GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

JANUARY 2025

2024/25 FINANCIAL YEAR

DISTRIBUTION

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

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

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BACKGROUND

Purpose

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

Legislative Background

(1) The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

(a) Actual revenue, per revenue source;

(b) actual borrowings;

(c) actual expenditure, per vote;

(d) actual capital expenditure, per vote;

(e) the amount of any allocations received;

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

(i) its share of the local government equitable share; and

(ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and

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

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

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

(2) The statement must include –

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

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

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

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

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

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

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

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

- Report on the progress on the implementation of the Debt Relief Conditions as required by MFMA Circular 124 and the National Treasury Letter of approval dated 31 January 2025; and
- Report on the implementation of the Financial Recovery Plan NCPT Provincial Executive in terms of Section 139 (1) (b) and Section 139 (5) (a) of the Constitution read with Section 139 on the Municipal Finance Management Act (MFMA) (Act No. 56 of 2003).

PART 1 – IN-YEAR REPORT

1.1 Mayor's Report

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

1.2 Resolution

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

1.3 Executive Summary

Operating Revenue Budget

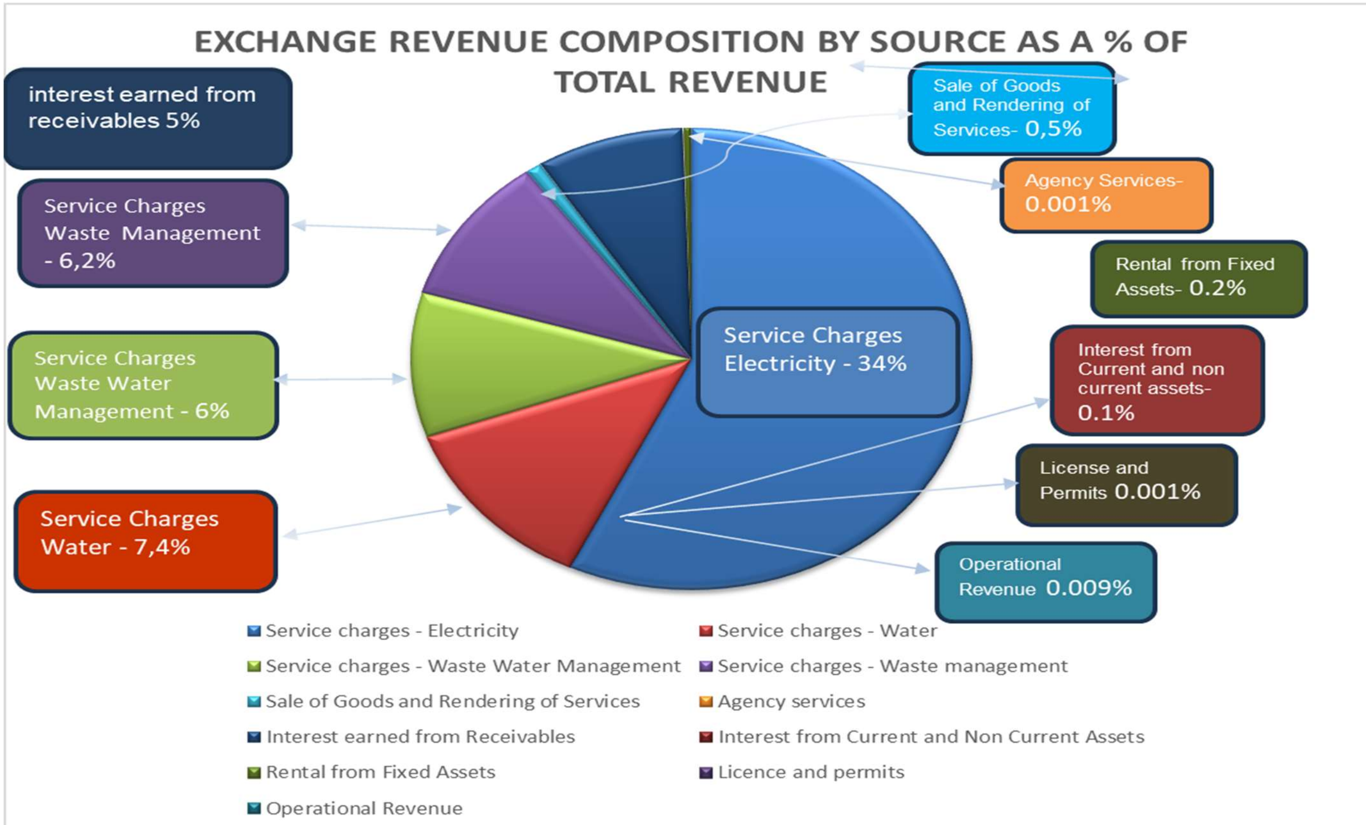
The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 31 January 2025, a total of **R415 million** or **54%** of the total budget has been recognized. This translates to **93%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R32 million** or **7%**. R65 million was billed for January 2025. The highest contributor to the municipality's revenue is Electricity revenue at **34%** followed by property rates at **20%**. 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 January equate **R35 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R239 Million** and **R241 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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
Service charges - Electricity		–	250 960	–	22 248	144 122	146 394	(2 272)	-2%	250 960
Service charges - Water		–	68 717	–	4 836	38 222	40 085	(1 863)	-5%	68 717
Service charges - Waste Water Management		–	52 124	–	3 945	28 588	30 405	(1 818)	-6%	52 124
Service charges - Waste management		–	43 001	–	4 049	28 720	25 084	3 636	14%	43 001
Sale of Goods and Rendering of Services		–	7 798	–	349	2 822	4 549	(1 727)	-38%	7 798
Agency services		–	594	–	22	257	346	(89)	-26%	594
Interest								–	0%	
Interest earned from Receivables		–	36 115	–	3 288	21 888	21 067	821	4%	36 115
Interest from Current and Non Current Assets		–	627	–	41	299	366	(67)	-18%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		–	2 003	–	152	1 205	1 168	36	3%	2 003
Licence and permits		–	33	–	1	16	19	(3)	-18%	33
Operational Revenue		–	21 479	–	17	200	12 529	(12 329)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		–	177 554	–	13 034	95 294	103 573	(8 279)	-8%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		–	699	–	30	391	408	(16)	-4%	699
Licence and permits		–	1 814	–	86	845	1 058	(213)	-20%	1 814
Transfers and subsidies - Operational		–	70 797	–	11 684	39 933	41 298	(1 365)	-3%	70 797
Interest		–	18 163	–	1 885	12 871	10 595	2 276	21%	18 163
Fuel Levy								–	0%	
Operational Revenue		–	500	–	22	263	292	(29)	-10%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	8 295	(8 295)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		–	**767 197**	–	**65 688**	**415 936**	**447 532**	**(31 596)**	-7%	**767 197**

The graph below shows revenue composition per source as a percentage of the total revenue billed for the period ending January 2025, Revenue composition by source as a % of the total Revenue



EXCHANGE REVENUE

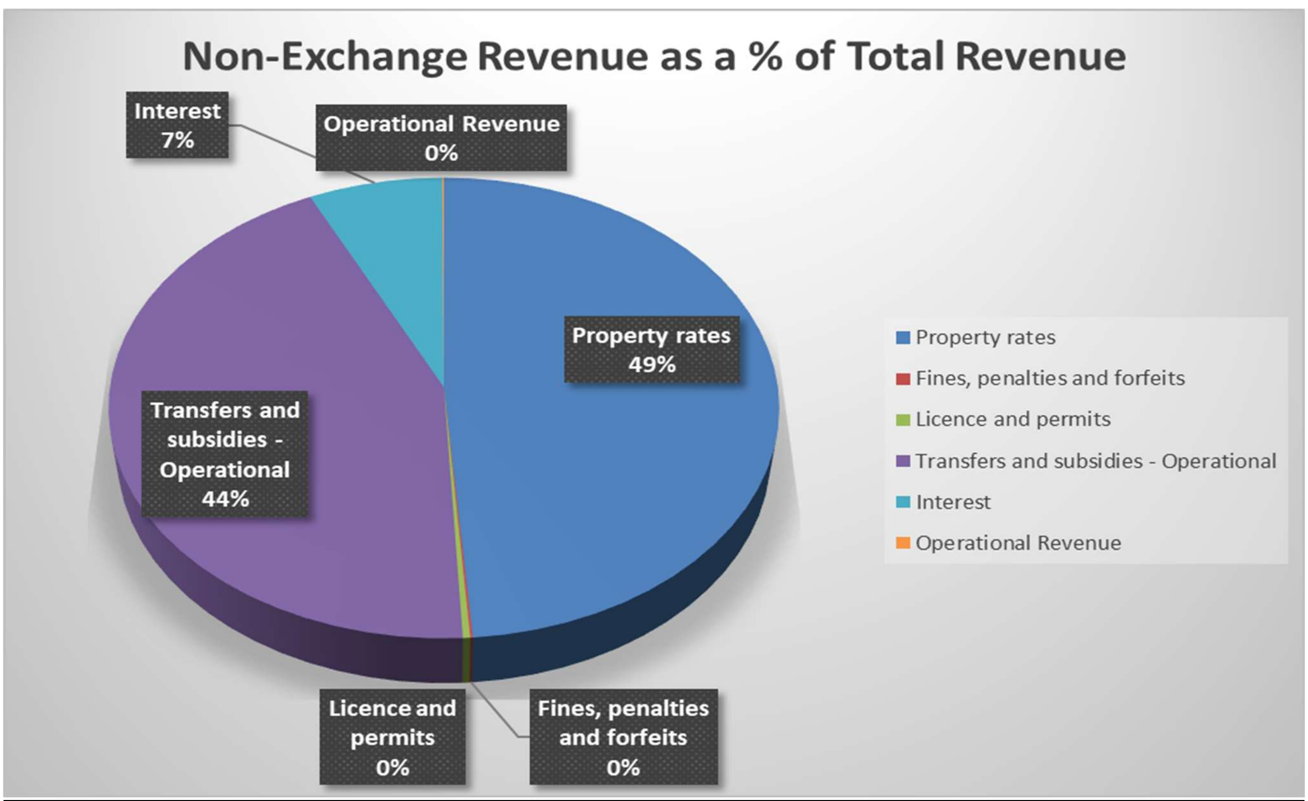
Exchange Revenue (Revenue by Source)	*Amount*	*% of Total Revenue*
Service charges - Electricity	22 247 557,54	33,9%
Service charges - Water	4 835 815,86	7,4%
Service charges - Waste Water Management	3 944 887,52	6,0%
Service charges - Waste management	4 049 036,56	6,2%
Sale of Goods and Rendering of Services	349 201,47	0,5%
Agency services	22 297,04	0,0%
Interest earned from Receivables	3 287 899,53	5,0%
Interest from Current and Non Current Assets	40 511,07	0,1%
Rental from Fixed Assets	152 014,98	0,2%
Licence and permits	1 120,88	0,0%
Operational Revenue	17 227,97	0,0%

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 January.

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	AMOUNT	% of Total Revenue
Property rates	R13 033 894,30	20,0%
Fines, penalties and forfeits	R30 222,37	0,0%
Licence and permits	R85 763,20	0,1%
Transfers and subsidies - Operational	R11 683 866,65	17,8%
Interest	R1 884 795,64	2,9%
Operational Revenue	R22 356,13	0,0%

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 **20%** of total revenue billed for the Month of January.

Rates were the second 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 **2.9%.**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 **R431 million** or **51%** of the annual operating budget. Employee-related costs (including remuneration of Councilors) and operational cost expense are the main contributors to the total spent to date. Employee related costs amounted to **R20 million** of total expenditure incurred.

