GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

FEBRUARY 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 28 FEBRUARY 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

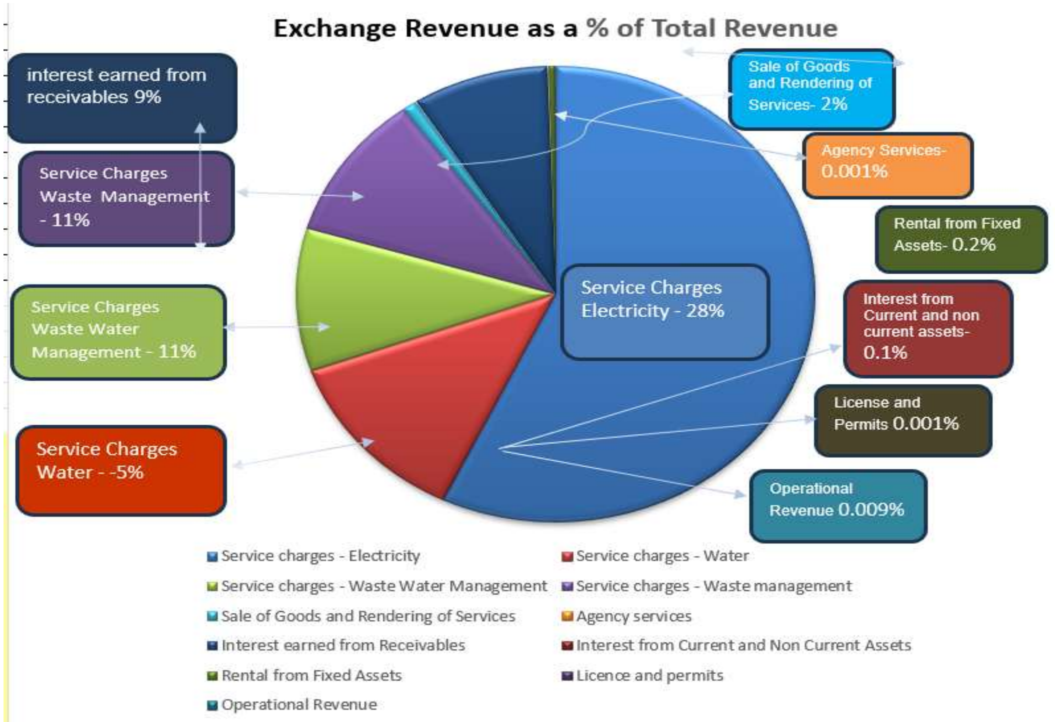
The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 28 February 2025, a total of **R451 million** or **58%** of the total budget has been recognized. This translates to **87%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R67 million** or **12%**. R35 million was billed for February 2025. The highest contributor to the municipality's revenue is Property Rates at **R12 million** followed by electricity revenue at **R9 Million**. 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 February equate **R15.8 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R255 Million** and **R280 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		216 902	250 960	250 960	9 766	153 888	167 307	(13 419)	-8%	250 960
Service charges - Water		53 389	68 717	68 717	(1 727)	36 495	45 811	(9 317)	-20%	68 717
Service charges - Waste Water Management		37 731	52 124	52 124	3 986	32 574	34 749	(2 175)	-6%	52 124
Service charges - Waste management		42 025	43 001	49 335	3 795	32 515	32 890	(375)	-1%	49 335
Sale of Goods and Rendering of Services		(585)	7 798	7 746	596	3 418	5 146	(1 728)	-34%	7 746
Agency services		547	594	470	31	288	313	(25)	-8%	470
Interest								–	0%	
Interest earned from Receivables		41 548	36 115	37 202	3 240	25 128	24 802	326	1%	37 202
Interest from Current and Non Current Assets		604	627	517	32	331	345	(13)	-4%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2 075	2 003	2 108	168	1 373	1 405	(32)	-2%	2 108
Licence and permits		30	33	60	2	18	40	(22)	-56%	60
Operational Revenue		2 597	21 479	21 356	50	250	14 237	(13 987)	-98%	21 356
Non-Exchange Revenue								–	0%	
Property rates		154 195	177 554	177 554	12 997	108 291	118 369	(10 078)	-9%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1 384	699	890	77	469	593	(124)	-21%	890
Licence and permits		1 703	1 814	1 518	124	969	1 012	(43)	-4%	1 518
Transfers and subsidies - Operational		104 060	70 797	70 797	–	39 933	47 198	(7 265)	-15%	70 797
Interest		14 611	18 163	21 973	1 869	14 739	14 649	91	1%	21 973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	63	326	320	5	2%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	14 221	–	–	9 480	(9 480)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**673 432**	**767 197**	**778 027**	**35 068**	**451 004**	**518 667**	**(67 663)**	-13%	**778 027**

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



EXCHANGE REVENUE

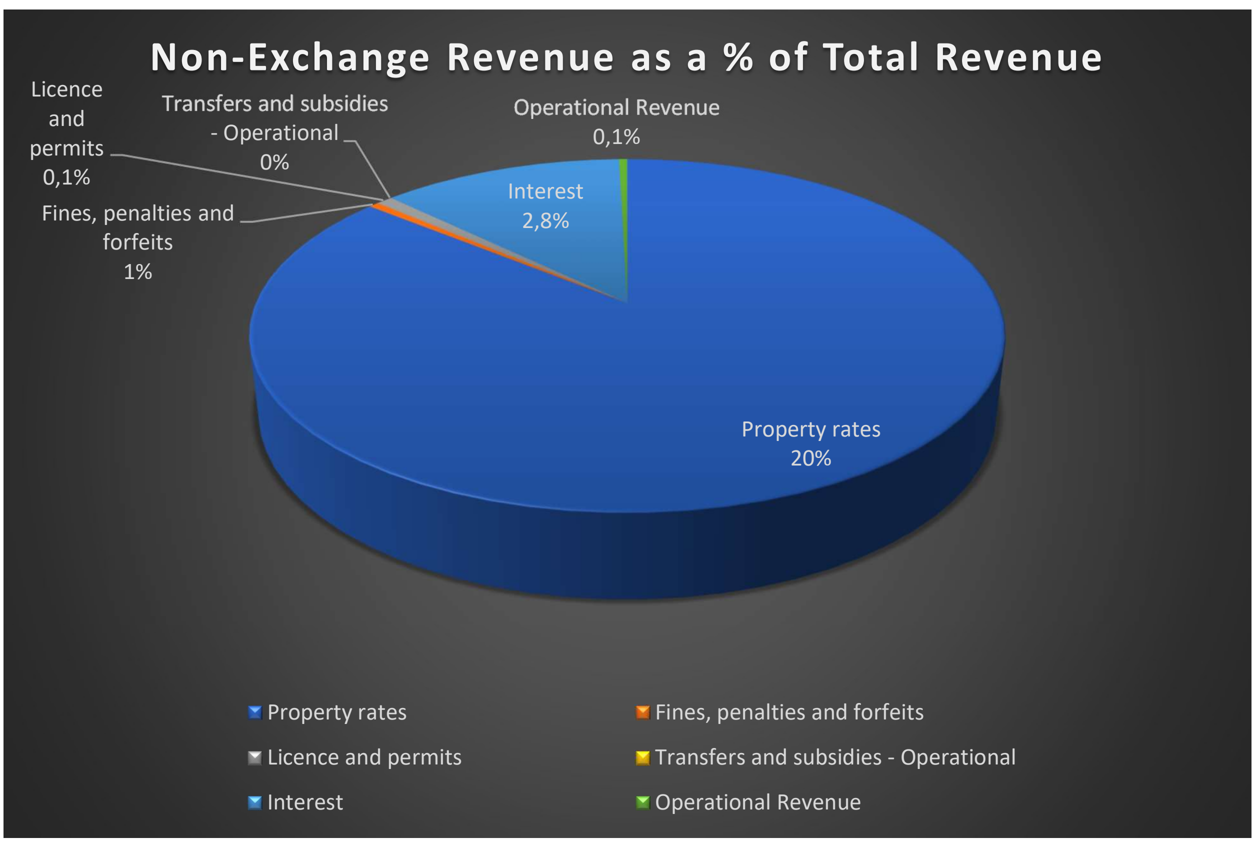
Exchange Revenue (Revenue by Source)	*Amount*	*% of Total Revenue*
Service charges - Electricity	9 765 934,06	27,8%
Service charges - Water	- 1 727 498,10	-4,9%
Service charges - Waste Water Management	3 985 742,72	11,4%
Service charges - Waste management	3 795 115,11	10,8%
Sale of Goods and Rendering of Services	595 979,56	1,7%
Agency services	30 549,54	0,1%
Interest earned from Receivables	3 240 018,33	9,2%
Interest from Current and Non Current Assets	32 450,34	0,1%
Rental from Fixed Assets	168 148,88	0,5%
Licence and permits	1 549,30	0,0%
Operational Revenue	49 603,34	0,1%

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

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

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

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	*AMOUNT*	*% of Total Revenue*
Property rates	R12 996 711,95	20,0%
Fines, penalties and forfeits	R77 201,13	0,1%
Licence and permits	R124 420,00	0,2%
Transfers and subsidies - Operational	R0,00	0,0%
Interest	R1 868 730,32	2,8%
Operational Revenue	R62 949,23	0,1%

The Municipality is still embarking on robust revenue collection. The Municipality is constantly updating its valuation roll to ensure that the latest property values are incorporated into the valuation roll. The collection rate is to be increased during the course of the quarter to ensure that the Municipality remains financially viable. Property rates constitute **20%** of total revenue billed for the Month of FEBRUARY.

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 **2.8%.**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

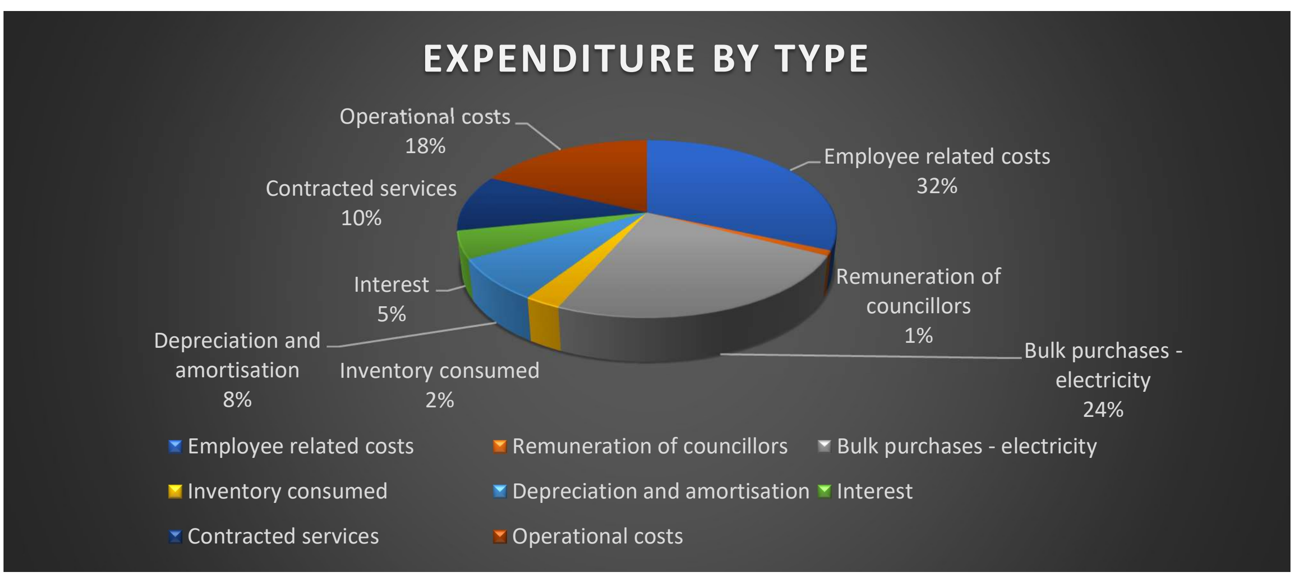
The total expenditure for the current year is **R 829 million**. To date, the total amount spent on the operating budget is **R431 million** or **51%** of the annual operating budget. Employee-related costs (including remuneration of Councilors) and operational cost expense are the main contributors 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) - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		242 467	282 209	268 165	19 703	168 580	178 777	(10 197)	-6%	268 165
Remuneration of councillors		6 957	6 831	6 831	570	4 494	4 554	(60)	-1%	6 831
Bulk purchases - electricity		173 543	191 095	191 095	14 785	118 986	127 397	(8 411)	-7%	191 095
Inventory consumed		20 045	24 362	19 905	1 635	11 885	13 237	(1 351)	-10%	19 905
Debt impairment		20 412	24 547	24 547	–	–	16 365	(16 365)	-100%	24 547
Depreciation and amortisation		63 344	55 155	53 873	4 747	36 168	35 915	252	1%	53 873
Interest		45 794	25 250	28 750	3 102	19 881	19 167	715	4%	28 750
Contracted services		96 504	103 400	87 563	6 416	52 913	56 888	(3 974)	-7%	87 563
Transfers and subsidies		43	500	151	–	16	101	(84)	-84%	151
Irrecoverable debts written off		11 438	23 890	27 298	–	18 771	18 199	572	3%	27 298
Operational costs		84 310	91 050	88 902	11 119	62 225	60 772	1 454	2%	88 902
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4 289)	1 678	1 678	–	–	1 119	(1 119)	-100%	1 678
Total Expenditure		**760 423**	**829 968**	**798 760**	**62 076**	**493 919**	**532 489**	**(38 570)**	-7%	**798 760**

