non Current Assets	62 832,88	0,2%
Rental from Fixed Assets	165 934,61	0,4%
Licence and permits	3 895,07	0,1%
Operational Revenue	24 262,88	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 November.

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	AMOUNT	% of Total Revenue
Property rates	R13 084 929,29	31,8%
Fines, penalties and forfeits	R8 557,63	0,01
Licence and permits	R145 557,90	0,4%
Interest	R1 854 672,15	4,5%
Operational Revenue	R21 633,65	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 **31.8%** of total revenue billed for the Month of November.

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 Interest amounted to **4.5%.**The consumer payments are allocated to their respective accounts in accordance with the priority list. Reconciliations between the billing sub-module and the General ledger are carried out on a monthly basis to ascertain completeness and accuracy in the General Ledger

Operating Expenditure Budget

The total expenditure for the current year is **R 829 million**. To date, the total amount spent on the operating budget is **R294 million** or **35%** of the annual operating budget. Employee-related costs (including remuneration of Councilors) and bulk purchase expense are the main contributors to the total spent to date.

See below table for details of the operating expenditure.

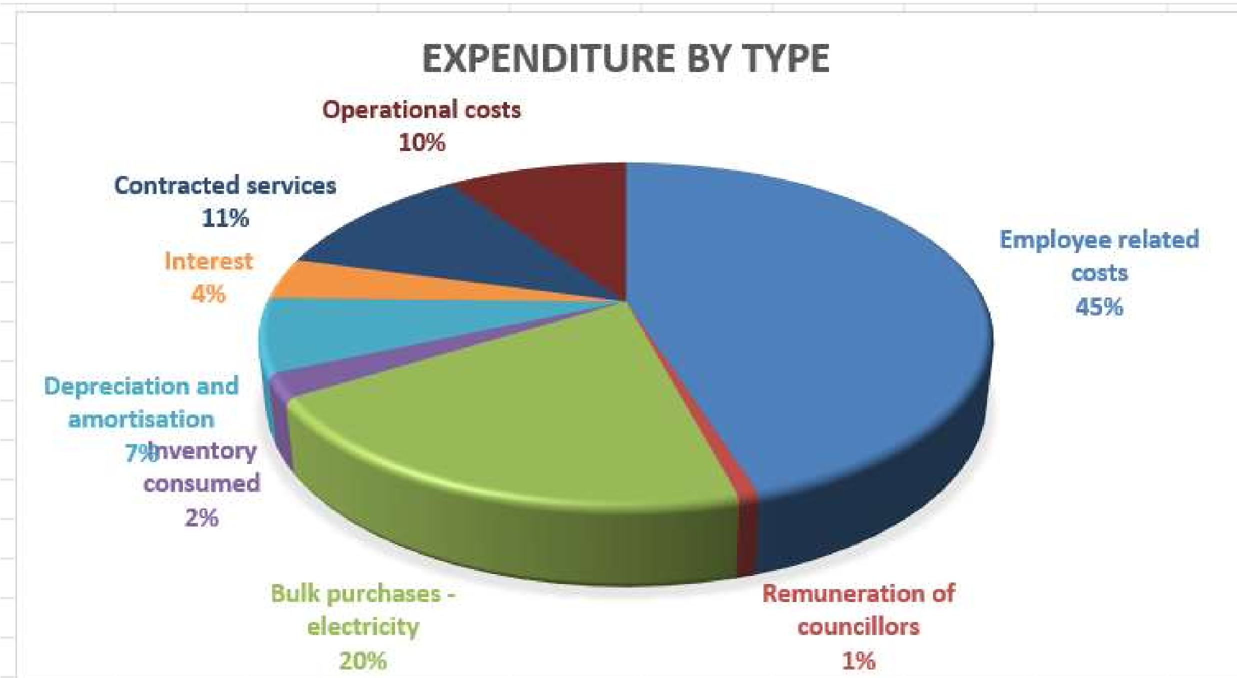
NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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		242 467	282 209	–	30 608	109 589	117 587	(7 998)	-7%	282 209
Remuneration of councillors		6 957	6 831	–	524	2 679	2 846	(168)	-6%	6 831
Bulk purchases - electricity		173 543	191 095	–	13 758	75 888	79 623	(3 734)	-5%	191 095
Inventory consumed		20 045	24 362	–	1 545	6 456	10 151	(3 695)	-36%	24 362
Debt impairment		20 412	24 547	–	–	–	10 228	(10 228)	-100%	24 547
Depreciation and amortisation		63 220	55 155	–	4 747	21 926	22 981	(1 055)	-5%	55 155
Interest		19 975	25 250	–	2 617	8 962	10 521	(1 559)	-15%	25 250
Contracted services		96 504	103 400	–	7 557	28 798	43 083	(14 286)	-33%	103 400
Transfers and subsidies		43	500	–	–	16	208	(192)	-92%	500
Irrecoverable debts written off		11 438	23 890	–	–	5 341	9 954	(4 613)	-46%	23 890
Operational costs		84 310	91 050	–	6 536	34 607	37 937	(3 331)	-9%	91 050
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(6 236)	1 678	–	–	–	699	(699)	-100%	1 678
Total Expenditure		**732 535**	**829 968**	**–**	**67 893**	**294 263**	**345 820**	**(51 558)**	-15%	**829 968**

EXPENDITURE BY TYPE	AMOUNT
Employee related costs	30 607 862,74
Remuneration of councillors	524 480,80
Bulk purchases - electricity	13 758 230,25
Inventory consumed	1 545 446,39
Depreciation and amortisation	4 747 067,04
Interest	2 617 485,39
Contracted services	7 556 717,35
Operational costs	6 535 614,00

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

Composition of expenditure by type as a % of total expenditure



Capital Revenue Budget

The capital Revenue Budget, as per the DoRA of the financial year 2024/25 is **R42 974 000**. To date the municipality has received ***R16 057 000.00***. Total outstanding allocations amount to **R26 917 000.**

See below tables for details.

CAPITAL EXPENDITURE BUDGET NOV					
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	R12 000 000,00	R2 542 236,93	**R9 457 763,07**	**21%**
INEP	R4 825 000,00	R1 500 000,00	R1 123 751,02	**R376 248,98**	**75%**
TOTAL	**R42 974 000,00**	**R16 057 000,00**	**R3 665 987,95**	**R12 391 012,05**	**23%**

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 ***21% and 75%*** respectively. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

CAPITAL EXPENDITURE BUDGET NOV					
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	R12 000 000,00	R2 542 236,93	**R9 457 763,07**	**21%**
INEP	R4 825 000,00	R1 500 000,00	R1 123 751,02	**R376 248,98**	**75%**
TOTAL	**R42 974 000,00**	**R16 057 000,00**	**R3 665 987,95**	**R12 391 012,05**	**23%**

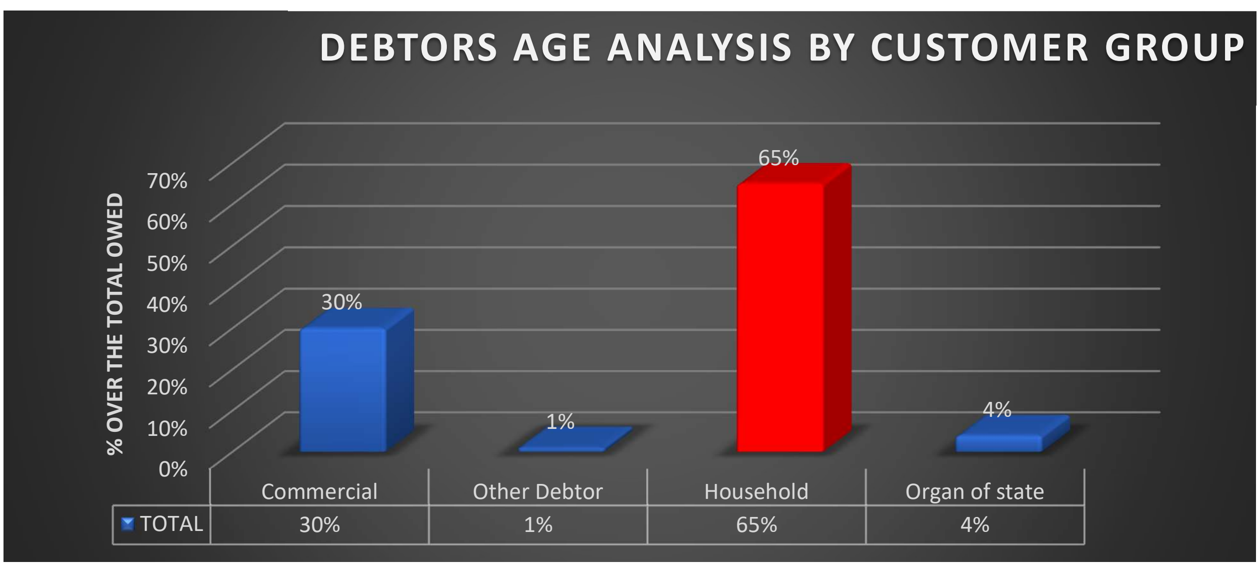
Debtors Ageing

The total receivables balance or debtors book as at the end of November 2024 amounts to **R594 million** with most of the debt being owed by households at **R390 million** or **66%** of the total Debtors. Organs of State and Commercial at **4%** and **30%** respectively. Other debtors only account for **2%** of the outstanding debt. Debtors balance increased by **R7 Millions** in comparison with the previous Month (October – R587 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

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	3 673	4 266	1 679	1 857	1 729	1 529	5 793	50 437	70 963	61 345
Trade and Other Receivables from Exchange Transactions - Electricity	1300	10 725	7 343	5 380	4 382	3 665	3 018	14 796	88 315	137 625	114 176
Receivables from Non-exchange Transactions - Property Rates	1400	11 549	4 608	2 989	2 771	5 281	2 233	11 906	68 941	110 279	91 132
Receivables from Exchange Transactions - Waste Water Management	1500	4 055	2 570	2 121	2 101	1 992	1 893	8 266	30 094	53 092	44 346
Receivables from Exchange Transactions - Waste Management	1600	4 247	2 556	2 292	2 264	2 212	1 997	9 031	53 936	78 535	69 440
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 302	5 081	4 991	4 887	4 658	4 537	30 502	102 370	162 328	146 954
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(31 984)	1 204	885	655	513	431	5 824	3 977	(18 495)	11 400
Total By Income Source	**2000**	**7 567**	**27 628**	**20 337**	**18 917**	**20 050**	**15 639**	**86 119**	**398 167**	**594 424**	**538 892**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	266	591	570	587	2 935	490	5 636	10 766	21 842	20 414
Commercial	2300	5 885	8 108	5 745	5 986	5 276	4 839	20 537	122 762	179 138	159 400
Households	2400	7 012	17 905	13 276	11 797	11 453	9 932	54 500	264 344	390 220	352 028
Other	2500	(5 596)	1 024	746	547	386	377	5 445	295	3 224	7 050
Total By Customer Group	**2600**	**7 567**	**27 628**	**20 337**	**18 917**	**20 050**	**15 639**	**86 119**	**398 167**	**594 424**	**538 892**

<u>The graph below shows outstanding debtors per category as a percentage of the total debtors outstanding for the period ending November 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 Num	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
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