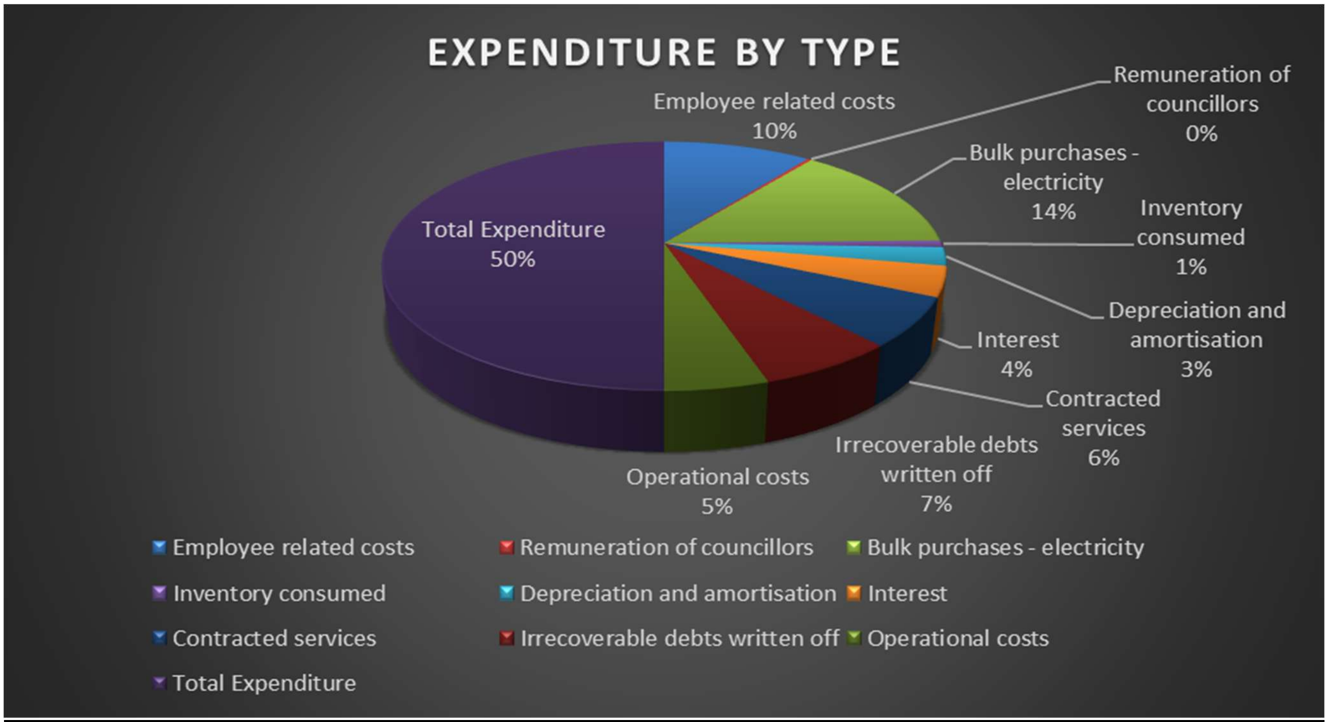
See below table for details of the operating expenditure.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		–	282 209	–	20 125	148 877	164 622	(15 745)	-10%	282 209
Remuneration of councillors		–	6 831	–	570	3 925	3 985	(60)	-2%	6 831
Bulk purchases - electricity		–	191 095	–	28 312	104 200	111 472	(7 272)	-7%	191 095
Inventory consumed		–	24 362	–	1 792	10 250	14 211	(3 961)	-28%	24 362
Debt impairment		–	24 547	–	–	–	14 319	(14 319)	-100%	24 547
Depreciation and amortisation		–	55 155	–	4 747	31 420	32 174	(753)	-2%	55 155
Interest		–	25 250	–	7 809	16 780	14 729	2 051	14%	25 250
Contracted services		–	103 400	–	12 689	46 497	60 317	(13 819)	-23%	103 400
Transfers and subsidies		–	500	–	–	16	292	(275)	-94%	500
Irrecoverable debts written off		–	23 890	–	13 430	18 771	13 936	4 835	35%	23 890
Operational costs		–	91 050	–	9 940	51 107	53 112	(2 006)	-4%	91 050
Losses on Disposal of Assets		–	–	–	–	–	–	–	0%	–
Other Losses		–	1 678	–	–	–	979	(979)	-100%	1 678
Total Expenditure		–	**829 968**	–	**99 413**	**431 843**	**484 148**	**(52 305)**	-11%	**829 968**

The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending January 2025.

Composition of expenditure by type as a % of total expenditure



Expenditure By Type	*Amount*	*% of Total Expenditure*
Employee related costs	20 125 031,27	20%
Remuneration of councillors	569 656,18	1%
Bulk purchases - electricity	28 311 793,75	28%
Inventory consumed	1 792 179,66	2%
Depreciation and amortisation	4 747 067,04	5%
Interest	7 809 301,07	8%
Contracted services	12 688 561,83	13%
Irrecoverable debts written off	13 429 578,95	14%
Operational costs	9 939 941,72	10%
Total Expenditure	***99 413 111,47***	*100%*

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 DEC 2024					
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	R9 457 379,09	**R2 542 620,92**	**79%**
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**	**R10 581 130,11**	**R5 475 869,90**	**66%**

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).

Capital expenditure on Water Service Infrastructure (WSIG) and INEP are on ***79% and 75%*** respectively. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

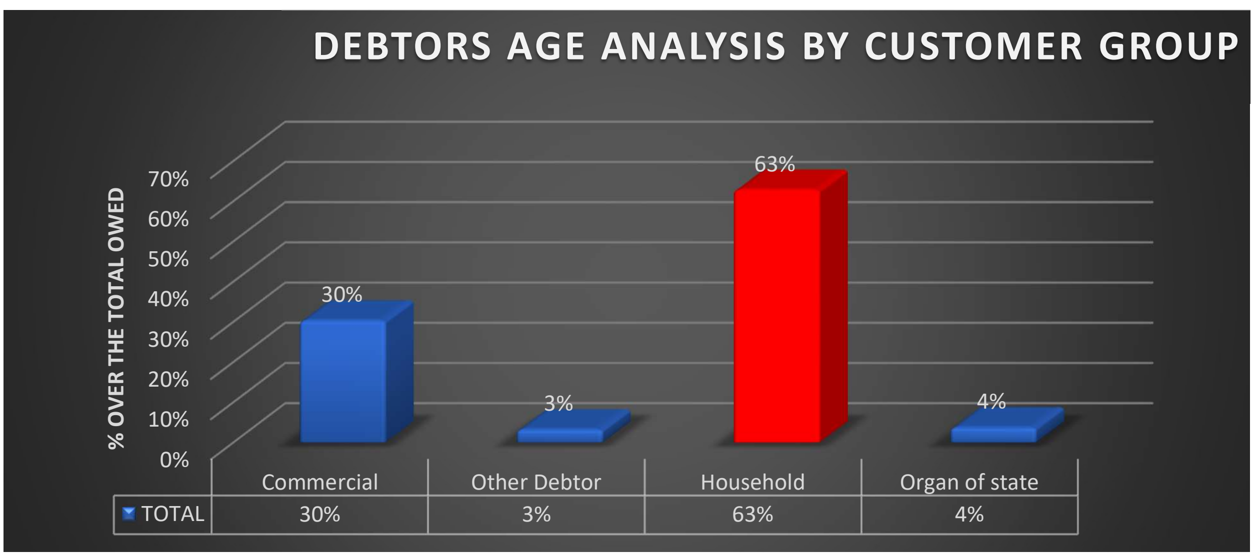
Debtors Ageing

The total receivables balance or debtors book as at the end of January 2025 amounts to **R621 million** with most of the debt being owed by households at **R390 million** or **62.8%** of the total Debtors. Organs of State and Commercial at **3.7%** and **30.3%** respectively. Other debtors only account for **3.2%** of the outstanding debt. Debtors balance decreased by **R4 Millions** in comparison with the previous Month (December – R624 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

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	4 073	1 985	1 755	3 220	1 534	1 700	7 155	49 139	70 562	62 749
Trade and Other Receivables from Exchange Transactions - Electricity	1300	13 102	4 494	3 731	5 205	2 852	2 692	18 576	88 620	139 272	117 945
Receivables from Non-exchange Transactions - Property Rates	1400	11 828	4 152	2 961	2 539	2 325	2 328	14 970	69 841	110 944	92 003
Receivables from Exchange Transactions - Waste Water Management	1500	4 121	2 338	2 147	2 196	1 784	1 972	9 499	30 385	54 443	45 837
Receivables from Exchange Transactions - Waste Management	1600	4 360	2 518	2 287	2 197	2 014	2 120	10 326	53 512	79 334	70 168
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 358	5 192	5 003	4 826	4 696	4 685	30 354	106 246	166 360	150 806
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(14 178)	1 843	801	646	529	470	6 131	4 035	277	11 811
Total By Income Source	**2000**	**28 664**	**22 523**	**18 686**	**20 829**	**15 733**	**15 968**	**97 011**	**401 876**	**621 291**	**551 418**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	332	570	599	613	558	546	8 436	11 669	23 324	21 823
Commercial	2300	8 967	5 735	5 273	6 373	4 875	4 930	23 889	127 803	187 844	167 870
Households	2400	8 825	14 575	12 182	13 315	9 871	10 120	59 023	262 107	390 017	354 435
Other	2500	10 540	1 643	632	529	429	372	5 663	298	20 105	7 290
Total By Customer Group	**2600**	**28 664**	**22 523**	**18 686**	**20 829**	**15 733**	**15 968**	**97 011**	**401 876**	**621 291**	**551 418**

The graph below shows outstanding debtors per category as a % of the total debtors January 2025.



Cut off List – Top 100 Debtors

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

Below is a cut off list of top 100 debtors.

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

000100010	HOUGH	GR	KALAHARI SINGEL	10	KATHU	14435	1000000111	159 307,97
000100010	HEYNEKE	RE	UITBREIDING	3	KATHU	12959	1000000111	152 173,13
000100010	LEKGETHO	LJ	SESHENG - ERF	3621	KATHU	7718	1000000182	143 126,28
000100010	MAROOANE	O	SESHENG - ERF	3620	KATHU	7717	1000000182	137 468,71
000100010	DRIES LATEGAN TRUST		MAUSERSLOT	12	KATHU	14418		136 692,96
000100010	ENGELBRECHT	C	RIETBOK	3591	KATHU	4182	1000000048	136 258,06
000100010	CHARL STRYDOM FAMILIE TRUST		SNELLERSLOT	12	KATHU	14040	1000000025	128 656,34
000100010	MALAN	AE	ROOIGRASSLOT	1	KATHU	14404	1000000055	128 365,58
000100010	BOTSHELENG	KP	SESHENG - ERF	3842	KATHU	7941	1000000182	124 824,34
000100010	TYATYANI	PV	SESHENG - ERF	3682	KATHU	7774	1000000182	122 017,90
000100010	VAN WYK	DJ	SYDORING	19	KATHU	4123	1000000025	121 761,39
000100010	MOOKI	PP	SESHENG - ERF	3669	KATHU	7761	1000000025	119 609,68
000100010	KEEGAN	SP	TRITOLSLOT	5	KATHU	14581	1000000025	117 901,27
000100010	MECWI	KF	SESHENG - ERF	4309	KATHU	8167	1000000182	116 625,39
000100010	MAROBU	KJ	SESHENG - ERF	4124	KATHU	7973	1000000182	110 306,43
000100010	MACLYN	LP	BERGDORING	18	KATHU	3877	1000000025	109 945,69
000100010	DERCKSEN	HA	TAAIBOS STREET	58		1969	9999991004	106 533,59
000100010	LUNGILE	KCO	EERSTE	5	KATHU	3394		105 178,46
000100010	MPONA	L	TWEEDE	4	KATHU	3613	1000000182	100 613,60
000100010	GROOTSTRY 2 TRUST		KALAHARI CRESCENT	86	KATHU	14214	9999991004	99 437,96
000100010	SENYE	SM	SESHENG - ERF	4275	KATHU	8131	1000000182	98 566,50
000100010	KOPANG	KA	SESHENG - ERF	4319	KATHU	8177	1000000182	90 057,92
000100020	JANSEN	SCAM	TROUPAND	3	DINGLETO	4297		83 696,93
000100010	GASEDIMO	BJ	SESHENG - ERF	3716	KATHU	7809	1000000182	83 284,55
000100010	SENYE	OJ	WATERDORING	23	KATHU	13899	1000000025	83 148,04
000100010	MAKHANYA	GS	SESHENG - ERF	3817	KATHU	7916	1000000182	81 431,55
000100010	VAN DER MERWE	JJH	TEIKENSLOT	13	KATHU	14096	1000000025	80 015,48
000100010	LE ROUX	JA	SYDORING	19	KATHU	4120	6666666666	77 499,80
000100010	MELOKWE	MOL	SESHENG - ERF	3850	KATHU	7950	1000000182	72 215,13
000100010	SPANGENBERG	HH & MH	GEMSBOK COMPLEX 23/2	2024/02/23	KATHU	8801	1000000025	71 549,64
000100060	LEEU	G	ONBEKEND	0	KATHU	7459	1000000041	69 341,13
000100010	KRUGER	SJ	ROOISANDSLOT	10	KATHU	14523		68 551,22
000100010	JOUBERT	AP & ME	LEMOENDORING STREET	43	KATHU	3899	1000000025	68 102,28
000100010	VAN DEEMTER	D	RINKHALS	4	KATHU	14362		68 092,55
000100010	OOSTHUIZEN	AJ	KALK STREET	18	KATHU	2630		66 474,04
000100060	N G SENDINGKERK		HOUSE	0	KATHU	5990	1000000041	65 380,71
000100010	MOSEKI	PS	AANDBLOM	0	KATHU	3045	1000000111	65 268,28
000100010	RUFFINI	O AND O	JASPES STREET	1419	KATHU	2689		64 523,33
000100010	KHUMANI HOUSING DEVELOPMENT CO		HEIDE	6461	KATHU	8877	1000000285	64 155,71
000100060	LOUE	J	HOUSE	1340	KATHU	7460	1000000041	63 711,39
000100010	VOS	G & M	GEMSBOK COMPLEX 23	23	KATHU	8800	1000000112	63 698,71
000100010	MMOKWA	JMKE	SESHENG - ERF	4220	KATHU	8074	1000000182	62 583,35
000100010	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	4214	1000000164	58 913,34
000100010	PORTLAND ROCK TRADE PTY LTD		MIERSHOOP	1	KATHU	14537	1000000025	57 365,68
000100010	VAN DER WESTHUIZEN	MJ	BERGDORING	50	KATHU	13900	1000000025	57 204,20
000100010	CENTRAL BRIDGE TRADING		RIETBOK	3590	KATHU	4181		57 052,03
000100010	CUBE	KM	SESHENG - ERF	3835	KATHU	7934	1000000182	56 722,54
000100010	KENTE	FJ & DG	BERGDORING	87	KATHU	13832	1000000025	52 906,30
000100010	DIKAPARO	KJ	TWEEDE	42	KATHU	3315		51 996,71
								25 369 164,22