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



Expenditure By Type	*Amount*	*% of Total Expenditure*
Employee related costs	19 702 541,91	32%
Remuneration of councillors	569 656,18	1%
Bulk purchases - electricity	14 785 429,16	24%
Inventory consumed	1 635 159,45	3%
Depreciation and amortisation	4 747 067,04	8%
Interest	3 101 682,73	5%
Contracted services	6 415 977,84	10%
Operational costs	11 118 625,24	18%
Total Expenditure	***62 076 139,55***	***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 ***R25 623 000***. Total outstanding allocations amount to **R17 351 000.**

See below tables for details.

CAPITAL EXPENDITURE BUDGET FEB					
DESCRIPTION	BUDGET	RECEIVED	SPENT	VARIANCE (UNSPENT)	% OF UNSPENT
Municipal Infrastructure grant	R23 149 000,00	R9 798 000,00	R5 474 776,68	**R4 323 223,32**	**56%**
Water Service Infrastructure Grant	R15 000 000,00	R12 000 000,00	R6 228 528,88	**R5 771 471,12**	**52%**
INEP	R4 825 000,00	R3 825 000,00	R3 697 818,66	**R127 181,34**	**97%**
TOTAL	**R42 974 000,00**	**R25 623 000,00**	**R15 401 124,22**	**R10 221 875,78**	**60%**

Capital Expenditure

The table below shows capital expenditure budget per capital grant source. To date the municipality has spent **56% or R4 323 223.32** on Municipal Infrastructure Grant (MIG).

Capital expenditure on Water Service Infrastructure (WSIG) and INEP are on ***52% and 97%*** respectively. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

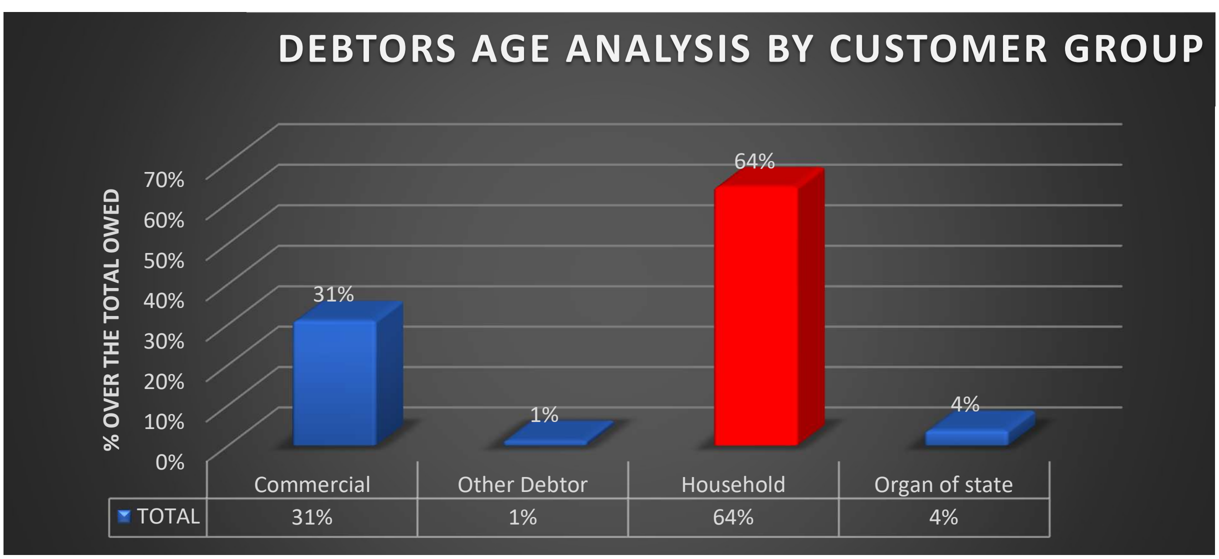
Debtors Ageing

The total receivables balance or debtors book as at the end of FEBRUARY 2025 amounts to **R603 million** with most of the debt being owed by households at **R389 million** or **64%** of the total Debtors. Organs of State and Commercial at **3.8%** and **31%** respectively. Other debtors only account for **1.2%** of the outstanding debt. Debtors balance decreased by **R18 Millions** in comparison with the previous Month (January – R621 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

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
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	3 805	2 129	1 612	1 593	2 858	1 481	8 020	49 664	71 163
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 537	5 757	3 229	3 592	2 841	2 544	20 016	85 655	135 171
Receivables from Non-exchange Transactions - Property Rates	1400	13 195	3 806	2 712	2 353	2 170	2 052	15 124	69 927	111 340
Receivables from Exchange Transactions - Waste Water Management	1500	4 447	2 309	2 096	1 896	1 983	1 728	10 262	31 126	55 849
Receivables from Exchange Transactions - Waste Management	1600	4 662	2 479	2 267	2 131	2 004	1 949	11 152	54 218	80 861
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99
Interest on Arrear Debtor Accounts	1810	5 948	5 231	5 095	4 917	4 734	4 628	30 445	107 492	168 489
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	(32 794)	1 073	776	548	449	487	6 225	4 127	(19 109)
Total By Income Source	**2000**	**10 800**	**22 784**	**17 786**	**17 030**	**17 039**	**14 870**	**101 245**	**402 308**	**603 863**
2023/24 - totals only										–
Debtors Age Analysis By Customer Group										
Organs of State	2200	466	632	569	598	612	558	8 568	11 950	23 953
Commercial	2300	9 707	5 967	5 111	4 968	6 137	4 653	25 338	128 544	190 424
Households	2400	9 239	15 339	11 496	11 061	9 930	9 246	61 585	261 494	389 390
Other	2500	(8 611)	847	610	403	359	413	5 754	321	96
Total By Customer Group	**2600**	**10 800**	**22 784**	**17 786**	**17 030**	**17 039**	**14 870**	**101 245**	**402 308**	**603 863**

The graph below shows outstanding debtors per category as a % of the total debtors FEBRUARY 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 Num	Surname	Initials	Residential Address 1	StrNo	Residentia	Residential Addre	Account No	Total
000100010	DE ALMEIDA	AJG	IAN FLEMMING ROAD	8A	KATHU	8587		3 682 810,01
000100010	TSHIMO GARDENS KWEKERY		HENDRIK VAN ECK	0	KATHU	1382	1000000218	3 266 650,90
000100010	SOUTH AFRICAN POST OFFICE		RIETBOK	2786	KATHU	1391	1000000004	1 188 876,46
000100010	SANDER GEOPHYSICS LTD		LUGHAWE	0	KATHU	956	1000000111	1 089 922,34
000100010	PROVINCIAL GOVERNMENT OF NC		BEN ALBERTS ROAD	169	KATHU	332	1000000017	905 120,71
000100010	CAMEL THORN CONSULTANCY		C O FRIKKIEMEYER HANSCOETZEE	1	KATHU	3518		684 714,87
000100099	MTN			0	KATHU	7584	1000000025	568 381,51
000100010	BLOEKOM TRUST		RIETBOK STREET	3583	KATHU	4176		422 810,86
000100010	GAMAGARA ONTWIKKELINGSFORUM		SESHENG - ERF	3648	KATHU	7743		415 237,96
000100010	MARKRAM	L	AKASIA FLAT	13	KATHU	3510		401 019,16
000100010	ROOIBAADJIE	KP	BERGDORING	57	KATHU	13784	1000000025	351 024,26
000100010	LATERNOS PIZZA		WINKEL	2	KATHU	1482		292 642,89
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	8	KATHU	3339	1000000100	271 101,26
000100010	MOTLHARO	MG	TWEEDE	18	KATHU	3335		264 739,72
000100010	TRACKSTAR TRADING 20 PTY LTD		FIRST ROAD	17	KATHU	3384	1000000100	263 668,78
000100010	AMBER SUNRISE PROPERTIES 57 PT		NONE	5180	KATHU	8809	6666666666	244 792,10
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	10	KATHU	3338	1000000100	244 678,01
000100010	BIZ AFRIKA 1150 PTY LTD		SONNEBLOM ROAD	2	KATHU	3153		243 652,21
000100010	DU TOIT ORFFER		WINDBUKSSLOT	8	KATHU	14239	1000000111	239 605,92
000100010	WATERKLOOF FAMILIE TRUST		MAUSERSLOT	15	KATHU	14412	1000000111	235 251,02
000100010	MARX	JM	NONE	5179	KATHU	8808		230 967,39
000100010	OOR	MF	SESHENG - ERF	4274	KATHU	8130	1000000182	228 799,39
000100010	NW BESIGHEIDS TRUST		TRITOLSLOT	2	KATHU	14583	1000000111	225 828,54
000100010	MOLOPO BUSDIENS CC		ASBES STREET	1380	KATHU	2663	1000000034	221 254,79
000100010	VAN DER HEEVER	NP & CM	SONOP CRESCENT	28	KATHU	14469		217 606,33
000100010	FLOORS	L	SONOP	13	KATHU	14466	1000000111	213 464,91
000100010	HEXAGORIAN 1055 PTY LTD		EERSTE	19	KATHU	3383	1000000111	212 431,15
000100010	SCHOEMAN	WL	KALAHARI SINGEL	72	KATHU	14276	1000000111	207 357,37
000100010	SAMBER TRADING NO15PTYLTD		ROOIGRASSLOT	5	KATHU	14399	1000000111	203 635,18
000100010	MARLIO BELEGGINGS 12PTYLTD		MAUSERSLOT	9	KATHU	14420	1000000111	203 296,40
000100010	SHUPING	M	SESHENG - ERF	3812	KATHU	7910	1000000182	201 875,04
000100010	KINGDOM COMMONWEALTH INVESTMEN		SONOP	9	KATHU	14464	1000000111	201 791,37
000100010	ROYAL SQUARE INVESTMENTS 347 C		JAKKALSVOEL	8	KATHU	14166		196 731,38
000100010	QAULITY AUTO TRADERS PTY LTD		RIETBOK	3591	KATHU	4183	1000000111	186 101,79
000100010	MONGOTLENG	HJ	DERDE	19	KATHU	3600	1000000182	184 944,36
000100010	WILTER PROPERTIES CC		POFADDERSLOT	11	KATHU	14330		182 878,31
000100010	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	13561	1000000164	179 263,59
000100010	VOS	GM	KATDORING	26	KATHU	4110	1000000112	178 448,14
000100010	KOEN	H	POFADDERSLOT	1	KATHU	14318	6666666666	177 298,44
000100010	NEL	HSM	AANDBLOM	13	KATHU	3141		177 254,62
000100010	RAUBEX HOUSING PTY LTD		RINKHALS	1	KATHU	14347	1000000292	171 161,99
000100010	HEXAGORIAN 1055 PTY LTD		FIRST ROAD	20	KATHU	3375		169 952,79
000100010	RAUBEX HOUSING PTY LTD		KALAHARI SINGEL	30	KATHU	14366	1000000292	169 088,47
000100010	REDELINGHUYS	JDH	SONNEBLOM ROAD	2	KATHU	3154	6666666666	168 461,55
000100010	MALINDI NDLOVU	BZA	KALAHARI SINGEL	128	KATHU	14178		165 657,70
000100010	VODACOM PTY LTD		SESHENG - ERF	3206	KATHU	8599		165 473,52
000100010	MALINGA	CS & KI	SESHENG - ERF	4115	KATHU	7963		164 679,38
000100010	MTN BTS PROPERTY MANAGEMENT DE		SESHENG - ERF	3206	KATHU	8600		164 653,86
000100010	STEPHENS	DJ	SANDKUILSLOT	11	KATHU	14600		160 126,04