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

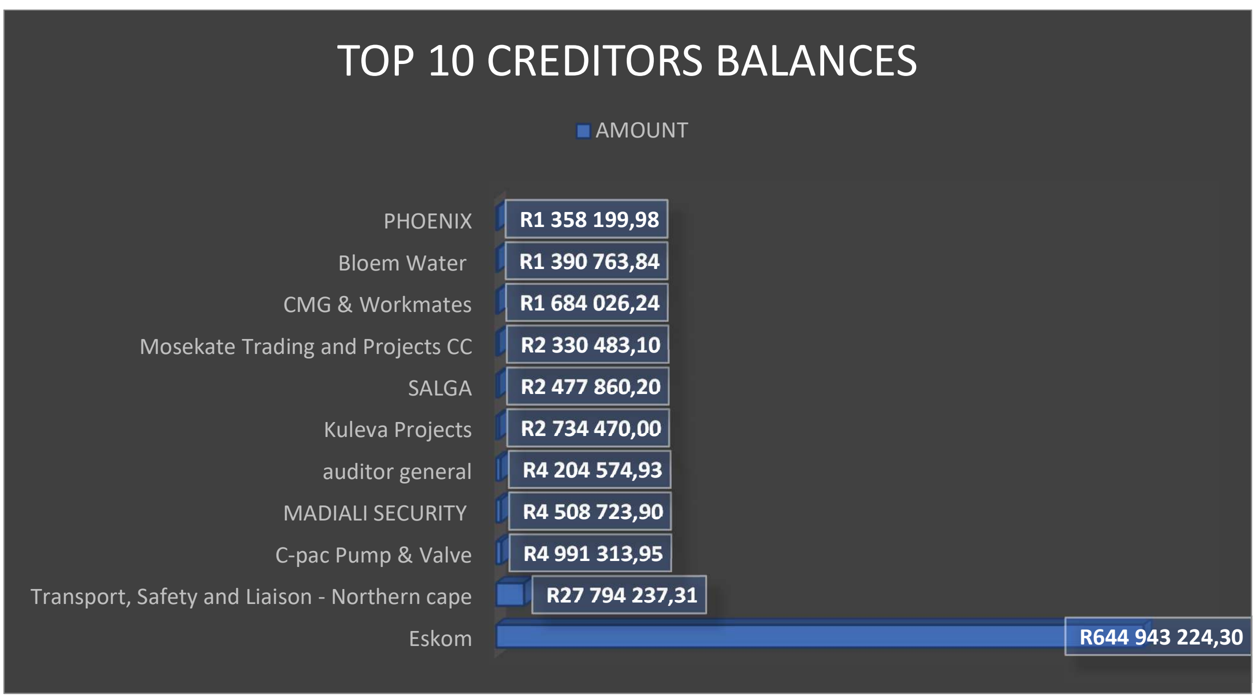
Creditors Ageing

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

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

Top 10 Creditors

Top 10 Creditors - November 2024	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 19 015 877,33	R 18 437 731,75	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 529 709 661,21	R 644 943 224,30
Transport, Safety and Liaison - Northern cape	R 473 447,39	R 355 468,29	R 295 811,52	R 318 504,39	R 304 218,10	R 26 046 787,62	R 27 794 237,31
C-pac Pump & Valve	R -	R -	R 1 281 181,65	R 1 403 161,00	R 2 478 792,80	-R 171 821,50	R 4 991 313,95
MADIALI SECURITY	R 2 804 361,95	R 1 704 361,95	R -	R -	R -	R -	R 4 508 723,90
auditor general	R 2 200 520,53	R 1 990 218,40	R -	R 13 836,00	R -	R -	R 4 204 574,93
Kuleva Projects	R -	R -	R 1 103 310,00	R 1 086 750,00	R 544 410,00	R -	R 2 734 470,00
SALGA	R -	R -	R -	R 2 477 860,20	R -	R -	R 2 477 860,20
Mosekate Trading and Projects CC	R 617 405,79	R 541 569,04	R -	R -	R 1 171 508,27	R -	R 2 330 483,10
CMG & Workmates	R 1 684 026,24	R -	R -	R -	R -	R -	R 1 684 026,24
Bloem Water	R 75 451,34	R 612 375,00	R 702 937,50	R -	R -	R -	R 1 390 763,84
PHOENIX	R 28 789,05	R 28 789,05	R 156 860,00	R 938 199,38	R 205 562,50	R -	R 1 358 199,98
							R 698 417 877,75



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M05 November

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	154 195	177 554	–	13 085	69 177	73 981	(4 803)	-6%	177 554
Service charges	350 046	414 802	–	22 040	162 128	172 834	(10 706)	-6%	414 802
Investment revenue	604	627	–	63	230	261	(31)	-12%	627
Transfers and subsidies - Operational	104 060	70 797	–	–	27 769	29 499	(1 730)	-6%	70 797
Other own revenue	64 527	103 418	–	5 980	29 354	43 091	(13 737)	-32%	–
Total Revenue (excluding capital transfers and contributions)	**673 432**	**767 197**	**–**	**41 167**	**288 659**	**319 666**	**(31 007)**	**-10%**	**767 197**
Employee costs	242 467	282 209	–	30 608	109 589	117 587	(7 998)	-7%	282 209
Remuneration of Councillors	6 957	6 831	–	524	2 679	2 846	(168)	-6%	6 831
Depreciation and amortisation	63 220	55 155	–	4 747	21 926	22 981	(1 055)	-5%	55 155
Interest	19 975	25 250	–	2 617	8 962	10 521	(1 559)	-15%	25 250
Inventory consumed and bulk purchases	193 588	215 457	–	15 304	82 345	89 774	(7 429)	-8%	215 457
Transfers and subsidies	43	500	–	–	16	208	(192)	-92%	500
Other expenditure	206 284	244 566	–	14 092	68 745	101 902	(33 157)	-33%	244 566
Total Expenditure	**732 535**	**829 968**	**–**	**67 893**	**294 263**	**345 820**	**(51 558)**	**-15%**	**829 968**
Surplus/(Deficit)	**(59 103)**	**(62 771)**	**–**	**(26 726)**	**(5 604)**	**(26 155)**	**20 551**	**-79%**	**(62 771)**
Transfers and subsidies - capital (monetary allocations)	12 955	43 464	–	–	2 542	18 110	###	-86%	43 464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	**4 983**	**-62%**	**(19 307)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	**4 983**	**-62%**	**(19 307)**
Capital expenditure & funds sources									
Capital expenditure	**50 925**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**
Capital transfers recognised	33 198	43 464	–	662	3 771	18 110	(14 339)	-79%	43 464
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**17 727**	**47 408**	**–**	**816**	**12 313**	**19 753**	**(7 440)**	**-38%**	**47 408**
Total sources of capital funds	**50 925**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**
Financial position									
Total current assets	12 891 204	(11 756 245)	–		12 943 002				(11 756 245)
Total non current assets	1 514 336	1 508 195	–		1 508 493				1 508 195
Total current liabilities	13 129 520	(11 497 693)	–		13 179 850				(11 497 693)
Total non current liabilities	172 412	160 405	–		172 412				160 405
Community wealth/Equity	**1 103 607**	**1 089 238**	**–**		**1 097 347**				**1 089 238**
Cash flows									
Net cash from (used) operating	831 357	42 226	–	78 125	344 036	20 095	(323 941)	-1612%	42 226
Net cash from (used) investing	(24 036)	(90 872)	–	(1 608)	(22 499)	(37 863)	(15 364)	41%	(90 872)
Net cash from (used) financing	10 050	9 281	–	54	356	–	(356)	#DIV/0!	9 281
Cash/cash equivalents at the month/year end	**830 560**	**(94 027)**	**14 310**	**90 882**	**336 203**	**(3 458)**	**(339 661)**	**9823%**	**(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	7 567	27 628	20 337	18 917	20 050	15 639	86 119	398 167	594 424
Creditors Age Analysis									
Total Creditors	8	21 040	18 091	30 065	32 321	–	70 515	363 014	535 054

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) - M05 November

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		**271 995**	**304 590**	**–**	**15 206**	**107 369**	**126 912**	(19 543)	-15%	**304 590**
Executive and council		64 972	66 809	–	82	27 988	27 837	151	1%	66 809
Finance and administration		207 023	237 781	–	15 124	79 381	99 075	(19 695)	-20%	237 781
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**1 102**	**1 191**	**–**	**148**	**761**	**496**	265	53%	**1 191**
Community and social services		1 102	1 191	–	1	28	496	(468)	-94%	1 191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		0	–	–	147	733	–	733	#DIV/0!	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**6 845**	**8 077**	**–**	**360**	**1 989**	**3 365**	(1 377)	-41%	**8 077**
Planning and development		2 672	4 354	–	160	1 073	1 814	(741)	-41%	4 354
Road transport		4 168	3 720	–	196	903	1 550	(647)	-42%	3 720
Environmental protection		5	3	–	4	13	1	12	877%	3
Trading services		**406 446**	**496 804**	**–**	**25 453**	**181 082**	**207 001**	**(25 919)**	-13%	**496 804**
Energy sources		237 852	272 074	–	11 367	100 534	113 364	(12 830)	-11%	272 074
Water management		74 309	114 653	–	4 243	32 160	47 772	(15 612)	-33%	114 653
Waste water management		42 448	58 724	–	4 951	23 249	24 468	(1 219)	-5%	58 724
Waste management		51 837	51 353	–	4 892	25 140	21 397	3 742	17%	51 353
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**686 387**	**810 661**	**–**	**41 167**	**291 201**	**337 776**	**(46 574)**	**-14%**	**810 661**
Expenditure - Functional										
Governance and administration		**236 186**	**237 827**	**–**	**19 414**	**88 173**	**99 094**	(10 921)	-11%	**237 827**
Executive and council		27 157	31 784	–	2 219	14 302	13 243	1 059	8%	31 784
Finance and administration		209 029	206 043	–	17 195	73 871	85 851	(11 981)	-14%	206 043
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**89 092**	**117 173**	**–**	**11 141**	**40 672**	**48 822**	(8 150)	-17%	**117 173**
Community and social services		52 125	70 055	–	6 575	23 461	29 190	(5 728)	-20%	70 055
Sport and recreation		35 208	45 314	–	4 320	16 187	18 881	(2 694)	-14%	45 314
Public safety		–	–	–	–	–	–	–		–
Housing		1 758	1 804	–	246	1 023	752	272	36%	1 804
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46 141**	**67 068**	**–**	**6 078**	**23 142**	**27 945**	(4 803)	-17%	**67 068**
Planning and development		18 000	29 043	–	2 430	9 204	12 101	(2 897)	-24%	29 043
Road transport		28 141	38 026	–	3 648	13 938	15 844	(1 906)	-12%	38 026
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**361 116**	**407 900**	**–**	**31 260**	**142 275**	**169 958**	**(27 683)**	-16%	**407 900**
Energy sources		227 502	262 773	–	19 165	95 772	109 489	(13 717)	-13%	262 773
Water management		77 753	81 264	–	4 648	22 771	33 860	(11 089)	-33%	81 264
Waste water management		27 989	34 998	–	5 665	15 973	14 582	1 391	10%	34 998
Waste management		27 873	28 866	–	1 781	7 760	12 027	(4 268)	-35%	28 866
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**732 535**	**829 968**	**–**	**67 893**	**294 263**	**345 820**	**(51 558)**	**-15%**	**829 968**
Surplus/ (Deficit) for the year		**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	**4 983**	**-62%**	**(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 **R291 million (including capital grants revenue)** or **36.5%** has been recognized as at end of November 2024.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R288 million cumulative or 34%** has been spent as at end of November 2024. It must be noted that the expenditure for the month of November is very low due to invoices from different departments that were not processed reporting period of November 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.