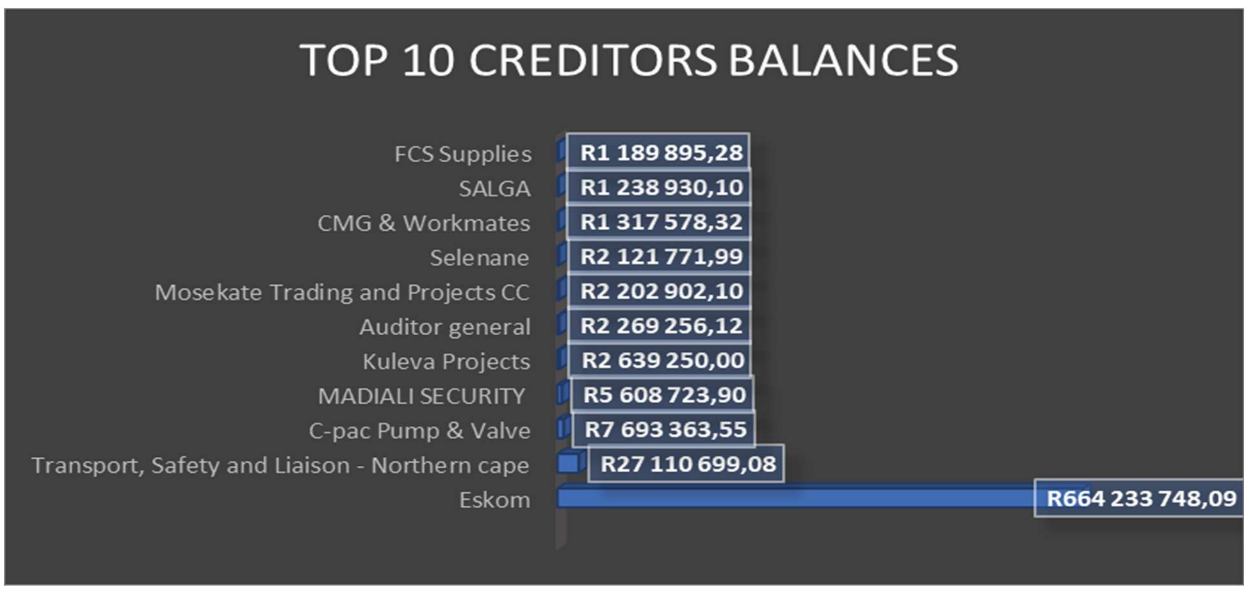
Creditors Ageing

The municipality owes Eskom a total debt of **R 664 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 ten creditors amount to **R717 Million.**

Top 10 Creditors

Top 10 Creditors - January 2025	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 20 051 480,31	R 19 197 491,31	R 19 015 877,33	R 18 437 731,75	R 16 987 913,98	R 570 543 253,41	R 664 233 748,09
Transport, Safety and Liaison - Northern cape	R -	R 168 355,83	R 473 447,39	R 355 468,29	R 295 811,52	R 25 817 616,05	R 27 110 699,08
C-pac Pump & Valve	R -	R 289 800,00	R 3 630 135,25	R 3 773 428,30	R -	R -	R 7 693 363,55
MADIALI SECURITY	R 2 804 361,95	R 2 804 361,95	R -	R -	R -	R -	R 5 608 723,90
Kuleva Projects	R 2 639 250,00	R -	R -	R -	R -	R -	R 2 639 250,00
Auditor general	R 62 815,87	R -	R 2 189 286,74	R 17 153,51	R -	R -	R 2 269 256,12
Mosekate Trading and Projects CC	R 567 587,79	R 463 806,04	R -	R -	R -	R 1 171 508,27	R 2 202 902,10
Selenane	R 2 121 771,99						R 2 121 771,99
CMG & Workmates	R 1 317 578,32	R -	R -	R -	R -	R -	R 1 317 578,32
SALGA	R -	R -	R -	R -	R -	R 1 238 930,10	R 1 238 930,10
FCS Supplies	R 1 189 895,28	R -	R -	R -	R -	R -	R 1 189 895,28
TOTAL CREDITORS							R 717 626 118,53



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M07 January

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	177 554	–	13 034	95 294	103 573	(8 279)	-8%	177 554
Service charges	–	414 802	–	35 077	239 652	241 968	(2 316)	-1%	414 802
Investment revenue	–	627	–	41	299	366	(67)	-18%	627
Transfers and subsidies - Operational	–	70 797	–	11 684	39 933	41 298	(1 365)	-3%	70 797
Other own revenue	–	103 418	–	5 853	40 758	60 327	(19 569)	-32%	–
Total Revenue (excluding capital transfers and contributions)	**–**	**767 197**	**–**	**65 688**	**415 936**	**447 532**	**(31 596)**	**-7%**	**767 197**
Employee costs	–	282 209	–	20 125	148 877	164 622	(15 745)	-10%	282 209
Remuneration of Councillors	–	6 831	–	570	3 925	3 985	(60)	-2%	6 831
Depreciation and amortisation	–	55 155	–	4 747	31 420	32 174	(753)	-2%	55 155
Interest	–	25 250	–	7 809	16 780	14 729	2 051	14%	25 250
Inventory consumed and bulk purchases	–	215 457	–	30 104	114 450	125 683	(11 233)	-9%	215 457
Transfers and subsidies	–	500	–	–	16	292	(275)	-94%	500
Other expenditure	–	244 566	–	36 058	116 375	142 663	(26 289)	-18%	244 566
Total Expenditure	**–**	**829 968**	**–**	**99 413**	**431 843**	**484 148**	**(52 305)**	**-11%**	**829 968**
Surplus/(Deficit)	**–**	**(62 771)**	**–**	**(33 725)**	**(15 907)**	**(36 617)**	**20 709**	**-57%**	**(62 771)**
Transfers and subsidies - capital (monetary allocations)	–	43 464	–	3 686	7 352	25 354	###	-71%	43 464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	**2 708**	**-24%**	**(19 307)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	**2 708**	**-24%**	**(19 307)**
Capital expenditure & funds sources									
Capital expenditure	**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**
Capital transfers recognised	–	43 464	–	767	7 607	25 354	(17 747)	-70%	43 464
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**–**	**47 408**	**–**	**1 448**	**15 128**	**27 655**	**(12 526)**	**-45%**	**47 408**
Total sources of capital funds	**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**
Financial position									
Total current assets	–	(11 756 245)	–		12 993 036				(11 756 245)
Total non current assets	–	1 508 195	–		1 505 650				1 508 195
Total current liabilities	–	(11 497 693)	–		13 230 028				(11 497 693)
Total non current liabilities	–	160 405	–		174 516				160 405
Community wealth/Equity	**–**	**1 089 238**	**–**		**1 092 161**				**1 089 238**
Cash flows									
Net cash from (used) operating	–	42 226	–	60 921	484 672	28 133	(456 539)	-1623%	42 226
Net cash from (used) investing	–	(90 872)	–	(4 771)	(27 999)	(53 009)	(25 010)	47%	(90 872)
Net cash from (used) financing	–	9 281	–	111	516	–	(516)	#DIV/0!	9 281
Cash/cash equivalents at the month/year end	**–**	**(94 027)**	**14 310**	**70 571**	**471 500**	**(10 565)**	**(482 065)**	**4563%**	**(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	28 664	22 523	18 686	20 829	15 733	15 968	97 011	401 876	621 291
Creditors Age Analysis									
Total Creditors	4 162	25 297	19 727	18 546	16 988	29 305	81 604	370 256	565 886

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) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		–	**304 590**	–	**26 840**	**149 526**	**177 677**	(28 151)	-16%	**304 590**
Executive and council		–	66 809	–	11 708	39 772	38 972	801	2%	66 809
Finance and administration		–	237 781	–	15 132	109 754	138 706	(28 952)	-21%	237 781
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	**1 191**	–	**155**	**1 064**	**695**	369	53%	**1 191**
Community and social services		–	1 191	–	8	37	695	(658)	-95%	1 191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	147	1 027	–	1 027	#DIV/0!	–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**8 077**	–	**192**	**3 073**	**4 712**	(1 639)	-35%	**8 077**
Planning and development		–	4 354	–	83	1 505	2 540	(1 034)	-41%	4 354
Road transport		–	3 720	–	108	1 552	2 170	(618)	-28%	3 720
Environmental protection		–	3	–	1	16	2	14	729%	3
Trading services		–	**496 804**	–	**42 188**	**269 626**	**289 802**	**(20 177)**	-7%	**496 804**
Energy sources		–	272 074	–	23 617	153 855	158 710	(4 854)	-3%	272 074
Water management		–	114 653	–	9 210	48 996	66 881	(17 885)	-27%	114 653
Waste water management		–	58 724	–	4 398	31 691	34 256	(2 564)	-7%	58 724
Waste management		–	51 353	–	4 964	35 083	29 956	5 127	17%	51 353
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	–	**810 661**	–	**69 375**	**423 288**	**472 886**	**(49 597)**	**-10%**	**810 661**
Expenditure - Functional										
Governance and administration		–	**237 827**	–	**25 506**	**127 118**	**138 732**	(11 614)	-8%	**237 827**
Executive and council		–	31 784	–	2 983	19 264	18 541	723	4%	31 784
Finance and administration		–	206 043	–	22 523	107 854	120 192	(12 337)	-10%	206 043
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	**117 173**	–	**11 699**	**60 633**	**68 351**	(7 718)	-11%	**117 173**
Community and social services		–	70 055	–	8 555	37 327	40 865	(3 539)	-9%	70 055
Sport and recreation		–	45 314	–	2 938	21 871	26 433	(4 562)	-17%	45 314
Public safety		–	–	–	–	–	–	–		–
Housing		–	1 804	–	206	1 435	1 052	382	36%	1 804
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**67 068**	–	**4 194**	**31 385**	**39 123**	(7 738)	-20%	**67 068**
Planning and development		–	29 043	–	1 597	12 253	16 942	(4 688)	-28%	29 043
Road transport		–	38 026	–	2 597	19 132	22 182	(3 050)	-14%	38 026
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	**407 900**	–	**58 014**	**212 707**	**237 942**	**(25 235)**	-11%	**407 900**
Energy sources		–	262 773	–	38 305	135 945	153 284	(17 340)	-11%	262 773
Water management		–	81 264	–	11 411	40 916	47 404	(6 488)	-14%	81 264
Waste water management		–	34 998	–	4 532	23 227	20 415	2 812	14%	34 998
Waste management		–	28 866	–	3 765	12 620	16 838	(4 219)	-25%	28 866
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	–	**829 968**	–	**99 413**	**431 843**	**484 148**	**(52 305)**	**-11%**	**829 968**
Surplus/ (Deficit) for the year		–	**(19 307)**	–	**(30 038)**	**(8 555)**	**(11 263)**	**2 708**	**-24%**	**(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 **R423 million (including capital grants revenue)** or **52%** has been recognized as at end of January 2025.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R431 million cumulative or 51.9%** has been spent as at end of January 2025. It must be noted that the submission and capturing of invoices of few Suppliers were not finalized.

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

NC453 Gamagara - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Budget & Treasury Office		–	215 899	–	15 132	109 754	125 941	(16 187)	-12,9%	215 899
Vote 2 - Corporate Services		–	21 882	–	–	–	12 765	(12 765)	-100,0%	21 882
Vote 3 - Community Services		–	55 050	–	5 081	36 299	32 113	4 186	13,0%	55 050
Vote 4 - Infrastructure Services		–	446 849	–	37 217	234 931	260 662	(25 731)	-9,9%	446 849
Vote 5 - Strategic Services		–	4 172	–	237	2 532	2 434	98	4,0%	4 172
Vote 6 - Executive & Council		–	66 809	–	11 708	39 772	38 972	801	2,1%	66 809
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**–**	**810 661**	**–**	**69 375**	**423 288**	**472 886**	**(49 597)**	**-10,5%**	**810 661**
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		–	109 356	–	16 084	64 580	63 791	789	1,2%	109 356
Vote 2 - Corporate Services		–	96 687	–	6 439	43 274	56 401	(13 126)	-23,3%	96 687
Vote 3 - Community Services		–	160 129	–	16 367	80 196	93 409	(13 213)	-14,1%	160 129
Vote 4 - Infrastructure Services		–	406 875	–	56 037	212 719	237 344	(24 625)	-10,4%	406 875
Vote 5 - Strategic Services		–	25 138	–	1 503	11 811	14 664	(2 853)	-19,5%	25 138
Vote 6 - Executive & Council		–	31 784	–	2 983	19 264	18 541	723	3,9%	31 784
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**–**	**829 968**	**–**	**99 413**	**431 843**	**484 148**	**(52 305)**	**-10,8%**	**829 968**
Surplus/ (Deficit) for the year	2	**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	**2 708**	**-24,0%**	**(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	16 084	64 580	63 791	789	1,2%
Vote 2 - Corporate Services		–	96 687	6 439	43 274	56 401	(13 126)	-23,3%
Vote 3 - Community Services		–	160 129	16 367	80 196	93 409	(13 213)	-14,1%
Vote 4 - Infrastructure Services		–	406 875	56 037	212 719	237 344	(24 625)	-10,4%
Vote 5 - Strategic Services		–	25 138	1 503	11 811	14 664	(2 853)	-19,5%
Vote 6 - Executive & Council		–	31 784	2 983	19 264	18 541	723	3,9%
Total Expenditure by Vote	2	–	829 968	99 413	431 843	484 148	(52 305)	-10,8%

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 January 2025. 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 **59%** which translate into a total of **R64 million** of the original budget allocated to the directorate for the period ending January 2025. There is an **1.2%** 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 **45%** or **R43 million** of the original budget allocated to the directorate for the period ending January 2025. There is a variance of **23.3%** between YTD expenditure between YTD Budgeted and YTD actual expenditure. This is due to ongoing cost containment measures.

