GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

MAY 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 Acting Senior Manager	**Thabang Kabedi**
Approved by CFO	**Aobakwe Makoku**

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BACKGROUND

Purpose

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

Legislative Background

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

(a) Actual revenue, per revenue source;

(b) actual borrowings;

(c) actual expenditure, per vote;

(d) actual capital expenditure, per vote;

(e) the amount of any allocations received;

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

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

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

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

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

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

(2) The statement must include –

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

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

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

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

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

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

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

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

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

PART 1 – IN-YEAR REPORT

1.1 Mayor's Report

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

1.2 Resolution

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

1.3 Executive Summary

Operating Revenue Budget

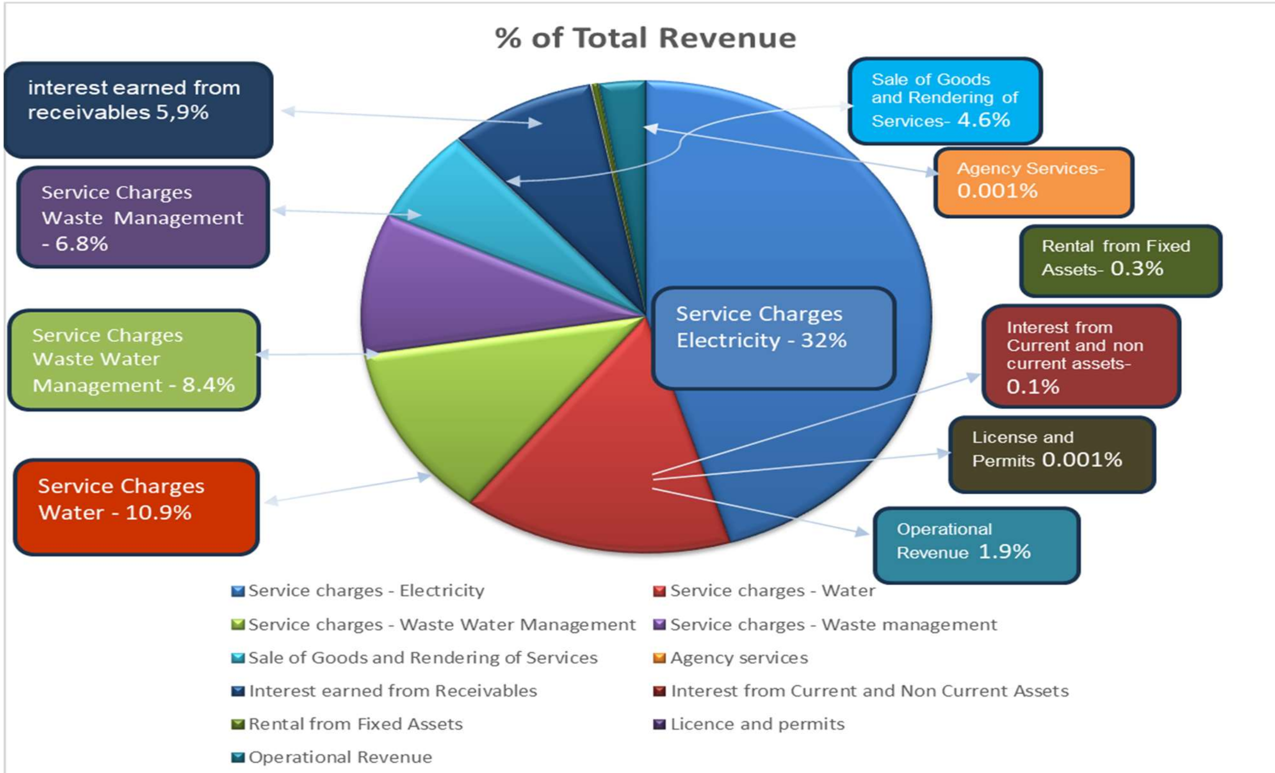
The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 31 May 2025, a total of **R641 million** or **83%** of the total budget has been recognized. This translates to **89%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R80 million** or **11%**. R33 million was billed for service charges for May 2025. The highest contributor to the municipality's revenue is electricity at **R18 million** followed by Property Rates at **R13 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 May equate **R33 Million**, consequently leading to a year-to-date actual billing and year-to-date Budgeted revenue of **R355 Million** and **R380 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

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	18,339	212,735	230,047	(17,312)	-8%	250,960
Service charges - Water		53,389	68,717	68,717	6,235	53,188	62,991	(9,803)	-16%	68,717
Service charges - Waste Water Management		37,731	52,124	52,124	4,810	45,269	47,780	(2,511)	-5%	52,124
Service charges - Waste management		42,025	43,001	49,335	3,904	44,553	39,418	5,136	13%	49,335
Sale of Goods and Rendering of Services		(585)	7,798	7,746	2,615	7,206	7,148	57	1%	7,746
Agency services		547	594	470	20	364	544	(180)	-33%	470
Interest								–	0%	
Interest earned from Receivables		41,548	36,115	37,202	3,370	34,299	33,208	1,091	3%	37,202
Interest from Current and Non Current Assets		604	627	517	45	435	574	(140)	-24%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2,075	2,003	2,108	150	1,857	1,836	21	1%	2,108
Licence and permits		30	33	60	4	24	31	(6)	-20%	60
Operational Revenue		101,696	21,479	21,356	1,076	2,333	19,689	(17,356)	-88%	21,356
Non-Exchange Revenue								–	0%	
Property rates		154,195	177,554	177,554	13,078	147,578	162,758	(15,180)	-9%	177,554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1,384	699	890	42	903	641	263	41%	890
Licence and permits		1,703	1,814	1,518	141	1,425	1,663	(238)	-14%	1,518
Transfers and subsidies - Operational		104,060	70,797	70,797	1,442	68,725	64,897	3,828	6%	70,797
Interest		14,611	18,163	21,973	1,947	20,490	22,170	(1,680)	-8%	21,973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	61	485	458	26	6%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14,221	14,221	–	–	26,071	(26,071)	-100%	14,221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		772,531	767,197	778,027	57,280	641,869	721,923	(80,054)	-11%	778,027

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



EXCHANGE REVENUE

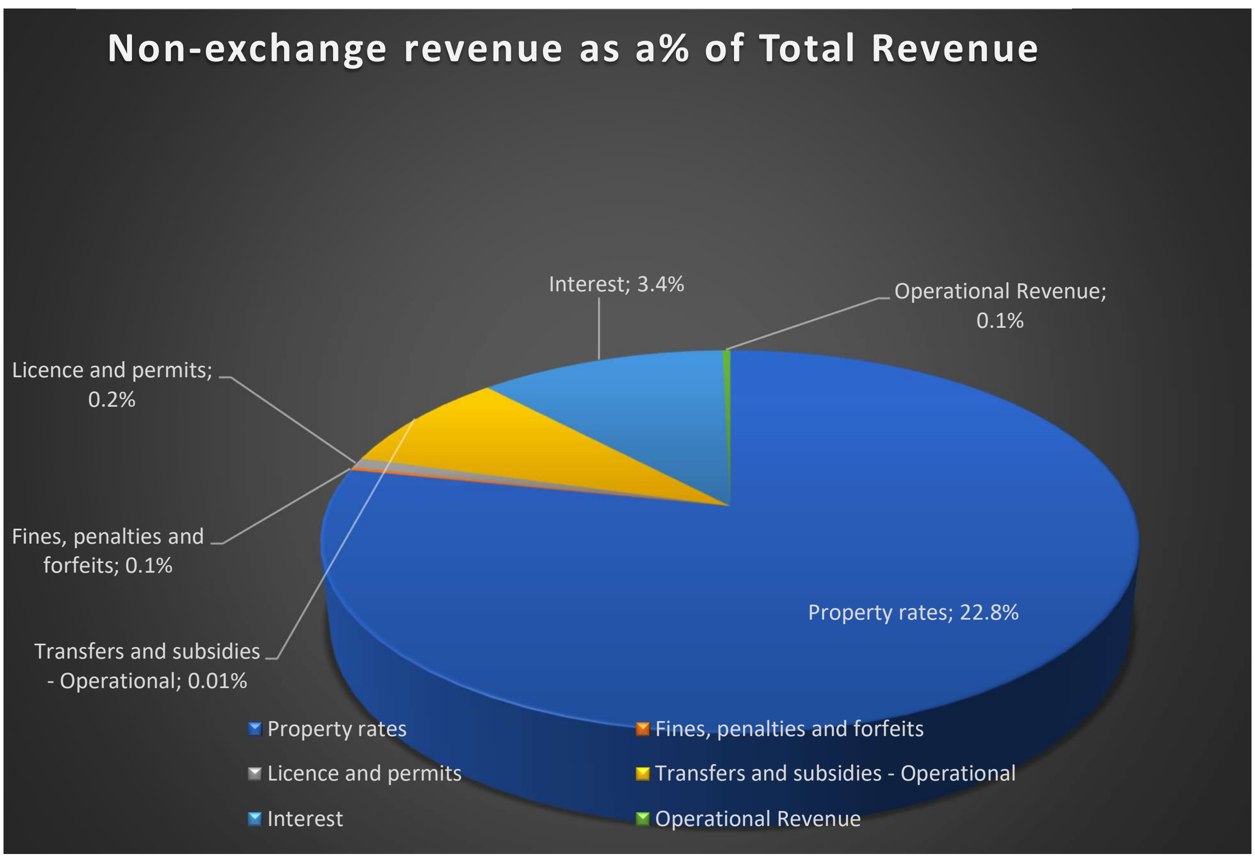
Exchange Revenue (Revenue by Source)	*Amount*	*% of Total Revenue*
Service charges - Electricity	18,339,462.04	32.0%
Service charges - Water	6,234,977.78	10.9%
Service charges - Waste Water Management	4,809,549.78	8.4%
Service charges - Waste management	3,904,035.11	6.8%
Sale of Goods and Rendering of Services	2,614,971.60	4.6%
Agency services	19,795.11	0.0%
Interest earned from Receivables	3,370,297.81	5.9%
Interest from Current and Non Current Assets	45,480.00	0.1%
Rental from Fixed Assets	149,865.48	0.3%
Licence and permits	4,270.16	0.0%
Operational Revenue	1,076,415.70	1.9%

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 **1%** of total revenue billed for the Month of May.

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	AMOUNT	% of Total Revenue
Property rates	R13,078,089.91	22.8%
Fines, penalties and forfeits	R42,082.70	0.1%
Licence and permits	R140,762.30	0.2%
Transfers and subsidies - Operational	R1,441,879.23	2.5%
Interest	R1,947,221.17	3.4%
Operational Revenue	R60,778.17	0.1%

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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 **22.8%** of total revenue billed for the Month of May.