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		173 049	215 899	–	15 124	79 381	89 958	(10 577)	-11,8%	215 899
Vote 2 - Corporate Services		33 974	21 882	–	–	–	9 118	(9 118)	-100,0%	21 882
Vote 3 - Community Services		56 161	55 050	–	5 093	26 056	22 938	3 118	13,6%	55 050
Vote 4 - Infrastructure Services		355 557	446 849	–	20 561	155 978	186 187	(30 209)	-16,2%	446 849
Vote 5 - Strategic Services		2 675	4 172	–	307	1 798	1 738	60	3,5%	4 172
Vote 6 - Executive & Council		64 972	66 809	–	82	27 988	27 837	151	0,5%	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	**686 387**	**810 661**	**–**	**41 167**	**291 201**	**337 776**	**(46 574)**	**-13,8%**	**810 661**
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		131 980	109 356	–	8 124	41 695	45 565	(3 870)	-8,5%	109 356
Vote 2 - Corporate Services		77 049	96 687	–	9 072	32 176	40 286	(8 110)	-20,1%	96 687
Vote 3 - Community Services		127 568	160 129	–	14 479	53 616	66 720	(13 104)	-19,6%	160 129
Vote 4 - Infrastructure Services		353 519	406 875	–	31 694	143 597	169 531	(25 935)	-15,3%	406 875
Vote 5 - Strategic Services		15 262	25 138	–	2 305	8 876	10 474	(1 598)	-15,3%	25 138
Vote 6 - Executive & Council		27 157	31 784	–	2 219	14 302	13 243	1 059	8,0%	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	**732 535**	**829 968**	**–**	**67 893**	**294 263**	**345 820**	**(51 558)**	**-14,9%**	**829 968**
Surplus/ (Deficit) for the year	2	**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	**4 983**	**-61,9%**	**(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	8 124	41 695	45 565	(3 870)	-8,5%
Vote 2 - Corporate Services		–	96 687	9 072	32 176	40 286	(8 110)	-20,1%
Vote 3 - Community Services		–	160 129	14 479	53 616	66 720	(13 104)	-19,6%
Vote 4 - Infrastructure Services		–	406 875	31 694	143 597	169 531	(25 935)	-15,3%
Vote 5 - Strategic Services		–	25 138	2 305	8 876	10 474	(1 598)	-15,3%
Vote 6 - Executive & Council		–	31 784	2 219	14 302	13 243	1 059	8,0%
Total Expenditure by Vote	2	–	829 968	67 893	294 263	345 820	(51 558)	-14,9%

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 November 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 **38%** which translate into a total of **R41 million** of the original budget allocated to the directorate for the period ending November 2024. There is an **8.5%** 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 **33%** or **R32 million** of the original budget allocated to the directorate for the period ending November 2024. There is a variance of **20%** 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 **33% or R53 million** of the original budget allocated to the directorate for the period ending November 2024.

Vote 4 – Infrastructure Services

Infrastructure Services has spent **35%** or **R143 million** of the original budget allocated to the directorate for the period ending November 2024. There is a variance of **15.3%** between the year-to-date budget and year-to-date actual expenditure.

Vote 5 – Strategic Services

Strategic Service has spent **35%** or **R8 million** of the original budget allocated to the directorate for the period ending November 2024. There is a variance of **15.3%** between the year-to-date budget and year-to-date actual expenditure.

Vote 6 – Executive and Council

Executive and Council has spent **45%** or **R14 million** of the original budget allocated to the directorate for the period ending November 2024. There is an unfavorable variance of **8%** between the year-to-date budget and year-to-date actual expenditure.

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

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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		216 902	250 960	–	10 008	94 031	104 567	(10 536)	-10%	250 960
Service charges - Water		53 389	68 717	–	3 558	26 410	28 632	(2 222)	-8%	68 717
Service charges - Waste Water Management		37 731	52 124	–	4 503	21 059	21 718	(659)	-3%	52 124
Service charges - Waste management		42 025	43 001	–	3 971	20 628	17 917	2 711	15%	43 001
Sale of Goods and Rendering of Services		(585)	7 798	–	370	1 984	3 249	(1 266)	-39%	7 798
Agency services		547	594	–	50	187	247	(60)	-24%	594
Interest								–	0%	
Interest earned from Receivables		41 548	36 115	–	3 335	15 891	15 048	843	6%	36 115
Interest from Current and Non Current Assets		604	627	–	63	230	261	(31)	-12%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2 075	2 003	–	166	886	835	52	6%	2 003
Licence and permits		30	33	–	4	13	14	(0)	-3%	33
Operational Revenue		2 597	21 479	–	24	162	8 949	(8 787)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		154 195	177 554	–	13 085	69 177	73 981	(4 803)	-6%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1 384	699	–	9	328	291	37	13%	699
Licence and permits		1 703	1 814	–	146	627	756	(128)	-17%	1 814
Transfers and subsidies - Operational		104 060	70 797	–	–	27 769	29 499	(1 730)	-6%	70 797
Interest		14 611	18 163	–	1 855	9 097	7 568	1 529	20%	18 163
Fuel Levy								–	0%	
Operational Revenue		616	500	–	22	178	208	(30)	-15%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	5 925	(5 925)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**673 432**	**767 197**	**–**	**41 167**	**288 659**	**319 666**	**(31 007)**	-10%	**767 197**
Expenditure By Type										
Employee related costs		242 467	282 209	–	30 608	109 589	117 587	(7 998)	-7%	282 209
Remuneration of councillors		6 957	6 831	–	524	2 679	2 846	(168)	-6%	6 831
Bulk purchases - electricity		173 543	191 095	–	13 758	75 888	79 623	(3 734)	-5%	191 095
Inventory consumed		20 045	24 362	–	1 545	6 456	10 151	(3 695)	-36%	24 362
Debt impairment		20 412	24 547	–	–	–	10 228	(10 228)	-100%	24 547
Depreciation and amortisation		63 220	55 155	–	4 747	21 926	22 981	(1 055)	-5%	55 155
Interest		19 975	25 250	–	2 617	8 962	10 521	(1 559)	-15%	25 250
Contracted services		96 504	103 400	–	7 557	28 798	43 083	(14 286)	-33%	103 400
Transfers and subsidies		43	500	–	–	16	208	(192)	-92%	500
Irrecoverable debts written off		11 438	23 890	–	–	5 341	9 954	(4 613)	-46%	23 890
Operational costs		84 310	91 050	–	6 536	34 607	37 937	(3 331)	-9%	91 050
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(6 236)	1 678	–	–	–	699	(699)	-100%	1 678
Total Expenditure		**732 535**	**829 968**	**–**	**67 893**	**294 263**	**345 820**	**(51 558)**	-15%	**829 968**
Surplus/(Deficit)		**(59 103)**	**(62 771)**	**–**	**(26 726)**	**(5 604)**	**(26 155)**	**20 551**	-79%	**(62 771)**
Transfers and subsidies - capital (monetary allocations)		12 955	43 464	–	–	2 542	18 110	(15 568)	-86%	43 464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	4 983	-62%	**(19 307)**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	4 983	-62%	**(19 307)**
Share of Surplus/Deficit attributable to Joint Venture								–	0%	
Share of Surplus/Deficit attributable to Minorities								–	0%	
Surplus/(Deficit) attributable to municipality		**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	4 983	-62%	**(19 307)**
Share of Surplus/Deficit attributable to Associate								–	0%	
Intercompany/Parent subsidiary transactions								–	0%	
Surplus/ (Deficit) for the year		**(46 148)**	**(19 307)**	**–**	**(26 726)**	**(3 062)**	**(8 045)**	4 983	-62%	**(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 VARIANCE EXPLANATIONS						
REVENUE BY SOURCE IN {R}	Year to date Actuals	Year to date Budget	YTD Variance	Variance	Reasons for material Variances	Remedial action or steps of correction
Revenue Exchange Revenue						
Service charges - Electricity	94 030 959,07	104 566 850,00	-10 535 890,93	-10%	Bypassing of meters	to continue with revenue enhancement
Service charges - Water	26 410 019,65	28 632 135,00	- 2 222 115,35	-8%	Bypassing of meters	to continue with revenue enhancement
Service charges - Waste Water Management	21 059 358,76	21 718 155,00	- 658 796,24	-3%	Below the threshold	to continue with revenue enhancement
Service charges - Waste management	20 628 099,99	17 917 145,00	2 710 954,99	15%	More revenue billed / collected on propertties with more than one dwelling	to continue with revenue enhancement
Sale of Goods and Rendering of Services	1 983 553,30	3 249 260,00	- 1 265 706,70	-39%	Cyclical or seasonal revenue realisation	to continue with revenue enhancement
Agency services	187 122,09	247 355,00	- 60 232,91	-24%	Cyclical or seasonal revenue realisation	to continue with revenue enhancement
Interest earned from Receivables	15 891 060,92	15 047 890,00	843 170,92	6%	More consumers not maintaining their current account	to continue with revenue enhancement
Interest from Current and Non Current Assets	229 953,80	261 095,00	- 31 141,20	-12%	Based on account balances	to continue with revenue enhancement
Rental from Fixed Assets	886 180,69	834 590,00	51 590,69	6%	Cyclical or seasonal revenue realisation, based on demand	to continue with revenue enhancement
Licence and permits	13 438,90	13 875,00	- 436,10	-3%	Below the threshold	to continue with revenue enhancement
Operational Revenue	162 351,48	8 949 400,00	- 8 787 048,52	-98%	Less miscellanious income	to continue with revenue enhancement
Non-Exchange Revenue						
Property rates	69 177 244,00	73 980 715,00	- 4 803 471,00	-6%	possibility of misclassifications (i.e Business still billed residential tariff)	Timeous valuation roll recons and adressing exceptions.
Fines, penalties and forfeits	328 333,04	291 150,00	37 183,04	13%	more fines issues than anticipated	to continue with revenue enhancement
Licence and permits	627 456,30	755 805,00	- 128 348,70	-17%	Cyclical or seasonal revenue realisation, based on demand	to continue with revenue enhancement
Interest	9 096 580,23	7 567 740,00	1 528 840,23	20%	More consumers not maintaining their current account	to continue with revenue enhancement
Operational Revenue	177 943,41	208 335,00	- 30 391,59	-15%	Less miscellanious income	to continue with revenue enhancement

Property Rates – A year to date total of **R69 million** was recognized with regards to property rates for the year as at end of November 2024. The year-to-date budget is **R73 million** resulting in a variance of **6%**. This means that actual revenue from property rate is less than the year-to-date budget by **6%**.

Service charges – Electricity – A total of **R94 million** was recognized on service charges electricity for the year as at end of November 2024. The year-to-date budget is **R104 million** resulting in a variance of **10%**. The year-to-date actual revenue is less than the year-to-date budget by **10%.**

Service charges – Water – A total of **R26 million** was recognized on service charges water for the year as at end of November 2024. The year-to-date budget is **R28 million** resulting in a variance of **8%.** 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 **R21 million** was recognized on service charges water for the year as at end of November 2024. The year-to-date budget is **R21 million** resulting in a variance of **-3%**. 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.

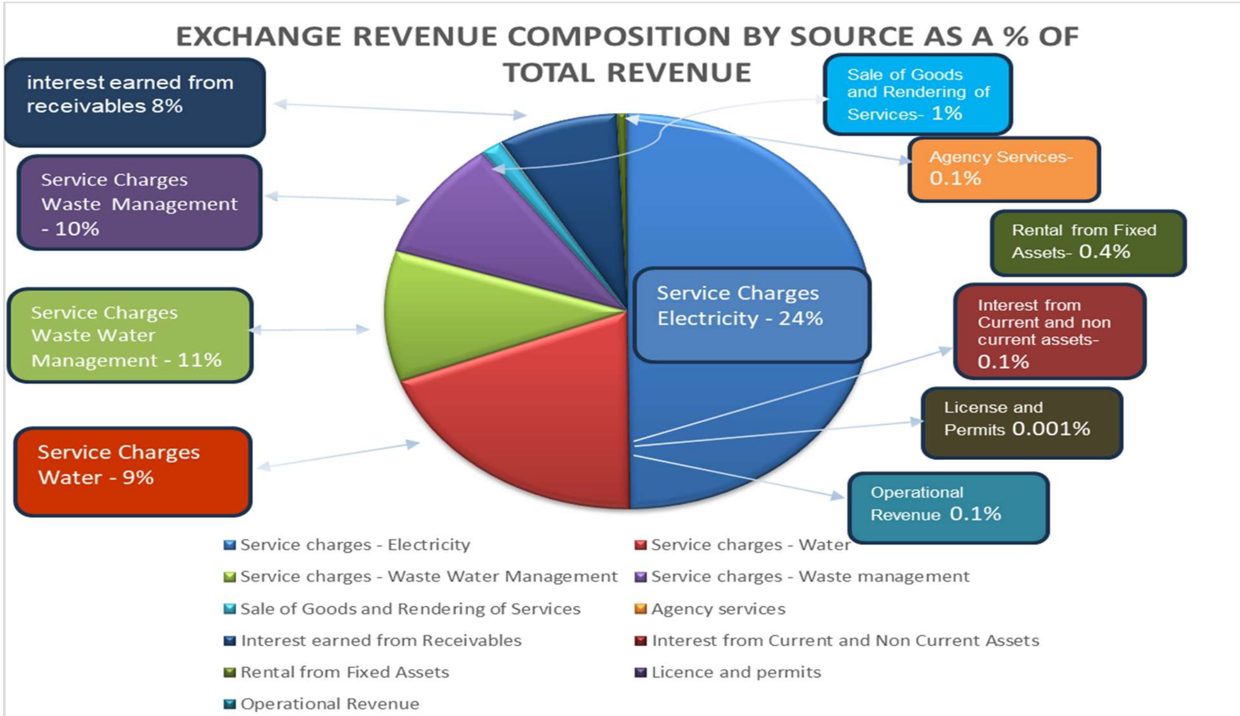
Service charges – Waste Management (Refuse) - A total of **R20 million** was recognized on service charges waste management for the year as at end of November 2024. The year-to-date budget is **R17 million** resulting in a variance of **15%.** Actual billing exceeded budgeted revenue