Vote 3 – Community Services

Community Services has spent **50% or R80 million** of the original budget allocated to the directorate for the period ending January 2025. There is a variance of **14.1%** between YTD expenditure between YTD Budgeted and YTD actual expenditure. This is due to ongoing cost containment measures.

Vote 4 – Infrastructure Services

Infrastructure Services has spent **52%** or **R212 million** of the original budget allocated to the directorate for the period ending January 2025. There is a variance of **10.4%** between the year-to-date budget and year-to-date actual expenditure.

Vote 5 – Strategic Services

Strategic Service has spent **47%** or **R11 million** of the original budget allocated to the directorate for the period ending January 2025. There is a variance of **19.5%** between the year-to-date budget and year-to-date actual expenditure.

Vote 6 – Executive and Council

Executive and Council has spent **61%** or **R19 million** of the original budget allocated to the directorate for the period ending January 2025. There is an unfavorable variance of **3.9%** 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) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		–	250 960	–	22 248	144 122	146 394	(2 272)	-2%	250 960
Service charges - Water		–	68 717	–	4 836	38 222	40 085	(1 863)	-5%	68 717
Service charges - Waste Water Management		–	52 124	–	3 945	28 588	30 405	(1 818)	-6%	52 124
Service charges - Waste management		–	43 001	–	4 049	28 720	25 084	3 636	14%	43 001
Sale of Goods and Rendering of Services		–	7 798	–	349	2 822	4 549	(1 727)	-38%	7 798
Agency services		–	594	–	22	257	346	(89)	-26%	594
Interest								–	0%	
Interest earned from Receivables		–	36 115	–	3 288	21 888	21 067	821	4%	36 115
Interest from Current and Non Current Assets		–	627	–	41	299	366	(67)	-18%	627
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		–	2 003	–	152	1 205	1 168	36	3%	2 003
Licence and permits		–	33	–	1	16	19	(3)	-18%	33
Operational Revenue		–	21 479	–	17	200	12 529	(12 329)	-98%	21 479
Non-Exchange Revenue								–	0%	
Property rates		–	177 554	–	13 034	95 294	103 573	(8 279)	-8%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		–	699	–	30	391	408	(16)	-4%	699
Licence and permits		–	1 814	–	86	845	1 058	(213)	-20%	1 814
Transfers and subsidies - Operational		–	70 797	–	11 684	39 933	41 298	(1 365)	-3%	70 797
Interest		–	18 163	–	1 885	12 871	10 595	2 276	21%	18 163
Fuel Levy								–	0%	
Operational Revenue		–	500	–	22	263	292	(29)	-10%	500
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	–	–	–	8 295	(8 295)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**–**	**767 197**	**–**	**65 688**	**415 936**	**447 532**	**(31 596)**	-7%	**767 197**
Expenditure By Type										
Employee related costs		–	282 209	–	20 125	148 877	164 622	(15 745)	-10%	282 209
Remuneration of councillors		–	6 831	–	570	3 925	3 985	(60)	-2%	6 831
Bulk purchases - electricity		–	191 095	–	28 312	104 200	111 472	(7 272)	-7%	191 095
Inventory consumed		–	24 362	–	1 792	10 250	14 211	(3 961)	-28%	24 362
Debt impairment		–	24 547	–	–	–	14 319	(14 319)	-100%	24 547
Depreciation and amortisation		–	55 155	–	4 747	31 420	32 174	(753)	-2%	55 155
Interest		–	25 250	–	7 809	16 780	14 729	2 051	14%	25 250
Contracted services		–	103 400	–	12 689	46 497	60 317	(13 819)	-23%	103 400
Transfers and subsidies		–	500	–	–	16	292	(275)	-94%	500
Irrecoverable debts written off		–	23 890	–	13 430	18 771	13 936	4 835	35%	23 890
Operational costs		–	91 050	–	9 940	51 107	53 112	(2 006)	-4%	91 050
Losses on Disposal of Assets		–	–	–	–	–	–	–	0%	–
Other Losses		–	1 678	–	–	–	979	(979)	-100%	1 678
Total Expenditure		**–**	**829 968**	**–**	**99 413**	**431 843**	**484 148**	**(52 305)**	-11%	**829 968**
Surplus/(Deficit)		**–**	**(62 771)**	**–**	**(33 725)**	**(15 907)**	**(36 617)**	**20 709**	-57%	**(62 771)**
Transfers and subsidies - capital (monetary allocations)		–	43 464	–	3 686	7 352	25 354	(18 002)	-71%	43 464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	2 708	-24%	**(19 307)**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	2 708	-24%	**(19 307)**
Share of Surplus/Deficit attributable to Joint Venture								–	0%	
Share of Surplus/Deficit attributable to Minorities								–	0%	
Surplus/(Deficit) attributable to municipality		**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	2 708	-24%	**(19 307)**
Share of Surplus/Deficit attributable to Associate								–	0%	
Intercompany/Parent subsidiary transactions								–	0%	
Surplus/ (Deficit) for the year		**–**	**(19 307)**	**–**	**(30 038)**	**(8 555)**	**(11 263)**	2 708	-24%	**(19 307)**

Revenue by Source

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

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
Exchange Revenue	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Service charges - Electricity	144 121 734,58	146 393 590,00	- 2 271 855,42	-2%	*Below the treshold. The Municipality has improved drastically in Electricity sales and billing.*	*To continue with revenue enhancement*
Service charges - Water	38 222 045,13	40 084 989,00	- 1 862 943,87	-5%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*Meter assessments and replacement*
Service charges - Waste Water Mana	28 587 833,93	30 405 417,00	- 1 817 583,07	-6%	*Seasonal or cyciical*	*To continue with revenue enhancement*
Service charges - Waste manageme	28 720 138,79	25 084 003,00	3 636 135,79	14%	*more revenue collected on properties with more than one dwelling. I.e Tuck Shop + Res area*	*To continue with revenue enhancement*
Sale of Goods and Rendering of Se	2 822 025,91	4 548 964,00	- 1 726 938,09	-38%	*Based on demand*	*To continue with revenue enhancement*
Agency services	257 315,72	346 297,00	- 88 981,28	-26%	*Based on demand*	*To continue with revenue enhancement*
Interest earned from Receivables	21 887 983,51	21 067 046,00	820 937,51	4%	*Below the treshold. The Municipality has improved drastically in completeness of revenue base*	*To continue with revenue enhancement*
Interest from Current and Non Curr	298 921,73	365 533,00	- 66 611,27	-18%	*Cyclical or seasonal revenue realization. Based on bank Account balances*	*To ring-Fence funds*
Rental from Fixed Assets	1 204 739,01	1 168 426,00	36 313,01	3%	*Below the treshold. The Municipality has improved drastically rental of fixed assets*	*To maintain and improve rental assets*
Licence and permits	15 966,07	19 425,00	- 3 458,93	-18%	*Based on demand*	*timeous capturing of receipts / Invoices*
Operational Revenue	200 318,80	12 529 160,00	- 12 328 841,20	-98%	*Less building plans submitted. Less miscelleneous revenue realised*	*To maintain sales even during lucnh time*
Non-Exchange Revenue						
Property rates	95 294 125,56	103 573 001,00	- 8 278 875,44	-8%	*There are few exceptions on the GV reconciliation (GV versus Billing)*	*To continue with clearing GV Exceptions*
Fines, penalties and forfeits	391 380,70	407 610,00	- 16 229,30	-4%	*Below the variance threshold*	*To maintain the internal controls*
Licence and permits	844 884,90	1 058 127,00	- 213 242,10	-20%	*Based on demand*	*timeous capturing of receipts / Invoices*
Transfers and subsidies - Operatio	39 933 431,76	41 298 320,00	- 1 364 888,24	-3%	*Below the variance threshold*	*timeous capturing of receipts / Invoices*
Interest	12 870 589,66	10 594 836,00	2 275 753,66	21%	*Property rates interest on receivables - More households billed*	*To continue with clearing GV Exceptions*
Operational Revenue	262 606,16	291 669,00	- 29 062,84	-10%	*More non-exchange goods and services rendered in the first Quarter*	*To maintain the rendering of services*

Property Rates – A year to date total of **R95 million** was recognized with regards to property rates for the year as at end of January 2025. The year-to-date budget is **R103 million** resulting in a variance of **8%**. This means that actual revenue from property rate is less than the year-to-date budget by **8**%.

Service charges – Electricity – A total of **R144 million** was recognized on service charges electricity for the year as at end of January 2025. The year-to-date budget is **R146 million** resulting in a variance of **2%**. The year-to-date actual revenue is less than the year-to-date budget by **2%.**

Service charges – Water – A total of **R38 million** was recognized on service charges water for the year as at end of January 2025. The year-to-date budget is **R40 million** resulting in a variance of **5%.** 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 **R28 million** was recognized on service charges water for the year as at end of January 2025. The year-to-date budget is **R30 million** resulting in a variance of **-6%**. This service charge is a basic charge and the variance could be attributed to poor payment by consumers. Collection on this service can still be improved if the municipality enforce the approved credit control and debt collection policies.

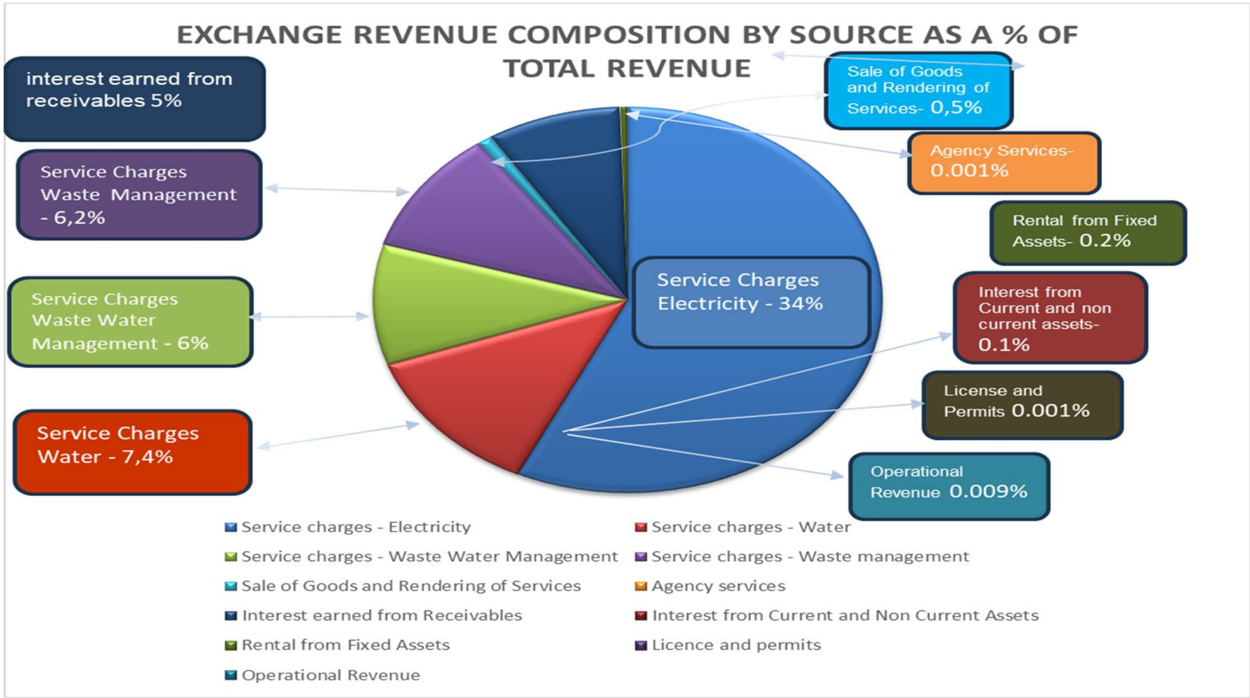
Service charges – Waste Management (Refuse) - A total of **R28 million** was recognized on service charges waste management for the year as at end of January 2025. The year-to-date budget is **R25 million** resulting in a variance of **14%.** Actual billing exceeded budgeted revenue