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

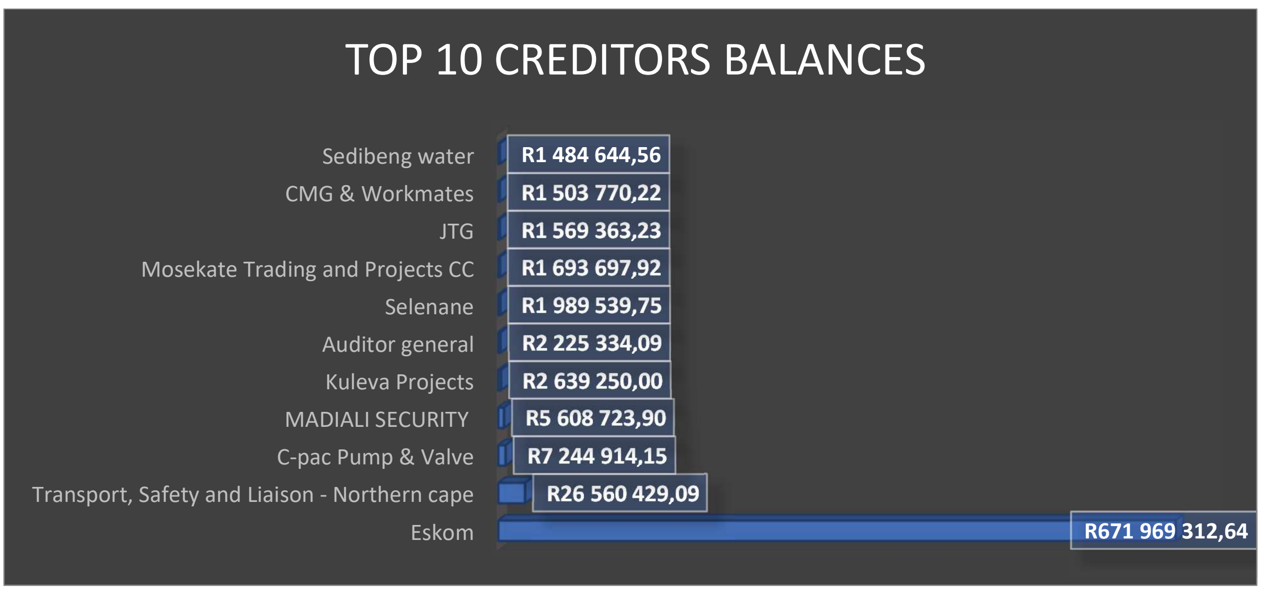
Creditors Ageing

The municipality owes Eskom a total debt of **R 671 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 **R721 Million.**

Top 10 Creditors

Top 10 Creditors - February 2025	AGING						
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R 17 412 385,97	R 20 051 480,31	R 19 197 491,31	R 19 015 877,33	R 18 437 731,75	R 577 854 345,97	R 671 969 312,64
Transport, Safety and Liaison - Northern cape	R 174 685,30	R 269 132,39	R 168 355,83	R 473 447,39	R 355 468,29	R 25 119 339,89	R 26 560 429,09
C-pac Pump & Valve	R -	R 771 238,30	R -	R 2 700 247,55	R 3 773 428,30	R -	R 7 244 914,15
MADIALI SECURITY	R 2 804 361,95	R 2 804 361,95	R -	R -	R -	R -	R 5 608 723,90
Kuleva Projects	R -	R 1 101 240,00	R 1 538 010,00	R -	R -	R -	R 2 639 250,00
Auditor general	R 18 893,84	R -	R 2 189 286,74	R 17 153,51	R -	R -	R 2 225 334,09
Selenane	R -	R 1 989 539,75	R -	R -	R -	R -	R 1 989 539,75
Mosekate Trading and Projects CC	R 480 674,24	R 567 587,79	R -	R -	R -	R 645 435,89	R 1 693 697,92
JTG	R 16 370,82	R 16 288,73	R 651 838,78	R 9 635,46	R 15 517,76	R 859 711,68	R 1 569 363,23
CMG & Workmates	R 1 503 770,22	R -	R -	R -	R -	R -	R 1 503 770,22
Sedibeng water	R 557 750,00	R 494 500,00	R 424 505,72	R 7 888,84	R -	R -	R 1 484 644,56
							R 721 500 564,77



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M08 February

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	154 195	177 554	177 554	12 997	108 291	118 369	(10 078)	-9%	177 554
Service charges	350 046	414 802	421 136	15 819	255 471	280 758	(25 287)	-9%	421 136
Investment revenue	604	627	517	32	331	345	(13)	-4%	517
Transfers and subsidies - Operational	104 060	70 797	70 797	–	39 933	47 198	(7 265)	-15%	70 797
Other own revenue	64 527	103 418	108 023	6 219	46 977	71 998	(25 021)	-35%	–
Total Revenue (excluding capital transfers and contributions)	**673 432**	**767 197**	**778 027**	**35 068**	**451 004**	**518 667**	**(67 663)**	**-13%**	**778 027**
Employee costs	242 467	282 209	268 165	19 703	168 580	178 777	(10 197)	-6%	268 165
Remuneration of Councillors	6 957	6 831	6 831	570	4 494	4 554	(60)	-1%	6 831
Depreciation and amortisation	63 344	55 155	53 873	4 747	36 168	35 915	252	1%	53 873
Interest	45 794	25 250	28 750	3 102	19 881	19 167	715	4%	28 750
Inventory consumed and bulk purchases	193 588	215 457	211 000	16 421	130 871	140 634	(9 762)	-7%	211 000
Transfers and subsidies	43	500	151	–	16	101	(84)	-84%	151
Other expenditure	208 231	244 566	229 989	17 535	133 909	153 342	(19 433)	-13%	229 989
Total Expenditure	**760 423**	**829 968**	**798 760**	**62 076**	**493 919**	**532 489**	**(38 570)**	**-7%**	**798 760**
Surplus/(Deficit)	**(86 992)**	**(62 771)**	**(20 733)**	**(27 009)**	**(42 916)**	**(13 822)**	**(29 094)**	**210%**	**(20 733)**
Transfers and subsidies - capital (monetary allocations)	12 955	43 464	43 464	–	7 352	28 976	###	-75%	43 464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	**(50 718)**	**-335%**	**22 731**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	**(50 718)**	**-335%**	**22 731**
Capital expenditure & funds sources									
Capital expenditure	**50 925**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**
Capital transfers recognised	33 198	43 464	43 427	8 632	16 239	28 951	(12 713)	-44%	43 427
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**17 727**	**47 408**	**45 965**	**808**	**15 936**	**30 644**	**(14 708)**	**-48%**	**45 965**
Total sources of capital funds	**50 925**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**
Financial position									
Total current assets	12 891 204	(11 756 245)	667 182		12 974 119				667 182
Total non current assets	1 503 649	1 508 195	1 536 812		1 499 656				1 536 812
Total current liabilities	13 162 270	(11 497 693)	948 214		13 280 435				948 214
Total non current liabilities	174 368	160 405	186 233		176 472				186 233
Community wealth/Equity	**1 058 215**	**1 089 238**	**1 065 432**		**1 014 223**				**1 065 432**
Cash flows									
Net cash from (used) operating	863 188	42 226	99 413	92 978	577 651	70 275	(507 375)	-722%	99 413
Net cash from (used) investing	(24 036)	(90 872)	(89 392)	(11 901)	(39 899)	(59 595)	(19 696)	33%	(89 392)
Net cash from (used) financing	10 050	9 281	10 050	126	642	–	(642)	#DIV/0!	10 050
Cash/cash equivalents at the month/year end	**862 392**	**(94 027)**	**34 380**	**95 514**	**552 703**	**24 991**	**(527 712)**	**-2112%**	**34 380**
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	10 800	22 784	17 786	17 030	17 039	14 870	101 245	402 308	603 863
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

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

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

NC453 Gamagara - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**271 995**	**304 590**	**307 889**	**15 226**	**164 752**	**205 242**	(40 490)	-20%	**307 889**
Executive and council		64 972	66 809	67 143	77	39 849	44 762	(4 913)	-11%	67 143
Finance and administration		207 023	237 781	240 746	15 149	124 902	160 480	(35 577)	-22%	240 746
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**1 102**	**1 191**	**1 191**	**154**	**1 217**	**794**	423	53%	**1 191**
Community and social services		1 102	1 191	1 191	7	44	794	(750)	-94%	1 191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		0	–	0	147	1 173	0	1 173	1128123%	0
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**6 845**	**8 077**	**7 820**	**453**	**3 526**	**5 213**	(1 687)	-32%	**7 820**
Planning and development		2 672	4 354	4 434	296	1 801	2 956	(1 155)	-39%	4 434
Road transport		4 168	3 720	3 357	155	1 707	2 238	(531)	-24%	3 357
Environmental protection		5	3	30	2	18	20	(2)	-8%	30
Trading services		**406 446**	**496 804**	**504 591**	**19 235**	**288 861**	**336 394**	**(47 533)**	-14%	**504 591**
Energy sources		237 852	272 074	271 223	11 168	165 023	180 815	(15 792)	-9%	271 223
Water management		74 309	114 653	115 808	(1 089)	47 907	77 205	(29 298)	-38%	115 808
Waste water management		42 448	58 724	57 328	4 440	36 132	38 219	(2 087)	-5%	57 328
Waste management		51 837	51 353	60 232	4 716	39 799	40 155	(356)	-1%	60 232
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**686 387**	**810 661**	**821 491**	**35 068**	**458 356**	**547 643**	**(89 287)**	**-16%**	**821 491**
Expenditure - Functional										
Governance and administration		**238 133**	**237 827**	**231 942**	**19 440**	**146 558**	**154 610**	(8 052)	-5%	**231 942**
Executive and council		27 157	31 784	33 715	1 749	21 013	22 877	(1 864)	-8%	33 715
Finance and administration		210 975	206 043	198 227	17 691	125 545	131 734	(6 188)	-5%	198 227
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**89 091**	**117 173**	**105 884**	**8 725**	**69 358**	**70 590**	(1 231)	-2%	**105 884**
Community and social services		52 124	70 055	64 650	5 705	43 032	43 100	(68)	0%	64 650
Sport and recreation		35 208	45 314	38 634	2 814	24 686	25 756	(1 070)	-4%	38 634
Public safety		–	–	–	–	–	–	–		–
Housing		1 758	1 804	2 601	207	1 641	1 734	(93)	-5%	2 601
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46 141**	**67 068**	**61 713**	**4 370**	**35 755**	**40 764**	(5 009)	-12%	**61 713**
Planning and development		18 000	29 043	27 605	1 705	13 959	18 437	(4 478)	-24%	27 605
Road transport		28 141	38 026	34 108	2 664	21 796	22 327	(531)	-2%	34 108
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**387 059**	**407 900**	**399 221**	**29 541**	**242 248**	**266 525**	**(24 277)**	-9%	**399 221**
Energy sources		248 572	262 773	262 279	20 428	156 372	174 853	(18 480)	-11%	262 279
Water management		77 753	81 264	70 354	5 710	46 626	46 869	(243)	-1%	70 354
Waste water management		27 989	34 998	39 878	2 251	25 478	26 997	(1 519)	-6%	39 878
Waste management		32 745	28 866	26 710	1 152	13 772	17 807	(4 035)	-23%	26 710
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**760 423**	**829 968**	**798 760**	**62 076**	**493 919**	**532 489**	**(38 570)**	**-7%**	**798 760**
Surplus/ (Deficit) for the year		**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	**(50 718)**	**-335%**	**22 731**