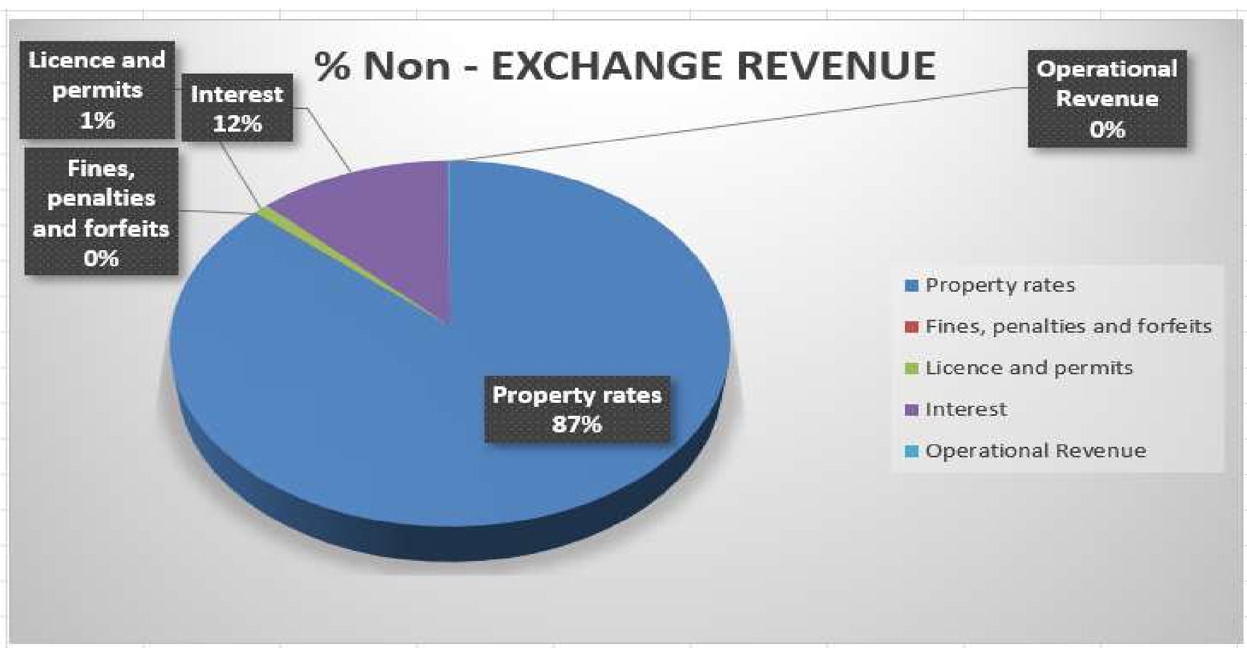
Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of November 2024 is an amount of **R15,8 million**. The year-to-date budget is **R15,0 million** resulting in a variance of **6%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of November 2024 is an amount of **R229 953** (Actual) and a year-to-date budget of **R261 095,** leading to a variance of **12%.**

Transfers and subsidies – A total of **R 27.5 million** was recognized for the Transfers and subsidies for the year as at end of November 2024. The year-to-date budget is **R17 million** resulting in a variance of **56%.** The transfers recognized represents the allocations as promulgated in the National and Provincial Division of Revenues Act'. The schedule demonstrates that no transfers were made, however is worth noting that transfers were made in the month of November 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 November 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
Expenditure by Type						
Employee related costs	109 589 216,64	117 587 175,00	- 7 997 958,36	-7%	Cost containment measures strictly implemented to curb overtime among other expenditure	strict adherence to cost containment measures
Remuneration of councillors	2 678 645,27	2 846 380,00	- 167 734,73	-6%	Within the treshold - Trivial	to only budget and transact based on the gazzette
Bulk purchases - electricity	75 888 472,21	79 622 935,00	- 3 734 462,79	-5%	ESKOM invoices not captured timely.	completeness of invoices as we are on accrual basis
Inventory consumed	6 456 297,84	10 150 835,00	- 3 694 537,16	-36%	Waterboards and other invoices not captured timely.	completeness of invoices as we are on accrual basis
Depreciation and amortisation	21 926 348,04	22 981 320,00	- 1 054 971,96	-5%	Depreciation for the previous months not incorporated in full as it was during the AFS Prep Period	to calculate and record depreciation Monthly
Interest	8 961 917,22	10 520 835,00	- 1 558 917,78	-15%	Invoices not capturd timely	completeness of invoices as we are on accrual basis
Contracted services	28 797 632,12	43 083 250,00	- 14 285 617,88	-33%	Slow spending on capital expenditure and other key conditional operational expenditure	to expedite the capex and opex in all Municipal units
Operational costs	34 606 724,34	37 937 485,00	- 3 330 760,66	-9%	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 November 2024 amounted to **R109 million.** The year-to-date budget is **R117 million**, resulting in a variance of **-7%** 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 **R2.6 million**. The year-to-date budget is **R2.8 million,** resulting in a variance of **-6%**. The expenditure did not exceed projections.

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

Depreciation and Amortization – Depreciation year-to-date calculation amounted to **R21 million** and **R22 million** is the year to date budget

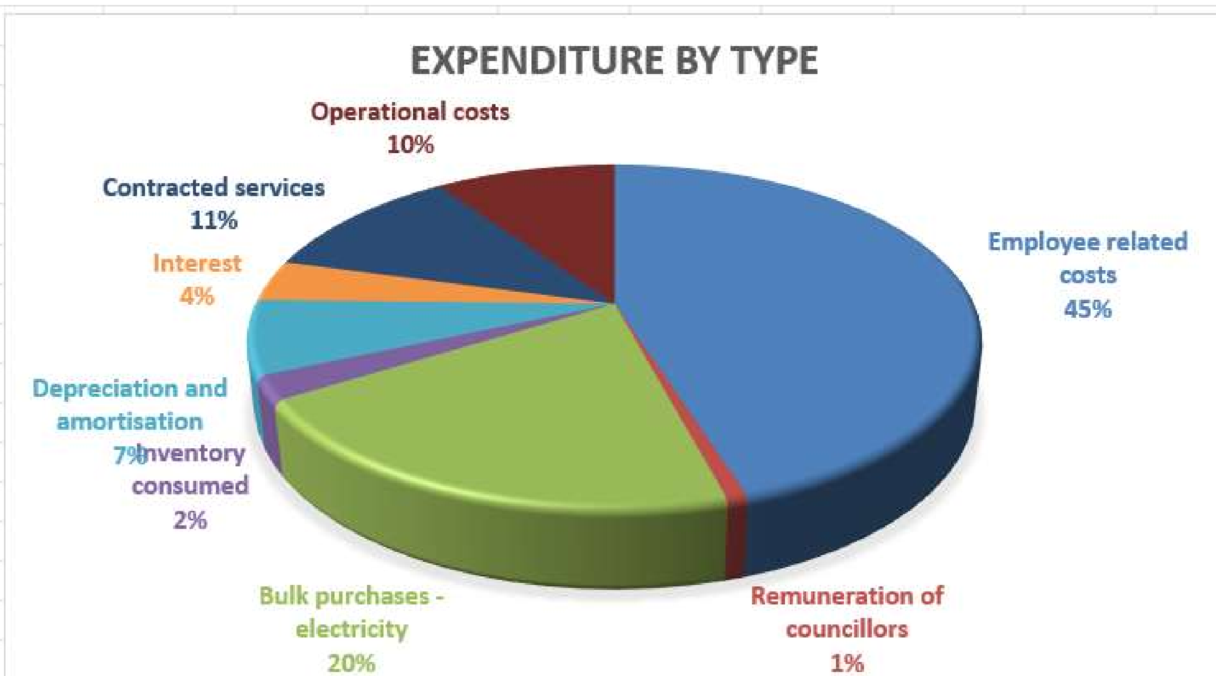
Bulk Purchases – electricity – amount spent on bulk electricity is **R75 Million** as at end of November 2024. The year-to-date budget is **R79 million**. This is an indication that the Bulk Eskom invoices are not processed timely

Inventory Consumed – a total of **R6.4 milion** was spent for the year as at end of November 2024. The year-to-date budget is **R10 million**, resulting in a variance of **-36%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R28 million** for the year as at end of November 2024. The year-to-date budget is **R43 million**, resulting in a variance of **-33%.** Most of the invoices relating to contracted services were not processed in July and August 2024. These were only captured in subsequent months. 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 **R34 million** was spent for the year as at end of November 2024. The year-to-date budget is **R37 million**, resulting in a variance of **-9%.** The budgeted trends are based on historical information and therefore may differ from month to month.

The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending November 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) - M05 November

Vote 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									
Multi-Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	16 000	–	–	7 717	6 667	1 050	16%	16 000
Vote 3 - Community Services		–	10 490	–	662	662	4 371	(3 709)	-85%	10 490
Vote 4 - Infrastructure Services		784	64 382	–	816	7 706	26 826	(19 120)	-71%	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	**784**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**
Single Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		355	–	–	–	–	–	–		–
Vote 3 - Community Services		101	–	–	–	–	–	–		–
Vote 4 - Infrastructure Services		2 817	–	–	–	–	–	–		–
Vote 5 - Strategic Services		9	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		46 859	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	50 141	–	–	–	–	–	–		–
Total Capital Expenditure		**50 925**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**
Capital Expenditure - Functional Classification										
Governance and administration		**24 917**	**16 000**	**–**	**–**	**7 717**	**6 667**	1 050	16%	**16 000**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		24 917	16 000	–	–	7 717	6 667	1 050	16%	16 000
Internal audit								–		
Community and public safety		**103**	**10 490**	**–**	**662**	**662**	**4 371**	(3 709)	-85%	**10 490**
Community and social services		–	490	–	–	–	204	(204)	-100%	490
Sport and recreation		103	10 000	–	662	662	4 167	(3 505)	-84%	10 000
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**1 046**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development		1 046	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		**24 858**	**64 382**	**–**	**816**	**7 706**	**26 826**	(19 120)	-71%	**64 382**
Energy sources		340	10 125	–	–	1 296	4 219	(2 923)	-69%	10 125
Water management		20 200	29 448	–	–	4 155	12 270	(8 115)	-66%	29 448
Waste water management		4 318	24 809	–	816	2 255	10 337	(8 082)	-78%	24 809
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	**50 925**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**
Funded by:										
National Government		24 042	42 974	–	662	3 771	17 906	(14 135)	-79%	42 974
Provincial Government		–	490	–	–	–	204	(204)	-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)		9 156	–	–	–	–	–	–		–
Transfers recognised - capital		**33 198**	**43 464**	**–**	**662**	**3 771**	**18 110**	**(14 339)**	**-79%**	**43 464**
Borrowing	6							–		
Internally generated funds		17 727	47 408	–	816	12 313	19 753	(7 440)	-38%	47 408
Total Capital Funding		**50 925**	**90 872**	**–**	**1 478**	**16 084**	**37 863**	**(21 779)**	**-58%**	**90 872**