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 **3.4%.** Transfers and subsidies amounted to **R1.4 million.**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

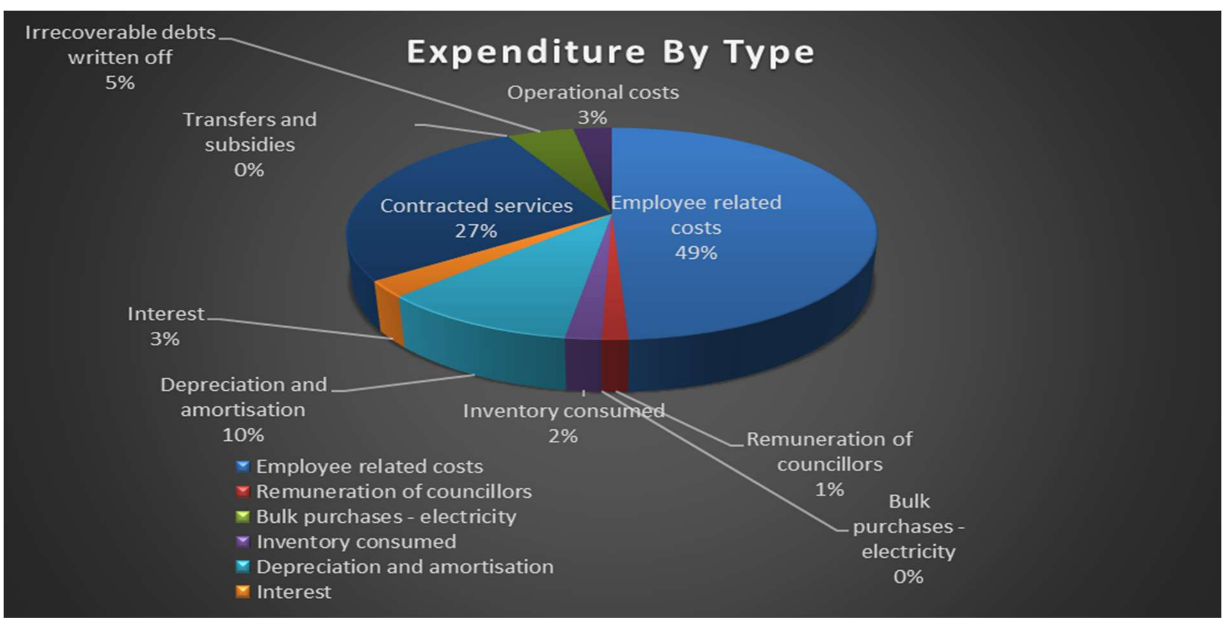
Operating Expenditure Budget

The total expenditure for the current year is **R 829 million**. To date, the total amount spent on the operating budget is **R645 million** or **78%** 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) - M11 May

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	20,028	228,236	259,281	(31,045)	-12%	268,165
Remuneration of councillors		6,957	6,831	6,831	551	6,184	6,262	(78)	-1%	6,831
Bulk purchases - electricity		173,543	191,095	191,095	–	145,742	175,170	(29,428)	-17%	191,095
Inventory consumed		20,045	24,362	19,905	753	14,785	22,332	(7,547)	-34%	19,905
Debt impairment		20,412	24,547	24,547	–	–	22,502	(22,502)	-100%	24,547
Depreciation and amortisation		63,344	55,155	53,873	4,158	49,584	50,559	(975)	-2%	53,873
Interest		64,665	25,250	28,750	1,016	26,764	23,146	3,618	16%	28,750
Contracted services		96,504	103,400	87,563	11,109	76,611	98,450	(21,839)	-22%	87,563
Transfers and subsidies		43	500	151	–	51	458	(408)	-89%	151
Irrecoverable debts written off		11,438	23,890	27,298	1,982	25,468	21,900	3,568	16%	27,298
Operational costs		84,310	91,050	89,864	1,144	72,336	84,006	(11,671)	-14%	89,864
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4,289)	1,678	1,678	–	–	1,539	(1,539)	-100%	1,678
Total Expenditure		779,295	829,968	799,721	40,742	645,760	765,604	(119,843)	-16%	799,721

The graph below shows expenditure by type as a % of total expenditure for May 2025.



Expenditure By Type	*Amount*	*% of Total Expenditure*
Employee related costs	20,028,268.55	49%
Remuneration of councillors	550,857.04	1%
Bulk purchases - electricity	-	0%
Inventory consumed	752,971.24	2%
Depreciation and amortisation	4,158,266.83	10%
Interest	1,015,753.45	2%
Contracted services	11,109,253.36	27%
Transfers and subsidies	-	0%
Irrecoverable debts written off	1,982,331.45	5%
Operational costs	1,144,457.37	3%

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 ***R28 623 000***. Total outstanding / stopped allocations amount to **R16 351 000.**

See below tables for details.

CAPITAL EXPENDITURE BUDGET MAY					
DESCRIPTION	BUDGET	RECEIVED	SPENT	VARIANCE (UNSPENT)	% OF UNSPENT
Municipal Infrastructure grant	R23,149,000.00	R9,798,000.00	R9,798,000.00	**R0.00**	**0%**
Water Service Infrastructure Grant	R15,000,000.00	R12,000,000.00	R8,286,459.48	**R5,151,747.67**	**43%**
INEP	R4,825,000.00	R4,825,000.00	R4,825,000.00	**R0.00**	**0%**
TOTAL	**R42,974,000.00**	**R26,623,000.00**	**R22,909,459.48**	**R5,151,747.67**	**19%**

Capital Expenditure

The table below shows capital expenditure budget per capital grant source. To date the municipality has spent **100% or R9 798 000** on Municipal Infrastructure Grant (MIG).

Capital expenditure on Water Service Infrastructure (WSIG) and INEP are on ***57% and 100%*** respectively. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

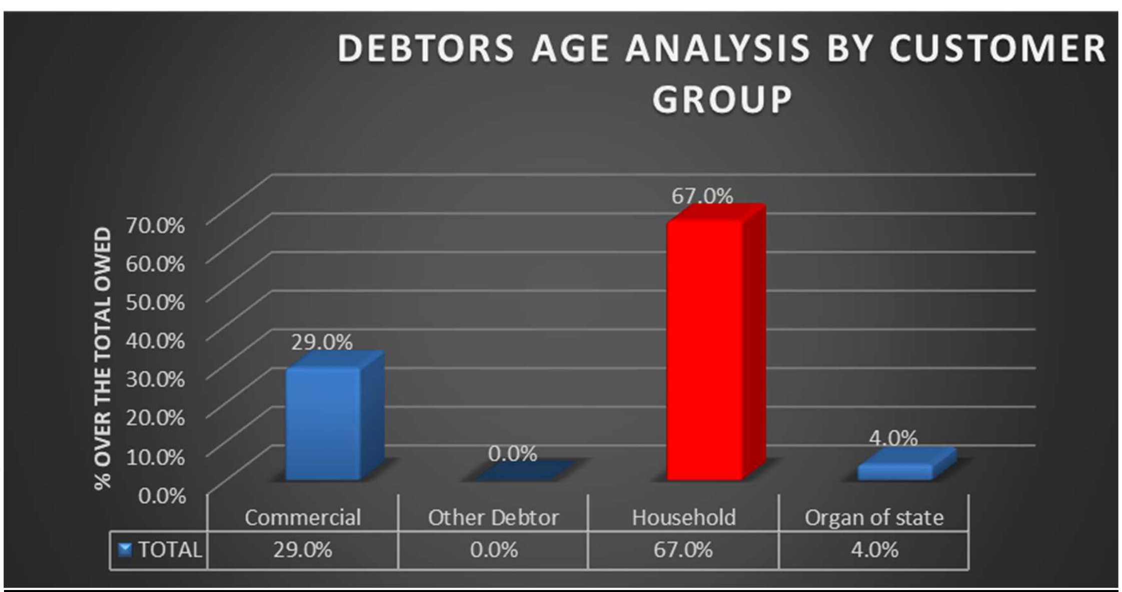
Debtors Ageing

The total receivables balance or debtors book as at the end of May 2025 amounts to **R624 million** with most of the debt being owed by households at **R422 million** or **67%** of the total Debtors. Organs of State and Commercial at **4%** and **29%** respectively. Other debtors only account for **less than 0.01%** of the outstanding debt. Debtors balance decreased by **R4 Million** in comparison with the previous Month (April – R628 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

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	3,816	2,116	2,209	1,835	1,712	1,483	10,039	51,145	74,356
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9,513	4,466	4,107	4,200	3,588	2,316	16,502	94,294	138,987
Receivables from Non-exchange Transactions - Property Rates	1400	12,200	4,335	3,493	3,284	2,199	1,968	14,638	72,112	114,230
Receivables from Exchange Transactions - Waste Water Management	1500	4,869	2,420	2,207	2,353	1,790	1,727	11,230	33,198	59,795
Receivables from Exchange Transactions - Waste Management	1600	4,010	2,457	2,324	2,419	1,958	1,921	12,332	56,396	83,816
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99
Interest on Arrear Debtor Accounts	1810	5,488	5,228	5,087	5,324	4,954	4,827	30,634	118,522	180,063
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	(40,832)	989	840	630	474	445	2,912	7,761	(26,780)
Total By Income Source	**2000**	**(935)**	**22,012**	**20,267**	**20,046**	**16,675**	**14,687**	**98,286**	**433,528**	**624,566**
2023/24 - totals only										–
Debtors Age Analysis By Customer Group										
Organs of State	2200	355	678	656	751	565	515	5,641	15,990	25,151
Commercial	2300	2,522	5,250	5,521	6,067	4,628	4,343	27,236	126,147	181,715
Households	2400	10,098	15,346	13,557	12,796	11,112	9,477	63,070	287,146	422,601
Other	2500	(13,910)	739	534	431	370	351	2,340	4,245	(4,901)
Total By Customer Group	**2600**	**(935)**	**22,012**	**20,267**	**20,046**	**16,675**	**14,687**	**98,286**	**433,528**	**624,566**

The graph below shows outstanding debtors per category as a % of the total debtors May 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
00010001	DE ALMEIDA	AJG	IAN FLEMMING ROAD	8A	KATHU	8587		3 682 810,01
00010001	TSHIMO GARDENS KWEKERY		HENDRIK VAN ECK	0	KATHU	1382	1000000218	3 266 650,90
00010001	SOUTH AFRICAN POST OFFICE		RIETBOK	2786	KATHU	1391	1000000004	1 188 876,46
00010001	SANDER GEOPHYSICS LTD		LUGHAWE	0	KATHU	956	1000000111	1 089 922,34
00010001	PROVINCIAL GOVERNMENT OF NC		BEN ALBERTS ROAD	169	KATHU	332	1000000017	905 120,71
00010001	CAMEL THORN CONSULTANCY		C O FRIKKIEMEYER HANSCOETZEE	1	KATHU	3518		684 714,87
00010099	MTN			0	KATHU	7584	1000000025	568 381,51
00010001	BLOEKOM TRUST		RIETBOK STREET	3583	KATHU	4176		422 810,86
00010001	GAMAGARA ONTWIKKELINGSFORUM		SESHENG - ERF	3648	KATHU	7743		415 237,96
00010001	MARKRAM	L	AKASIA FLAT	13	KATHU	3510		401 019,16
00010001	ROOIBAADJIE	KP	BERGDORING	57	KATHU	13784	1000000025	351 024,26
00010001	LATERNOS PIZZA		WINKEL	2	KATHU	1482		292 642,89
00010001	TRACKSTAR TRADING 20 CC		2ND ROAD	8	KATHU	3339	1000000100	271 101,26
00010001	MOTLHARO	MG	TWEEDE	18	KATHU	3335		264 739,72
00010001	TRACKSTAR TRADING 20 PTY LTD		FIRST ROAD	17	KATHU	3384	1000000100	263 668,78
00010001	AMBER SUNRISE PROPERTIES 57 PT		NONE	5180	KATHU	8809	6666666666	244 792,10
00010001	TRACKSTAR TRADING 20 CC		2ND ROAD	10	KATHU	3338	1000000100	244 678,01
00010001	BIZ AFRIKA 1150 PTY LTD		SONNEBLOM ROAD	2	KATHU	3153		243 652,21
00010001	DU TOIT ORFFER		WINDBUKSSLOT	8	KATHU	14239	1000000111	239 605,92
00010001	WATERKLOOF FAMILIE TRUST		MAUSERSLOT	15	KATHU	14412	1000000111	235 251,02
00010001	MARX	JM	NONE	5179	KATHU	8808		230 967,39
00010001	OOR	MF	SESHENG - ERF	4274	KATHU	8130	1000000182	228 799,39
00010001	NW BESIGHEIDS TRUST		TRITOLSLOT	2	KATHU	14583	1000000111	225 828,54
00010001	MOLOPO BUSDIENS CC		ASBES STREET	1380	KATHU	2663	1000000034	221 254,79
00010001	VAN DER HEEVER	NP & CM	SONOP CRESCENT	28	KATHU	14469		217 606,33
00010001	FLOORS	L	SONOP	13	KATHU	14466	1000000111	213 464,91
00010001	HEXAGORIAN 1055 PTY LTD		EERSTE	19	KATHU	3383	1000000111	212 431,15
00010001	SCHOEMAN	WL	KALAHARI SINGEL	72	KATHU	14276	1000000111	207 357,37
00010001	SAMBER TRADING NO15PTYLTD		ROOIGRASSLOT	5	KATHU	14399	1000000111	203 635,18
00010001	MARLIO BELEGGINGS 12PTYLTD		MAUSERSLOT	9	KATHU	14420	1000000111	203 296,40
00010001	SHUPING	M	SESHENG - ERF	3812	KATHU	7910	1000000182	201 875,04
00010001	KINGDOM COMMONWEALTH INVESTMEN		SONOP	9	KATHU	14464	1000000111	201 791,37
00010001	ROYAL SQUARE INVESTMENTS 347 C		JAKKALSVOEL	8	KATHU	14166		196 731,38
00010001	QAULITY AUTO TRADERS PTY LTD		RIETBOK	3591	KATHU	4183	1000000111	186 101,79
00010001	MONGOTLENG	HJ	DERDE	19	KATHU	3600	1000000182	184 944,36
00010001	WILTER PROPERTIES CC		POFADDERSLOT	11	KATHU	14330		182 878,31
00010001	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	13561	1000000164	179 263,59
00010001	VOS	GM	KATDORING	26	KATHU	4110	1000000112	178 448,14
00010001	KOEN	H	POFADDERSLOT	1	KATHU	14318	6666666666	177 298,44
00010001	NEL	HSM	AANDBLOM	13	KATHU	3141		177 254,62
00010001	RAUBEX HOUSING PTY LTD		RINKHALS	1	KATHU	14347	1000000292	171 161,99
00010001	HEXAGORIAN 1055 PTY LTD		FIRST ROAD	20	KATHU	3375		169 952,79
00010001	RAUBEX HOUSING PTY LTD		KALAHARI SINGEL	30	KATHU	14366	1000000292	169 088,47
00010001	REDELINGHUYS	JDH	SONNEBLOM ROAD	2	KATHU	3154	6666666666	168 461,55
00010001	MALINDI NDLOVU	BZA	KALAHARI SINGEL	128	KATHU	14178		165 657,70
00010001	VODACOM PTY LTD		SESHENG - ERF	3206	KATHU	8599		165 473,52
00010001	MALINGA	CS & KI	SESHENG - ERF	4115	KATHU	7963		164 679,38
00010001	MTN BTS PROPERTY MANAGEMENT DE		SESHENG - ERF	3206	KATHU	8600		164 653,86
00010001	STEPHENS	DJ	SANDKUILSLOT	11	KATHU	14600		160 126,04