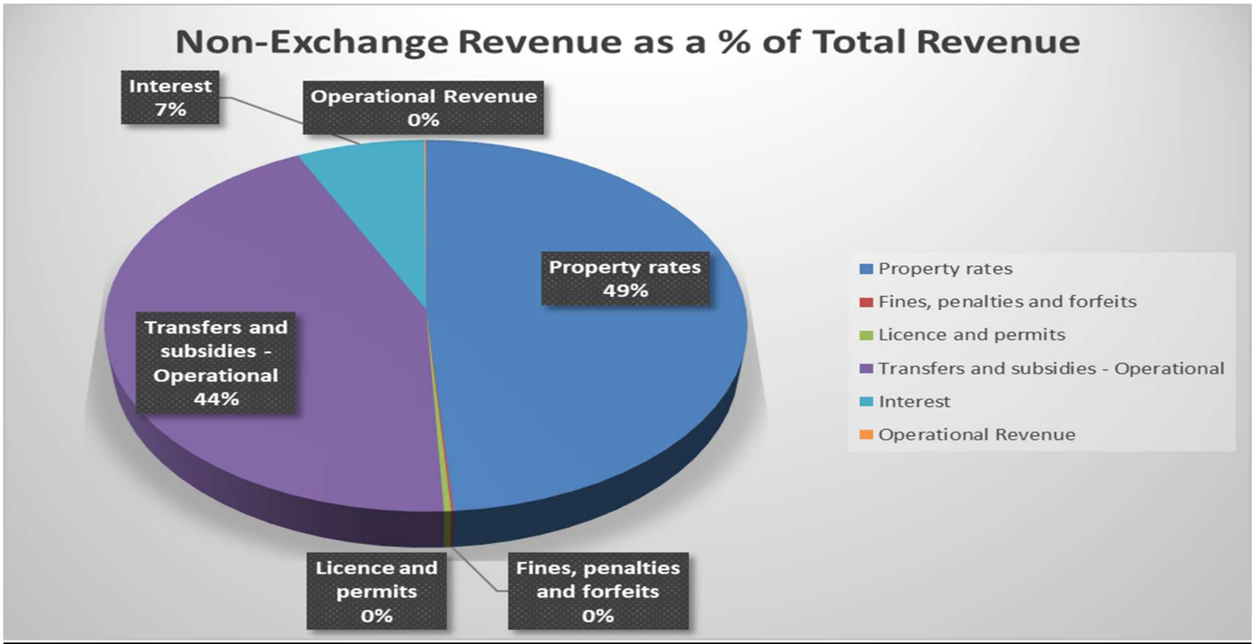
Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of January 2025 is an amount of **R21.8 million**. The year-to-date budget is **R21 million** resulting in a variance of **4%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of January 2025 is an amount of **R298 922** (Actual) and a year-to-date budget of **R365 533** leading to a variance of **18%.**

Transfers and subsidies – A total of **R 39 million** was recognized for the Transfers and subsidies for the year as at end of January 2025. The year-to-date budget is **R41 million** resulting in a variance of **3%.** 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 January 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 January 2025.





Expenditure by Type

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

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Expeniture by Type						
Employee related costs	148 877 000,03	164 622 045,00	- 15 745 044,97	-10%	Cost containment measures implemented to curb overtime among other items	strict adherence to cost containment measures
Remuneration of councillors	3 924 634,63	3 984 932,00	- 60 297,37	-2%	Within the treshold - Trivial	Within the treshold - Trivial
Bulk purchases - electricity	104 200 265,96	111 472 109,00	- 7 271 843,04	-7%	Late Capturing of invoices	completeness of invoices as we are on accrual basis
Inventory consumed	10 250 219,07	14 211 169,00	- 3 960 949,93	-28%	Late Capturing of invoices	completeness of invoices as we are on accrual basis
Depreciation and amortisation	31 420 482,12	32 173 848,00	- 753 365,88	-2%	Within the treshold - Trivial	Within the treshold - Trivial
Interest	16 779 690,87	14 729 169,00	2 050 521,87	14%	Finance costs relating to invoices not paid within 30 days	To pay suppliers within 30 days of receiving the invoices
Contracted services	46 497 106,03	60 316 550,00	- 13 819 443,97	-23%	Slow spending on capital expenditure and other key conditional expenditure	to expedite the capex and opex in all Municipal units
Irrecoverable debts written off	18 770 719,48	13 936 062,00	4 834 657,48	35%	Indigents Outstanding debt written off	To continue with timeous capturing of indigents
Operational costs	51 106 787,09	53 112 479,00	- 2 005 691,91	-4%	Within the treshold - Trivial	Within the treshold - Trivial

Employee Related Cost - Employee-related cost expenditure for the year as at end of January 2025 amounted to **R148 million.** The year-to-date budget is **R164 million**, resulting in a variance of **-10%** due to the positions that were not filled as result many positions have other staff filling-in in the interim.

Remuneration of Councilors – remuneration of councilors amounted to **R3.9 million**. The year-to-date budget is **R3.9 million,** resulting in a variance of **-2%**. 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 January 2025. 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 **R31 million** and **R32 million** is the year to date budget

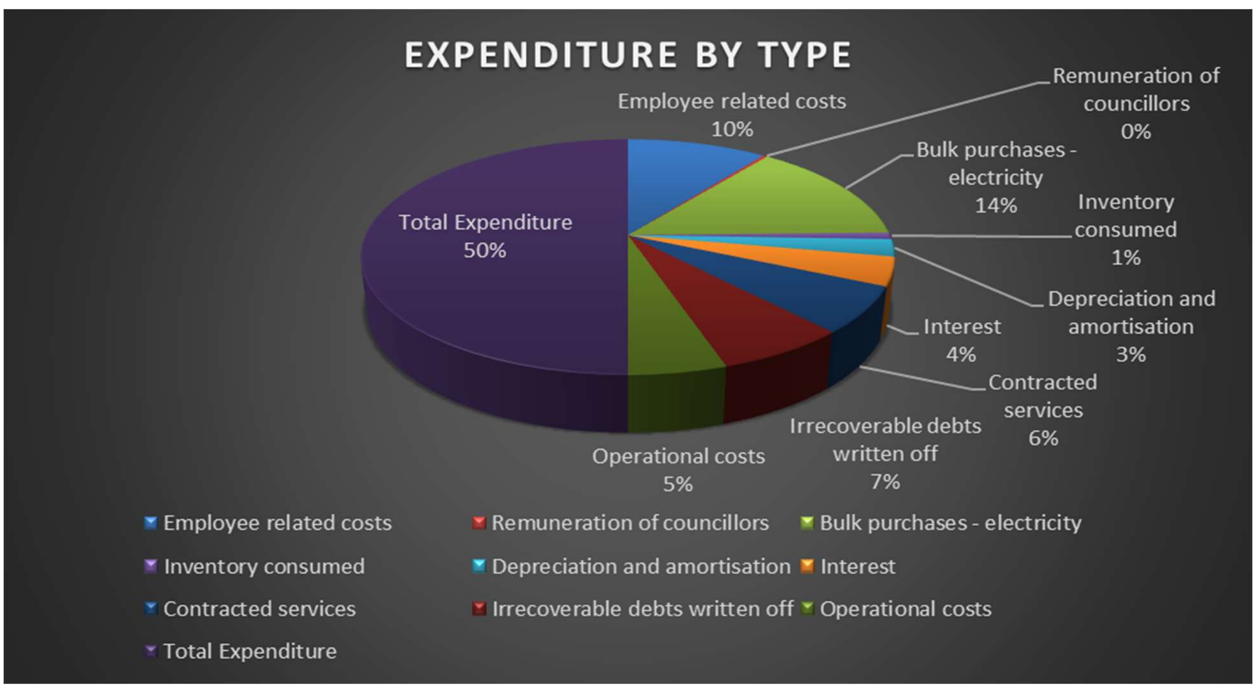
Bulk Purchases – electricity – amount spent on bulk electricity is **R104 Million** as at end of January 2025. The year-to-date budget is **R111 million**. This is an indication that the Bulk Eskom invoices are not processed timely

Inventory Consumed – a total of **R10 million** was spent for the year as at end of January 2025. The year-to-date budget is **R14 million**, resulting in a variance of **-28%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R46 million** for the year as at end of January 2025. The year-to-date budget is **R60 million**, resulting in a variance of **-23%.** 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 **R51 million** was spent for the year as at end of January 2025. The year-to-date budget is **R53 million**, resulting in a variance of **-4%.** 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 January 2025.



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) - M07 January

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	16 000	–	–	8 396	9 333	(937)	-10%	16 000
Vote 3 - Community Services		–	10 490	–	–	662	6 119	(5 457)	-89%	10 490
Vote 4 - Infrastructure Services		–	64 382	–	2 214	13 677	37 556	(23 879)	-64%	64 382
Vote 5 - Strategic Services		–	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**
Single Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	–	–	–	–	–	–		–
Vote 3 - Community Services		–	–	–	–	–	–	–		–
Vote 4 - Infrastructure Services		–	–	–	–	–	–	–		–
Vote 5 - Strategic Services		–	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	–	–	–	–	–	–	–		–
Total Capital Expenditure		**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**
Capital Expenditure - Functional Classification										
Governance and administration		**–**	**16 000**	**–**	**–**	**8 396**	**9 333**	(937)	-10%	**16 000**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	16 000	–	–	8 396	9 333	(937)	-10%	16 000
Internal audit								–		
Community and public safety		**–**	**10 490**	**–**	**–**	**662**	**6 119**	(5 457)	-89%	**10 490**
Community and social services		–	490	–	–	–	286	(286)	-100%	490
Sport and recreation		–	10 000	–	–	662	5 833	(5 171)	-89%	10 000
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		**–**	**64 382**	**–**	**2 214**	**13 677**	**37 556**	(23 879)	-64%	**64 382**
Energy sources		–	10 125	–	(397)	977	5 906	(4 929)	-83%	10 125
Water management		–	29 448	–	767	8 600	17 178	(8 578)	-50%	29 448
Waste water management		–	24 809	–	1 845	4 100	14 472	(10 372)	-72%	24 809
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**
Funded by:										
National Government		–	42 974	–	767	7 607	25 068	(17 462)	-70%	42 974
Provincial Government		–	490	–	–	–	286	(286)	-100%	490
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**–**	**43 464**	**–**	**767**	**7 607**	**25 354**	**(17 747)**	**-70%**	**43 464**
Borrowing	6							–		
Internally generated funds		–	47 408	–	1 448	15 128	27 655	(12 526)	-45%	47 408
Total Capital Funding		**–**	**90 872**	**–**	**2 214**	**22 735**	**53 009**	**(30 274)**	**-57%**	**90 872**

YTD Capital expenditure up till January amounts to **R11.1 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M07 January

Description	Ref	2023/24	Budget Year 2024/25			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		–	(127 775)	–	(1 551)	(127 775)
Trade and other receivables from exchange transactions		–	374 350	–	393 987	374 350
Receivables from non-exchange transactions		–	56 335	–	149 247	56 335
Current portion of non-current receivables						
Inventory		–	(895)	–	1 836	(895)
VAT		–	(12 061 819)	–	12 445 137	(12 061 819)
Other current assets		–	3 558	–	4 382	3 558
Total current assets		–	**(11 756 245)**	–	**12 993 036**	**(11 756 245)**
Non current assets						
Investments						
Investment property		–	346 311	–	377 160	346 311
Property, plant and equipment		–	1 161 953	–	1 128 615	1 161 953
Biological assets						
Living and non-living resources						
Heritage assets		–	75	–	75	75
Intangible assets		–	(144)	–	(200)	(144)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets		–	–	–	–	–
Total non current assets		–	**1 508 195**	–	**1 505 650**	**1 508 195**
TOTAL ASSETS		–	**(10 248 050)**	–	**14 498 686**	**(10 248 050)**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		–	44 031	–	30 850	44 031
Consumer deposits		–	9 281	–	10 565	9 281
Trade and other payables from exchange transactions		–	496 576	–	718 911	496 576
Trade and other payables from non-exchange transactions		–	71 058	–	103 885	71 058
Provision		–	101	–	18 273	101
VAT		–	(12 118 740)	–	12 347 544	(12 118 740)
Other current liabilities						
Total current liabilities		–	**(11 497 693)**	–	**13 230 028**	**(11 497 693)**
Non current liabilities						
Financial liabilities		–	5 486	–	12 372	5 486
Provision		–	117 099	–	117 200	117 099
Long term portion of trade payables						
Other non-current liabilities		–	37 820	–	44 944	37 820
Total non current liabilities		–	**160 405**	–	**174 516**	**160 405**
TOTAL LIABILITIES		–	**(11 337 288)**	–	**13 404 544**	**(11 337 288)**
NET ASSETS	2	–	**1 089 238**	–	**1 094 142**	**1 089 238**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		–	1 089 238	–	1 092 161	1 089 238
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	–	**1 089 238**	–	**1 092 161**	**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 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 - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	177 554	–	7 897	50 704	103 573	(52 869)	-51%	177 554
Service charges		–	365 048	–	19 911	126 296	212 945	(86 649)	-41%	365 048
Other revenue		–	34 320	–	39 139	339 580	20 020	319 560	1596%	34 320
Transfers and Subsidies - Operational		–	70 797	–	0	5	41 298	(41 293)	-100%	70 797
Transfers and Subsidies - Capital		–	43 464	–	–	–	25 354	(25 354)	-100%	43 464
Interest		–	50 739	–	423	3 544	29 598	(26 054)	-88%	50 739
Dividends								–		
Payments										
Suppliers and employees		–	(698 947)	–	(6 450)	(35 456)	(404 217)	(368 761)	91%	(698 947)
Interest		–	(750)	–	–	–	(438)	(438)	100%	(750)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**–**	**42 226**	**–**	**60 921**	**484 672**	**28 133**	**(456 539)**	**-1623%**	**42 226**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	93	408	–	408	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		–	(90 872)	–	(4 864)	(28 406)	(53 009)	(24 602)	46%	(90 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(90 872)**	**–**	**(4 771)**	**(27 999)**	**(53 009)**	**(25 010)**	**47%**	**(90 872)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		–	9 281	–	111	516	–	516	#DIV/0!	9 281
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**9 281**	**–**	**111**	**516**	**–**	**(516)**	**#DIV/0!**	**9 281**
NET INCREASE/ (DECREASE) IN CASH HELD		**–**	**(39 365)**	**–**	**56 261**	**457 189**	**(24 875)**			**(39 365)**
Cash/cash equivalents at beginning:		–	(54 661)	14 310	14 310	14 310	14 310			14 310
Cash/cash equivalents at month/year end:		–	(94 027)	14 310	70 571	471 500	(10 565)			(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