The year-to-date capital expenditure amounts to **R4.3 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M05 November

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		14 310	(127 775)	–	(20 308)	(127 775)
Trade and other receivables from exchange transactions		349 228	374 350	–	385 013	374 350
Receivables from non-exchange transactions		124 679	56 335	–	139 622	56 335
Current portion of non-current receivables						
Inventory		1 078	(895)	–	1 799	(895)
VAT		12 397 527	(12 061 819)	–	12 432 495	(12 061 819)
Other current assets		4 382	3 558	–	4 382	3 558
Total current assets		**12 891 204**	**(11 756 245)**	**–**	**12 943 002**	**(11 756 245)**
Non current assets						
Investments						
Investment property		377 160	346 311	–	377 160	346 311
Property, plant and equipment		1 137 301	1 161 953	–	1 131 459	1 161 953
Biological assets						
Living and non-living resources						
Heritage assets		75	75	–	75	75
Intangible assets		(200)	(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		**1 514 336**	**1 508 195**	**–**	**1 508 493**	**1 508 195**
TOTAL ASSETS		**14 405 540**	**(10 248 050)**	**–**	**14 451 496**	**(10 248 050)**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		32 727	44 031	–	30 850	44 031
Consumer deposits		10 050	9 281	–	10 406	9 281
Trade and other payables from exchange transactions		671 497	496 576	–	689 030	496 576
Trade and other payables from non-exchange transactions		82 880	71 058	–	94 057	71 058
Provision		18 273	101	–	18 273	101
VAT		12 314 093	(12 118 740)	–	12 337 235	(12 118 740)
Other current liabilities						
Total current liabilities		**13 129 520**	**(11 497 693)**	**–**	**13 179 850**	**(11 497 693)**
Non current liabilities						
Financial liabilities		10 268	5 486	–	10 268	5 486
Provision		117 200	117 099	–	117 200	117 099
Long term portion of trade payables						
Other non-current liabilities		44 944	37 820	–	44 944	37 820
Total non current liabilities		**172 412**	**160 405**	**–**	**172 412**	**160 405**
TOTAL LIABILITIES		**13 301 933**	**(11 337 288)**	**–**	**13 352 262**	**(11 337 288)**
NET ASSETS	2	**1 103 607**	**1 089 238**	**–**	**1 099 233**	**1 089 238**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 103 607	1 089 238	–	1 097 347	1 089 238
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**1 103 607**	**1 089 238**	**–**	**1 097 347**	**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 1.09 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 - M05 November

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		81 173	177 554	–	6 039	36 963	73 981	(37 018)	-50%	177 554
Service charges		199 662	365 048	–	12 659	86 312	152 103	(65 792)	-43%	365 048
Other revenue		562 361	34 320	–	48 927	252 842	14 300	238 541	1668%	34 320
Transfers and Subsidies - Operational		205	70 797	–	0	4	29 499	(29 495)	-100%	70 797
Transfers and Subsidies - Capital		–	43 464	–	–	–	18 110	(18 110)	-100%	43 464
Interest		–	50 739	–	358	2 872	21 141	(18 269)	-86%	50 739
Dividends								–		
Payments										
Suppliers and employees		(12 044)	(698 947)	–	10 143	(34 956)	(288 727)	(253 771)	88%	(698 947)
Interest		–	(750)	–	–	–	(313)	(313)	100%	(750)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**831 357**	**42 226**	**–**	**78 125**	**344 036**	**20 095**	**(323 941)**	**-1612%**	**42 226**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	92	261	–	261	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(24 036)	(90 872)	–	(1 699)	(22 761)	(37 863)	(15 103)	40%	(90 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(24 036)**	**(90 872)**	**–**	**(1 608)**	**(22 499)**	**(37 863)**	**(15 364)**	**41%**	**(90 872)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		10 050	9 281	–	54	356	–	356	#DIV/0!	9 281
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**10 050**	**9 281**	**–**	**54**	**356**	**–**	**(356)**	**#DIV/0!**	**9 281**
NET INCREASE/ (DECREASE) IN CASH HELD		**817 370**	**(39 365)**	**–**	**76 571**	**321 893**	**(17 768)**			**(39 365)**
Cash/cash equivalents at beginning:		13 191	(54 661)	14 310	14 310	14 310	14 310			14 310
Cash/cash equivalents at month/year end:		830 560	(94 027)	14 310	90 882	336 203	(3 458)			(25 055)

Opening balance at the beginning was an amount of **R 14.31 million**, deposits made on the bank account are in relation to property rates, service charges, government grants and sundry.

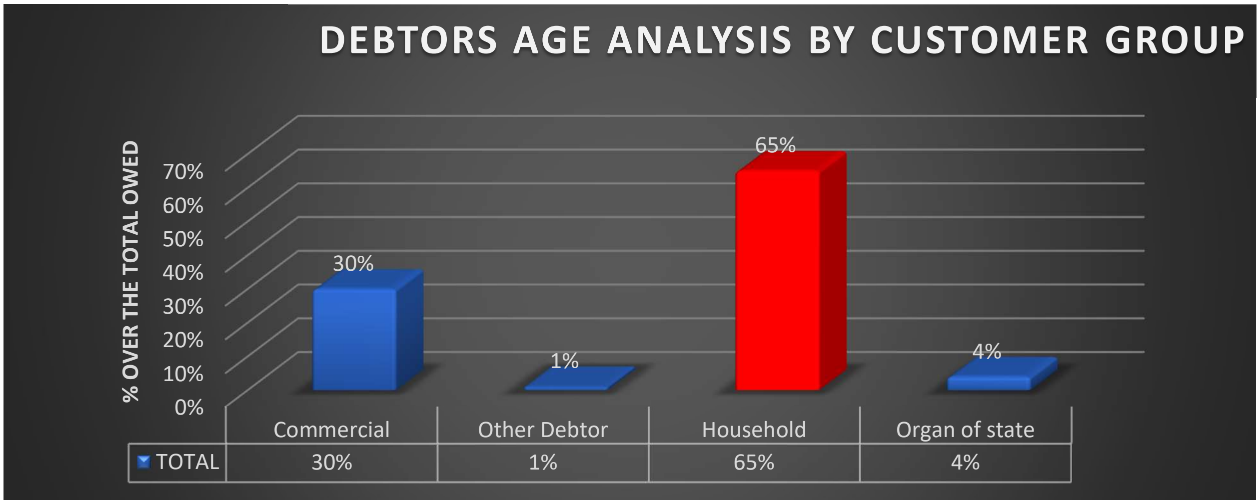
PART 2 – SUPPORTING DOCUMENTATION

The total receivables balance or debtors book as at the end of November 2024 amounts to **R594 million** with most of the debt being owed by households at **R390 million** or **66%** of the total Debtors. Organs of State and Commercial at **4%** and **30%** respectively. Other debtors only account for **2%** of the outstanding debt. Debtors balance increased by **R7 Millions** in comparison with the previous Month (October – R587 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

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	3 673	4 266	1 679	1 857	1 729	1 529	5 793	50 437	70 963	61 345
Trade and Other Receivables from Exchange Transactions - Electricity	1300	10 725	7 343	5 380	4 382	3 665	3 018	14 796	88 315	137 625	114 176
Receivables from Non-exchange Transactions - Property Rates	1400	11 549	4 608	2 989	2 771	5 281	2 233	11 906	68 941	110 279	91 132
Receivables from Exchange Transactions - Waste Water Management	1500	4 055	2 570	2 121	2 101	1 992	1 893	8 266	30 094	53 092	44 346
Receivables from Exchange Transactions - Waste Management	1600	4 247	2 556	2 292	2 264	2 212	1 997	9 031	53 936	78 535	69 440
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 302	5 081	4 991	4 887	4 658	4 537	30 502	102 370	162 328	146 954
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(31 984)	1 204	885	655	513	431	5 824	3 977	(18 495)	11 400
Total By Income Source	**2000**	**7 567**	**27 628**	**20 337**	**18 917**	**20 050**	**15 639**	**86 119**	**398 167**	**594 424**	**538 892**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	266	591	570	587	2 935	490	5 636	10 766	21 842	20 414
Commercial	2300	5 885	8 108	5 745	5 986	5 276	4 839	20 537	122 762	179 138	159 400
Households	2400	7 012	17 905	13 276	11 797	11 453	9 932	54 500	264 344	390 220	352 028
Other	2500	(5 596)	1 024	746	547	386	377	5 445	295	3 224	7 050
Total By Customer Group	**2600**	**7 567**	**27 628**	**20 337**	**18 917**	**20 050**	**15 639**	**86 119**	**398 167**	**594 424**	**538 892**

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



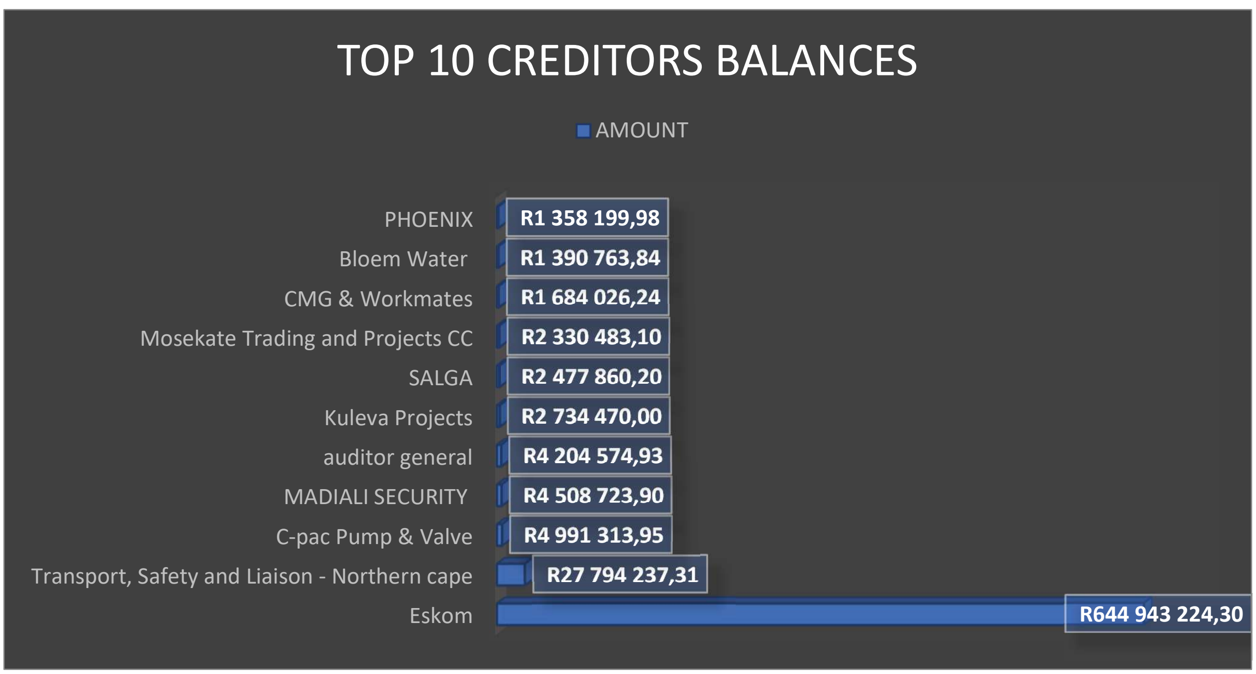
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 644 million** as at end of November. The debt was reduced by an August amount of **R 31 million** due to the interests that were written-of as part of the debt relief program.