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

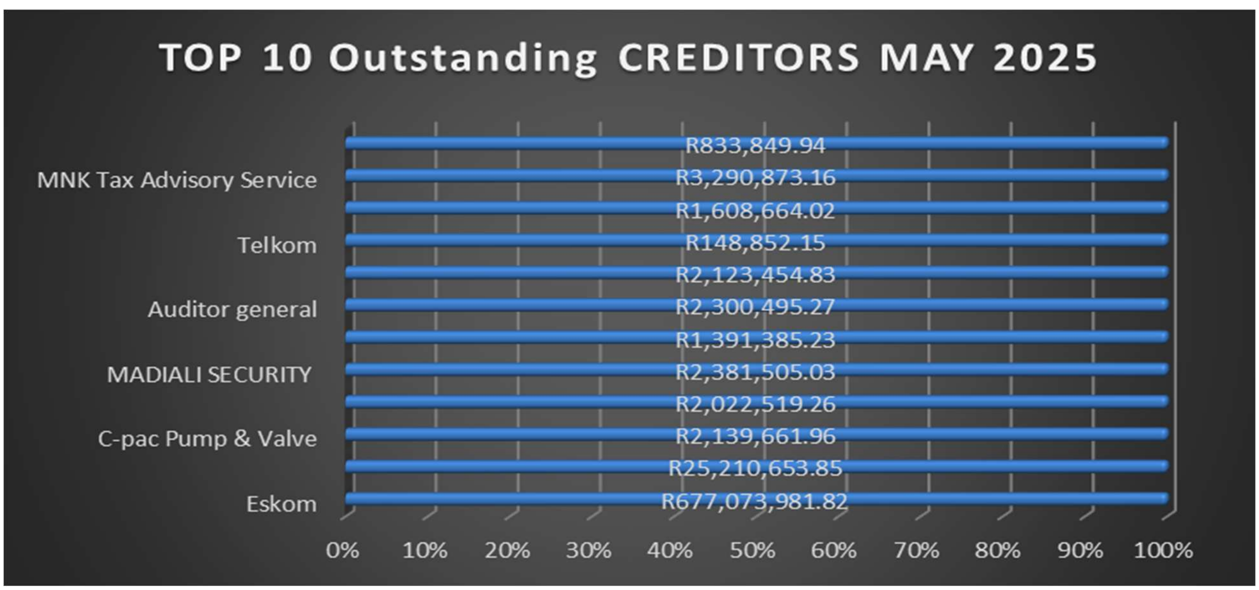
Creditors Ageing

The municipality owes Eskom a total debt of **R 677 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 **R720 Million.**

Top 10 Creditors

Top 10 Creditors - April 2025				AGING			
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R18,244,211.46	R19,197,047.24	R -	R20,051,480.31	R 19,197,491.31	R600,383,751.50	R 677,073,981.82
Transport, Safety and Liaison - Northern cape	R 178,520.56	R 232,859.45	R 174,685.30	R 269,132.39	R 168,355.83	R 24,187,100.32	R 25,210,653.85
C-pac Pump & Valve	R -	R 567,192.96	R 8,705.50	R 308,585.25	R -	R 1,255,178.25	R 2,139,661.96
Mosekate	R 515,906.79	R 539,581.84	R 489,658.04	R 408,971.74		R 68,400.85	R 2,022,519.26
MADIALI SECURITY	R 2,381,505.03	R -	R -	R -	R -	R -	R 2,381,505.03
Sedibeng water	R 37,783.17	R 780,332.50	R 557,750.00	R -	R 7,630.72	R 7,888.84	R 1,391,385.23
Auditor general	R 70,776.72	R 19,978.47	R 20,453.34	R -	R -	R 2,189,286.74	R 2,300,495.27
JTG	R -	R 554,091.60	R 16,370.82	R 16,288.73	R 651,838.78	R 884,864.90	R 2,123,454.83
Telkom	R 73,919.99	R 74,932.16	R -	R -	R -	R -	R 148,852.15
CMG & Workmates	R 1,608,664.02	R -	R -	R -	R -	R -	R 1,608,664.02
MNK Tax Advisory Service	R 2,387,458.12	R 903,415.04					R 3,290,873.16
Phoenix	R -	R -				R 833,849.94	R 833,849.94
							R 720,525,896.52



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M11 May

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	13,078	147,578	162,758	(15,180)	-9%	177,554
Service charges	350,046	414,802	421,136	33,288	355,745	380,235	(24,490)	-6%	421,136
Investment revenue	604	627	517	45	435	574	(140)	-24%	517
Transfers and subsidies - Operational	104,060	70,797	70,797	1,442	68,725	64,897	3,828	6%	70,797
Other own revenue	163,626	103,418	108,023	9,426	69,386	113,459	(44,073)	-39%	–
Total Revenue (excluding capital transfers and contributions)	**772,531**	**767,197**	**778,027**	**57,280**	**641,869**	**721,923**	**(80,054)**	**-11%**	**778,027**
Employee costs	242,467	282,209	268,165	20,028	228,236	259,281	(31,045)	-12%	268,165
Remuneration of Councillors	6,957	6,831	6,831	551	6,184	6,262	(78)	-1%	6,831
Depreciation and amortisation	63,344	55,155	53,873	4,158	49,584	50,559	(975)	-2%	53,873
Interest	64,665	25,250	28,750	1,016	26,764	23,146	3,618	16%	28,750
Inventory consumed and bulk purchases	193,588	215,457	211,000	753	160,527	197,502	(36,975)	-19%	211,000
Transfers and subsidies	43	500	151	–	51	458	(408)	-89%	151
Other expenditure	208,231	244,566	230,950	14,236	174,414	228,396	(53,982)	-24%	230,950
Total Expenditure	**779,295**	**829,968**	**799,721**	**40,742**	**645,760**	**765,604**	**(119,843)**	**-16%**	**799,721**
Surplus/(Deficit)	**(6,764)**	**(62,771)**	**(21,694)**	**16,538**	**(3,892)**	**(43,681)**	**39,789**	**-91%**	**(21,694)**
Transfers and subsidies - capital (monetary allocations)	12,955	43,464	43,464	5,978	21,518	39,842	###	-46%	43,464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	**21,465**	**-559%**	**21,770**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	**21,465**	**-559%**	**21,770**
Capital expenditure & funds sources									
Capital expenditure	**7,159**	**90,872**	**132,293**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**132,293**
Capital transfers recognised	11,939	43,464	64,686	3,092	23,722	39,808	(16,086)	-40%	64,686
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**(4,780)**	**47,408**	**67,607**	**3,003**	**21,342**	**42,135**	**(20,793)**	**-49%**	**67,607**
Total sources of capital funds	**7,159**	**90,872**	**132,293**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**132,293**
Financial position									
Total current assets	12,891,204	(11,756,245)	25,748,803		12,989,252				25,748,803
Total non current assets	1,503,649	1,508,195	3,040,461		1,499,130				3,040,461
Total current liabilities	12,844,951	(11,497,693)	26,301,861		12,924,463				26,301,861
Total non current liabilities	411,459	160,405	386,558		414,576				360,601
Community wealth/Equity	**1,138,443**	**1,089,238**	**2,122,686**		**1,145,785**				**2,122,686**
Cash flows									
Net cash from (used) operating	895,065	42,226	73,182	50,268	747,998	89,747	(658,250)	-733%	73,182
Net cash from (used) investing	(24,036)	(90,872)	(89,392)	(6,103)	(54,334)	(81,943)	(27,609)	34%	(89,392)
Net cash from (used) financing	10,050	9,281	20,099	17	821	–	(821)	#DIV/0!	20,099
Cash/cash equivalents at the month/year end	**894,269**	**(94,027)**	**18,199**	**58,492**	**708,795**	**22,114**	**(686,680)**	**-3105%**	**18,199**

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	(935)	22,012	20,267	20,046	16,675	14,687	98,286	433,528	624,566
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) - M11 May

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**	**17,708**	**240,809**	**297,783**	(56,973)	-19%	**307,889**
Executive and council		64,972	66,809	67,143	63	66,969	61,241	5,728	9%	67,143
Finance and administration		207,023	237,781	240,746	17,645	173,840	236,541	(62,701)	-27%	240,746
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**1,102**	**1,191**	**1,191**	**211**	**2,267**	**1,092**	1,175	108%	**1,191**
Community and social services		1,102	1,191	1,191	7	61	1,091	(1,031)	-94%	1,191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		0	–	0	205	2,206	0	2,206	1542577%	0
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**6,845**	**8,077**	**7,820**	**1,548**	**6,359**	**7,404**	(1,045)	-14%	**7,820**
Planning and development		2,672	4,354	4,434	1,027	3,060	3,991	(930)	-23%	4,434
Road transport		4,168	3,720	3,357	517	3,273	3,410	(137)	-4%	3,357
Environmental protection		5	3	30	4	25	3	22	735%	30
Trading services		**505,545**	**496,804**	**504,591**	**43,791**	**413,953**	**455,487**	**(41,535)**	-9%	**504,591**
Energy sources		336,951	272,074	271,223	21,949	232,103	249,401	(17,298)	-7%	271,223
Water management		74,309	114,653	115,808	11,730	77,018	105,099	(28,081)	-27%	115,808
Waste water management		42,448	58,724	57,328	5,270	50,194	53,830	(3,636)	-7%	57,328
Waste management		51,837	51,353	60,232	4,842	54,637	47,157	7,480	16%	60,232
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**785,486**	**810,661**	**821,491**	**63,258**	**663,387**	**761,765**	**(98,378)**	**-13%**	**821,491**
Expenditure - Functional										
Governance and administration		**238,133**	**237,827**	**232,903**	**6,448**	**182,971**	**222,614**	(39,643)	-18%	**232,903**
Executive and council		27,157	31,784	33,715	1,701	28,912	29,589	(677)	-2%	33,715
Finance and administration		210,975	206,043	199,188	4,747	154,059	193,025	(38,966)	-20%	199,188
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**89,091**	**117,173**	**105,884**	**10,623**	**95,023**	**107,501**	(12,478)	-12%	**105,884**
Community and social services		52,124	70,055	64,650	7,347	59,111	64,309	(5,198)	-8%	64,650
Sport and recreation		35,208	45,314	38,634	3,066	33,605	41,538	(7,933)	-19%	38,634
Public safety		–	–	–	–	–	–	–		–
Housing		1,758	1,804	2,601	210	2,306	1,653	653	39%	2,601
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46,141**	**67,068**	**61,713**	**4,071**	**48,302**	**61,552**	(13,251)	-22%	**61,713**
Planning and development		18,000	29,043	27,605	1,516	18,513	26,622	(8,109)	-30%	27,605
Road transport		28,141	38,026	34,108	2,556	29,789	34,930	(5,141)	-15%	34,108
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**405,930**	**407,900**	**399,221**	**19,600**	**319,465**	**373,937**	**(54,472)**	-15%	**399,221**
Energy sources		267,443	262,773	262,279	3,644	197,476	240,875	(43,399)	-18%	262,279
Water management		77,753	81,264	70,354	11,006	66,367	74,492	(8,125)	-11%	70,354
Waste water management		27,989	34,998	39,878	3,395	36,814	32,081	4,733	15%	39,878
Waste management		32,745	28,866	26,710	1,555	18,808	26,488	(7,680)	-29%	26,710
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**779,295**	**829,968**	**799,721**	**40,742**	**645,760**	**765,604**	**(119,843)**	**-16%**	**799,721**
Surplus/ (Deficit) for the year		**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	**21,465**	**-559%**	**21,770**