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 **R458 million (including capital grants revenue)** or **56%** has been recognized as at end of FEBRUARY 2025.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R493 million cumulative or 59%** has been spent as at end of February 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) - M08 February

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Budget & Treasury Office		173 049	215 899	218 864	15 149	124 902	145 892	(20 989)	-14,4%	218 864
Vote 2 - Corporate Services		33 974	21 882	21 882	–	–	14 588	(14 588)	-100,0%	21 882
Vote 3 - Community Services		56 161	55 050	63 593	4 880	41 179	42 395	(1 216)	-2,9%	63 593
Vote 4 - Infrastructure Services		355 557	446 849	445 591	14 519	249 451	297 060	(47 610)	-16,0%	445 591
Vote 5 - Strategic Services		2 675	4 172	4 419	442	2 974	2 946	28	1,0%	4 419
Vote 6 - Executive & Council		64 972	66 809	67 143	77	39 849	44 762	(4 913)	-11,0%	67 143
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**686 387**	**810 661**	**821 491**	**35 068**	**458 356**	**547 643**	**(89 287)**	**-16,3%**	**821 491**
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		133 926	109 356	114 525	11 637	76 217	74 999	1 218	1,6%	114 525
Vote 2 - Corporate Services		77 049	96 687	83 702	6 054	49 328	56 735	(7 407)	-13,1%	83 702
Vote 3 - Community Services		132 440	160 129	144 934	10 856	91 052	96 622	(5 571)	-5,8%	144 934
Vote 4 - Infrastructure Services		374 589	406 875	395 738	30 195	242 914	263 825	(20 911)	-7,9%	395 738
Vote 5 - Strategic Services		15 262	25 138	26 146	1 585	13 395	17 431	(4 035)	-23,2%	26 146
Vote 6 - Executive & Council		27 157	31 784	33 715	1 749	21 013	22 877	(1 864)	-8,1%	33 715
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**760 423**	**829 968**	**798 760**	**62 076**	**493 919**	**532 489**	**(38 570)**	**-7,2%**	**798 760**
Surplus/ (Deficit) for the year	2	**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	**(50 718)**	**-334,7%**	**22 731**

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

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

Vote Description	Ref	2023/24	Budget Year 2024/25					
R thousands		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Expenditure by Vote	1							
Vote 1 - Budget & Treasury Office		–	109 356	11 828	76 217	74 999	1 218	1,6%
Vote 2 - Corporate Services		–	96 687	6 620	49 328	56 735	(7 407)	-13,1%
Vote 3 - Community Services		–	160 129	12 612	91 052	96 622	(5 571)	-5,8%
Vote 4 - Infrastructure Services		–	406 875	44 257	242 914	263 825	(20 911)	-7,9%
Vote 5 - Strategic Services		–	25 138	1 594	13 395	17 431	(4 035)	-23,2%
Vote 6 - Executive & Council		–	31 784	1 889	21 013	22 877	(1 864)	-8,1%
Total Expenditure by Vote	2	–	829 968	78 801	493 919	532 489	(38 570)	-7,2%

Expenditure by Vote or Department

The narrations below indicate how individual departments have performed in relation to the expected spending of 100`% as at end of February 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 **69%** which translate into a total of **R76 million** of the original budget allocated to the directorate for the period ending February 2025. There is a **1.6%** variance between the Actual year-to-date expenditure and YTD Budget. This is due to ongoing cost containment measures.

Vote 2 – Corporate Services

Corporate Services has spent **51%** or **R49 million** of the original budget allocated to the directorate for the period ending FEBRUARY 2025. There is a variance of **13.1%** 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 **57% or R91 million** of the original budget allocated to the directorate for the period ending February 2025. There is a variance of **5.8%** 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 **60%** or **R242 million** of the original budget allocated to the directorate for the period ending February 2025. There is a variance of **7.9%** between the year-to-date budget and year-to-date actual expenditure.

Vote 5 – Strategic Services

Strategic Service has spent **53%** or **R13 million** of the original budget allocated to the directorate for the period ending February 2025. There is a variance of **23.2%** between the year-to-date budget and year-to-date actual expenditure.

Vote 6 – Executive and Council

Executive and Council has spent **66%** or **R21 million** of the original budget allocated to the directorate for the period ending FEBRUARY 2025. There is an unfavorable variance of **8.1%** 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) - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		216 902	250 960	250 960	9 766	153 888	167 307	(13 419)	-8%	250 960
Service charges - Water		53 389	68 717	68 717	(1 727)	36 495	45 811	(9 317)	-20%	68 717
Service charges - Waste Water Management		37 731	52 124	52 124	3 986	32 574	34 749	(2 175)	-6%	52 124
Service charges - Waste management		42 025	43 001	49 335	3 795	32 515	32 890	(375)	-1%	49 335
Sale of Goods and Rendering of Services		(585)	7 798	7 746	596	3 418	5 146	(1 728)	-34%	7 746
Agency services		547	594	470	31	288	313	(25)	-8%	470
Interest								–	0%	
Interest earned from Receivables		41 548	36 115	37 202	3 240	25 128	24 802	326	1%	37 202
Interest from Current and Non Current Assets		604	627	517	32	331	345	(13)	-4%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2 075	2 003	2 108	168	1 373	1 405	(32)	-2%	2 108
Licence and permits		30	33	60	2	18	40	(22)	-56%	60
Operational Revenue		2 597	21 479	21 356	50	250	14 237	(13 987)	-98%	21 356
Non-Exchange Revenue								–	0%	
Property rates		154 195	177 554	177 554	12 997	108 291	118 369	(10 078)	-9%	177 554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1 384	699	890	77	469	593	(124)	-21%	890
Licence and permits		1 703	1 814	1 518	124	969	1 012	(43)	-4%	1 518
Transfers and subsidies - Operational		104 060	70 797	70 797	–	39 933	47 198	(7 265)	-15%	70 797
Interest		14 611	18 163	21 973	1 869	14 739	14 649	91	1%	21 973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	63	326	320	5	2%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14 221	14 221	–	–	9 480	(9 480)	-100%	14 221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**673 432**	**767 197**	**778 027**	**35 068**	**451 004**	**518 667**	**(67 663)**	-13%	**778 027**
Expenditure By Type										
Employee related costs		242 467	282 209	268 165	19 703	168 580	178 777	(10 197)	-6%	268 165
Remuneration of councillors		6 957	6 831	6 831	570	4 494	4 554	(60)	-1%	6 831
Bulk purchases - electricity		173 543	191 095	191 095	14 785	118 986	127 397	(8 411)	-7%	191 095
Inventory consumed		20 045	24 362	19 905	1 635	11 885	13 237	(1 351)	-10%	19 905
Debt impairment		20 412	24 547	24 547	–	–	16 365	(16 365)	-100%	24 547
Depreciation and amortisation		63 344	55 155	53 873	4 747	36 168	35 915	252	1%	53 873
Interest		45 794	25 250	28 750	3 102	19 881	19 167	715	4%	28 750
Contracted services		96 504	103 400	87 563	6 416	52 913	56 888	(3 974)	-7%	87 563
Transfers and subsidies		43	500	151	–	16	101	(84)	-84%	151
Irrecoverable debts written off		11 438	23 890	27 298	–	18 771	18 199	572	3%	27 298
Operational costs		84 310	91 050	88 902	11 119	62 225	60 772	1 454	2%	88 902
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4 289)	1 678	1 678	–	–	1 119	(1 119)	-100%	1 678
Total Expenditure		**760 423**	**829 968**	**798 760**	**62 076**	**493 919**	**532 489**	**(38 570)**	-7%	**798 760**
Surplus/(Deficit)		**(86 992)**	**(62 771)**	**(20 733)**	**(27 009)**	**(42 916)**	**(13 822)**	**(29 094)**	210%	**(20 733)**
Transfers and subsidies - capital (monetary allocations)		12 955	43 464	43 464	–	7 352	28 976	(21 624)	-75%	43 464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	(50 718)	-335%	**22 731**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	(50 718)	-335%	**22 731**
Share of Surplus/Deficit attributable to Joint Venture								–	0%	
Share of Surplus/Deficit attributable to Minorities								–	0%	
Surplus/(Deficit) attributable to municipality		**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	(50 718)	-335%	**22 731**
Share of Surplus/Deficit attributable to Associate								–	0%	
Intercompany/Parent subsidiary transactions								–	0%	
Surplus/ (Deficit) for the year		**(74 036)**	**(19 307)**	**22 731**	**(27 009)**	**(35 563)**	**15 154**	(50 718)	-335%	**22 731**

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	153 887 668,64	167 306 971,00	- 13 419 302,36	-9%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*To continue with revenue enhancement*
Service charges - Water	36 494 547,03	45 811 401,00	- 9 316 853,97	-20%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*Meter assessments and replacement*
Service charges - Waste Water Management	32 573 576,65	34 749 052,00	- 2 175 475,35	-6%	*Due to some challenges with the breakdown of trucks*	*To continue with revenue enhancement*
Service charges - Waste management	32 515 253,90	32 890 150,00	- 374 896,10	-1%	*Below the treshold. The Municipality has improved drastically on waste*	*To continue with revenue enhancement*
Sale of Goods and Rendering of Services	3 418 005,47	5 146 244,00	- 1 728 238,53	-34%	*Cyclical or seasonal revenue realization.*	*To continue with revenue enhancement*
Agency services	287 865,26	313 358,00	- 25 492,74	-8%	*September revenue not yet captured*	*timeous capturing of receipts / Invoices*
Interest earned from Receivables	25 128 001,84	24 801 547,00	326 454,84	1%	*Below the treshold. The Municipality has improved drastically in completeness of revenue base*	*To continue with revenue enhancement*
Interest from Current and Non Current Assets	331 372,07	344 546,00	- 13 173,93	-4%	*Below the treshold. The Municipality has improved drastically on interest*	*To continue with revenue enhancement*
Rental from Fixed Assets	1 372 887,89	1 405 097,00	- 32 209,11	-2%	*Below the treshold. The Municipality has improved drastically rental of fixed assets*	*To maintain and improve rental assets*
Licence and permits	17 515,37	39 790,00	- 22 274,63	-56%	*Certain revenue not yet captured*	*timeous capturing of receipts / Invoices*
Operational Revenue	249 922,14	14 237 012,00	- 13 987 089,86	-98%	*Less building plans submitted. Less miscelleneous revenue realised*	*To maintain sales even during lucnh time*
Non-Exchange Revenue						
Property rates	108 290 837,51	118 369 140,00	- 10 078 302,49	-9%	*Certain disputes that are pending*	*To continue with clearing GV Exceptions*
Fines, penalties and forfeits	468 581,83	593 018,00	- 124 436,17	-21%	*Cost schedules on hold, Issued more fines, less clearance certificates issued, court pays twice a year*	*To maintain the internal controls*
Licence and permits	969 304,90	1 012 158,00	- 42 853,10	-4%	*Below the treshold. The Municipality has improved drastically on License and Permit*	*To continue with revenue enhancement*
Transfers and subsidies - Operational	39 933 431,76	47 198 069,00	- 7 264 637,24	-15%	*Grants receipts in accordance with the payment schedule as per the DoRA*	*timeous capturing of receipts / Invoices*
Interest	14 739 319,98	14 648 750,00	90 569,98	1%	*Below the treshold. The Municipality has improved drastically on interest*	*To continue with clearing GV Exceptions*
Operational Revenue	325 555,39	320 332,00	5 223,39	2%	*Below the treshold. The Municipality has improved drastically on operational revenue*	*To maintain the rendering of services*

Property Rates – A year to date total of **R108 million** was recognized with regards to property rates for the year as at end of February 2025. The year-to-date budget is **R118 million** resulting in a variance of **9%**. This means that actual revenue from property rate is less than the year-to-date budget by **9**%.