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

Top 10 Creditors

Top 10 Creditors - November 2024	AGING						
Supplier	**Current**	**01-30 days**	**31-60 days**	**61-90 days**	**91-120 days**	**120+ days**	**Outstanding Amount**
Eskom	R 19 015 877,33	R 18 437 731,75	R 16 987 913,98	R 28 471 165,45	R 32 320 874,58	R 529 709 661,21	R 644 943 224,30
Transport, Safety and Liaison - Northern cape	R 473 447,39	R 355 468,29	R 295 811,52	R 318 504,39	R 304 218,10	R 26 046 787,62	R 27 794 237,31
C-pac Pump & Valve	R -	R -	R 1 281 181,65	R 1 403 161,00	R 2 478 792,80	-R 171 821,50	R 4 991 313,95
MADIALI SECURITY	R 2 804 361,95	R 1 704 361,95	R -	R -	R -	R -	R 4 508 723,90
auditor general	R 2 200 520,53	R 1 990 218,40	R -	R 13 836,00	R -	R -	R 4 204 574,93
Kuleva Projects	R -	R -	R 1 103 310,00	R 1 086 750,00	R 544 410,00	R -	R 2 734 470,00
SALGA	R -	R -	R -	R 2 477 860,20	R -	R -	R 2 477 860,20
Mosekate Trading and Projects CC	R 617 405,79	R 541 569,04	R -	R -	R 1 171 508,27	R -	R 2 330 483,10
CMG & Workmates	R 1 684 026,24	R -	R -	R -	R -	R -	R 1 684 026,24
Bloem Water	R 75 451,34	R 612 375,00	R 702 937,50	R -	R -	R -	R 1 390 763,84
PHOENIX	R 28 789,05	R 28 789,05	R 156 860,00	R 938 199,38	R 205 562,50	R -	R 1 358 199,98
							R 698 417 877,75



2.3 Bank balance and Investment Portfolio

Bank balance as at 30 November 2024

	R
Call accounts:	
62334040748 Call Deposit -	71.98
62380675193 Call Deposit -	50 578.83
71020950327 Fixed Deposit -	86 823.11
Cheque Accounts:	
53668006069 Cheque Account -	6 672 757.58
Total	**R6 810 231.50**

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

2.4 Allocation and grant receipts and expenditure

2.4.1 Transfers and grant receipts

The total grants received for the year as at 30 November 2024 amounts to **R46.9 million**, broken down as follows;

- R 27.5 million from the Equitable Share Grant,
- R 2.55 million from the Municipal Infrastructure Grant,
- R 12 million from the Water Service Infrastructure Grant
- R1.5 million from the Integrated National Electrification Programme Grant (Municipal)
- R 852 000 from the EPWP grant
- R 2 million from the FMG
- R549 000 from Library grant

2.4.2 Transfers and Grant Expenditure

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	Outstanding Recepits -2024/25	Amount Spent July 2024-November 2024	Unspent as at November 2024
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	-	329 410,13	1 670 589,87
EPWP					1 217 000,00		852 000,00	365 000,00	388 954,98	463 045,02
MIG	6 383 326,27	Denied			23 149 000,00		2 557 000,00	20 592 000,00	-	2 557 000,00
EEDSM	4 000 000,00	Denied			-			-	-	-
INEP					4 825 000,00		1 500 000,00	3 325 000,00	1 123 751,02	376 248,98
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
LIBRARY GRANT							549 000,00		-	549 000,00
TOTAL	**11 821 533,42**	**-**	**-**	**1 438 207,15**	**46 191 000,00**	**-**	**19 458 000,00**	**27 282 000,00**	**4 384 353,06**	**14 524 646,94**

According to the manual grant register, the total year-to-date expenditure on the grants amounts to ***R4 384 353*** 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 - M05 November

Summary of Employee and Councillor remuneration	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
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3 612	2 506	–	199	1 052	1 044	7	1%	2 506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		395	642	–	51	255	268	(13)	-5%	642
Cellphone Allowance		699	740	–	59	294	308	(14)	-5%	740
Housing Allowances								–		
Other benefits and allowances		2 250	2 943	–	216	1 078	1 226	(148)	-12%	2 943
Sub Total - Councillors		**6 957**	**6 831**	**–**	**524**	**2 679**	**2 846**	**(168)**	**-6%**	**6 831**
% increase	4		**-1,8%**							**-1,8%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 789	4 565	–	184	1 125	1 902	(777)	-41%	4 565
Pension and UIF Contributions		4	10	–	1	2	4	(2)	-41%	10
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		122	8	–	–	57	3	54	1692%	8
Motor Vehicle Allowance		1 597	1 296	–	110	547	540	7	1%	1 296
Cellphone Allowance		88	127	–	6	29	53	(24)	-45%	127
Housing Allowances								–		
Other benefits and allowances		1	1	–	0	0	0	(0)	-35%	1
Payments in lieu of leave		5 413	1 642	–	185	533	684	(151)	-22%	1 642
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	8	(8)	-100%	19
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**10 013**	**7 667**	**–**	**485**	**2 295**	**3 195**	**(899)**	**-28%**	**7 667**
% increase	4		**-23,4%**							**-23,4%**
Other Municipal Staff										
Basic Salaries and Wages		131 772	170 960	–	12 130	60 558	71 234	(10 675)	-15%	170 960
Pension and UIF Contributions		22 979	27 424	–	2 007	9 899	11 427	(1 528)	-13%	27 424
Medical Aid Contributions		15 044	19 492	–	1 333	6 696	8 122	(1 425)	-18%	19 492
Overtime		19 496	20 448	–	1 592	9 353	8 520	833	10%	20 448
Performance Bonus		11 169	13 393	–	11 022	11 122	5 580	5 542	99%	13 393
Motor Vehicle Allowance		11 087	9 209	–	716	3 504	3 837	(333)	-9%	9 209
Cellphone Allowance		603	783	–	64	322	326	(4)	-1%	783
Housing Allowances		2 189	2 124	–	182	921	885	36	4%	2 124
Other benefits and allowances		3 735	4 318	–	332	1 650	1 799	(149)	-8%	4 318
Payments in lieu of leave								–		
Long service awards		2 541	1 088	–	185	519	453	65	14%	1 088
Post-retirement benefit obligations	2	7 442	1 071	–	6	32	446	(414)	-93%	1 071
Entertainment		107	102	–	9	43	42	1	2%	102
Scarcity								–		
Acting and post related allowance		4 291	4 130	–	546	2 675	1 721	955	55%	4 130
In kind benefits								–		
Sub Total - Other Municipal Staff		**232 454**	**274 542**	**–**	**30 123**	**107 294**	**114 393**	**(7 099)**	**-6%**	**274 542**
% increase	4		**18,1%**							**18,1%**
Total Parent Municipality		**249 424**	**289 040**	**–**	**31 132**	**112 268**	**120 434**	**(8 166)**	**-7%**	**289 040**
TOTAL SALARY, ALLOWANCES & BENEFITS		**249 424**	**289 040**	**–**	**31 132**	**112 268**	**120 434**	**(8 166)**	**-7%**	**289 040**
% increase	4		**15,9%**							**15,9%**
TOTAL MANAGERS AND STAFF		**242 467**	**282 209**	**–**	**30 608**	**109 589**	**117 587**	**(7 998)**	**-7%**	**282 209**

Year-to-date Employee and remuneration related expenditure for the year as at end of November 2024 amounted to **R112 million**. Municipal staff employees are the main contributor at **95.9%,** followed by Councilors at **2.2%** then senior managers at **1.90%**.

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.

GAMAGARA MUNICIPALITY

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

NC453 Gamagara - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M05 November

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
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		10 257	17 923	–	–	3 240	7 468	4 228	56,6%	17 923
Roads Infrastructure		450	–	–	–	–	–	–		–
Roads								–		
Road Structures								–		
Road Furniture		450	–	–	–	–	–	–		–
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		3 448	8 625	–	–	1 296	3 594	2 298	63,9%	8 625
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		3 448	8 625	–	–	1 296	3 594	2 298	63,9%	8 625
Capital Spares								–		
Water Supply Infrastructure		6 360	9 298	–	–	1 944	3 874	1 930	49,8%	9 298
Dams and Weirs								–		
Boreholes								–		
Reservoirs		1 600	3 900	–	–	1 944	1 625	(319)	-19,7%	3 900
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		4 761	5 398	–	–	–	2 249	2 249	100,0%	5 398
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Pump Station								–		
Reticulation								–		
Waste Water Treatment Works								–		
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites								–		
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares		–	–	–	–	–	–	–		–

Community Assets		–	10 000	–	662	662	4 167	3 505	84,1%	10 000
Community Facilities		–	–	–	–	–	–	–		–
Halls								–		
Centres		–	–	–	–	–	–	–		–
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria								–		
Police								–		
Purls								–		
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	10 000	–	662	662	4 167	3 505	84,1%	10 000
Indoor Facilities								–		
Outdoor Facilities		–	10 000	–	662	662	4 167	3 505	84,1%	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		–	–	–	–	–	–	–		–
Operational Buildings		–	–	–	–	–	–	–		–
Municipal Offices								–		
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	–	–	–	–	–	–		–
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		355	–	–	–	–	–	–		–
Computer Equipment		355	–	–	–	–	–	–		–
Furniture and Office Equipment		768	80	–	–	–	33	33	100,0%	80
Furniture and Office Equipment		768	80	–	–	–	33	33	100,0%	80
Machinery and Equipment		1 138	–	–	–	–	–	–		–
Machinery and Equipment		1 138	–	–	–	–	–	–		–
Transport Assets		9 332	16 000	–	–	7 717	6 667	(1 050)	-15,8%	16 000
Transport Assets		9 332	16 000	–	–	7 717	6 667	(1 050)	-15,8%	16 000
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on new assets	1	21 851	44 003	–	662	11 619	18 334	6 716	36,6%	44 003

An expenditure of **R 1.21 million** was incurred for LV networks. **R1.9 million** for reservoirs.

An expenditure of **R 7.7 million** was incurred for transportation assets

Expenditure on repairs and maintenance

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M05 November

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**39 652**	**41 500**	**–**	**3 553**	**9 158**	**17 292**	8 134	**47,0%**	**41 500**
Roads Infrastructure		1 079	2 200	–	112	305	917	612	**66,8%**	2 200
Roads								–		
Road Structures								–		
Road Furniture		1 079	1 700	–	112	305	708	404	**57,0%**	1 700
Capital Spares		–	500	–	–	–	208	208	**100,0%**	500
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		4 066	6 700	–	312	1 143	2 792	1 649	**59,1%**	6 700
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks		2 140	2 300	–	312	850	958	108	**11,3%**	2 300
LV Networks		1 541	4 100	–	–	266	1 708	1 442	**84,4%**	4 100
Capital Spares		385	300	–	–	26	125	99	**78,9%**	300
Water Supply Infrastructure		30 033	23 500	–	170	3 539	9 792	6 253	**63,9%**	23 500
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		25 987	20 300	–	–	2 851	8 458	5 607	**66,3%**	20 300
Distribution Points								–		
PRV Stations								–		
Capital Spares		4 045	3 200	–	170	687	1 333	646	**48,5%**	3 200
Sanitation Infrastructure		4 475	9 100	–	2 960	4 172	3 792	(380)	**-10,0%**	9 100
Pump Station								–		
Reticulation		2 871	6 200	–	–	563	2 583	2 020	**78,2%**	6 200
Waste Water Treatment Works		390	1 650	–	2 712	3 095	688	(2 407)	**-350,1%**	1 650
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		1 214	1 250	–	248	514	521	6	**1,2%**	1 250
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites								–		
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		