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 **R663 million (including capital grants revenue)** or **81%** has been recognized as at end of May 2025.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 829 million** and a total of **R645 million cumulative or 78%** has been spent as at end of May 2025. It must be noted that the timely submission and capturing of invoices of Suppliers is very important.

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) - M11 May

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	16,181	171,419	216,483	(45,063)	-20.8%	218,864
Vote 2 - Corporate Services		33,974	21,882	21,882	1,464	2,421	20,059	(17,638)	-87.9%	21,882
Vote 3 - Community Services		56,161	55,050	63,593	5,127	56,998	50,547	6,452	12.8%	63,593
Vote 4 - Infrastructure Services		454,656	446,849	445,591	39,193	360,313	409,612	(49,298)	-12.0%	445,591
Vote 5 - Strategic Services		2,675	4,172	4,419	1,231	5,266	3,825	1,442	37.7%	4,419
Vote 6 - Executive & Council		64,972	66,809	67,143	63	66,969	61,241	5,728	9.4%	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	**785,486**	**810,661**	**821,491**	**63,258**	**663,387**	**761,765**	**(98,378)**	**-12.9%**	**821,491**
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		133,926	109,356	115,486	(1,735)	87,207	100,308	(13,101)	-13.1%	115,486
Vote 2 - Corporate Services		77,049	96,687	83,702	6,482	66,852	92,717	(25,865)	-27.9%	83,702
Vote 3 - Community Services		132,440	160,129	144,934	13,047	124,245	146,905	(22,660)	-15.4%	144,934
Vote 4 - Infrastructure Services		393,461	406,875	395,738	19,710	320,710	373,042	(52,332)	-14.0%	395,738
Vote 5 - Strategic Services		15,262	25,138	26,146	1,536	17,834	23,043	(5,208)	-22.6%	26,146
Vote 6 - Executive & Council		27,157	31,784	33,715	1,701	28,912	29,589	(677)	-2.3%	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	**779,295**	**829,968**	**799,721**	**40,742**	**645,760**	**765,604**	**(119,843)**	**-15.7%**	**799,721**
Surplus/ (Deficit) for the year	2	**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	**21,465**	**-559.2%**	**21,770**

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	(1,735)	87,207	100,308	(13,101)	-13.1%
Vote 2 - Corporate Services		–	96,687	6,482	66,852	92,717	(25,865)	-27.9%
Vote 3 - Community Services		–	160,129	13,047	124,245	146,905	(22,660)	-15.4%
Vote 4 - Infrastructure Services		–	406,875	19,710	320,710	373,042	(52,332)	-14.0%
Vote 5 - Strategic Services		–	25,138	1,536	17,834	23,043	(5,208)	-22.6%
Vote 6 - Executive & Council		–	31,784	1,701	28,912	29,589	(677)	-2.3%
Total Expenditure by Vote	2	–	829,968	40,742	645,760	765,604	(119,843)	-15.7%

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 May 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 **80%** which translate into a total of **R87 million** of the original budget allocated to the directorate for the period ending May 2025. There is a **13.1%** 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 **69%** or **R66 million** of the original budget allocated to the directorate for the period ending May 2025. There is a variance of **27.9%** 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 **78% or R124 million** of the original budget allocated to the directorate for the period ending May 2025. There is a variance of **15.4%** 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 **79%** or **R320 million** of the original budget allocated to the directorate for the period ending May 2025. There is a variance of **14%** between the year-to-date budget and year-to-date actual expenditure.

Vote 5 – Strategic Services

Strategic Service has spent **71%** or **R17 million** of the original budget allocated to the directorate for the period ending May 2025. There is a variance of **22.6%** between the year-to-date budget and year-to-date actual expenditure.

Vote 6 – Executive and Council

Executive and Council has spent **91%** or **R28 million** of the original budget allocated to the directorate for the period ending May 2025. There is an unfavorable variance of **2.3%** 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) - M11 May

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	18,339	212,735	230,047	(17,312)	-8%	250,960
Service charges - Water		53,389	68,717	68,717	6,235	53,188	62,991	(9,803)	-16%	68,717
Service charges - Waste Water Management		37,731	52,124	52,124	4,810	45,269	47,780	(2,511)	-5%	52,124
Service charges - Waste management		42,025	43,001	49,335	3,904	44,553	39,418	5,136	13%	49,335
Sale of Goods and Rendering of Services		(585)	7,798	7,746	2,615	7,206	7,148	57	1%	7,746
Agency services		547	594	470	20	364	544	(180)	-33%	470
Interest								–	0%	
Interest earned from Receivables		41,548	36,115	37,202	3,370	34,299	33,208	1,091	3%	37,202
Interest from Current and Non Current Assets		604	627	517	45	435	574	(140)	-24%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2,075	2,003	2,108	150	1,857	1,836	21	1%	2,108
Licence and permits		30	33	60	4	24	31	(6)	-20%	60
Operational Revenue		101,696	21,479	21,356	1,076	2,333	19,689	(17,356)	-88%	21,356
Non-Exchange Revenue								–	0%	
Property rates		154,195	177,554	177,554	13,078	147,578	162,758	(15,180)	-9%	177,554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1,384	699	890	42	903	641	263	41%	890
Licence and permits		1,703	1,814	1,518	141	1,425	1,663	(238)	-14%	1,518
Transfers and subsidies - Operational		104,060	70,797	70,797	1,442	68,725	64,897	3,828	6%	70,797
Interest		14,611	18,163	21,973	1,947	20,490	22,170	(1,680)	-8%	21,973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	61	485	458	26	6%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14,221	14,221	–	–	26,071	(26,071)	-100%	14,221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**772,531**	**767,197**	**778,027**	**57,280**	**641,869**	**721,923**	**(80,054)**	-11%	**778,027**
Expenditure By Type										
Employee related costs		242,467	282,209	268,165	20,028	228,236	259,281	(31,045)	-12%	268,165
Remuneration of councillors		6,957	6,831	6,831	551	6,184	6,262	(78)	-1%	6,831
Bulk purchases - electricity		173,543	191,095	191,095	–	145,742	175,170	(29,428)	-17%	191,095
Inventory consumed		20,045	24,362	19,905	753	14,785	22,332	(7,547)	-34%	19,905
Debt impairment		20,412	24,547	24,547	–	–	22,502	(22,502)	-100%	24,547
Depreciation and amortisation		63,344	55,155	53,873	4,158	49,584	50,559	(975)	-2%	53,873
Interest		64,665	25,250	28,750	1,016	26,764	23,146	3,618	16%	28,750
Contracted services		96,504	103,400	87,563	11,109	76,611	98,450	(21,839)	-22%	87,563
Transfers and subsidies		43	500	151	–	51	458	(408)	-89%	151
Irrecoverable debts written off		11,438	23,890	27,298	1,982	25,468	21,900	3,568	16%	27,298
Operational costs		84,310	91,050	89,864	1,144	72,336	84,006	(11,671)	-14%	89,864
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4,289)	1,678	1,678	–	–	1,539	(1,539)	-100%	1,678
Total Expenditure		**779,295**	**829,968**	**799,721**	**40,742**	**645,760**	**765,604**	**(119,843)**	-16%	**799,721**
Surplus/(Deficit)		**(6,764)**	**(62,771)**	**(21,694)**	**16,538**	**(3,892)**	**(43,681)**	**39,789**	-91%	**(21,694)**
Transfers and subsidies - capital (monetary allocations)		12,955	43,464	43,464	5,978	21,518	39,842	(18,324)	-46%	43,464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	21,465	-559%	**21,770**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	21,465	-559%	**21,770**
Share of Surplus/Deficit attributable to Joint Venture								–	0%	
Share of Surplus/Deficit attributable to Minorities								–	0%	
Surplus/(Deficit) attributable to municipality		**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	21,465	-559%	**21,770**
Share of Surplus/Deficit attributable to Associate								–	0%	
Intercompany/Parent subsidiary transactions								–	0%	
Surplus/ (Deficit) for the year		**6,191**	**(19,307)**	**21,770**	**22,516**	**17,627**	**(3,839)**	21,465	-559%	**21,770**

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	212,734,999.71	230,047,081.00	- 17,312,081.29	-8%	Unfavourable outcome due to bypass on both prepaid and conventional meters.	To continue with revenue enhancement
Service charges - Water	53,187,747.45	62,990,682.00	- 9,802,934.55	-16%	Unfavourable outcome due to bypass on both prepaid and conventional meters.	Meter assessments and replacement
Service charges - Waste Water Management	45,268,957.45	47,779,945.00	- 2,510,987.55	-5%	Due to some challenges with the breakdown of trucks	To continue with revenue enhancement
Service charges - Waste management	44,553,338.65	39,417,725.00	5,135,613.65	13%	Improved billing as we procurred truckes	To continue with revenue enhancement
Sale of Goods and Rendering of Services	7,205,675.94	7,148,362.00	57,313.94	1%	Within the treshold - Trivial	To continue with revenue enhancement
Agency services	363,795.64	544,179.00	- 180,383.36	-33%	September revenue not yet captured	timeous capturing of receipts / Invoices
Interest earned from Receivables	34,298,670.72	33,207,796.00	1,090,874.72	3%	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	434,874.85	574,411.00	- 139,536.15	-24%	interest based on the Account balances	To continue with revenue enhancement
Rental from Fixed Assets	1,857,496.28	1,836,099.00	21,397.28	1%	Within the treshold - Trivial	To maintain and improve rental assets
Licence and permits	24,477.77	30,523.00	- 6,045.23	-20%	Based on demand	timeous capturing of receipts / Invoices
Operational Revenue	2,332,755.85	19,688,676.00	- 17,355,920.15	-88%	Less building plans submitted. Less miscelleneous revenue realised	To maintain sales even during lucnh time
Non-Exchange Revenue						
Property rates	147,577,809.86	162,757,569.00	- 15,179,759.14	-9%	Certain disputes that are pending	To continue with clearing GV Exceptions
Fines, penalties and forfeits	903,265.80	640,532.00	262,733.80	41%	Cost schedules on hold, Issued more fines, less clearance certificates issued, court pays twice a	To maintain the internal controls
Licence and permits	1,425,061.40	1,662,769.00	- 237,707.60	-14%	Based on demand	To continue with revenue enhancement
Transfers and subsidies - Operational	68,725,193.98	64,897,349.00	3,827,844.98	6%	Grants receipts in accordance with the payment schedule as per the DoRA	timeous capturing of receipts / Invoices
Interest	20,490,155.96	22,170,047.00	- 1,679,891.04	-8%	Interest levied on late payments or outstanding accounts	To continue with clearing GV Exceptions
Operational Revenue	484,624.23	458,333.00	26,291.23	6%	Based on demand	To maintain the rendering of services

Property Rates – A year to date total of **R147 million** was recognized with regards to property rates for the year as at end of May 2025. The year-to-date budget is **R162 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 **R212 million** was recognized on service charges electricity for the year as at end of May 2025. The year-to-date budget is **R220 million** resulting in a variance of **8%**. The year-to-date actual revenue is less than the year-to-date budget by **R8 million.**

Service charges – Water – A total of **R53 million** was recognized on service charges water for the year as at end of May 2025. The year-to-date budget is **R62 million** resulting in a variance of **16%.** 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 **R45 million** was recognized on service charges water for the year as at end of May 2025. The year-to-date budget is **R47 million** resulting in a variance of **-5%**. This service charge is a basic charge and the variance could be attributed to poor payment by consumers. Collection on this service can still be improved if the municipality enforce the approved credit control and debt collection policies.