Service charges – Electricity – A total of **R153 million** was recognized on service charges electricity for the year as at end of FEBRUARY 2025. The year-to-date budget is **R167 million** resulting in a variance of **9%**. The year-to-date actual revenue is less than the year-to-date budget by **9%.**

Service charges – Water – A total of **R36 million** was recognized on service charges water for the year as at end of February 2025. The year-to-date budget is **R45 million** resulting in a variance of **20%.** 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 **R32 million** was recognized on service charges water for the year as at end of FEBRUARY 2025. The year-to-date budget is **R34 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.

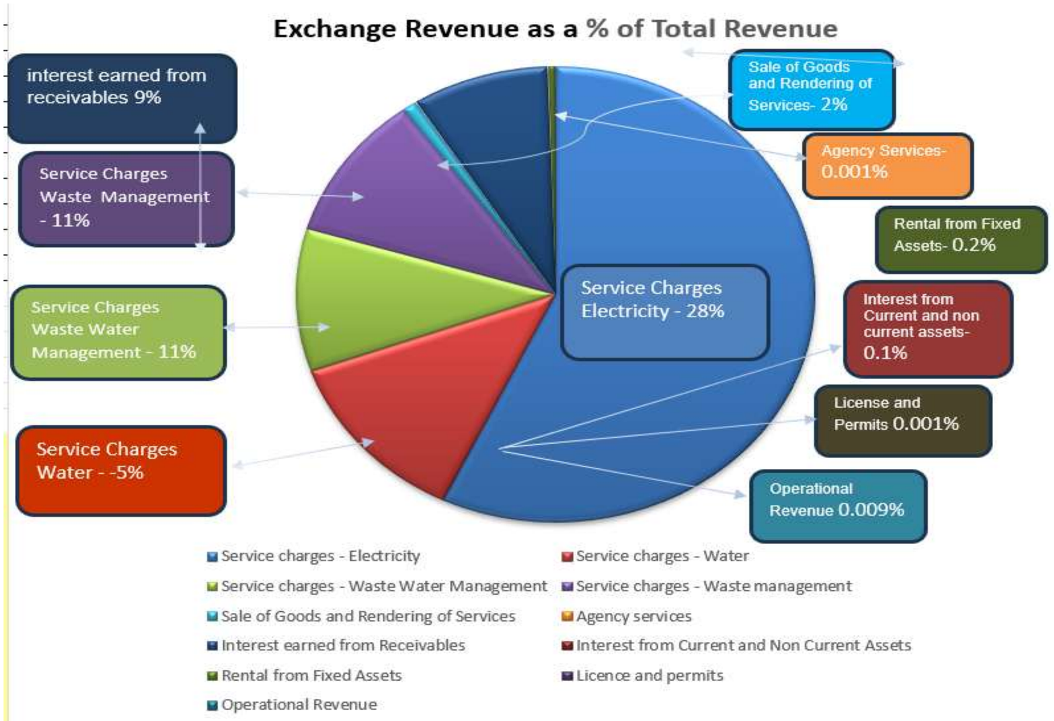
Service charges – Waste Management (Refuse) - A total of **R32 million** was recognized on service charges waste management for the year as at end of FEBRUARY 2025. The year-to-date budget is **R32 million** resulting in a variance of **1%.**

Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of February 2025 is an amount of **R25 million**. The year-to-date budget is **R24 million** resulting in a variance of **1%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of FEBRUARY 2025 is an amount of **R331 372,07** (Actual) and a year-to-date budget of **R344 546** leading to a variance of **4%.**

Transfers and subsidies – A total of **R 39 million** was recognized for the Transfers and subsidies for the year as at end of FEBRUARY 2025. The year-to-date budget is **R47 million** resulting in a variance of **15%.** 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 FEBRUARY 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 FEBRUARY 2025.



EXCHANGE REVENUE

Exchange Revenue (Revenue by Source)	*Amount*	*% of Total Revenue*
Service charges - Electricity	9 765 934,06	27,8%
Service charges - Water	- 1 727 498,10	-4,9%
Service charges - Waste Water Management	3 985 742,72	11,4%
Service charges - Waste management	3 795 115,11	10,8%
Sale of Goods and Rendering of Services	595 979,56	1,7%
Agency services	30 549,54	0,1%
Interest earned from Receivables	3 240 018,33	9,2%
Interest from Current and Non Current Assets	32 450,34	0,1%
Rental from Fixed Assets	168 148,88	0,5%
Licence and permits	1 549,30	0,0%
Operational Revenue	49 603,34	0,1%

Expenditure by Type

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

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
Exchange Revenue	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Expeniture by Type						
Employee related costs	168 579 541,94	178 776 987,00	- 10 197 445,06	-6%	*Cost containment measures strictly implemented to curb overtime among other expenditure*	*strict adherence to cost containment measures*
Remuneration of councillors	4 494 290,81	4 554 213,00	- 59 922,19	-1%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Bulk purchases - electricity	118 985 695,12	127 396 691,00	- 8 410 995,88	-7%	*Invoices not captured timely*	*completeness of invoices as we are on accrual basis*
Inventory consumed	11 885 378,52	13 236 872,00	- 1 351 493,48	-10%	*Invoices not captured timely*	*completeness of invoices as we are on accrual basis*
Depreciation and amortisation	36 167 549,16	35 915 161,00	252 388,16	1%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Interest	19 881 373,60	19 166 668,00	714 705,60	4%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Contracted services	52 913 083,87	56 887 504,00	- 3 974 420,13	-7%	*Slow spending on capital expenditure and other key conditional operational expenditure*	*to expedite the capex and opex in all Municipal units*
Irrecoverable debts written off	18 770 719,48	18 198 917,00	571 802,48	3%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Operational costs	62 225 412,33	60 771 576,00	1 453 836,33	2%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*

Employee Related Cost - Employee-related cost expenditure for the year as at end of February 2025 amounted to **R168 million.** The year-to-date budget is **R178 million**, resulting in a variance of **-6%** 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 **R4.4 million**. The year-to-date budget is **R4.5 million,** resulting in a variance of **-1%**. 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 February 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 **R36 million** and **R35 million** is the year to date budget

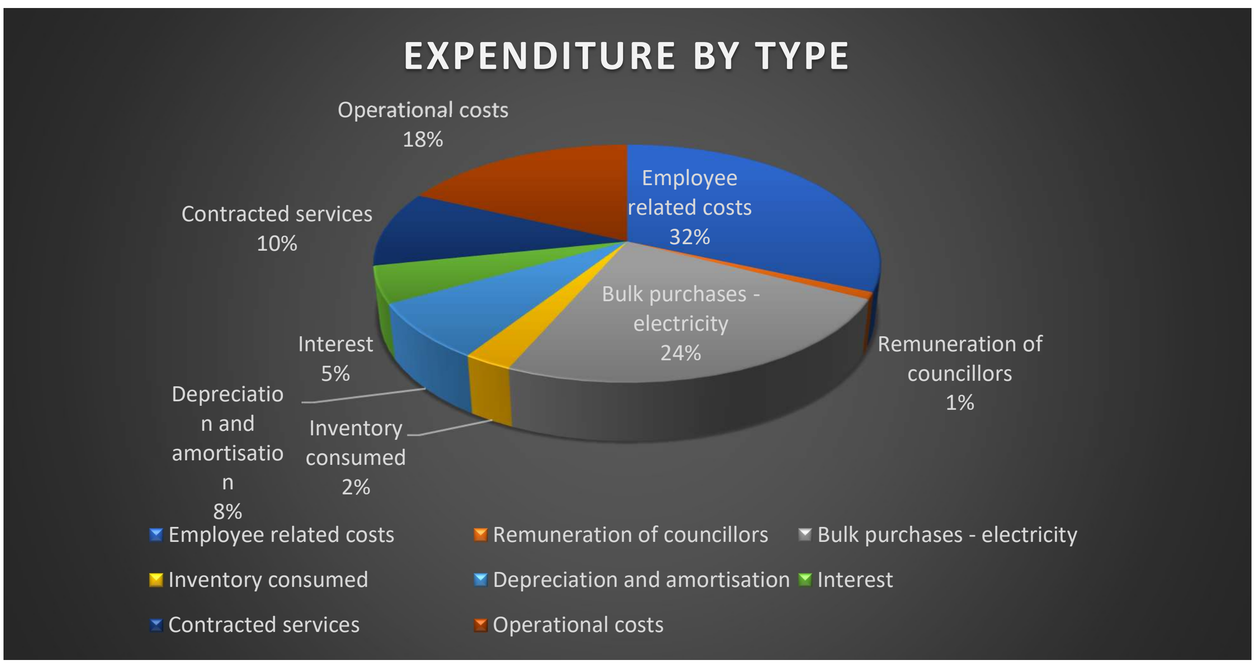
Bulk Purchases – electricity – amount spent on bulk electricity is **R118 Million** as at end of February 2025. The year-to-date budget is **R127 million**. This is an indication that the Bulk Eskom invoices are not processed timely

Inventory Consumed – a total of **R11 million** was spent for the year as at end of FEBRUARY 2025. The year-to-date budget is **R13 million**, resulting in a variance of **-10%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

<u>Contracted Services</u> – Contracted services amounted to **R52 million** for the year as at end of FEBRUARY 2025. The year-to-date budget is **R56 million**, resulting in a variance of **-7%.** 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.

<u>Operational costs</u> – a total of **R62 million** was spent for the year as at end of February 2025. The year-to-date budget is **R60 million**, resulting in a variance of **1%.** The budgeted trends are based on historical information and therefore may differ from month to month.

<u>The graph below shows expenditure composition per category as a percentage of the total expenditure incurred for the period ending February 2025.</u>



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) - M08 February

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		355	16 000	13 600	–	8 396	9 067	(670)	-7%	13 600
Vote 3 - Community Services		101	10 490	13 967	2 395	3 057	9 311	(6 254)	-67%	13 967
Vote 4 - Infrastructure Services		784	64 382	61 825	7 044	20 721	41 217	(20 496)	-50%	61 825
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	**1 240**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**
Single Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	–	–	–	–	–	–		–
Vote 3 - Community Services		–	–	–	–	–	–	–		–
Vote 4 - Infrastructure Services		2 817	–	–	–	–	–	–		–
Vote 5 - Strategic Services		9	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		46 859	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	49 685	–	–	–	–	–	–		–
Total Capital Expenditure		**50 925**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**
Capital Expenditure - Functional Classification										
Governance and administration		**24 917**	**16 000**	**13 600**	**–**	**8 396**	**9 067**	(670)	-7%	**13 600**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		24 917	16 000	13 600	–	8 396	9 067	(670)	-7%	13 600
Internal audit								–		
Community and public safety		**103**	**10 490**	**13 967**	**2 395**	**3 057**	**9 311**	(6 254)	-67%	**13 967**
Community and social services		–	490	490	–	–	327	(327)	-100%	490
Sport and recreation		103	10 000	13 477	2 395	3 057	8 985	(5 927)	-66%	13 477
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**1 046**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development		1 046	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		**24 858**	**64 382**	**61 825**	**7 044**	**20 721**	**41 217**	(20 496)	-50%	**61 825**
Energy sources		340	10 125	13 525	2 160	3 137	9 017	(5 880)	-65%	13 525
Water management		20 200	29 448	27 190	874	9 474	18 127	(8 653)	-48%	27 190
Waste water management		4 318	24 809	21 110	4 010	8 110	14 074	(5 964)	-42%	21 110
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	**50 925**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**
Funded by:										
National Government		24 042	42 974	42 937	8 632	16 239	28 625	(12 386)	-43%	42 937
Provincial Government		–	490	490	–	–	327	(327)	-100%	490
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		9 156	–	–	–	–	–	–		–
Transfers recognised - capital		**33 198**	**43 464**	**43 427**	**8 632**	**16 239**	**28 951**	**(12 713)**	**-44%**	**43 427**
Borrowing	6							–		
Internally generated funds		17 727	47 408	45 965	808	15 936	30 644	(14 708)	-48%	45 965
Total Capital Funding		**50 925**	**90 872**	**89 392**	**9 440**	**32 175**	**59 595**	**(27 420)**	**-46%**	**89 392**