Community Assets		**242**	**755**	**–**	**23**	**23**	**315**	**291**	**92,6%**	**755**
Community Facilities		242	755	–	23	23	315	291	**92,6%**	755
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria		–	200	–	–	–	83	83	100,0%	200
Police								–		
Purls		56	150	–	–	–	63	63	100,0%	150
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares		186	405	–	23	23	169	146	86,3%	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		**255**	**585**	**–**	**–**	**–**	**244**	**244**	**100,0%**	**585**
Operational Buildings		255	585	–	–	–	244	244	**100,0%**	585
Municipal Offices		255	585	–	–	–	244	244	100,0%	585
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Biological or Cultivated Assets								–		
Intangible Assets		**7 758**	**13 015**	**–**	**226**	**3 589**	**5 423**	**1 833**	33,8%	**13 015**
Servitudes								–		
Licences and Rights		7 758	13 015	–	226	3 589	5 423	1 833	**33,8%**	13 015
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		7 758	13 015	–	226	3 589	5 423	1 833	33,8%	13 015
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		**101**	**–**	**–**	**–**	**0**	**–**	**(0)**	#DIV/0!	**–**
Computer Equipment		101	–	–	–	0	–	(0)	#DIV/0!	–
Furniture and Office Equipment		**61**	**175**	**–**	**–**	**1**	**73**	**72**	98,5%	**175**
Furniture and Office Equipment		61	175	–	–	1	73	72	98,5%	175
Machinery and Equipment		**64**	**200**	**–**	**–**	**24**	**83**	**60**	71,5%	**200**
Machinery and Equipment		64	200	–	–	24	83	60	71,5%	200
Transport Assets		**2 002**	**3 880**	**–**	**147**	**1 015**	**1 617**	**602**	37,2%	**3 880**
Transport Assets		2 002	3 880	–	147	1 015	1 617	602	37,2%	3 880
Land		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Land								–		
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Zoo's, Marine and Non-biological Animals								–		
Living resources		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Repairs and Maintenance Expenditure	1	**50 134**	**60 110**	**–**	**3 950**	**13 810**	**25 046**	**11 236**	**44,9%**	**60 110**

There Year-to-date actual spent on repairs and maintenance expenditure is **R13.8 million** or **55%** of the Yea-to-date budgeted amount of **R25 million.**

Depreciation by Asset class

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M05 November

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
Depreciation by Asset Class/Sub-class										
Infrastructure		**41 234**	**39 246**	**–**	**3 336**	**15 893**	**16 353**	460	**2,8%**	**39 246**
Roads Infrastructure		10 031	10 769	–	920	4 357	4 487	130	2,9%	10 769
Roads		–	–	–	–	–	–	–		–
Road Structures		10 031	10 769	–	920	4 357	4 487	130	2,9%	10 769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		7 244	8 146	–	701	3 205	3 394	189	5,6%	8 146
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		38	34	–	–	–	14	14	100,0%	34
MV Switching Stations								–		
MV Networks		38	34	–	–	–	14	14	100,0%	34
LV Networks		7 168	8 079	–	701	3 205	3 366	161	4,8%	8 079
Capital Spares								–		
Water Supply Infrastructure		10 882	11 582	–	985	4 690	4 826	136	2,8%	11 582
Dams and Weirs								–		
Boreholes								–		
Reservoirs		(1 873)	153	–	–	–	64	64	100,0%	153
Pump Stations		9	8	–	–	–	3	3	100,0%	8
Water Treatment Works								–		
Bulk Mains								–		
Distribution		12 747	11 422	–	985	4 690	4 759	69	1,5%	11 422
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		8 725	8 749	–	730	3 641	3 645	5	0,1%	8 749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		8 725	8 749	–	730	3 641	3 645	5	0,1%	8 749
Waste Water Treatment Works		–	–	–	–	–	–	–		–
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		4 353	–	–	–	–	–	–		–
Landfill Sites		4 353	–	–	–	–	–	–		–
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers								–		
Capital Spares								–		

Community Assets		**4 722**	**4 365**	**–**	**354**	**1 888**	**1 819**	**(69)**	**-3,8%**	**4 365**
Community Facilities		4 722	4 365	–	354	1 888	1 819	(69)	-3,8%	4 365
Halls		4 722	4 365	–	354	1 888	1 819	(69)	-3,8%	4 365
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria								–		
Police								–		
Purls								–		
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities								–		
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		**3 438**	**5 553**	**–**	**521**	**1 902**	**2 314**	**411**	**17,8%**	**5 553**
Operational Buildings		3 438	5 553	–	521	1 902	2 314	411	17,8%	5 553
Municipal Offices		3 438	5 553	–	521	1 902	2 314	411	17,8%	5 553
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing		–	–	–	–	–	–	–		–
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Biological or Cultivated Assets								–		
Intangible Assets		**52**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Servitudes								–		
Licences and Rights		52	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		52	–	–	–	–	–	–		–
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		**1 037**	**1 122**	**–**	**96**	**451**	**468**	**17**	3,6%	**1 122**
Computer Equipment		1 037	1 122	–	96	451	468	17	3,6%	1 122
Furniture and Office Equipment		**385**	**1 382**	**–**	**143**	**379**	**576**	**197**	34,1%	**1 382**
Furniture and Office Equipment		385	1 382	–	143	379	576	197	34,1%	1 382
Machinery and Equipment		**206**	**1 338**	**–**	**143**	**341**	**558**	**217**	38,9%	**1 338**
Machinery and Equipment		206	1 338	–	143	341	558	217	38,9%	1 338
Transport Assets		**3 059**	**2 148**	**–**	**154**	**1 072**	**895**	**(177)**	-19,8%	**2 148**
Transport Assets		3 059	2 148	–	154	1 072	895	(177)	-19,8%	2 148
Land		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Land								–		
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Depreciation	1	**54 134**	**55 155**	**–**	**4 747**	**21 926**	**22 981**	**1 055**	**4,6%**	**55 155**

Depreciation for the month of November was recognized and it amounted to **R4.7 million** with a year to date actual depreciation of **R21 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 - M05

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		**29 072**	**46 459**	**–**	**816**	**4 465**	**19 358**	14 893	**76,9%**	**46 459**
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		(3 558)	1 500	–	–	–	625	625	**100,0%**	1 500
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations								–		
MV Networks		–	–	–	–	–	–	–		–
LV Networks								–		
Capital Spares		(3 558)	1 500	–	–	–	625	625	**100,0%**	1 500
Water Supply Infrastructure		15 440	20 150	–	–	2 211	8 396	6 185	**73,7%**	20 150
Dams and Weirs								–		
Boreholes								–		
Reservoirs		9 156	–	–	–	–	–	–		–
Pump Stations		1 625	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		4 659	15 000	–	–	2 211	6 250	4 039	**64,6%**	15 000
Distribution		0	5 150	–	–	–	2 146	2 146	**100,0%**	5 150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		2 620	24 809	–	816	2 255	10 337	8 082	**78,2%**	24 809
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		2 620	24 809	–	816	2 255	10 337	8 082	**78,2%**	24 809
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites		–	–	–	–	–	–	–		–
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		14 570	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers		14 570	–	–	–	–	–	–		–
Capital Spares								–		

Community Assets		–	410	–	–	–	171	171	100,0%	410
Community Facilities		–	410	–	–	–	171	171	100,0%	410
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	–	–	–	171	171	100,0%	410
Cemeteries/Crematoria								–		
Police								–		
Purls								–		
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities		–	–	–	–	–	–	–		–
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		2	–	–	–	–	–	–		–
Operational Buildings		2	–	–	–	–	–	–		–
Municipal Offices		2	–	–	–	–	–	–		–
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications								–		
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	–	–	–	–		–
Computer Equipment								–		
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment								–		
Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		–	–	–	–	–	–	–		–
Transport Assets								–		
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on upgrading of existing assets	1	29 075	46 869	–	816	4 465	19 529	15 063	77,1%	46 869

A year-to-date expenditure of **R4.4 million** (YTD) was incurred for the upgrading of existing assets for the month of November 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

Annexure A2 - Monthly

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

North West Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Nov'24
National Financial Year	2024/25
Demarcation Code of Municipality being assessed	NC453
District	John Taolo Gaetsewe
Demarcation Description	Gamagara

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

Municipal Debt Relief Conditions (Monthly reporting)

Condition			*Choose from drop down list*	Notes/Comments
	6.3 + 6.12	**Maintaining the Eskom and bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption);		
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - refer condition 6.12 .2*	Yes	Attached please find POP
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	Attached please find POP
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Yes	
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	Yes	
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes	
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes	
	6,4	**Compliance with a funded MTREF –** ***(choose from drop down list the MTREF assessed)***	2024/25 Main Adjustment MTREF	
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No	
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		***Note** - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*		
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		***Note** - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*		
11	6.4.2	- ***If the municipality's MTREF is not funded*** , has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
		***Note** - If the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*		
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework*** , does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note** - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	Yes	
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes	
14	6,5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	
	6,6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:		
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	Yes	
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note** – the municipality's monthly MFMA s.71 statement must include as part of the narratives the indigent information in the required NT format.*	Yes	
	6.6	***Supporting evidence** : The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*		
	6,7	**Maintain a minimum average quarterly collection of property rates and services charges –**		
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No	

	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :		
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes	
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes	
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes	
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes	
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes	
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes	
	6,8	**Municipality's Completeness of the revenue base –**		
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes	
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? ***Note*** *- monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	Yes	
28	6.8.2	- **For the latest ending Quarte**r -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes	
	6,9	**Monitor and report on implementation –**		
29	6.9.1	- **MFMA section 71 reporting –** has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes	
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? ***Note -*** *condition 6.9.2 has a typing error and must refer to 6.9.1.*	Yes	
31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP	
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No FRP	
		Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.		
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*		
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Select	
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? ***Note -*** *in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Select	
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	Select	
		Note *- if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.*		
36	**6,11**	**Limitation on municipality borrowing powers -** has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	Select	
		Note *- there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.*		
	6,12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**		
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of the** Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes	As per the circular, this itme was agreed to be left in the municipality account
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes	As per the circular, this itme was agreed to be left in the municipality account
		Note: *Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).*		
39		***Supporting evidence*** : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	Yes	As per the circular, this itme was agreed to be left in the municipality account
40	**6,13**	**Accounting Treatment -** has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? ***Note -*** *to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	Yes	
41	**6,14**	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes	
		Note: *By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.*		

PT: HOD/ NT / MM Name: ____________________

Signature of HOD/ NT/ MM: ____________________

Date: ____________________

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 November, this is the same as the previous month, which recorded an **83%** compliance status.

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.September	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	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
6.December	Gamagara	NC453														
7.January	Gamagara	NC453														
8.February	Gamagara	NC453														
9.March	Gamagara	NC453														
10.April	Gamagara	NC453														
11.May	Gamagara	NC453														
12.June	Gamagara	NC453														

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

Municipal Details	Part E: Oversight													Part F: Compliance Status		Month applicable
Month	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
2.August	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
3.September	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	80%	Non Compliance	Yes
4.October	Yes	Yes	N/A	N/A				Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
5.November	Yes	Yes	N/A	N/A					Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
6.December														0%	Non Compliance	Yes
7.January														0%	Non Compliance	Yes
8.February														0%	Non Compliance	Yes
9.March														0%	Non Compliance	Yes
10.April														0%	Non Compliance	Yes
11.May														0%	Non Compliance	Yes
12.June														0%	Non Compliance	Yes

16.3 The Provincial Treasury Debt Relief Compliance Assessment

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

Northern Cape Provincial Government

NCPT

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

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

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

Enquiries: Joseph Mekgwe
Dipatlisiso:
Imibuzo:
Navrae:

Date: 26 September 2024
Leshupelo:
Umhla:
Datum:

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

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

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

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

Condition 6.2 – Application based supported by Council resolution

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

Condition 6.3 – Maintaining the Eskom bulk current account

In terms of MFMA Circular No. 124: condition 6.3 (*Maintaining the Eskom bulk current account*) – current account for purposes of the Gamagara Local Municipality debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement envisaged in paragraph 2 of the NT debt relief approval letter. The Municipality is not complying with the debt relief conditions. Partial payments were received in August 2024.

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

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

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

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

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

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

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

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

The Municipality achieved a Monthly collection rate of **85%** (Including advanced payments). This calculation was contingent upon October Billing with it's ensuing collection rate realized in the subsequent Month of November. From subsequent months, the Municipality will be reviewing the Split of advanced payments in order to incorporate it into ***MFMA Budget Circular 128 Annexure D template*** in order to align correctly with our internal records, as advanced payments also stems from the collection of service charges revenue coupled with property rates.