Service charges – Waste Management (Refuse) - A total of **R44 million** was recognized on service charges waste management for the year as at end of May 2025. The year-to-date budget is **R39 million** resulting in a positive variance of **13%.**

Interest Earned from receivables (Outstanding Debtors) – Interest on outstanding debtors for the year as at end of May 2025 is an amount of **R34 million**. The year-to-date budget is **R33 million** resulting in a variance of **3%**.

Interest – Current and Non-Current Assets – Interest on current and non-current assets for the year as at the end of May 2025 is an amount of **R434 875** (Actual) and a year-to-date budget of **R574 411** leading to a variance of **24%.**

Transfers and subsidies – A total of **R 68 million** was recognized for the Transfers and subsidies for the year as at end of May 2025. The year-to-date budget is **R64 million** resulting in a variance of **6%.** The transfers recognized represents the allocations as promulgated in the National and Provincial Division of Revenues Act'. The schedule demonstrates that there transfers were made, however is worth noting that transfers were made in the month of May and they are reflected in the grants register

Expenditure by Type

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

MATERIAL VARIANCES EXPLANATIONS - REVENUE AND EXPENDITURE						
	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Expeniture by Type						
Employee related costs	228,236,212.36	259,280,775.00	- 31,044,562.64	-12%	Cost containment measures strictly implemented to curb overtime among other expenditure	strict adherence to cost containment measures
Remuneration of councillors	6,184,460.21	6,262,041.00	- 77,580.79	-1%	Within the treshold - Trivial	strict adherence to cost containment measures
Bulk purchases - electricity	145,742,020.56	175,170,452.00	- 29,428,431.44	-17%	Invoices not captured timely	completeness of invoices as we are on accrual basis
Inventory consumed	14,785,217.99	22,331,813.00	- 7,546,595.01	-34%	Suppliers invoicing us late	completeness of invoices as we are on accrual basis
Depreciation and amortisation	49,583,548.36	50,558,905.00	- 975,356.64	-2%	Within the treshold - Trivial	strict adherence to cost containment measures
Interest	26,763,922.86	23,145,833.00	3,618,089.86	16%	Interest levied on Oustanding invoices pertaining to Creditors	strict adherence to cost containment measures
Contracted services	76,611,081.48	98,449,743.00	- 21,838,661.52	-22%	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	25,467,577.15	21,899,515.00	3,568,062.15	16%	Indigents'debt written off	strict adherence to cost containment measures
Operational costs	72,335,541.53	84,006,306.00	- 11,670,764.47	-14%	Cost containment measures strictly implemented to curb S&T among other expenditure	strict adherence to cost containment measures

Employee Related Cost - Employee-related cost expenditure for the year as at end of May 2025 amounted to **R228 million.** The year-to-date budget is **R259 million**, resulting in a variance of **-12%** 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 **R6.1 million**. The year-to-date budget is **R6.2 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 May 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 **R49 million** and **R50 million** is the year to date budget

Bulk Purchases – electricity – amount spent on bulk electricity is **R145 Million** as at end of May 2025. The year-to-date budget is **R175 million**. This is an indication that the Bulk Eskom invoices are not processed timely. There is an **17%** variance

Inventory Consumed – a total of **R14 million** was spent for the year as at end of May 2025. The year-to-date budget is **R22 million**, resulting in a variance of **-34%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R76 million** for the year as at end of May 2025. The year-to-date budget is **R98 million**, resulting in a variance of **-22%.** Most of the invoices relating to contracted services were not processed in July and August 2024. These were only captured in subsequent months. The contracted services are contracts that result from competitive bidding process for the acquisition of professional services that are needed by the municipality to provide support due to the limited resources that municipality has. Contracted services include legal fees, security services, professional consulting and other services related to maintenance of infrastructure as and when the need arises.

Operational costs – a total of **R72 million** was spent for the year as at end of May 2025. The year-to-date budget is **R84 million**, resulting in a variance of **14%.** The budgeted trends are based on historical information and therefore may differ from month to month.

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) - M11 May

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	16,000	13,600	1,652	11,947	12,467	(520)	-4%	13,600
Vote 3 - Community Services		101	10,490	13,967	281	4,948	12,803	(7,856)	-61%	13,967
Vote 4 - Infrastructure Services		784	64,382	61,825	4,162	28,170	56,673	(28,503)	-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	**885**	**90,872**	**89,392**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**89,392**
Single Year expenditure appropriation	2									
Vote 1 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 2 - Corporate Services		–	–	–	–	–	–	–		–
Vote 3 - Community Services		(101)	–	–	–	–	–	–		–
Vote 4 - Infrastructure Services		6,375	–	–	–	–	–	–		–
Vote 5 - Strategic Services		(660)	–	–	–	–	–	–		–
Vote 6 - Executive & Council		–	–	–	–	–	–	–		–
Vote 7 -		–	–	–	–	–	–	–		–
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		660	–	42,901	–	–	–	–		42,901
Total Capital single-year expenditure	4	6,274	–	42,901	–	–	–	–		42,901
Total Capital Expenditure		**7,159**	**90,872**	**132,293**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**132,293**
Capital Expenditure - Functional Classification										
Governance and administration		**660**	**16,000**	**38,517**	**1,652**	**11,947**	**12,467**	(520)	-4%	**38,517**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		660	16,000	38,517	1,652	11,947	12,467	(520)	-4%	38,517
Internal audit								–		
Community and public safety		**101**	**10,490**	**13,104**	**281**	**4,948**	**12,803**	(7,856)	-61%	**13,104**
Community and social services		–	490	(375)	–	–	449	(449)	-100%	(375)
Sport and recreation		101	10,000	13,480	281	4,948	12,354	(7,407)	-60%	13,480
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**9**	**–**	**1,037**	**–**	**–**	**–**	–		**1,037**
Planning and development		9	–	1,037	–	–	–	–		1,037
Road transport		–	–	–	–	–	–	–		–
Environmental protection								–		
Trading services		**6,389**	**64,382**	**79,635**	**4,162**	**28,170**	**56,673**	(28,503)	-50%	**79,635**
Energy sources		(6,606)	10,125	20,471	1,086	4,782	12,398	(7,616)	-61%	20,471
Water management		11,045	29,448	36,346	1,245	11,956	24,924	(12,968)	-52%	36,346
Waste water management		2,620	24,809	22,809	1,831	11,432	19,351	(7,919)	-41%	22,809
Waste management		(669)	–	9	–	–	–	–		9
Other								–		
Total Capital Expenditure - Functional Classification	3	**7,159**	**90,872**	**132,293**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**132,293**
Funded by:										
National Government		11,939	42,974	55,040	3,092	23,722	39,359	(15,637)	-40%	55,040
Provincial Government		–	490	490	–	–	449	(449)	-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	–	–	–	–		9,156
Transfers recognised - capital		**11,939**	**43,464**	**64,686**	**3,092**	**23,722**	**39,808**	**(16,086)**	**-40%**	**64,686**
Borrowing	6							–		
Internally generated funds		(4,780)	47,408	67,607	3,003	21,342	42,135	(20,793)	-49%	67,607
Total Capital Funding		**7,159**	**90,872**	**132,293**	**6,095**	**45,064**	**81,943**	**(36,879)**	**-45%**	**132,293**

Conditional Grants YTD Capital expenditure up till May amounts to **R22 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M11 May

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)	7,291	(25,946)	7,291
Trade and other receivables from exchange transactions		347,990	374,350	728,730	409,580	728,730
Receivables from non-exchange transactions		125,917	56,335	215,981	171,631	215,981
Current portion of non-current receivables						
Inventory		1,078	(895)	(7,017)	1,451	(7,017)
VAT		12,397,527	(12,061,819)	24,795,053	12,428,155	24,795,053
Other current assets		4,382	3,558	8,764	4,382	8,764
Total current assets		**12,891,204**	**(11,756,245)**	**25,748,803**	**12,989,252**	**25,748,803**
Non current assets						
Investments						
Investment property		375,213	346,311	748,070	375,213	748,070
Property, plant and equipment		1,128,561	1,161,953	2,292,641	1,124,041	2,292,641
Biological assets						
Living and non-living resources						
Heritage assets		75	75	149	75	149
Intangible assets		(200)	(144)	(399)	(200)	(399)
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**	**3,040,461**	**1,499,130**	**3,040,461**
TOTAL ASSETS		**14,394,853**	**(10,248,050)**	**28,789,264**	**14,488,381**	**28,789,264**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		32,727	44,031	65,455	27,095	65,455
Consumer deposits		10,050	9,281	20,099	10,870	20,099
Trade and other payables from exchange transactions		386,010	496,576	1,383,979	422,304	1,383,979
Trade and other payables from non-exchange transactions		82,880	71,058	165,760	79,682	165,760
Provision		19,191	101	38,382	19,191	38,382
VAT		12,314,093	(12,118,740)	24,628,186	12,365,321	24,628,186
Other current liabilities						
Total current liabilities		**12,844,951**	**(11,497,693)**	**26,301,861**	**12,924,463**	**26,301,861**
Non current liabilities						
Financial liabilities		10,268	5,486	20,536	13,384	20,536
Provision		119,156	117,099	264,269	119,156	238,312
Long term portion of trade payables		237,091	–	–	237,091	–
Other non-current liabilities		44,944	37,820	101,753	44,944	101,753
Total non current liabilities		**411,459**	**160,405**	**386,558**	**414,576**	**360,601**
TOTAL LIABILITIES		**13,256,410**	**(11,337,288)**	**26,688,419**	**13,339,039**	**26,662,462**
NET ASSETS	2	**1,138,443**	**1,089,238**	**2,100,845**	**1,149,342**	**2,126,802**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1,138,443	1,089,238	2,122,686	1,145,785	2,122,686
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**1,138,443**	**1,089,238**	**2,122,686**	**1,145,785**	**2,122,686**

A statement of financial position is used to provide an overview of an institutions' financial position at a given point in time in terms of financial stability and potential risk. It includes items such as assets, liabilities and equity. According to the statement attached, community wealth or equity is at an amount of **R 1.1 billion**, which is calculated as a balance of assets less liabilities.