Conditional Grants YTD Capital expenditure up till February amounts to **R15.4 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M08 February

Description	Ref	2023/24	Budget Year 2024/25			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		14 310	(127 775)	(12 058)	(6 014)	(12 058)
Trade and other receivables from exchange transactions		349 228	374 350	379 502	370 715	379 502
Receivables from non-exchange transactions		124 679	56 335	91 302	154 554	91 302
Current portion of non-current receivables						
Inventory		1 078	(895)	(2 095)	1 714	(2 095)
VAT		12 397 527	(12 061 819)	206 149	12 448 769	206 149
Other current assets		4 382	3 558	4 382	4 382	4 382
Total current assets		**12 891 204**	**(11 756 245)**	**667 182**	**12 974 119**	**667 182**
Non current assets						
Investments						
Investment property		375 213	346 311	372 857	375 213	372 857
Property, plant and equipment		1 128 561	1 161 953	1 164 080	1 124 568	1 164 080
Biological assets						
Living and non-living resources						
Heritage assets		75	75	75	75	75
Intangible assets		(200)	(144)	(200)	(200)	(200)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets		–	–	–	–	–
Total non current assets		**1 503 649**	**1 508 195**	**1 536 812**	**1 499 656**	**1 536 812**
TOTAL ASSETS		**14 394 853**	**(10 248 050)**	**2 203 995**	**14 473 775**	**2 203 995**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		32 727	44 031	32 727	28 972	32 727
Consumer deposits		10 050	9 281	10 050	10 691	10 050
Trade and other payables from exchange transactions		703 329	496 576	680 650	769 059	680 650
Trade and other payables from non-exchange transactions		82 880	71 058	82 880	103 885	82 880
Provision		19 191	101	19 191	19 191	19 191
VAT		12 314 093	(12 118 740)	122 715	12 348 637	122 715
Other current liabilities						
Total current liabilities		**13 162 270**	**(11 497 693)**	**948 214**	**13 280 435**	**948 214**
Non current liabilities						
Financial liabilities		10 268	5 486	10 268	12 372	10 268
Provision		119 156	117 099	119 156	119 156	119 156
Long term portion of trade payables						
Other non-current liabilities		44 944	37 820	56 809	44 944	56 809
Total non current liabilities		**174 368**	**160 405**	**186 233**	**176 472**	**186 233**
TOTAL LIABILITIES		**13 336 638**	**(11 337 288)**	**1 134 446**	**13 456 907**	**1 134 446**
NET ASSETS	2	**1 058 215**	**1 089 238**	**1 069 548**	**1 016 868**	**1 069 548**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 058 215	1 089 238	1 065 432	1 014 223	1 065 432
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**1 058 215**	**1 089 238**	**1 065 432**	**1 014 223**	**1 065 432**

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 - M08 February

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		81 173	177 554	177 554	7 734	58 438	118 369	(59 931)	-51%	177 554
Service charges		199 662	365 048	370 584	33 598	159 894	247 056	(87 162)	-35%	370 584
Other revenue		562 361	34 320	33 991	43 728	383 308	22 643	360 664	1593%	33 991
Transfers and Subsidies - Operational		205	70 797	70 797	17	21	47 198	(47 177)	-100%	70 797
Transfers and Subsidies - Capital		–	43 464	43 464	–	–	28 976	(28 976)	-100%	43 464
Interest		–	50 739	56 375	833	4 377	37 583	(33 206)	-88%	56 375
Dividends								–		
Payments										
Suppliers and employees		19 787	(698 947)	(649 102)	7 069	(28 388)	(428 717)	(400 330)	93%	(649 102)
Interest		–	(750)	(4 250)	–	–	(2 833)	(2 833)	100%	(4 250)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**863 188**	**42 226**	**99 413**	**92 978**	**577 651**	**70 275**	**(507 375)**	**-722%**	**99 413**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	148	556	–	556	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(24 036)	(90 872)	(89 392)	(12 049)	(40 455)	(59 595)	(19 140)	32%	(89 392)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(24 036)**	**(90 872)**	**(89 392)**	**(11 901)**	**(39 899)**	**(59 595)**	**(19 696)**	**33%**	**(89 392)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		10 050	9 281	10 050	126	642	–	642	#DIV/0!	10 050
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**10 050**	**9 281**	**10 050**	**126**	**642**	**–**	**(642)**	**#DIV/0!**	**10 050**
NET INCREASE/ (DECREASE) IN CASH HELD		**849 201**	**(39 365)**	**20 070**	**81 203**	**538 393**	**10 680**			**20 070**
Cash/cash equivalents at beginning:		13 191	(54 661)	14 310	14 310	14 310	14 310			14 310
Cash/cash equivalents at month/year end:		862 392	(94 027)	34 380	95 514	552 703	24 991			34 380

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

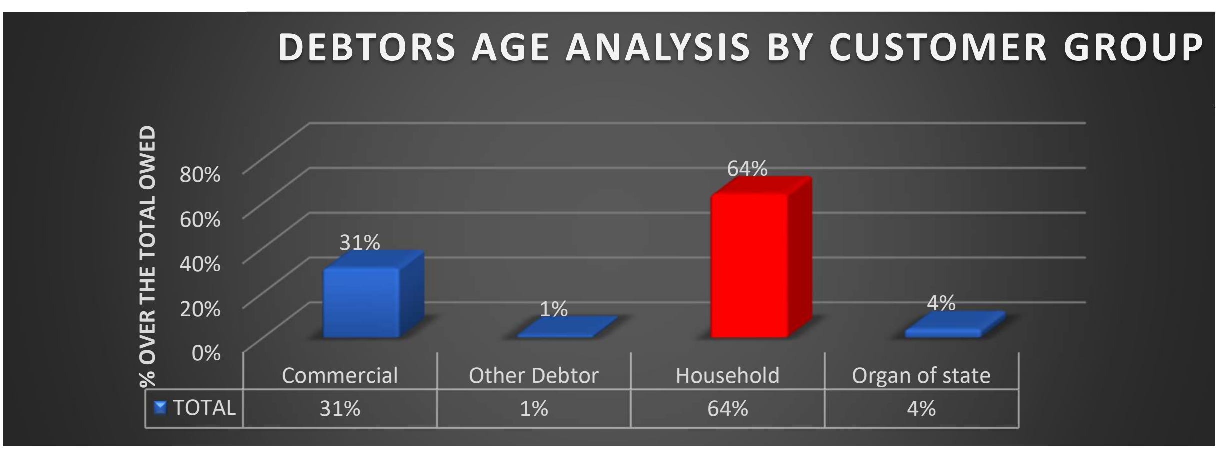
Debtors Ageing

The total receivables balance or debtors book as at the end of FEBRUARY 2025 amounts to **R603 million** with most of the debt being owed by households at **R389 million** or **64%** of the total Debtors. Organs of State and Commercial at **3.8%** and **31%** respectively. Other debtors only account for **1.2%** of the outstanding debt. Debtors balance decreased by **R18 Millions** in comparison with the previous Month (January – R621 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

Description R thousands	NT Code	Budget Year 2024/25 0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	3 805	2 129	1 612	1 593	2 858	1 481	8 020	49 664	71 163
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 537	5 757	3 229	3 592	2 841	2 544	20 016	85 655	135 171
Receivables from Non-exchange Transactions - Property Rates	1400	13 195	3 806	2 712	2 353	2 170	2 052	15 124	69 927	111 340
Receivables from Exchange Transactions - Waste Water Management	1500	4 447	2 309	2 096	1 896	1 983	1 728	10 262	31 126	55 849
Receivables from Exchange Transactions - Waste Management	1600	4 662	2 479	2 267	2 131	2 004	1 949	11 152	54 218	80 861
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99
Interest on Arrear Debtor Accounts	1810	5 948	5 231	5 095	4 917	4 734	4 628	30 445	107 492	168 489
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	(32 794)	1 073	776	548	449	487	6 225	4 127	(19 109)
Total By Income Source	**2000**	**10 800**	**22 784**	**17 786**	**17 030**	**17 039**	**14 870**	**101 245**	**402 308**	**603 863**
2023/24 - totals only										–
Debtors Age Analysis By Customer Group										
Organs of State	2200	466	632	569	598	612	558	8 568	11 950	23 953
Commercial	2300	9 707	5 967	5 111	4 968	6 137	4 653	25 338	128 544	190 424
Households	2400	9 239	15 339	11 496	11 061	9 930	9 246	61 585	261 494	389 390
Other	2500	(8 611)	847	610	403	359	413	5 754	321	96
Total By Customer Group	**2600**	**10 800**	**22 784**	**17 786**	**17 030**	**17 039**	**14 870**	**101 245**	**402 308**	**603 863**

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



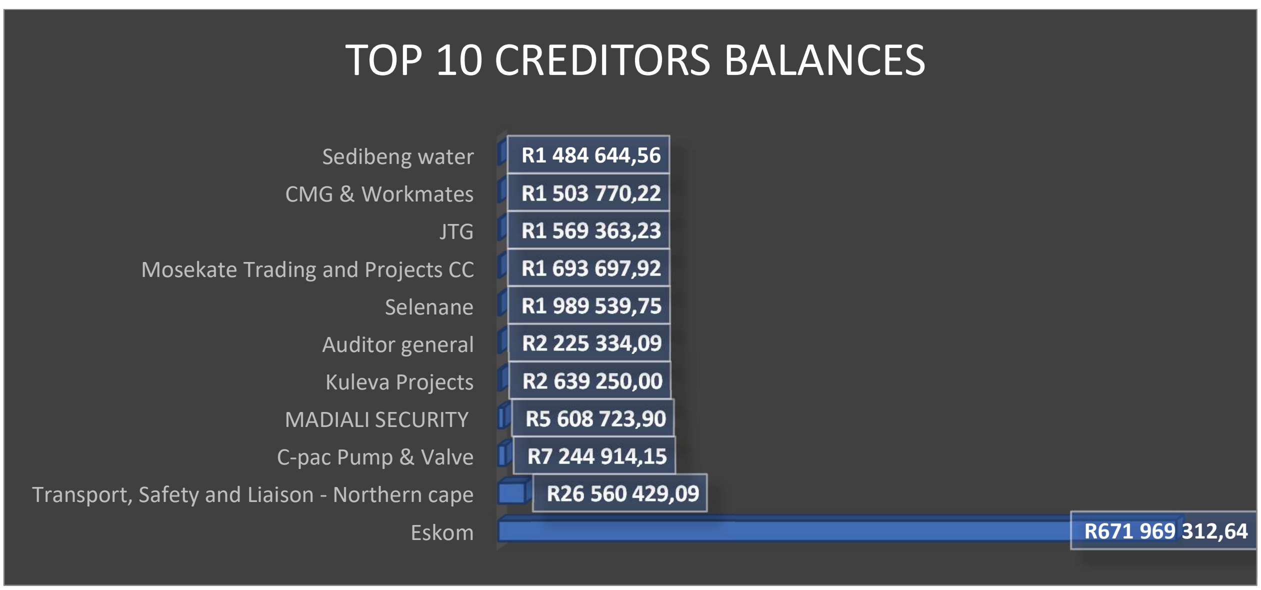
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 671 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 **R721 Million.**

Top 10 Creditors

Top 10 Creditors - February 2025	AGING						
Supplier	**Current**	**01-30 days**	**31-60 days**	**61-90 days**	**91-120 days**	**120+ days**	**Outstanding Amount**
Eskom	R 17 412 385,97	R 20 051 480,31	R 19 197 491,31	R 19 015 877,33	R 18 437 731,75	R 577 854 345,97	R 671 969 312,64
Transport, Safety and Liaison - Northern cape	R 174 685,30	R 269 132,39	R 168 355,83	R 473 447,39	R 355 468,29	R 25 119 339,89	R 26 560 429,09
C-pac Pump & Valve	R -	R 771 238,30	R -	R 2 700 247,55	R 3 773 428,30	R -	R 7 244 914,15
MADIALI SECURITY	R 2 804 361,95	R 2 804 361,95	R -	R -	R -	R -	R 5 608 723,90
Kuleva Projects	R -	R 1 101 240,00	R 1 538 010,00	R -	R -	R -	R 2 639 250,00
Auditor general	R 18 893,84	R -	R 2 189 286,74	R 17 153,51	R -	R -	R 2 225 334,09
Selenane	R -	R 1 989 539,75	R -	R -	R -	R -	R 1 989 539,75
Mosekate Trading and Projects CC	R 480 674,24	R 567 587,79	R -	R -	R -	R 645 435,89	R 1 693 697,92
JTG	R 16 370,82	R 16 288,73	R 651 838,78	R 9 635,46	R 15 517,76	R 859 711,68	R 1 569 363,23
CMG & Workmates	R 1 503 770,22	R -	R -	R -	R -	R -	R 1 503 770,22
Sedibeng water	R 557 750,00	R 494 500,00	R 424 505,72	R 7 888,84	R -	R -	R 1 484 644,56
							R 721 500 564,77