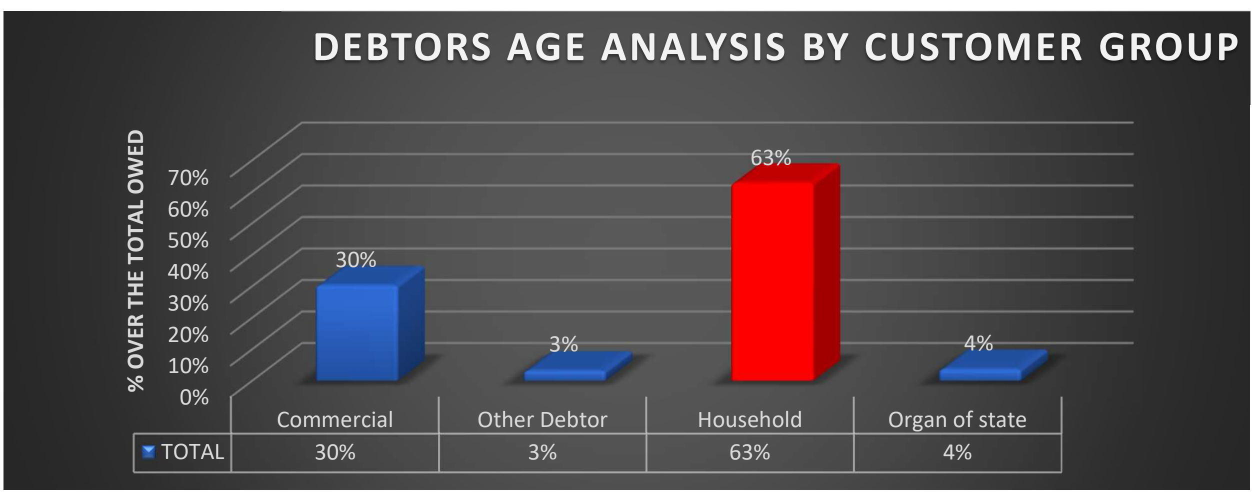
2.1 DEBTORS

The total receivables balance or debtors book as at the end of January 2025 amounts to **R621 million** with most of the debt being owed by households at **R390 million** or **62.8%** of the total Debtors. Organs of State and Commercial at **3.7%** and **30.3%** respectively. Other debtors only account for **3.2%** of the outstanding debt. Debtors balance decreased by **R4 Millions** in comparison with the previous Month (December – R624 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

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	4 073	1 985	1 755	3 220	1 534	1 700	7 155	49 139	70 562	62 749
Trade and Other Receivables from Exchange Transactions - Electricity	1300	13 102	4 494	3 731	5 205	2 852	2 692	18 576	88 620	139 272	117 945
Receivables from Non-exchange Transactions - Property Rates	1400	11 828	4 152	2 961	2 539	2 325	2 328	14 970	69 841	110 944	92 003
Receivables from Exchange Transactions - Waste Water Management	1500	4 121	2 338	2 147	2 196	1 784	1 972	9 499	30 385	54 443	45 837
Receivables from Exchange Transactions - Waste Management	1600	4 360	2 518	2 287	2 197	2 014	2 120	10 326	53 512	79 334	70 168
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5 358	5 192	5 003	4 826	4 696	4 685	30 354	106 246	166 360	150 806
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(14 178)	1 843	801	646	529	470	6 131	4 035	277	11 811
Total By Income Source	**2000**	**28 664**	**22 523**	**18 686**	**20 829**	**15 733**	**15 968**	**97 011**	**401 876**	**621 291**	**551 418**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	332	570	599	613	558	546	8 436	11 669	23 324	21 823
Commercial	2300	8 967	5 735	5 273	6 373	4 875	4 930	23 889	127 803	187 844	167 870
Households	2400	8 825	14 575	12 182	13 315	9 871	10 120	59 023	262 107	390 017	354 435
Other	2500	10 540	1 643	632	529	429	372	5 663	298	20 105	7 290
Total By Customer Group	**2600**	**28 664**	**22 523**	**18 686**	**20 829**	**15 733**	**15 968**	**97 011**	**401 876**	**621 291**	**551 418**

<u>The graph below shows outstanding debtors per category as a % of the total debtors January 2025.</u>



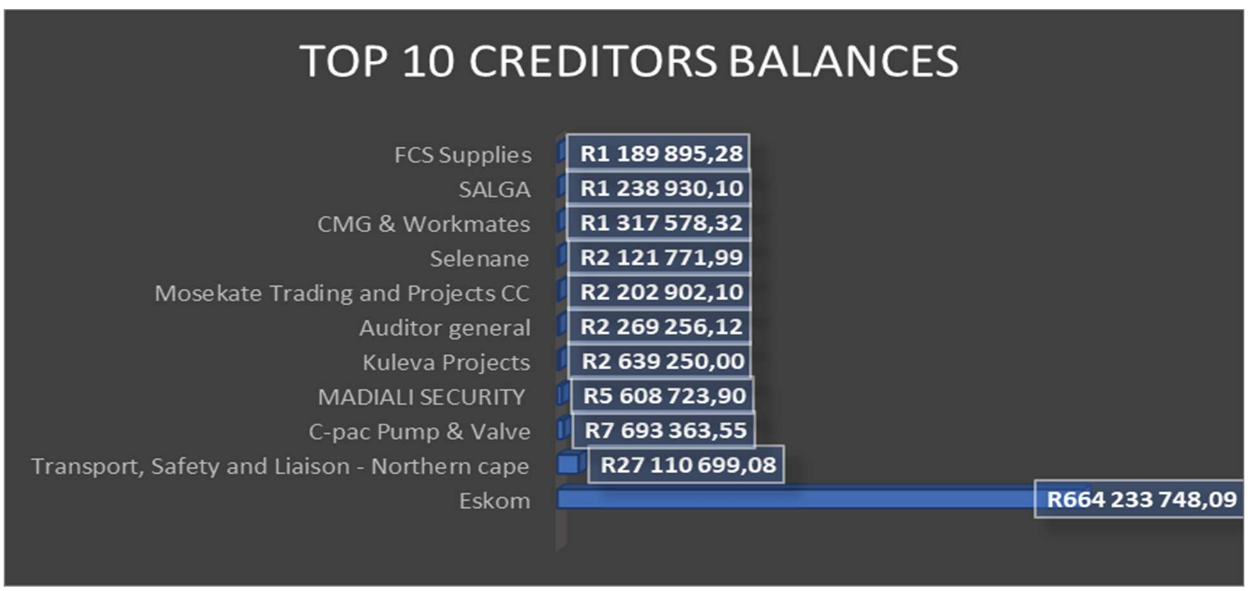
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 664 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 ten creditors amount to **R717 Million.**

Top 10 Creditors

Top 10 Creditors - January 2025	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 20 051 480,31	R 19 197 491,31	R 19 015 877,33	R 18 437 731,75	R 16 987 913,98	R 570 543 253,41	R 664 233 748,09
Transport, Safety and Liaison - Northern cape	R -	R 168 355,83	R 473 447,39	R 355 468,29	R 295 811,52	R 25 817 616,05	R 27 110 699,08
C-pac Pump & Valve	R -	R 289 800,00	R 3 630 135,25	R 3 773 428,30	R -	R -	R 7 693 363,55
MADIALI SECURITY	R 2 804 361,95	R 2 804 361,95	R -	R -	R -	R -	R 5 608 723,90
Kuleva Projects	R 2 639 250,00	R -	R -	R -	R -	R -	R 2 639 250,00
Auditor general	R 62 815,87	R -	R 2 189 286,74	R 17 153,51	R -	R -	R 2 269 256,12
Mosekate Trading and Projects CC	R 567 587,79	R 463 806,04	R -	R -	R -	R 1 171 508,27	R 2 202 902,10
Selenane	R 2 121 771,99						R 2 121 771,99
CMG & Workmates	R 1 317 578,32	R -	R -	R -	R -	R -	R 1 317 578,32
SALGA	R -	R -	R -	R -	R -	R 1 238 930,10	R 1 238 930,10
FCS Supplies	R 1 189 895,28	R -	R -	R -	R -	R -	R 1 189 895,28
TOTAL CREDITORS							R 717 626 118,53



2.3 Bank balance and Investment Portfolio

Bank balance as at 31 January 2025

	R
Call accounts:	
62334040748 Call Deposit -	72.51
62380675193 Call Deposit -	2 101 707.02
71020950327 Fixed Deposit -	86 823.11
Cheque Accounts:	
53668006069 Cheque Account -	8 369 214.95
Total	**R10 557 817.59**

The bank balance of the municipality was R10.5 million as at 31 January 2025 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 31 January 2025 amounts to **R47.2 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

Grant register
July 2024- January 2024

	Grants	Unspent grant - PY 2023/2024	Roll over of Grants (approved/ denied)	Stopping of funds/Withheld	Total roll over approved	Amount as per DoRA OR Provisional Gazatte 2024/25 OR Adjusted DoRA	Adjusted DORA allocation	Amount Received to Date	Bank Statement	Trace to GL (income) - 2024/25	Outstanding Recepits -2024/25	Amount spent July 2024- January 2024	Unspent as at October 2024
1	Equitable share					66 070 000,00		27 529 000,00	✔	✔	38 541 000,00		
						66 070 000,00	-	**27 529 000,00**	-				
Conditional Grants													
1	FMG					2 000 000,00		2 000 000,00	✔	✔	-	**417 943,13**	1 582 056,87
2	EPWP					1 217 000,00		852 000,00	✔	✔	365 000,00	548 321,33	303 678,67
3	MIG	6 383 326,27	Denied			23 149 000,00		2 557 000,00	✔	✔	20 592 000,00	-	2 557 000,00
4	EEDSM	4 000 000,00	Denied			-			✔	✔	-	-	-
5	INEP					4 825 000,00		1 500 000,00	✔	✔	3 325 000,00	1 123 751,02	376 248,98
6	WSIG	1 438 207,15	Approved		1 438 207,15	15 000 000,00		12 000 000,00	✔	✔	3 000 000,00	9 457 379,09	2 542 620,92
7	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**	**11 547 394,56**	**7 361 605,44**

According to the manual grant register, the total year-to-date expenditure on the grants amounts to ***R11 547 394.56*** 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 - M07 January

Summary of Employee and Councillor remuneration R thousands	Ref	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		–	2 506	–	210	1 472	1 462	10	1%	2 506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	642	–	54	363	375	(12)	-3%	642
Cellphone Allowance		–	740	–	59	411	431	(20)	-5%	740
Housing Allowances								–		
Other benefits and allowances		–	2 943	–	247	1 678	1 717	(38)	-2%	2 943
Sub Total - Councillors		–	6 831	–	570	3 925	3 985	(60)	-2%	6 831
% increase	4		#DIV/0!							#DIV/0!
Senior Managers of the Municipality	3									
Basic Salaries and Wages		–	4 565	–	235	1 545	2 663	(1 118)	-42%	4 565
Pension and UIF Contributions		–	10	–	1	4	6	(2)	-36%	10
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		–	8	–	–	57	4	53	1180%	8
Motor Vehicle Allowance		–	1 296	–	144	802	756	46	6%	1 296
Cellphone Allowance		–	127	–	8	43	74	(31)	-42%	127
Housing Allowances								–		
Other benefits and allowances		–	1	–	0	0	0	(0)	-33%	1
Payments in lieu of leave		–	1 642	–	–	616	958	(341)	-36%	1 642
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	11	(11)	-100%	19
In kind benefits								–		
Sub Total - Senior Managers of Municipality		–	7 667	–	388	3 067	4 472	(1 405)	-31%	7 667
% increase	4		#DIV/0!							#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages		–	170 960	–	12 161	84 964	99 727	(14 763)	-15%	170 960
Pension and UIF Contributions		–	27 424	–	1 977	13 871	15 997	(2 126)	-13%	27 424
Medical Aid Contributions		–	19 492	–	1 422	9 443	11 370	(1 927)	-17%	19 492
Overtime		–	20 448	–	1 749	12 558	11 928	629	5%	20 448
Performance Bonus		–	13 393	–	–	11 124	7 812	3 312	42%	13 393
Motor Vehicle Allowance		–	9 209	–	728	4 947	5 372	(425)	-8%	9 209
Cellphone Allowance		–	783	–	64	451	457	(6)	-1%	783
Housing Allowances		–	2 124	–	180	1 282	1 239	43	3%	2 124
Other benefits and allowances		–	4 318	–	384	2 334	2 519	(185)	-7%	4 318
Payments in lieu of leave								–		
Long service awards		–	1 088	–	429	974	635	339	53%	1 088
Post-retirement benefit obligations	2	–	1 071	–	6	45	625	(580)	-93%	1 071
Entertainment		–	102	–	8	60	59	1	1%	102
Scarcity								–		
Acting and post related allowance		–	4 130	–	628	3 758	2 409	1 348	56%	4 130
In kind benefits								–		
Sub Total - Other Municipal Staff		–	274 542	–	19 737	145 810	160 150	(14 340)	-9%	274 542
% increase	4		#DIV/0!							#DIV/0!
Total Parent Municipality		–	289 040	–	20 695	152 802	168 607	(15 805)	-9%	289 040
TOTAL SALARY, ALLOWANCES & BENEFITS		–	289 040	–	20 695	152 802	168 607	(15 805)	-9%	289 040
% increase	4		#DIV/0!							#DIV/0!
TOTAL MANAGERS AND STAFF		–	282 209	–	20 125	148 877	164 622	(15 745)	-10%	282 209