1.4.7 Table C7: Monthly Budget Statement – Cash Flow

NC453 Gamagara - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		81,173	177,554	177,554	6,820	79,200	162,758	(83,558)	-51%	177,554
Service charges		199,662	365,048	370,584	13,868	201,997	339,702	(137,705)	-41%	370,584
Other revenue		562,361	34,320	33,991	59,319	545,270	31,154	514,116	1650%	33,991
Transfers and Subsidies - Operational		205	70,797	70,797	–	25	64,897	(64,872)	-100%	70,797
Transfers and Subsidies - Capital		–	43,464	43,464	–	–	39,842	(39,842)	-100%	43,464
Interest		–	50,739	56,982	408	5,725	51,677	(45,952)	-89%	56,982
Dividends								–		
Payments										
Suppliers and employees		51,664	(698,947)	(675,940)	(30,147)	(84,220)	(596,387)	(512,168)	86%	(675,940)
Interest		–	(750)	(4,250)	–	–	(3,896)	(3,896)	100%	(4,250)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**895,065**	**42,226**	**73,182**	**50,268**	**747,998**	**89,747**	**(658,250)**	**-733%**	**73,182**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	239	907	–	907	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(24,036)	(90,872)	(89,392)	(6,343)	(55,240)	(81,943)	(26,703)	33%	(89,392)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(24,036)**	**(90,872)**	**(89,392)**	**(6,103)**	**(54,334)**	**(81,943)**	**(27,609)**	**34%**	**(89,392)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		10,050	9,281	20,099	17	821	–	821	#DIV/0!	20,099
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**10,050**	**9,281**	**20,099**	**17**	**821**	**–**	**(821)**	**#DIV/0!**	**20,099**
NET INCREASE/ (DECREASE) IN CASH HELD		**881,078**	**(39,365)**	**3,889**	**44,182**	**694,485**	**7,804**			**3,889**
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:		894,269	(94,027)	18,199	58,492	708,795	22,114			18,199

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

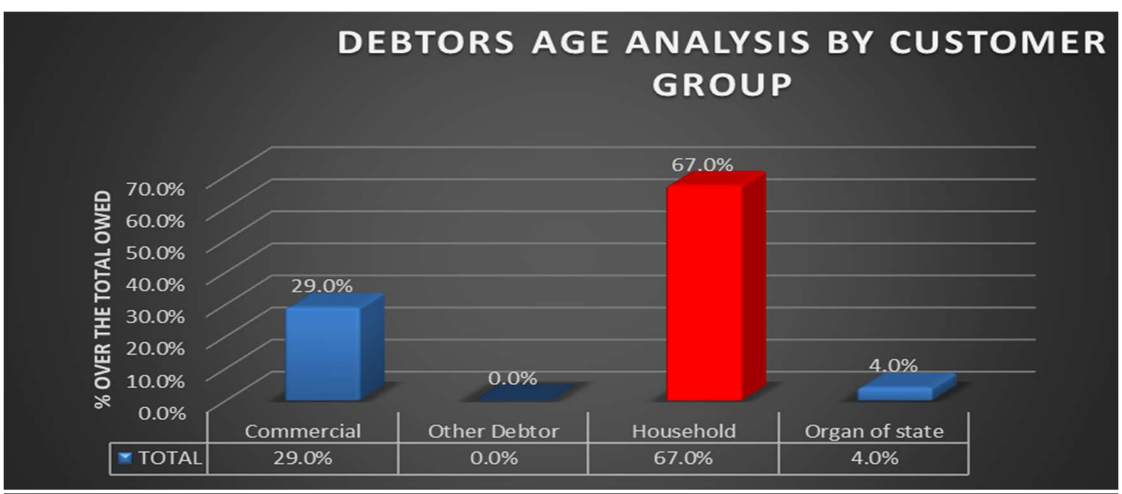
Debtors Ageing

The total receivables balance or debtors book as at the end of May 2025 amounts to **R624 million** with most of the debt being owed by households at **R422 million** or **67%** of the total Debtors. Organs of State and Commercial at **4%** and **29%** respectively. Other debtors only account for **less than 0.01%** of the outstanding debt. Debtors balance decreased by **R4 Million** in comparison with the previous Month (April – R628 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

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	3,816	2,116	2,209	1,835	1,712	1,483	10,039	51,145	74,356
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9,513	4,466	4,107	4,200	3,588	2,316	16,502	94,294	138,987
Receivables from Non-exchange Transactions - Property Rates	1400	12,200	4,335	3,493	3,284	2,199	1,968	14,638	72,112	114,230
Receivables from Exchange Transactions - Waste Water Management	1500	4,869	2,420	2,207	2,353	1,790	1,727	11,230	33,198	59,795
Receivables from Exchange Transactions - Waste Management	1600	4,010	2,457	2,324	2,419	1,958	1,921	12,332	56,396	83,816
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99
Interest on Arrear Debtor Accounts	1810	5,488	5,228	5,087	5,324	4,954	4,827	30,634	118,522	180,063
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	(40,832)	989	840	630	474	445	2,912	7,761	(26,780)
Total By Income Source	**2000**	**(935)**	**22,012**	**20,267**	**20,046**	**16,675**	**14,687**	**98,286**	**433,528**	**624,566**
2023/24 - totals only										–
Debtors Age Analysis By Customer Group										
Organs of State	2200	355	678	656	751	565	515	5,641	15,990	25,151
Commercial	2300	2,522	5,250	5,521	6,067	4,628	4,343	27,236	126,147	181,715
Households	2400	10,098	15,346	13,557	12,796	11,112	9,477	63,070	287,146	422,601
Other	2500	(13,910)	739	534	431	370	351	2,340	4,245	(4,901)
Total By Customer Group	**2600**	**(935)**	**22,012**	**20,267**	**20,046**	**16,675**	**14,687**	**98,286**	**433,528**	**624,566**

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



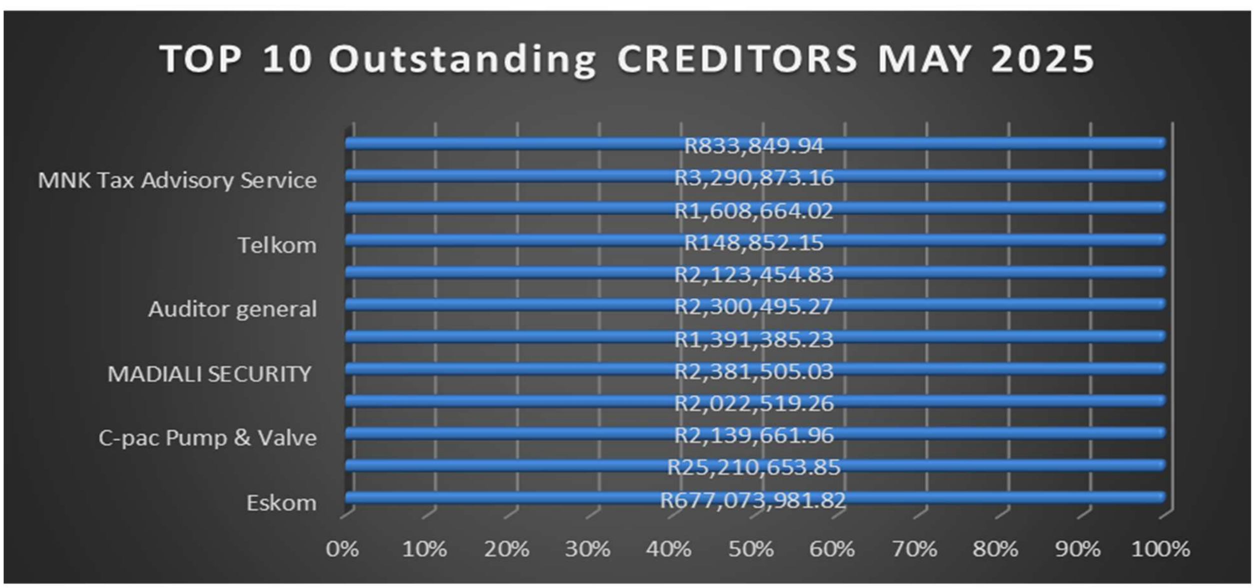
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 677 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 **R720 Million.**

Top 10 Creditors

Top 10 Creditors - April 2025			AGING				
Supplier	Current	01-30 days	31-60 days	61-90 days	91-120 days	120+ days	Outstanding Amount
Eskom	R18,244,211.46	R19,197,047.24	R -	R20,051,480.31	R 19,197,491.31	R600,383,751.50	R 677,073,981.82
Transport, Safety and Liaison - Northern cape	R 178,520.56	R 232,859.45	R 174,685.30	R 269,132.39	R 168,355.83	R 24,187,100.32	R 25,210,653.85
C-pac Pump & Valve	R -	R 567,192.96	R 8,705.50	R 308,585.25	R -	R 1,255,178.25	R 2,139,661.96
Mosekate	R 515,906.79	R 539,581.84	R 489,658.04	R 408,971.74		R 68,400.85	R 2,022,519.26
MADIALI SECURITY	R 2,381,505.03	R -	R -	R -	R -	R -	R 2,381,505.03
Sedibeng water	R 37,783.17	R 780,332.50	R 557,750.00	R -	R 7,630.72	R 7,888.84	R 1,391,385.23
Auditor general	R 70,776.72	R 19,978.47	R 20,453.34	R -	R -	R 2,189,286.74	R 2,300,495.27
JTG	R -	R 554,091.60	R 16,370.82	R 16,288.73	R 651,838.78	R 884,864.90	R 2,123,454.83
Telkom	R 73,919.99	R 74,932.16	R -	R -	R -	R -	R 148,852.15
CMG & Workmates	R 1,608,664.02	R -	R -	R -	R -	R -	R 1,608,664.02
MNK Tax Advisory Service	R 2,387,458.12	R 903,415.04					R 3,290,873.16
Phoenix	R -	R -				R 833,849.94	R 833,849.94
							R 720,525,896.52



2.3 Bank balance and Investment Portfolio

The bank balances for May 2025 are as follows:

Bank balance as at 31 May 2025

	R
Call accounts:	
62334040748 Call Deposit -	73.52
62380675193 Call Deposit -	3 420.05
71020950327 Fixed Deposit -	86 823.11
Cheque Accounts:	
53668006069 Cheque Account **-**	4 124 813.53
Total	**R4 215 130.21**

The bank balance of the municipality was R4.2 million as at 31 May 2025 including call accounts.

2.4 Allocation and grant receipts and expenditure

2.4.1 Transfers and grant receipts

The total grants received for the year as at 31 May 2025 amounts to **R86.6 million**, broken down as follows;

- R 55 million from the Equitable Share Grant,
- R 9.7 million from the Municipal Infrastructure Grant,
- R 12 million from the Water Service Infrastructure Grant
- R4.8 million from the Integrated National Electrification Programme Grant (Municipal)
- R 1.2 from the EPWP grant
- R 2 million from the FMG
- R1.2 million from EPWP
- R1.09 million from Library grant

2.4.2 Transfers and Grant Expenditure

Grant register
July 2024- May 2025

	Grants	Unspent grant - PY 2023/2024	Roll over of Grants (approved/ denied)	Total roll over approved	Amount as per DoRA OR Provisional Gazette 2024/25 OR Adjusted DoRA	Amount Received to Date	Stopping of funds/Withheld	Outstanding Receipts 2024/2025	Amount spent July 2024-May 2025	
1	Equitable share				66,070,000.00	55,687,000.00		10,383,000.00		
					66,070,000.00	**55,687,000.00**				
	Conditional Grants									
1	FMG				2,000,000.00	2,000,000.00	-	-	1,369,981.00	630,019.00
2	EPWP				1,217,000.00	1,217,000.00	-	-	1,098,364.40	118,635.60
3	MIG	6,383,326.27	Denied		23,149,000.00	9,798,000.00	13,351,000.00	-	9,798,000.00	-
4	EEDSM	4,000,000.00	Denied		-			-	-	-
5	INEP				4,825,000.00	4,825,000.00			4,825,000.00	-
6	WSIG	1,438,207.15	Approved	1,438,207.15	15,000,000.00	12,000,000.00	3,000,000.00	-	8,286,459.48	5,151,747.67
7	LIBRARY GRANT				1,098,000.00	1,098,000.00			-	1,098,000.00
	TOTAL	**11,821,533.42**	**-**	**1,438,207.15**	**47,289,000.00**	**30,938,000.00**	**16,351,000.00**	**-**	**25,377,804.88**	**6,998,402.27**

According to the manual grant register, the total year-to-date expenditure on the conditional grants amounts to ***R22 million*** 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 - M11 May