2.3 Bank balance and Investment Portfolio

Bank balance as at 28 February 2025	
	R
Call accounts:	
62334040748 Call Deposit -	72.78
62380675193 Call Deposit -	3 420.05
71020950327 Fixed Deposit -	86 823.11
Cheque Accounts:	
53668006069 Cheque Account -	5 608 374.53
Total	**R5 698 690.47**

The bank balance of the municipality was R5.6 million as at 28 February 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 28 February 2025 amounts to **R68.5 million**, broken down as follows;

- R 39.1 million from the Equitable Share Grant,
- R 9.7 million from the Municipal Infrastructure Grant,
- R 12 million from the Water Service Infrastructure Grant
- R3.8 million from the Integrated National Electrification Programme Grant (Municipal)
- R 1.2 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- February 2025

Grants	Unspent grant - PY 2023/2024	Roll over of Grants (approved/ denied)	Total roll over approved	Amount as per DoRA OR Provisional Gazatte 2024/25 OR Adjusted DoRA	Adjusted DORA allocation	Amount Received to Date	Stopping of funds/Withheld	Outstanding Receipts 2024/2025	Amount spent July 2024- February 2025	Unspent as at February 2025
Equitable share				66 070 000,00		39 169 000,00		26 901 000,00		
				66 070 000,00	**-**	**39 169 000,00**				
Conditional Grants										
FMG				2 000 000,00		2 000 000,00	-	-	460 110,08	1 539 889,92
EPWP				1 217 000,00		1 217 000,00	-	-	754 178,40	462 821,60
MIG	6 383 326,27	Denied		23 149 000,00		9 798 000,00	13 351 000,00	-	5 474 776,68	4 323 223,32
EEDSM	4 000 000,00	Denied		-				-	-	-
INEP				4 825 000,00		3 825 000,00	513 000,00	487 000,00	3 697 818,66	127 181,34
WSIG	1 438 207,15	Approved	1 438 207,15	15 000 000,00		12 000 000,00	3 000 000,00	-	6 228 528,88	5 771 471,12
LIBRARY GRANT						549 000,00			549 000,00	-
TOTAL	**11 821 533,42**	**-**	**1 438 207,15**	**46 191 000,00**	**-**	**29 389 000,00**	**16 864 000,00**	**487 000,00**	**17 164 412,70**	**12 224 587,30**

According to the manual grant register, the total year-to-date expenditure on the conditional grants amounts to ***R17 164 412*** 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 - M08 February

Summary of Employee and Councillor remuneration	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3 612	2 506	2 506	210	1 682	1 671	11	1%	2 506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		395	642	642	54	417	428	(11)	-3%	642
Cellphone Allowance		699	740	740	59	470	493	(23)	-5%	740
Housing Allowances								–		
Other benefits and allowances		2 250	2 943	2 943	247	1 925	1 962	(37)	-2%	2 943
Sub Total - Councillors		**6 957**	**6 831**	**6 831**	**570**	**4 494**	**4 554**	**(60)**	**-1%**	**6 831**
% increase	4		**-1,8%**	**-1,8%**						**-1,8%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 789	4 565	5 013	235	1 780	3 342	(1 562)	-47%	5 013
Pension and UIF Contributions		4	10	8	1	4	5	(1)	-17%	8
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		122	8	115	–	57	77	(19)	-25%	115
Motor Vehicle Allowance		1 597	1 296	1 335	144	946	890	57	6%	1 335
Cellphone Allowance		88	127	92	8	50	61	(11)	-18%	92
Housing Allowances								–		
Other benefits and allowances		1	1	1	0	0	0	(0)	-17%	1
Payments in lieu of leave		5 413	1 642	1 233	291	907	822	86	10%	1 233
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	0	(0)	-100%	–
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**10 013**	**7 667**	**7 795**	**680**	**3 747**	**5 197**	**(1 450)**	**-28%**	**7 795**
% increase	4		**-23,4%**	**-22,1%**						**-22,1%**
Other Municipal Staff										
Basic Salaries and Wages		131 772	170 960	151 861	12 100	97 064	101 241	(4 177)	-4%	151 861
Pension and UIF Contributions		22 979	27 424	25 002	1 980	15 851	16 668	(817)	-5%	25 002
Medical Aid Contributions		15 044	19 492	16 352	856	10 299	10 902	(602)	-6%	16 352
Overtime		19 496	20 448	20 795	1 412	13 969	13 863	106	1%	20 795
Performance Bonus		11 169	13 393	22 059	21	11 145	14 706	(3 561)	-24%	22 059
Motor Vehicle Allowance		11 087	9 209	8 845	728	5 674	5 897	(222)	-4%	8 845
Cellphone Allowance		603	783	815	60	511	544	(33)	-6%	815
Housing Allowances		2 189	2 124	2 248	180	1 461	1 499	(38)	-3%	2 248
Other benefits and allowances		3 735	4 318	3 644	365	2 699	2 429	269	11%	3 644
Payments in lieu of leave								–		
Long service awards		2 541	1 088	1 449	196	1 170	966	204	21%	1 449
Post-retirement benefit obligations	2	7 442	1 071	1 071	558	603	714	(111)	-16%	1 071
Entertainment		107	102	103	8	68	69	(1)	-1%	103
Scarcity								–		
Acting and post related allowance		4 291	4 130	6 123	560	4 318	4 082	236	6%	6 123
In kind benefits								–		
Sub Total - Other Municipal Staff		**232 454**	**274 542**	**260 370**	**19 023**	**164 833**	**173 580**	**(8 747)**	**-5%**	**260 370**
% increase	4		**18,1%**	**12,0%**						**12,0%**
Total Parent Municipality		**249 424**	**289 040**	**274 997**	**20 272**	**173 074**	**183 331**	**(10 257)**	**-6%**	**274 997**
TOTAL SALARY, ALLOWANCES & BENEFITS		**249 424**	**289 040**	**274 997**	**20 272**	**173 074**	**183 331**	**(10 257)**	**-6%**	**274 997**
% increase	4		**15,9%**	**10,3%**						**10,3%**
TOTAL MANAGERS AND STAFF		**242 467**	**282 209**	**268 165**	**19 703**	**168 580**	**178 777**	**(10 197)**	**-6%**	**268 165**

Year-to-date Employee and remuneration related expenditure for the year as at end of February 2025 amounted to **R173 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 - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		10 257	17 923	17 627	3 034	7 195	11 751	4 556	38,8%	17 627
Roads Infrastructure		450	–	–	–	–	–	–		–
Roads								–		
Road Structures								–		
Road Furniture		450	–	–	–	–	–	–		–
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		3 448	8 625	12 025	2 160	3 137	8 017	4 880	60,9%	12 025
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		3 448	8 625	12 025	2 160	3 137	8 017	4 880	60,9%	12 025
Capital Spares								–		
Water Supply Infrastructure		6 360	9 298	5 602	874	4 058	3 734	(323)	-8,7%	5 602
Dams and Weirs								–		
Boreholes								–		
Reservoirs		1 600	3 900	3 900	–	2 632	2 600	(32)	-1,2%	3 900
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		4 761	5 398	1 702	874	1 425	1 134	(291)	-25,7%	1 702
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 28 FEBRUARY 2025

Community Assets		**(865)**	**10 000**	**13 108**	**2 395**	**3 057**	**8 738**	**5 681**	**65,0%**	**13 108**
Community Facilities		(865)	–	–	–	–	–	–		–
Halls								–		
Centres		(865)	–	–	–	–	–	–		–
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	13 108	2 395	3 057	8 738	5 681	**65,0%**	13 108
Indoor Facilities								–		
Outdoor Facilities		–	10 000	13 108	2 395	3 057	8 738	5 681	65,0%	13 108
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Operational Buildings		–	–	–	–	–	–	–		–
Municipal Offices								–		
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Biological or Cultivated Assets								–		
Intangible Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		–	–	–	–	–	–	–		–
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		**355**	**–**	**600**	**–**	**–**	**400**	**400**	100,0%	**600**
Computer Equipment		355	–	600	–	–	400	400	100,0%	600
Furniture and Office Equipment		**768**	**80**	**80**	**–**	**–**	**53**	**53**	100,0%	**80**
Furniture and Office Equipment		768	80	80	–	–	53	53	100,0%	80
Machinery and Equipment		**1 138**	**–**	**370**	**–**	**–**	**246**	**246**	100,0%	**370**
Machinery and Equipment		1 138	–	370	–	–	246	246	100,0%	370
Transport Assets		**9 332**	**16 000**	**13 000**	**–**	**8 396**	**8 667**	**270**	3,1%	**13 000**
Transport Assets		9 332	16 000	13 000	–	8 396	8 667	270	3,1%	13 000
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	**20 985**	**44 003**	**44 784**	**5 429**	**18 648**	**29 856**	**11 207**	**37,5%**	**44 784**

Expenditure on repairs and maintenance

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**39 652**	**41 500**	**30 619**	**2 616**	**20 476**	**20 413**	(63)	**-0,3%**	**30 619**
Roads Infrastructure		1 079	2 200	1 095	51	471	318	(153)	**-48,0%**	1 095
Roads								–		
Road Structures								–		
Road Furniture		1 079	1 700	1 095	51	471	485	14	**2,8%**	1 095
Capital Spares		–	500	–	–	–	(167)	(167)	**100,0%**	–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		4 066	6 700	4 176	689	2 054	2 784	730	**26,2%**	4 176
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks		2 140	2 300	1 726	363	1 213	1 151	(63)	**-5,4%**	1 726
LV Networks		1 541	4 100	2 150	315	581	1 433	853	**59,5%**	2 150
Capital Spares		385	300	300	11	260	200	(60)	**-30,1%**	300
Water Supply Infrastructure		30 033	23 500	13 565	1 624	10 545	9 043	(1 501)	**-16,6%**	13 565
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		25 987	20 300	10 560	1 337	8 978	7 040	(1 938)	**-27,5%**	10 560
Distribution Points								–		
PRV Stations								–		
Capital Spares		4 045	3 200	3 005	287	1 566	2 003	437	**21,8%**	3 005
Sanitation Infrastructure		4 475	9 100	11 783	252	7 406	8 267	861	**10,4%**	11 783
Pump Station								–		
Reticulation		2 871	6 200	3 041	–	2 375	1 476	(900)	**-61,0%**	3 041
Waste Water Treatment Works		390	1 650	7 602	252	4 468	6 068	1 600	**26,4%**	7 602
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		1 214	1 250	1 140	–	562	723	161	**22,3%**	1 140
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								–		

There Year-to-date actual spent on repairs and maintenance expenditure is **R26.1 million** or **94%** of the Yea-to-date budgeted amount of **R27.6 million.**