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

Province	Demarcation Code	Municipality
Northern Cape	NC453	Gamagara

Average collection rate (MFMA Circular 124 condition 6.7)

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

Collection Rate Assessment

Total Aggregate Collection			5.November - Reporting for October in November			
			Billing For October	Collection in November	R - Billing not collected	% Collection
1.Collection for whole demarcation	Summary	Click to view/close months	44 554 238	(16 358 018)	60 912 256	-37%
2.Collection excl Eskom supplied areas			44 554 238	(16 358 018)	60 912 256	-37%
3.Collection: **Property Rates**			14 669 692	(6 027 860)	20 697 552	-41%
4.Total average collection: **Electricity** (Municipal supplied areas)			9 631 823	(6 770 375)	16 402 197	-70%
5.Total average collection: **Water**			6 195 897	(1 236 302)	7 432 199	-20%
6.Total average collection: **Wastewater**			4 509 719	(978 576)	5 488 295	-22%
7.Total average collection: **Refuse**			4 382 482	(1 077 422)	5 459 903	-25%
8. 7.Total average collection: **Interest**			5 164 625	(267 484)	5 432 109	-5%

Complete This Section

Qu
art

Services	Electricity Supplier	Ward Name & Number
Property Rates Tax	Mun Supplied	All Wards
Electricity		
Water		
Refuse		
Waste Water		
Interest		

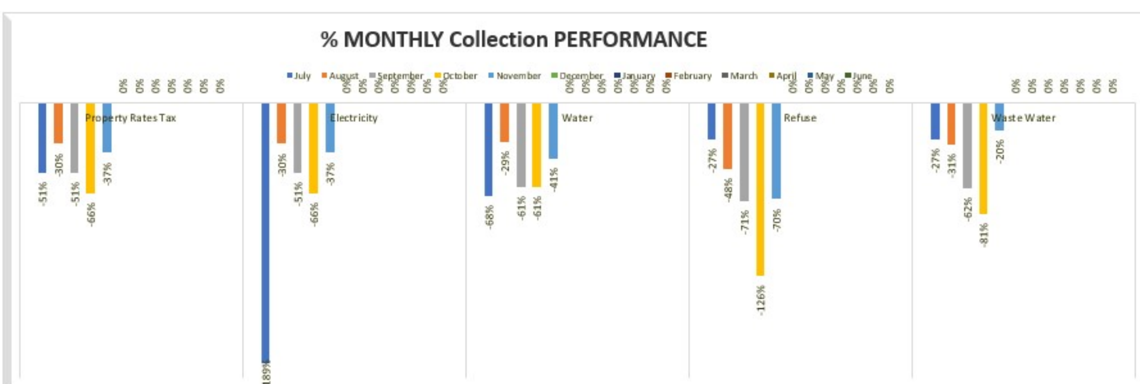
5.November			
Billing For October	Collection for October in November	Rand Value of Billing not collected	% Collection
14 669 692	(6 027 860)	20 697 552	-41%
9 631 823	(6 770 375)	16 402 197	-70%
6 195 897	(1 236 302)	7 432 199	-20%
4 382 482	(1 077 422)	5 459 903	-25%
4 509 719	(978 576)	5 488 295	-22%
5 164 625	(267 484)	5 432 109	-5%

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

	Northern Cape
Code	District
NC453	

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2				Q2
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	127 582 472	(64 162 810)	191 745 282	-50%	-50%	85 376 468	(43 470 488)	128 846 956	-51%	-51%
2.Collection excl Eskom supplied areas	127 582 472	(64 162 810)	191 745 282	-50%	-50%	85 376 468	(43 470 488)	128 846 956	-51%	-51%
3.Collection: **Property Rates**	48 238 827	(21 917 722)	70 156 549	-45%	-45%	29 348 201	(14 991 198)	44 339 399	-51%	-51%
4.Total average collection: **Electricity** (Municipal supplied areas)	28 088 823	(27 428 356)	55 517 179	-98%	-98%	18 755 727	(18 269 639)	37 025 366	-97%	-97%
5.Total average collection: **Water**	11 188 319	(5 990 409)	17 178 728	-54%	-54%	9 432 399	(3 853 360)	13 285 758	-41%	-41%
6.Total average collection: **Wastewater**	12 362 086	(3 537 019)	15 899 105	-29%	-29%	8 603 510	(2 744 382)	11 347 892	-32%	-32%
7.Total average collection: **Refuse**	13 422 814	(3 624 404)	17 047 218	-27%	-27%	8 912 896	(2 645 325)	11 558 221	-30%	-30%
8.Total average collection: **Interest**	14 281 603	(1664 900)	15 946 503	-12%	0%	10 323 736	(966 585)	11 290 320	-9%	-9%



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 2003

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	M05
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	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**	**1 741**
Total number of registered indigent households	5	**754 560**	**754 560**	**754 560**	**–**	**543**	**1 223**	**1 689**	**1 741**	**1 741**
Status of Water meters :										

***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	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**	**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**	**1 741**
Status of Electricity meters :										
Number of Indigent HH's with prepaid Electricity						543	1 223	1 689	1 741	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**	**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*						–				
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's **billed for consumption above the 50 kwh**	13					–				
Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7									
Water (6 kilolitres per household per month)						543	1 223	1 689	1 741	1 741
Electricity/other energy (50kwh per household per month)						543	1 223	1 689	1 741	1 741
Cost of Free Basic Services provided to ALLHousehols in - Formal Settlements (R'000)										
Water (6 kilolitres per household per month)										
Electricity/other energy (50kwh per household per month)										
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)										
Water (6 kilolitres per household per month)										
Electricity/other energy (50kwh per household per month)										
Total cost of FBS Water and Electricity provided to ALL Households	8	–	–	–	–	–	–	–	–	–
Highest level of free service provided per household (ALL Households)										
Property rates (R value threshold)						15 000	15 000	15 000	15 000	15 000
Water (kilolitres per household per month)						6	6	6	6	6
Sanitation (kilolitres per household per month)						6	6	6	6	6
Sanitation (Rand per household per month)						343	343	343	343	343
Electricity (kwh per household per month)						50	50	50	50	50
Refuse (average litres per week)						1	1	1	1	1
Revenue cost of subsidised services provided for ALL Households (R'000)	9									
Residential Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA)**	14(a)					15 000	15 000	15 000	15 000	15 000
PSI Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA)**	14(b)									
Additional Subsidies: Property rates exemptions, reductions and rebates **in excess of section 17 of MPRA)**										
Water **(in excess of 6 kilolitres per indigent household per month)**	15					265	265	265	265	265
Sanitation **(in excess of free sanitation service to indigent households)**	16					343	343	343	343	343
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**						96	96	96	96	96
Refuse **(in excess of one removal a week for indigent households)**						343	343	343	343	343
Municipal Housing - rental rebates										
Housing - top structure subsidies	6									
Other										
Total revenue cost of subsidised services provided		–	–	–	–	**16 045**	**16 047**	**16 047**	**16 047**	**16 047**

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

GRV Reconciliation and Exceptions to be cleared

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

Property Rates Reconciliation

Province	NC
District	John Taolo Gaetsewe District
Type	LM
Municipal Name	Gamagara
GV Period	01/07/2019 - 30/06/2024
Financial Year	Select from Drop Down
Reconciliation Period	Quarter 2

Reconciliation Overview

High Level Reconciliation

Propety Categories	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	15078	14572	506	7 122 629 840,00	7 003 040 005,00	119 589 835,00
Industrial	80	107	-27	192 760 500,00	234 592 100,00	- 41 831 600,00
Business and Commercial	321	292	29	1 431 164 112,00	1 068 017 112,00	363 147 000,00
Agricultural	360	355	5	1 649 524 000,00	1 673 912 000,00	- 24 388 000,00
Mining	49	45	4	393 388 100,00	370 277 440,00	23 110 660,00
State Owned for Public Purpose	27	9	18	261 664 000,00	70 839 400,00	190 824 600,00
PSI	216	0	216	59 793 349,00	-	59 793 349,00
PBO	110	254	-144	208 356 548,00	505 658 891,00	- 297 302 343,00
Multi Use	1	0	1	5 888 000,00	-	5 888 000,00
Vacant	126	618	-492	131 240 960,00	314 187 462,00	- 182 946 502,00
POW	0	0	0	-	-	-
Municipal	85	165	-80	191 664 223,00	83 615 246,00	108 048 977,00
Other	35	89	-54	11 764 384,00	98 674 780,00	- 86 910 396,00
	16488	16506	-18	11 659 838 016,00	11 422 814 436,00	237 023 580,00

Detailed Reconciliation

Propety Categories	Monthly Billing			Quarterly		
Propety Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	8 675 414	-	8 675 414	26 026 242,05	-	26 026 242,05
Industrial	424 311	-	424 311	1 272 934,15	-	1 272 934,15
Business and Commercial	3 600 458	-	3 600 458	10 801 373,84	-	10 801 373,84
Agricultural	56 136	-	56 136	168 409,11	-	168 409,11
Mining	989 668	-	989 668	2 969 003,97	-	2 969 003,97
State Owned for Public Purpose	329 152	-	329 152	987 455,86	-	987 455,86
PSI	-	-	-	-	-	-
PBO	-	-	-	-	-	-
Multi Use	-	-	-	-	-	-
Vacant	-	-	-	-	-	-
POW	-	-	-	-	-	-
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	############	R0,00	R14 075 139,66	42 225 418,99	-	42 225 418,99

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

Eskom

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

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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

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

YOUR ACCOUNT NO	9296092982
SECURITY HELD	4266832.20
BILLING DATE	2024-12-02
TAX INVOICE NO	929613192400
ACCOUNT MONTH	NOVEMBER 2024
CURRENT DUE DATE	2025-01-02
VAT REG NO	4040120927

Eskom

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	16,320.60
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	57,356.71
ANCILLARY SERVICE (ALL)		R	62,774.29
ENERGY CHARGE (PEAK)	1,280,606.00	R	2,633,566.24
ENERGY CHARGE (STD)	3,076,489.00	R	4,353,847.23
ENERGY CHARGE (OFF)	3,489,690.00	R	3,132,694.72
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,229,591.21
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	1,011,531.33
SERVICE CHARGE		R	12,069.60
TOTAL CHARGES FOR BILLING PERIOD		R	**14,137,920.93**

ACCOUNT SUMMARY FOR NOVEMBER 2024

BALANCE BROUGHT FORWARD	(Due Date 2024-12-02)	R	625,927,347.01
TOTAL CHARGES FOR BILLING PERIOD		R	14,137,920.93
ADJUSTMENTS	(Summary - See attachment for details)	R	2,757,268.26
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	2,120,688.14

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

unipay 7100 1929 6092 9825

2721570019296092982 7

>>>>>>> 9207 2929 6092 9820

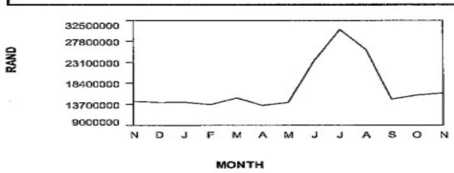
CURRENT	TOTAL DUE	R	644,943,224.34
19,015,877.33			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
590,501,701.28	16,987,913.98	18,437,731.75	0.00

Account OVERDUE - Subject to Disconnection

TOTAL AMOUNT DUE
644,943,224.34



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BILL GROUP	
BILL PAGE	1 OF 5

PAYMENT ARRANGEMENT

INSTALMENT 0.00

ARREARS (Due Immediately) 625,927,347.01

DUE DATE (For Current Amount) 2025-01-02

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

To date the Municipality owes ESKOM a total of **R644 943 224,34** No payment had been made in the Month of November.

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 is being reported up till November 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	
				Shortfall/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, ____, the Municipal Manager of **Gamagara Local Municipality (NC453)**, hereby certify that;

Monthly budget statement in line with MFMA Section 71 for the period ended November 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_____________________________________

Date____

RECOMMENDATIONS

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

1. The monthly budget statement for the period ended **30 November 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.

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 November 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 10/12/2024