Summary of Employee and Councillor remuneration R thousands	Ref	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3,612	2,506	2,506	210	2,313	2,298	16	1%	2,506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		395	642	642	54	578	589	(10)	-2%	642
Cellphone Allowance		699	740	740	56	644	678	(34)	-5%	740
Housing Allowances								–		
Other benefits and allowances		2,250	2,943	2,943	231	2,649	2,698	(49)	-2%	2,943
Sub Total - Councillors		**6,957**	**6,831**	**6,831**	**551**	**6,184**	**6,262**	**(78)**	**-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	237	2,489	4,184	(1,696)	-41%	5,013
Pension and UIF Contributions		4	10	8	1	7	9	(3)	-29%	8
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		122	8	115	–	57	7	50	714%	115
Motor Vehicle Allowance		1,597	1,296	1,335	144	1,380	1,188	192	16%	1,335
Cellphone Allowance		88	127	92	8	74	117	(42)	-36%	92
Housing Allowances								–		
Other benefits and allowances		1	1	1	0	1	1	(0)	-22%	1
Payments in lieu of leave		5,413	1,642	1,233	–	1,297	1,505	(207)	-14%	1,233
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	17	(17)	-100%	–
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**10,013**	**7,667**	**7,795**	**390**	**5,305**	**7,028**	**(1,723)**	**-25%**	**7,795**
% increase	4		**-23.4%**	**-22.1%**						**-22.1%**
Other Municipal Staff										
Basic Salaries and Wages		131,772	170,960	151,861	12,228	133,803	156,714	(22,911)	-15%	151,861
Pension and UIF Contributions		22,979	27,424	25,002	1,982	21,812	25,207	(3,395)	-13%	25,002
Medical Aid Contributions		15,044	19,492	16,352	1,321	14,459	17,899	(3,441)	-19%	16,352
Overtime		19,496	20,448	20,795	2,101	19,401	18,744	657	4%	20,795
Performance Bonus		11,169	13,393	22,059	–	11,199	12,345	(1,146)	-9%	22,059
Motor Vehicle Allowance		11,087	9,209	8,845	694	7,780	8,609	(829)	-10%	8,845
Cellphone Allowance		603	783	815	64	694	721	(27)	-4%	815
Housing Allowances		2,189	2,124	2,248	180	2,000	1,950	50	3%	2,248
Other benefits and allowances		3,735	4,318	3,644	359	3,720	4,016	(296)	-7%	3,644
Payments in lieu of leave								–		
Long service awards		2,541	1,088	1,449	–	1,170	1,186	(15)	-1%	1,449
Post-retirement benefit obligations	2	7,442	1,071	1,071	107	723	982	(258)	-26%	1,071
Entertainment		107	102	103	8	93	93	(0)	0%	103
Scarcity								–		
Acting and post related allowance		4,291	4,130	6,123	593	6,077	3,786	2,291	61%	6,123
In kind benefits								–		
Sub Total - Other Municipal Staff		**232,454**	**274,542**	**260,370**	**19,638**	**222,932**	**252,253**	**(29,321)**	**-12%**	**260,370**
% increase	4		**18.1%**	**12.0%**						**12.0%**
Total Parent Municipality		**249,424**	**289,040**	**274,997**	**20,579**	**234,421**	**265,543**	**(31,122)**	**-12%**	**274,997**
TOTAL SALARY, ALLOWANCES & BENEFITS		**249,424**	**289,040**	**274,997**	**20,579**	**234,421**	**265,543**	**(31,122)**	**-12%**	**274,997**
% increase	4		**15.9%**	**10.3%**						**10.3%**
TOTAL MANAGERS AND STAFF		**242,467**	**282,209**	**268,165**	**20,028**	**228,236**	**259,281**	**(31,045)**	**-12%**	**268,165**

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 - M11 May

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		(1,745)	17,923	29,629	1,842	9,596	16,158	6,562	40.6%	29,629
Roads Infrastructure		–	–	450	–	–	–	–		450
Roads								–		
Road Structures								–		
Road Furniture		–	–	450	–	–	–	–		450
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		(6,505)	8,625	21,978	1,086	4,782	11,023	6,241	56.6%	21,978
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks								–		
LV Networks		(6,505)	8,625	21,978	1,086	4,782	11,023	6,241	56.6%	21,978
Capital Spares								–		
Water Supply Infrastructure		4,761	9,298	7,201	756	4,814	5,135	321	6.2%	7,201
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	3,900	5,500	756	3,389	3,575	186	5.2%	5,500
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		4,761	5,398	1,702	–	1,425	1,560	134	8.6%	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 31 MAY 2025

Community Assets		–	10,000	12,242	281	4,638	12,015	7,378	61.4%	12,242
Community Facilities		–	–	(865)	–	–	–	–		(865)
Halls								–		
Centres		–	–	(865)	–	–	–	–		(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	281	4,638	12,015	7,378	61.4%	13,108
Indoor Facilities								–		
Outdoor Facilities		–	10,000	13,108	281	4,638	12,015	7,378	61.4%	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		–	–	955	–	–	550	550	100.0%	955
Computer Equipment		–	–	955	–	–	550	550	100.0%	955
Furniture and Office Equipment		–	80	848	–	–	73	73	100.0%	848
Furniture and Office Equipment		–	80	848	–	–	73	73	100.0%	848
Machinery and Equipment		101	–	1,407	–	310	339	29	8.5%	1,407
Machinery and Equipment		101	–	1,407	–	310	339	29	8.5%	1,407
Transport Assets		–	16,000	22,332	1,652	11,947	11,917	(30)	-0.3%	22,332
Transport Assets		–	16,000	22,332	1,652	11,947	11,917	(30)	-0.3%	22,332
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	(1,644)	44,003	67,413	3,775	26,490	41,052	14,562	35.5%	67,413

Expenditure on repairs and maintenance

NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 May

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**39,652**	**41,500**	**30,619**	**8,813**	**35,372**	**38,042**	**2,670**	**7.0%**	**30,619**
Roads Infrastructure		1,079	2,200	1,095	–	901	2,017	1,115	55.3%	1,095
Roads								–		
Road Structures								–		
Road Furniture		1,079	1,700	1,095	–	901	1,558	657	42.2%	1,095
Capital Spares		–	500	–	–	–	458	458	100.0%	–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		4,066	6,700	4,176	561	3,504	6,142	2,637	42.9%	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	224	1,517	2,108	591	28.0%	1,726
LV Networks		1,541	4,100	2,150	333	1,694	3,758	2,064	54.9%	2,150
Capital Spares		385	300	300	4	293	275	(18)	-6.7%	300
Water Supply Infrastructure		30,033	23,500	13,565	7,034	18,590	21,542	2,951	13.7%	13,565
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		25,987	20,300	10,560	7,002	15,981	18,608	2,628	14.1%	10,560
Distribution Points								–		
PRV Stations								–		
Capital Spares		4,045	3,200	3,005	32	2,610	2,933	324	11.0%	3,005
Sanitation Infrastructure		4,475	9,100	11,783	1,218	12,376	8,342	(4,034)	-48.4%	11,783
Pump Station								–		
Reticulation		2,871	6,200	3,041	959	4,374	5,683	1,309	23.0%	3,041
Waste Water Treatment Works		390	1,650	7,602	259	7,439	1,513	(5,927)	-391.8%	7,602
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		1,214	1,250	1,140	–	562	1,146	584	50.9%	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								–		
Community Assets		**242**	**755**	**705**	**16**	**221**	**692**	**471**	**68.0%**	**705**
Community Facilities		242	755	705	16	221	692	471	68.0%	705
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria		–	200	200	–	–	183	183	100.0%	200
Police								–		
Purls		56	150	100	16	34	138	104	75.4%	100
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares		186	405	405	–	188	371	184	49.4%	405
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Indoor Facilities								–		
Outdoor Facilities								–		
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Monuments								–		
Historic Buildings								–		
Works of Art								–		
Conservation Areas								–		
Other Heritage								–		
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		**255**	**585**	**385**	**146**	**231**	**536**	**306**	**57.0%**	**385**
Operational Buildings		255	585	385	146	231	536	306	57.0%	385
Municipal Offices		255	585	385	146	231	536	306	57.0%	385
Pay/Enquiry Points								–		
Building Plan Offices								–		
Workshops								–		
Yards								–		
Stores								–		
Laboratories								–		
Training Centres								–		
Manufacturing Plant								–		
Depots								–		
Capital Spares								–		
Housing		–	–	–	–	–	–	–		–
Staff Housing								–		
Social Housing								–		
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		**7,758**	**13,015**	**7,902**	**1,566**	**6,134**	**11,930**	**5,796**	48.6%	**7,902**
Servitudes								–		
Licences and Rights		7,758	13,015	7,902	1,566	6,134	11,930	5,796	48.6%	7,902
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		7,758	13,015	7,902	1,566	6,134	11,930	5,796	48.6%	7,902
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		**101**	–	**450**	**137**	**142**	**413**	**271**	65.7%	**450**
Computer Equipment		101	–	450	137	142	413	271	65.7%	450
Furniture and Office Equipment		**61**	**175**	**175**	**17**	**37**	**160**	**123**	76.9%	**175**
Furniture and Office Equipment		61	175	175	17	37	160	123	76.9%	175
Machinery and Equipment		**64**	**200**	**200**	**38**	**64**	**183**	**119**	65.1%	**200**
Machinery and Equipment		64	200	200	38	64	183	119	65.1%	200
Transport Assets		**2,002**	**3,880**	**2,045**	**572**	**2,278**	**3,557**	**1,279**	36.0%	**2,045**
Transport Assets		2,002	3,880	2,045	572	2,278	3,557	1,279	36.0%	2,045
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Repairs and Maintenance Expenditure	1	**50,134**	**60,110**	**42,481**	**11,305**	**44,479**	**55,513**	**11,034**	**19.9%**	**42,481**

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M11 May

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		41,359	39,246	39,104	3,336	35,911	35,976	65	0.2%	39,104
Roads Infrastructure		10,031	10,769	10,769	920	9,880	9,872	(8)	-0.1%	10,769
Roads		–	–	–	–	–	–	–		–
Road Structures		10,031	10,769	10,769	920	9,880	9,872	(8)	-0.1%	10,769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		7,244	8,146	8,097	701	7,414	7,467	53	0.7%	8,097
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		38	34	17	–	–	31	31	100.0%	17
MV Switching Stations								–		
MV Networks		38	34	17	–	–	31	31	100.0%	17
LV Networks		7,168	8,079	8,063	701	7,414	7,405	(9)	-0.1%	8,063
Capital Spares								–		
Water Supply Infrastructure		10,882	11,582	11,488	985	10,598	10,617	19	0.2%	11,488
Dams and Weirs								–		
Boreholes								–		
Reservoirs		(1,873)	153	76	–	–	140	140	100.0%	76
Pump Stations		9	8	4	–	–	7	7	100.0%	4
Water Treatment Works								–		
Bulk Mains								–		
Distribution		12,747	11,422	11,408	985	10,598	10,470	(128)	-1.2%	11,408
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		8,725	8,749	8,749	730	8,019	8,020	1	0.0%	8,749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		8,725	8,749	8,749	730	8,019	8,020	1	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	4,011	4,001	(10)	-0.2%	4,336
Community Facilities		4,721	4,365	4,336	354	4,011	4,001	(10)	-0.2%	4,336
Halls		4,721	4,365	4,336	354	4,011	4,001	(10)	-0.2%	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	169	4,679	5,090	411	8.1%	4,848
Operational Buildings		3,438	5,553	4,848	169	4,679	5,090	411	8.1%	4,848
Municipal Offices		3,438	5,553	4,848	169	4,679	5,090	411	8.1%	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	1,026	1,029	2	0.2%	1,122
Computer Equipment		1,037	1,122	1,122	96	1,026	1,029	2	0.2%	1,122
Furniture and Office Equipment		385	1,382	1,045	31	1,014	1,267	253	20.0%	1,045
Furniture and Office Equipment		385	1,382	1,045	31	1,014	1,267	253	20.0%	1,045
Machinery and Equipment		206	1,338	966	18	948	1,227	279	22.7%	966
Machinery and Equipment		206	1,338	966	18	948	1,227	279	22.7%	966
Transport Assets		3,059	2,148	2,452	154	1,995	1,969	(25)	-1.3%	2,452
Transport Assets		3,059	2,148	2,452	154	1,995	1,969	(25)	-1.3%	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	4,158	49,584	50,559	975	1.9%	53,873