Year-to-date Employee and remuneration related expenditure for the year as at end of January 2025 amounted to **R152 million**. Municipal staff employees are the main contributor at **95.5** followed by Councilors at **2.5** then senior managers at **2.2%**

2.6 Capital Programme Performance

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

NC453 Gamagara - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

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		–	17 923	–	154	4 161	10 455	6 294	60,2%	17 923
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads								–		
Road Structures								–		
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 625	–	(397)	977	5 031	4 054	80,6%	8 625
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		–	8 625	–	(397)	977	5 031	4 054	80,6%	8 625
Capital Spares								–		
Water Supply Infrastructure		–	9 298	–	551	3 184	5 424	2 240	41,3%	9 298
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	3 900	–	–	2 632	2 275	(357)	-15,7%	3 900
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	5 398	–	551	551	3 149	2 597	82,5%	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		–	–	–	–	–	–	–		–

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 31 January 2025

Community Assets		**–**	**10 000**	**–**	**–**	**662**	**5 833**	**5 171**	**88,7%**	**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	5 833	5 171	**88,7%**	10 000
Indoor Facilities								–		
Outdoor Facilities		–	10 000	–	–	662	5 833	5 171	88,7%	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		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Computer Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment		**–**	**80**	**–**	**–**	**–**	**47**	**47**	100,0%	**80**
Furniture and Office Equipment		–	80	–	–	–	47	47	100,0%	80
Machinery and Equipment		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		**–**	**16 000**	**–**	**–**	**8 396**	**9 333**	**937**	10,0%	**16 000**
Transport Assets		–	16 000	–	–	8 396	9 333	937	10,0%	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	**–**	**44 003**	**–**	**154**	**13 219**	**25 668**	**12 449**	**48,5%**	**44 003**

Expenditure on repairs and maintenance

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**–**	**41 500**	**–**	**5 627**	**17 859**	**24 208**	6 349	**26,2%**	**41 500**
Roads Infrastructure		–	2 200	–	42	420	1 283	863	**67,3%**	2 200
Roads								–		
Road Structures								–		
Road Furniture		–	1 700	–	42	420	992	572	**57,7%**	1 700
Capital Spares		–	500	–	–	–	292	292	**100,0%**	500
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	6 700	–	223	1 365	3 908	2 543	**65,1%**	6 700
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks		–	2 300	–	–	850	1 342	491	**36,6%**	2 300
LV Networks		–	4 100	–	–	266	2 392	2 126	**88,9%**	4 100
Capital Spares		–	300	–	223	249	175	(74)	**-42,3%**	300
Water Supply Infrastructure		–	23 500	–	3 103	8 920	13 708	4 788	**34,9%**	23 500
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	20 300	–	2 511	7 641	11 842	4 200	**35,5%**	20 300
Distribution Points								–		
PRV Stations								–		
Capital Spares		–	3 200	–	592	1 279	1 867	588	**31,5%**	3 200
Sanitation Infrastructure		–	9 100	–	2 259	7 154	5 308	(1 846)	**-34,8%**	9 100
Pump Station								–		
Reticulation		–	6 200	–	1 802	2 375	3 617	1 241	**34,3%**	6 200
Waste Water Treatment Works		–	1 650	–	415	4 216	963	(3 254)	**-338,1%**	1 650
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		–	1 250	–	42	562	729	167	**22,9%**	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		–	755	–	–	47	440	394	89,4%	755
Community Facilities		–	755	–	–	47	440	394	89,4%	755
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria		–	200	–	–	–	117	117	100,0%	200
Police								–		
Purls		–	150	–	–	17	88	70	80,2%	150
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares		–	405	–	–	29	236	207	87,6%	405
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities								–		
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		–	585	–	39	39	341	302	88,6%	585
Operational Buildings		–	585	–	39	39	341	302	88,6%	585
Municipal Offices		–	585	–	39	39	341	302	88,6%	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		–	13 015	–	385	4 063	7 592	3 529	46,5%	13 015
Servitudes								–		
Licences and Rights		–	13 015	–	385	4 063	7 592	3 529	46,5%	13 015
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	13 015	–	385	4 063	7 592	3 529	46,5%	13 015
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	4	5	–	(5)	#DIV/0!	–
Computer Equipment		–	–	–	4	5	–	(5)	#DIV/0!	–
Furniture and Office Equipment		–	175	–	–	1	102	101	98,9%	175
Furniture and Office Equipment		–	175	–	–	1	102	101	98,9%	175
Machinery and Equipment		–	200	–	2	26	117	91	78,1%	200
Machinery and Equipment		–	200	–	2	26	117	91	78,1%	200
Transport Assets		–	3 880	–	212	1 235	2 263	1 029	45,5%	3 880
Transport Assets		–	3 880	–	212	1 235	2 263	1 029	45,5%	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	–	60 110	–	6 269	23 274	35 064	11 790	33,6%	60 110

There Year-to-date actual spent on repairs and maintenance expenditure is **R23 million** or **66%** of the Yea-to-date budgeted amount of **R35 million.**

Depreciation by Asset class

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		–	**39 246**	–	**3 336**	**22 566**	**22 894**	328	**1,4%**	**39 246**
Roads Infrastructure		–	10 769	–	920	6 198	6 282	84	**1,3%**	10 769
Roads		–	–	–	–	–	–	–		–
Road Structures		–	10 769	–	920	6 198	6 282	84	**1,3%**	10 769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	8 146	–	701	4 608	4 752	144	**3,0%**	8 146
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	34	–	–	–	20	20	**100,0%**	34
MV Switching Stations								–		
MV Networks		–	34	–	–	–	20	20	**100,0%**	34
LV Networks		–	8 079	–	701	4 608	4 712	104	**2,2%**	8 079
Capital Spares								–		
Water Supply Infrastructure		–	11 582	–	985	6 659	6 756	97	**1,4%**	11 582
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	153	–	–	–	89	89	**100,0%**	153
Pump Stations		–	8	–	–	–	5	5	**100,0%**	8
Water Treatment Works								–		
Bulk Mains								–		
Distribution		–	11 422	–	985	6 659	6 663	4	**0,1%**	11 422
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	8 749	–	730	5 100	5 103	3	**0,1%**	8 749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	8 749	–	730	5 100	5 103	3	**0,1%**	8 749
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		–	4 365	–	354	2 596	2 546	(50)	-1,9%	4 365
Community Facilities		–	4 365	–	354	2 596	2 546	(50)	-1,9%	4 365
Halls		–	4 365	–	354	2 596	2 546	(50)	-1,9%	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		–	5 553	–	521	2 945	3 239	294	9,1%	5 553
Operational Buildings		–	5 553	–	521	2 945	3 239	294	9,1%	5 553
Municipal Offices		–	5 553	–	521	2 945	3 239	294	9,1%	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		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	–	–	–	–	–	–		–
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	1 122	–	96	643	655	12	1,8%	1 122
Computer Equipment		–	1 122	–	96	643	655	12	1,8%	1 122
Furniture and Office Equipment		–	1 382	–	143	666	806	140	17,4%	1 382
Furniture and Office Equipment		–	1 382	–	143	666	806	140	17,4%	1 382
Machinery and Equipment		–	1 338	–	143	626	781	155	19,9%	1 338
Machinery and Equipment		–	1 338	–	143	626	781	155	19,9%	1 338
Transport Assets		–	2 148	–	154	1 380	1 253	(127)	-10,1%	2 148
Transport Assets		–	2 148	–	154	1 380	1 253	(127)	-10,1%	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	–	55 155	–	4 747	31 420	32 174	753	2,3%	55 155

Depreciation for the month of January was recognized and it amounted to **R4.7 million** with a year to date actual depreciation of **R31 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 - M07

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 upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		**–**	**46 459**	**–**	**2 060**	**9 516**	**27 101**	17 585	**64,9%**	**46 459**
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	1 500	–	–	–	875	875	**100,0%**	1 500
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations								–		
MV Networks		–	–	–	–	–	–	–		–
LV Networks								–		
Capital Spares		–	1 500	–	–	–	875	875	**100,0%**	1 500
Water Supply Infrastructure		–	20 150	–	215	5 416	11 754	6 338	**53,9%**	20 150
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	–	–	–	–	–	–		–
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		–	15 000	–	215	5 416	8 750	3 334	**38,1%**	15 000
Distribution		–	5 150	–	–	–	3 004	3 004	**100,0%**	5 150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		–	24 809	–	1 845	4 100	14 472	10 372	**71,7%**	24 809
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		–	24 809	–	1 845	4 100	14 472	10 372	**71,7%**	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		–	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers		–	–	–	–	–	–	–		–
Capital Spares								–		

Community Assets		–	410	–	–	–	239	239	100,0%	410
Community Facilities		–	410	–	–	–	239	239	100,0%	410
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	–	–	–	239	239	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		–	–	–	–	–	–	–		–
Operational Buildings		–	–	–	–	–	–	–		–
Municipal Offices		–	–	–	–	–	–	–		–
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications								–		
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	–	–	–	–		–
Computer Equipment								–		
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment								–		
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	–	46 869	–	2 060	9 516	27 340	17 824	65,2%	46 869

year-to-date expenditure of **R10.5 million** (YTD) was incurred for the upgrading of existing assets for the month of January 2025

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

16.1 MFMA Circular 124 – Municipality Compliance Self-Assessment

Annexure A2

Annexure A2 - Monthly

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

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

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

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

Notes/Comments

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition				Notes/Comments
	6,3 + 6,12	**Maintaining the Eskom and bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption):		
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- refer condition 6.12 .2*	Yes	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	Attached please find POP
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)***	2025/26 Adopted MTREF	
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No	
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		Note *- For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*		
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		Note *- If the municipalty merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*		
11	6.4.2	- ***If the municipality's MTREF is not funded*** , has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
		Note *- if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*		
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework*** , does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note*** *- only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a	
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes	
14	6,5	**Cost reflective tariffs –** (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	

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

The Municipality achieved a compliance status **of 88%** for the Month of January, for December, the Municipality had **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			Part D: Electricity and water as collection tools			
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18
1.July	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes
2.August	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
3.September	Gamagara	NC453	Yes	Yes	Yes	No		No	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
4.October	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
5.November	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
6.December	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
7.January	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
8.February	Gamagara	NC453																		
9.March	Gamagara	NC453																		
10.April	Gamagara	NC453																		
11.May	Gamagara	NC453																		
12.June	Gamagara	NC453																		

	Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base			Part E: Oversight													Part F: Compliance Status		Month applicable
Month	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
2.August	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
3.September	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	80%	Non Compliance	Yes
4.October	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A				Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
5.November	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A					Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
6.December	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No				Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
7.January	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	88%	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 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 January. 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)

Complete This Section

Services	Electricity Supplier	Ward Name & Number	Billing ForDecember	Collection for December in January	Rand Value of Billing not collected	% Collection
			7.January			
Property Rates Tax	Mun Supplied	All Wards	14 670 781	(7 887 779)	22 558 560	-54%
Electricity			7 981 137	(11 553 097)	19 534 234	-145%
Water			3 995 672	(2 367 916)	6 363 588	-59%
Refuse			4 514 164	(1 307 211)	5 821 374	-29%
Waste Water			4 116 881	(1 181 785)	5 298 666	-29%
Interest			5 384 137	(343 681)	5 727 818	-6%

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipal Details

#N/A			
Code	District	Municipality	Period Monitored
		#N/A	

Collection Rate Assessment

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

Aggregate Collection	Summary - Quarter 2 Billing	Collection	R - Billing not collected	% Collection	Q2
1.Collection for whole demarcation	126 039 239	(66 281 953)	192 321 192	-53%	-53%
2.Collection excl Eskom supplied areas	126 039 239	(66 281 953)	192 321 192	-53%	-53%
3.Collection: **Property Rates**	44 018 982	(20 824 709)	64 843 691	-47%	-47%
4.Total average collection: **Electricity** (Municipal supplied areas)	26 736 864	(29 842 074)	56 578 938	-112%	-112%
5.Total average collection: **Water**	13 428 070	(6 837 608)	20 265 678	-51%	-51%
6.Total average collection: **Wastewater**	12 720 391	(3 783 345)	16 503 736	-30%	-30%
7.Total average collection: **Refuse**	13 427 059	(3 808 208)	17 235 267	-28%	-28%
8.Total average collection: **Interest**	15 707 873	(1 186 009)	16 893 881	-8%	-8%

Aggregate Collection	Summary - Quarter 3 Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	84 304 684	(24 641 469)	108 946 153	-29%	-29%
2.Collection excl Eskom supplied areas	84 304 684	(24 641 469)	108 946 153	-29%	-29%
3.Collection: **Property Rates**	29 341 561	(7 887 779)	37 229 340	-27%	-27%
4.Total average collection: **Electricity** (Municipal supplied areas)	18 742 439	(11 553 097)	30 295 536	-62%	-62%
5.Total average collection: **Water**	8 236 243	(2 367 916)	10 604 159	-29%	-29%
6.Total average collection: **Wastewater**	8 282 235	(1 181 785)	9 464 020	-14%	-14%
7.Total average collection: **Refuse**	9 023 860	(1 307 211)	10 331 070	-14%	-14%
8.Total average collection: **Interest**	10 678 345	(343 681)	11 022 026	-3%	-3%

Reporting on Progress on the Funding Plan

- The Municipality is carrying out deliverables and milestones in order to address the unfunded budget position. Progress on the funding plan implementation for January 2025, is being uploaded on the GO- MUNI Portal.