Depreciation by Asset class

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Depreciation by Asset Class/Sub-class										
Infrastructure		**41 359**	**39 246**	**39 104**	**3 336**	**25 902**	**26 069**	167	**0,6%**	**39 104**
Roads Infrastructure		10 031	10 769	10 769	920	7 119	7 180	61	0,9%	10 769
Roads		–	–	–	–	–	–	–		–
Road Structures		10 031	10 769	10 769	920	7 119	7 180	61	0,9%	10 769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		7 244	8 146	8 097	701	5 310	5 398	88	1,6%	8 097
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		38	34	17	–	–	11	11	100,0%	17
MV Switching Stations								–		
MV Networks		38	34	17	–	–	11	11	100,0%	17
LV Networks		7 168	8 079	8 063	701	5 310	5 376	66	1,2%	8 063
Capital Spares								–		
Water Supply Infrastructure		10 882	11 582	11 488	985	7 644	7 659	15	0,2%	11 488
Dams and Weirs								–		
Boreholes								–		
Reservoirs		(1 873)	153	76	–	–	51	51	100,0%	76
Pump Stations		9	8	4	–	–	3	3	100,0%	4
Water Treatment Works								–		
Bulk Mains								–		
Distribution		12 747	11 422	11 408	985	7 644	7 605	(38)	-0,5%	11 408
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		8 725	8 749	8 749	730	5 830	5 832	3	0,0%	8 749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		8 725	8 749	8 749	730	5 830	5 832	3	0,0%	8 749
Waste Water Treatment Works		–	–	–	–	–	–	–		–
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		4 477	–	–	–	–	–	–		–
Landfill Sites		4 477	–	–	–	–	–	–		–
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		4 721	4 365	4 336	354	2 950	2 891	(59)	-2,0%	4 336
Community Facilities		4 721	4 365	4 336	354	2 950	2 891	(59)	-2,0%	4 336
Halls		4 721	4 365	4 336	354	2 950	2 891	(59)	-2,0%	4 336
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria								–		
Police								–		
Purls								–		
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities								–		
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		3 438	5 553	4 848	521	3 467	3 232	(235)	-7,3%	4 848
Operational Buildings		3 438	5 553	4 848	521	3 467	3 232	(235)	-7,3%	4 848
Municipal Offices		3 438	5 553	4 848	521	3 467	3 232	(235)	-7,3%	4 848
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing		–	–	–	–	–	–	–		–
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		52	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		52	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		52	–	–	–	–	–	–		–
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		1 037	1 122	1 122	96	739	748	10	1,3%	1 122
Computer Equipment		1 037	1 122	1 122	96	739	748	10	1,3%	1 122
Furniture and Office Equipment		385	1 382	1 045	143	809	697	(112)	-16,1%	1 045
Furniture and Office Equipment		385	1 382	1 045	143	809	697	(112)	-16,1%	1 045
Machinery and Equipment		206	1 338	966	143	768	644	(124)	-19,3%	966
Machinery and Equipment		206	1 338	966	143	768	644	(124)	-19,3%	966
Transport Assets		3 059	2 148	2 452	154	1 533	1 635	101	6,2%	2 452
Transport Assets		3 059	2 148	2 452	154	1 533	1 635	101	6,2%	2 452
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Depreciation	1	54 258	55 155	53 873	4 747	36 168	35 915	(252)	-0,7%	53 873

Depreciation for the month of February was recognized and it amounted to **R4.7 million** with a year to date actual depreciation of **R36 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 - M08

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		**29 072**	**46 459**	**44 199**	**4 010**	**13 526**	**29 466**	15 940	**54,1%**	**44 199**
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		(3 558)	1 500	1 500	–	–	1 000	1 000	**100,0%**	1 500
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations								–		
MV Networks		–	–	–	–	–	–	–		–
LV Networks								–		
Capital Spares		(3 558)	1 500	1 500	–	–	1 000	1 000	**100,0%**	1 500
Water Supply Infrastructure		15 440	20 150	21 588	–	5 416	14 392	8 976	**62,4%**	21 588
Dams and Weirs								–		
Boreholes								–		
Reservoirs		9 156	–	–	–	–	–	–		–
Pump Stations		1 625	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		4 659	15 000	16 438	–	5 416	10 959	5 543	**50,6%**	16 438
Distribution		0	5 150	5 150	–	–	3 433	3 433	**100,0%**	5 150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		2 620	24 809	21 110	4 010	8 110	14 074	5 964	**42,4%**	21 110
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		2 620	24 809	21 110	4 010	8 110	14 074	5 964	**42,4%**	21 110
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites		–	–	–	–	–	–	–		–
Waste Transfer Stations								–		
Waste Processing Facilities								–		
Waste Drop-off Points								–		
Waste Separation Facilities								–		
Electricity Generation Facilities								–		
Capital Spares								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Rail Structures								–		
Rail Furniture								–		
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
MV Substations								–		
LV Networks								–		
Capital Spares								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Sand Pumps								–		
Piers								–		
Revetments								–		
Promenades								–		
Capital Spares								–		
Information and Communication Infrastructure		14 570	–	–	–	–	–	–		–
Data Centres								–		
Core Layers								–		
Distribution Layers		14 570	–	–	–	–	–	–		–
Capital Spares								–		

Community Assets		–	410	410	–	–	273	273	100,0%	410
Community Facilities		–	410	410	–	–	273	273	100,0%	410
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	410	–	–	273	273	100,0%	410
Cemeteries/Crematoria								–		
Police								–		
Purls								–		
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares								–		
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities		–	–	–	–	–	–	–		–
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		2	–	–	–	–	–	–		–
Operational Buildings		2	–	–	–	–	–	–		–
Municipal Offices		2	–	–	–	–	–	–		–
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications								–		
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		–	–	–	–	–	–	–		–
Computer Equipment								–		
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Furniture and Office Equipment								–		
Machinery and Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		–	–	–	–	–	–	–		–
Transport Assets		–	–	–	–	–	–	–		–
Transport Assets								–		
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on upgrading of existing assets	1	29 075	46 869	44 609	4 010	13 526	29 739	16 213	54,5%	44 609

year-to-date expenditure of **R15.4 million** (YTD) was incurred for the upgrading of existing assets for the month of February 2025

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

DEBT RELIEF

16.1 MFMA Circular 124 – Municipality Compliance Self-Assessment

Annexure A2

Annexure A2 - Monthly

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

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

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

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

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition	6,3 + 6,12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):		Notes/Comments
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- refer condition 6.12.2*	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	An amount of 4 838 401,07 was paid 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	

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 February the Municipality had **83%** compliance status for January 2025 as well.

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

	Part D				Part C										Part E													Part F		
	Electricity and water as collection tools				Quarterly collection of property rates and services charges							Maximization of Revenue Base			Oversight													Compliance Status		Month applicable
Month	C15	C16	C17	C18	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	No	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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	Yes	Yes	Yes	Yes	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
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 **82%** (Including advanced payments). This calculation was contingent upon October Billing with it's ensuing collection rate realized in the subsequent Month of February. 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			8.February			
Services	Electricity Supplier	Ward Name & Number	Billing For January	Collection for January in February	Rand Value of Billing not collected	% Collection
Property Rates Tax	Mun Supplied	All Wards	14 670 781	(7 725 002)	22 395 782	-53%
Electricity			10 761 302	(21 772 800)	32 534 103	-202%
Water			4 240 572	(2 948 459)	7 189 030	-70%
Refuse			4 509 696	(1 354 120)	5 863 816	-30%
Waste Water			4 165 354	(1 621 717)	5 787 071	-39%
Interest			5 294 208	(815 722)	6 109 930	-15%

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

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

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1				Q1
	Billing	Collection	R - Billing not collected	% Collection	
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				Q2
	Billing	Collection	R - Billing not collected	% Collection	
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				Q1
	Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	84 304 684	(60 879 288)	145 183 972	-72%	-72%
2.Collection excl Eskom supplied areas	84 304 684	(60 879 288)	145 183 972	-72%	-72%
3.Collection: **Property Rates**	29 341 561	(15 612 781)	44 954 342	-53%	-53%
4.Total average collection: **Electricity** (Municipal supplied areas)	18 742 439	(33 325 897)	52 068 337	-178%	-178%
5.Total average collection: **Water**	8 236 243	(5 316 375)	13 552 618	-65%	-65%
6.Total average collection: **Wastewater**	8 282 235	(2 803 501)	11 085 737	-34%	-34%
7.Total average collection: **Refuse**	9 023 860	(2 661 331)	11 685 191	-29%	-29%
8.Total average collection: **Interest**	10 678 345	(1 159 403)	11 837 748	-11%	-11%

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 February 2025, is being uploaded on the GO- MUNI Portal.

URN UNFUNDED BUDGET TO BE FUNDED.

FOCUS AREA	KEY DELIVERABLE OBJECTIVES	ACTIVITIES	RESPONSIBLE DEPARTMENT/ OFFICIAL	TIME FRAME		OUTCOME	STATUS FEBRUARY ACHIEVED/NOT ACHIEVED
Water & Electricity	Replacement of faulty meters Reduce water leakages Accurate meter readings Meter audits Strengthen security on water and electrical infrastructure Increase frequency of meter readings	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.	3. Mr. Estavao, Mr. Kekana, Mr. Letshabo & Ms. Taljaard 4. Mr. Ositang & Mr. Letebele	2. June 2024 3. As and when 4. As and when		and completeness of revenue 3 & 4. Deter consumers from tampering/bypassing meters and reduce revenue/distribution losses	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 are in the process of deregistered.
		Keep record of dumping in the municipal area to assess dumping needs so	2. Mr. Loete & Mr. P Kekana & Mr. Letshabo 3. Mr. Estavao, Mr.	1. July 2023 2. June 2024			1. No proper records of dumping from technical and no monthly fgures is submitted to

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 supposd 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 valuation 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 linked 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 Development and Town planning. All list of zoning/category for Kathu, Mapoteng, Dibeng and Olifantshoek was submitted to the 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 values were captured incorrectly. The customers indicated that they came to object and were told not to. Finance Department will write an item to Council to write off .
	Consumer awareness on payment/purchase of	1 Create awareness amongst customer about various options for water and	Municipal Manager/All				

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 supposd 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 r 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. Seetle/Mr. 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	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	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	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	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	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	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	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	1 840	–	–	–	–

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

NORTH WESTERN REGION
PRIVATE BAG X16 Westville 3630

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

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

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

YOUR ACCOUNT NO	9296092982
SECURITY HELD	4522842.13
BILLING DATE	2025-03-03
TAX INVOICE NO	929466790980
ACCOUNT MONTH	FEBRUARY 2025
CURRENT DUE DATE	2025-04-02
VAT REG NO	4040120927

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

NORTH WESTERN REGION
PRIVATE BAG X16 Westville 3630

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

TAX INVOICE

E-MAIL: creditors@gamagara.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	15,232.56
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	57,565.10
ANCILLARY SERVICE (ALL)		R	54,639.82
ENERGY CHARGE (PEAK)	1,158,252.00	R	2,381,945.24
ENERGY CHARGE (STD)	2,706,484.00	R	3,830,216.16
ENERGY CHARGE (OFF)	2,965,240.00	R	2,661,895.94
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,070,257.55
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	1,077,101.01
SERVICE CHARGE		R	11,264.96
TOTAL CHARGES FOR BILLING PERIOD		R	**12,788,288.34**

ACCOUNT SUMMARY FOR FEBRUARY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-03-04)	R	664,233,747.59
PAYMENT(S) RECEIVED	ACB Payment - 2025-02-07	R	-4,838,410.71
TOTAL CHARGES FOR BILLING PERIOD		R	12,788,288.34
ADJUSTMENT	Interest on overdue account	R	3.01
ADJUSTMENT	Interest on overdue account	R	244,613.69
ADJUSTMENT	Interest on overdue account	R	1,766,798.52
ADJUSTMENT	Interest on overdue account	R	694,439.16
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	1,918,243.25

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

unipay 7100 10 0010

272157001 9296092982 7

>>>>>> 9207 2929 6092 9820

PayIT

easypay

CURRENT	TOTAL DUE	R	676,807,722.85
17,412,385.97			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
620,146,365.26	19,197,491.31	0.00	20,051,480.31

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

TOTAL AMOUNT DUE
676,807,722.85

PAYMENT ARRANGEMENT

INSTALMENT
0.00
ARREARS (Due Immediately)
659,395,336.88
DUE DATE (For Current Amount)
2025-04-02
AMOUNT PAID

PAGE RUN NO	EE 295
BILL GROUP	
BILL PAGE	1 OF 4

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

000121\000001\

To date the Municipality owes ESKOM a total of **R676 807 722.85**

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 February 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 February 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 **28 February 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 February 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 13 | March | 2025