BUDGET PLAN TO TURN UNFUNDED BUDGET TO BE FUNDED.

2024/25

PRIORITY AREA	FOCUS AREA	KEY DELIVERABLE OBJECTIVES	ACTIVITIES	RESPONSIBLE DEPARTMENT/ OFFICIAL	TIME FRAME		OUTCOME	STATUS JANUARY ACHIEVED/NOT ACHIEVED
	Water & Electricity	Perform Meter Audits for detection and reduction of meter tampering Replacement of faulty meters Reduce water leakages Accurate meter readings Meter audits Strengthen security on water and electrical infrastructure Increase frequency of meter readings	1. Acquire a customised system to monitor water consumption and sales to identify tampering (incorporate use of technology, user departments) 2. Include meter verification as part of meter reading contract, to be performed on a quarterly basis and ensure integration of meter verification information on the financial system. Conduct meter auditing bi-annually by EPWP (discuss when PWBS is present, to include meter audit/verification on the business plan). 3. Issue fines for tampering with meters by customers and identify consumers who have not come in to make arrangements once their electricity has been cut-off. Inclusion of fines on financial system when incurred, technical to provide fine schedule (register) on a monthly basis. 4. Tampering/ Bypassing of meters to be identified by Technical unit and information to be provided to the Legal unit to open police case against consumers who tamper with the meters. 5. Improve on turnaround time that it takes to fix leaks and replacement of faulty meters.	1. Mr. S Letshabo 2. Mr. G Kannemeyer & Mr. P Kekana & Mr. Letshabo 3. Mr. Estavao, Mr. Kekana, Mr. Letshabo & Ms. Taljaard 4. Mr. Ositang & Mr. Letebele	1. July 2023 2. June 2024 3. As and when 4. As and when		1. Identify, track, monitor and mitigate water & electricity consumption in order to reduce distribution losses which will increase revenue 2. Ensure accuracy and completeness of revenue 3 & 4. Deter consumers from tampering/bypassing meters and reduce revenue/distribution losses	1. Water & Electricity meters: 1732 audits were conducted in Kathu, Dibeng & Olifantshoek at the end of December 2024 as part of verification process. During this audit process, a significant number of illegal connections and dysfunctional water meters were identified mostly in Dibeng and Olifantshoek areas. 2. A number of dysfuctional water meters in Dibeng were replaced and this work will continue as more budget becomes available. (Revenue department) 1. Umfa is appointed to investigate , repair and replace faulty meters . We expect the report from UMFA on the 28 February 2025. Equalizer prepaid vending is also appointed and will assist in data cleansing by mapping prepaid and convention meters to the valuation roll to investigate what is happening on the ground. 2.Umfa is appointed to investigate , repair and replace faulty meters . We expect the report from UMFA on the 28 February 2025. Equalizer prepaid vending is also appointed and will assist in data cleansing by mapping prepaid and convention meters to the valuation roll to investigate what is happening on the ground 3. Meeting will be arranged with Phoenix to discuss the creation of line item for fines.
		Ensure incremental increase in cash flow as follows: Year 1- Reduce water losses and increase pre-paid billing figures. Year 2- Increase collection efforts of outstanding business and residential debtors. Year 3 - Limit costs through managing overtime and consultants costs	1. Monthly monitor and analyse pre-paid data and water losses data. Spot checks to identify bypassed meters. 2. Obtain and analyse the debtors ageing and payment trends on a monthly basis, reporting payments per ward. 3. Monitor cash flow projections. 4. Review indigents register and remove customers who do not qualify as indigents.	Municipal Manager/All HOD`s	01-Jul-23	30-Jun-24	Funded Budget with postive cash flows.	1. Not done 2. Debtors ageing is analysed especially when we perform the cut-offs and collection rate per ward cannot be done as the system is not set up per ward 3.Cashflow analysis is 50% done 4. 4.1 Indigent register for 2024/2025 was compared to physical documets 4.2 Completeness of applications were investigated and we found some missing documents and its still under review. Some applicants with more than one stand were registered as indigents and we verified ownership on TGIS and those of more that one stand arr
	Property Rates	Reconcile General valuation roll and supplementary valuation rolls to the system valuation roll	Obtain deeds data from Registrar of deeds for all approved land parcels and reconcile to the General valuation roll and the system valuation roll	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		The meeting will be held on the 10th of February 2025, to discuss the issue of deeds dump that was suppose to be reconciled with the valuation roll. It iwill be expensive for the municipality to get deeds information.
			Reconcile the values of properties in the system to supplementary valuation rolls and ensure they are aligned to enable correct application of tarrifs on correct values	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		The values on the supplementary and General Valuation balances with the system valuatio roll and the categories are also balancing. The tariffs as appproved by Council are also correct on the billing system, the investigation is still on tariffs codes to check if the are linke to the correct categories.
		Zoning or category changes	List of zoning/category change to be provided to the Revenue unit by the Development & Town Planning Department (Ms. Rapelang), to ensure that the correct tariffs are charged to properties.	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		(Revenue department)The email was sent on the 06th February 2025 to remind Developme and Town planning. All list of zoning/category for Kathu, Mapoteng, Dibeng and Olifantshoek was submitted to th CFO.
		Customer query resolution	Queries received from customers to be reviewed and resolved in collaboration with the valuers	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		All queries were dealt with in collaboration with valuers , only three(3) properties their value were captured incorrectly. The customers indicated that they came to object and were told n to. Finance Department will write an item to Council to write off .
		Consumer awareness on payment/purchase of municipal services	1.Create awareness amongst customer about various options for water and electricity sales	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		
		Disconnect non-paying customers	Disconnect electricity services on all non paying customers for all other services	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		Not achieved , the credit control section were only focusing on top 300.. The Senior Manage had a meeting with credit control and showed them how to run the full report on the system enable them to disconnect all the accounts and thereafter will monitor the disconnection lis to focus on consumres who did not reconnect the services. The list will be given to technica department to verify if the properties are still disconnected
	Town Planning	Land use contravention	Consolidation of fines with consumer accounts	Finance	01-Jul-23	Ongoing		(Revenue department) Meeting will be arranged with Phoenix to discuss the creation of line item for fines. Report of contraventions fine pending payment was submitted to finance comprising of Ten (10) fines outstanding payment.
	Gazetting of By-Laws	Enforcement of bylaws	Appointment of peace officers, to enforce the bylaws of the municipality	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		The By-Law Public Participation took place, awaiting gazetting. Peace Officers can only be appointed to enforce approved by laws
	Leasing of municipal properties & facilites	Appoint rental agents to manage property on behalf of the municipality as this is a specialised area	Go on tender to obtain the services of Real estate agents to manage the rental of municipal property and facilities	Corporate services	01-Jul-23	Ongoing		ERA Property Agent company has been appointed to assist the municipality with the rental of municipal facilities on an adhoc basis until the tender processes are completed
		Revenue optimisation	Corporate Services (Mr. Phuti/Mr. Mphatoe) to draft a plan on how to optimise revenue from rental of facilities and mitigate political interference on the rental of these facilities.	Corporate services	01-Jul-23	Ongoing		A draft facility management policy is developed and will be presented for consultation during the the policy workshop
		Review of lease agreements	Lease agreements to be reviewed by the MM's office (Mr. Seothemi/ Letebele) to ensure that update agreements are set up for the rental of tower space and house rentals. The updates should include rental charges and new escalation clause. This further needs to be communicated with the Revenue unit (Ms. Taljaard) to ensure accurate billing of rentals.	Corporate services	01-Jul-23	Ongoing		The Lease agreements were reviewed by the municipality legal firm Peyper Attorney in the last financial
		Signed lease agreements	Fully signed rental agreements (by all parties) should be submitted to the Records unit (Ms. Ras) for agreements to be filed	Corporate services	01-Jul-23	Ongoing		Three new rental agreement were signed this financial year
	Obsolete Assets	Disposal of obsolete assets	Identify and dispose obsolete assets as these cost the municipality to repair and maintain as well as the insurance cost involved	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		In progress, awaiting council approval of the write-offs.

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	Select Current Financial Year			Select Year Monitored											
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11	M12
Indigent Household service targets	1																
***Water*: (*Include All Indigent households also in Eskom supplied areas*)**																	
Indigent HH's with piped water inside dwelling		754 560	754 560	754 560													
Indigent HH's with piped water inside yard (but not in dwelling)																	
Indigent HH's using public tap (at least min.service level)	2																
Indigent HH's with other water supply (at least min.service level)	4																
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		**754 560**	**754 560**	**754 560**	–	–	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's using public tap (< min.service level)	3																
Indigent HH's with other water supply (< min.service level)	4					543	1 223	1 689	1 741	1 818	1 840	1 840					
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**	**1 818**	**1 840**	**1 840**	–	–	–	–	–
Total number of registered indigent households	5	**754 560**	**754 560**	**754 560**	–	**543**	**1 223**	**1 689**	**1 741**	**1 818**	**1 840**	**1 840**	–	–	–	–	–
Status of Water meters :																	
Number of Indigent HH's with prepaid Water																	
Number of Indigent HH's with conventional metered Water																	
Number of Indigent HH's NOT metered currently - Water																	
Number of Indigent HH's with NO Water supply - No metering		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	10	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Status of unlimited supply of Water :																	
Number of Indigent HH's with conventional metered Water - where the municipality is *NOT physcally restricting Water to the national free basic limit of 6 kilolitres per \household per month*																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's **billed for consumption above the 6 kilolitres**	11																
***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	1 818	1 840	1 840					
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**	**1 818**	**1 840**	**1 840**	–	–	–	–	–
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**	**1 818**	**1 840**	**1 840**	–	–	–	–	–
Status of Electricity meters :																	
Number of Indigent HH's with prepaid Electricity						543	1 223	1 689	1 741	1 818	1 840	1 840					
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**	**1 818**	**1 840**	**1 840**	–	–	–	–	–
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	1 818	1 840	1 840					
Electricity/other energy (50kwh per household per month)						543	1 223	1 689	1 741	1 818	1 840	1 840					
Cost of Free Basic Services provided to ALL Househols in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Total cost of FBS Water and Electricity provided to ALL Households	8	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)						15 000	15 000	15 000	15 000	15 000	15 000	15 000					
Water (kilolitres per household per month)						6	6	6	6	6	6	6					
Sanitation (kilolitres per household per month)						6	6	6	6	6	6	6					
Sanitation (Rand per household per month)						343	343	343	343	343	343	343					
Electricity (kwh per household per month)						50	50	50	50	50	50	50					
Refuse (average litres per week)						1	1	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	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	265	265					
Sanitation **(in excess of free sanitation service to indigent households)**	16					343	343	343	343	343	343	343					
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**						96	96	96	96	96	96	96					
Refuse **(in excess of one removal a week for indigent households)**						343	343	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**	**16 047**	**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	2025-02-02
TAX INVOICE NO	929238475199
ACCOUNT MONTH	JANUARY 2025
CURRENT DUE DATE	2025-03-04
VAT REG NO	4040120927

CUSTOMER SELF SERVICE WEBSITE
Provincial email listed below

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

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

TAX INVOICE

E-MAIL: creditors@gamagara.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	16,864.62
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	63,149.59
ANCILLARY SERVICE (ALL)		R	66,598.64
ENERGY CHARGE (PEAK)	1,341,640.00	R	2,759,082.66
ENERGY CHARGE (STD)	3,201,686.00	R	4,531,026.03
ENERGY CHARGE (OFF)	3,781,502.00	R	3,394,654.34
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,304,500.86
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	1,008,910.50
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	**14,785,429.16**

ACCOUNT SUMMARY FOR JANUARY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-02-01)	R	653,859,088.70
PAYMENT(S) RECEIVED	ACB Payment - 2025-01-17	R	-4,838,410.71
PAYMENT(S) RECEIVED	ACB Payment - 2025-01-31	R	-4,838,410.71
TOTAL CHARGES FOR BILLING PERIOD		R	14,785,429.16
ADJUSTMENTS	(Summary - See attachment for details)	R	3,048,236.78
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	2,217,814.37

CURRENT	TOTAL DUE	R	664,233,747.59
20,051,480.31			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
605,968,898.64	19,015,877.33	19,197,491.31	0.00

Total outstanding debt must be settled immediately, subject to disconnection without further notice

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

unipay 7100 1929 6092 9825

27215700 1929609298 27

>>>>>>> 9207 2929 6092 9820

PayIT

easypay

TOTAL AMOUNT DUE
664,233,747.59

To date the Municipality owes ESKOM a total of **R664 233 747.59**

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 January 2025.

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 January 2025 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 **31 January 2025** 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.
8. All Sub-Module transactions need to be captured in the GL prior to closing off the financial Month.

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 January 2025 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 14/02/2025