Depreciation by Asset class

GAMAGARA MUNICIPALITY

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

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 - M11

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		8,904	46,459	64,367	2,320	18,574	40,515	21,941	54.2%	64,367
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Road Structures								–		
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	1,500	(2,058)	–	–	1,375	1,375	100.0%	(2,058)
Power Plants										
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		–	–	–	–	–	–	–		–
MV Switching Stations								–		
MV Networks		–	–	–	–	–	–	–		–
LV Networks								–		
Capital Spares		–	1,500	(2,058)	–	–	1,375	1,375	100.0%	(2,058)
Water Supply Infrastructure		6,284	20,150	30,744	488	7,142	19,789	12,647	63.9%	30,744
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	–	9,156	–	–	–	–		9,156
Pump Stations		1,625	–	–	–	–	–	–		–
Water Treatment Works								–		
Bulk Mains		4,659	15,000	16,438	488	7,142	15,068	7,926	52.6%	16,438
Distribution		–	5,150	5,150	–	–	4,721	4,721	100.0%	5,150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		2,620	24,809	21,110	1,831	11,432	19,351	7,919	40.9%	21,110
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		2,620	24,809	21,110	1,831	11,432	19,351	7,919	40.9%	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	–	–	–	–		14,570
Data Centres								–		
Core Layers								–		
Distribution Layers		–	–	14,570	–	–	–	–		14,570
Capital Spares								–		
Community Assets		–	410	410	–	–	376	376	100.0%	410
Community Facilities		–	410	410	–	–	376	376	100.0%	410
Halls										
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	410	–	–	376	376	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	–	–	–	–		2
Operational Buildings		–	–	2	–	–	–	–		2
Municipal Offices		–	–	2	–	–	–	–		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		(101)	–	101	–	–	–	–		101
Machinery and Equipment		(101)	–	101	–	–	–	–		101
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	8,803	46,869	64,881	2,320	18,574	40,891	22,317	54.6%	64,881

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

lect Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

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

Notes/Comments

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	Yes, please refer to attached 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	
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	Yes they do reconcile as payments are made out of the system
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	Yes, please refer to attached Pop
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes	
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes	
	6.4	**Compliance with a funded MTREF –** ***(choose from drop down list the MTREF assessed)***	Select	
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No	However, there is credible fundinjg plan, and reporting thereon
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes	
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		Note *- For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*		
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes	
		Note *- If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*		
11	6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
		Note *- if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*		

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 May the Municipality had **88%** compliance status for May 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: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/BFP & Tariff Assessment			Part D: Electricity and water as collection tools			
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18
1.July	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes
2.August	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
3.September	Gamagara	NC453	Yes	Yes	Yes	No		No	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
4.October	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
5.November	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
6.December	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
7.January	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
8.February	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes
9.March	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
10.April	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
11.May	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
12.June	Gamagara	NC453																		

	Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base			Part E: Oversight													Part F: Compliance Status		Month applicable
Month	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
2.August	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
3.September	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	80%	Non Compliance	Yes
4.October	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A				Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
5.November	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A					Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
6.December	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No				Yes	Yes	Yes	Yes	Yes	No	83%	Non Compliance	Yes
7.January	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	88%	Non Compliance	Yes
8.February	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	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
10.April	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
11.May	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
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: 28 May 2025
Leshupelo:
Umhla:
Datum:

Reference: #Debt Relief M17
Tshupelo:
Tsalathiso:
Verwysings:

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 APRIL 2025

Condition 6.1 – Municipal non-compliance

In terms of the National Treasury (NT) approval, the municipality must comply with conditions 6.1 – 6.14 of MFMA Circular 124 read together with the additional conditions specific to the municipality set-out in its National Treasury debt relief approval letter. From the Provincial Treasury's assessment, the municipality achieved an **95%** average compliance with the MFMA Circular 124 conditions during April 2025 – refer the performance sheet in the table below that shows the municipality's overall relief compliance performance across the months of its debt relief cycle. Considering the municipality's overall debt relief performance since 01 December 2023, and that the conditions carry equal weighting, for the municipality to qualify for the one third (1/3) debt write-off at the end of its first debt relief compliance cycle on 30 November 2024, they will need to drastically address the outstanding non-compliance issues.

NC453 Gamagara Local Municipality overall relief performance from July 2024 up to and including February 2025:

The National Treasury will only request Eskom to write-off a municipality's arrear debt, if the municipality demonstrates to the National Treasury's satisfaction, that the municipality complied with the aforementioned conditions for a consecutive period of 12 months. During the months of the debt relief cycle (December 2023 – April 2025), the municipality did not fully adhere to some conditions of MFMA Circular 124 and / or the additional conditions required in terms of the NT approval letter. The specific condition(s) to which Gamagara Local Municipality did not comply during April 2025 are discussed in more detail below.

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 April 2025.

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.

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 over **79%** (Including advanced payments). This calculation was contingent upon April Billing with it's ensuing collection rate realized in the subsequent Month of May. 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 — **Quarter 4 Performance Per Ward**

Services	Electricity Supplier	Ward Name & Number	10.April: Billing For March	10.April: Collection in April	10.April: Rand Value of Billing not collected	10.April: % Collection
Property Rates Tax	Mun Supplied	All Wards	14,824,504	(6,867,042)	21,691,547	-46%
Electricity			9,099,274	(6,010,460)	15,109,734	-66%
Water			4,385,174	(1,098,192)	5,483,366	-25%
Refuse			4,497,596	(1,420,338)	5,917,934	-32%
Waste Water			4,173,237	(1,474,445)	5,647,683	-35%
Interest			5,259,860	(389,429)	5,649,289	-7%

Services	11.May: Billing For April	11.May: Collection in May	11.May: Rand Value of Billing not collected	11.May: % Collection	12.June: Billing For May	12.June: Collection in June	12.June: Rand Value of Billing not collected	12.June: % Collection
Property Rates Tax	14,677,819	(6,810,703)	21,488,522	-46%				#DIV/0!
Electricity	8,150,994	(5,839,172)	13,990,166	-72%				#DIV/0!
Water	3,991,021	(1,187,067)	5,178,088	-30%				#DIV/0!
Refuse	4,496,439	(1,510,828)	6,007,268	-34%				#DIV/0!
Waste Water	4,113,509	(1,116,981)	5,230,490	-27%				#DIV/0!
Interest	5,528,646	(386,273)	5,914,919	-7%				#DIV/0!

Services	Billing	Collection	R - Billing not collected	% Collection	Q4
Property Rates Tax	29,502,323	(13,677,745)	43,180,068	-46%	-46%
Electricity	17,250,268	(11,849,632)	29,099,900	-69%	-69%
Water	8,376,195	(2,285,259)	10,661,454	-27%	-27%
Refuse	8,994,035	(2,931,167)	11,925,202	-33%	-33%
Waste Water	8,286,747	(2,591,427)	10,878,173	-31%	-31%
Interest	10,788,506	(775,702)	11,564,208	-7%	-7%

MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003	No.Of Wards
	1

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 4: Billing	Collection	R - Billing not	% Collection	Q1
1.Collection for whole demarcation	83,198,074	(34,110,931)	117,309,005	-41%	-27%
2.Collection excl Eskom supplied areas	83,198,074	(34,110,931)	117,309,005	-41%	-27%
3.Collection: **Property Rates**	29,502,323	(13,677,745)	43,180,068	-46%	-31%
4.Total average collection: **Electricity** (Municipal supplied areas)	17,250,268	(11,849,632)	29,099,900	-69%	-47%
5.Total average collection: **Water**	8,376,195	(2,285,259)	10,661,454	-27%	-14%
6.Total average collection: **Wastewater**	8,286,747	(2,591,427)	10,878,173	-31%	-21%
7.Total average collection: **Refuse**	8,994,035	(2,931,167)	11,925,202	-33%	-22%
8.Total average collection: **Interest**	10,788,506	(775,702)	11,564,208	-7%	-5%

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

BUDGET PLAN TO TURN UNFUNDED BUDGET TO BE FUNDED.
2024/25

PRIORITY AREA	FOCUS AREA	KEY DELIVERABLE OBJECTIVES	ACTIVITIES	RESPONSIBLE DEPARTMENT/ OFFICIAL	TIME FRAME		OUTCOME	STATUS MAY ACHIEVED/NOT ACHIEVED
	Water & Electricity	Perform Meter Audits for detection and reduction of meter tampering Replacement of faulty meters Reduce water leakages Accurate meter readings Meter audits Strengthen security on water and electrical infrastructure Increase frequency of meter readings	1. Acquire a customised system to monitor water consumption and sales to identify tampering (incorporate use of technology, user departments) 2. Include meter verification as part of meter reading contract, to be performed on a quarterly basis and ensure integration of meter verification information on the financial system. Conduct meter auditing bi-annually by EPWP (discuss when PWBS is present, to include meter audit/verification on the business plan). 3. Issue fines for tampering with meters by customers and identify consumers who have not come in to make arrangements once their electricity has been cut-off. Inclusion of fines on financial system when incurred, technical to provide fine schedule (register) on a monthly basis. 4. Tampering/ Bypassing of meters to be identified by Technical unit and information to be provided to the Legal unit to open police case against consumers who tamper with the meters. 5. Improve on turnaround time that it takes to fix leaks and replacement of faulty meters.	1. Mr. S Letshabo 2. Mr. G Kannemeyer & Mr. P Kekana & Mr. Letshabo 3. Mr. Estavao, Mr. Kekana, Mr. Letshabo & Ms. Taljaard 4. Mr. Ositang & Mr. Letebele	1. July 2023 2. June 2024 3. As and when 4. As and when		1. Identify, track, monitor and mitigate water & electricity consumption in order to reduce distribution losses which will increase revenue 2. Ensure accuracy and completeness of revenue 3 & 4. Deter consumers from tampering/bypassing meters and reduce revenue/distribution losses	1. Water & Electricity meters: 1732 audits were conducted in Kathu, Dibeng & Olifantshoek at the end of December 2024 as part of verification process. During this audit process, a significant number of illegal connections and dysfunctional water meters were identified mostly in Dibeng and Olifantshoek areas. 2. A number of dysfuctional water meters in Dibeng were replaced and this work will continue as more budget becomes available. (Revenue department) 1. Umfa is appointed to investigate , repair and replace faulty meters . We expect the report from UMFA on the 28 February 2025. Equalizer prepaid vending is also appointed and will assist in data cleansing by mapping prepaid and convention meters to the valuation roll to investigate what is happening on the ground. 2.Umfa is appointed to investigate , repair and replace faulty meters . We expect the report from UMFA on the 28 February 2025. Equalizer prepaid vending is also appointed and will assist in data cleansing by mapping prepaid and convention meters to the valuation roll to investigate what is happening on the ground 3. Meeting will be arranged with Phoenix to discuss the creation of line item for fines.
		Ensure incremental increase in cash flow as follows: Year 1- Reduce water losses and increase pre-paid billing figures. Year 2- Increase collection efforts of outstanding business and residential debtors. Year 3 - Limit costs through managing overtime and consultants costs	1. Monthly monitor and analyse pre-paid data and water losses data. Spot checks to identify bypassed meters. 2. Obtain and analyse the debtors ageing and payment trends on a monthly basis, reporting payments per ward. 3. Monitor cash flow projections. 4. Review indigents register and remove customers who do not qualify as indigents.	Municipal Manager/All HOD`s	01-Jul-23	30-Jun-24	Funded Budget with postive cash flows.	1. Not done 2. Debtors ageing is analysed especially when we perform the cut-offs and collection rate per ward cannot be done as the system is not set up per ward 3.Cashflow analysis is 50% done 4. 4.1 Indigent register for 2024/2025 was compared to physical documets 4.2 Completeness of applications were investigated and we found some missing documents and its still under review. Some applicants with more than one stand were registered as indigents and we verified ownership on TGIS and those of more that one stand are in the process of deregistered.
		Dumping needs analysis	Keep record of dumping in the municipal area to assess dumping needs so as to include areas not serviced to increase revenue	2. Mr. Loete & Mr. P Kekana & Mr. Letshabo 3. Mr. Estavao, Mr. Kekana, Mr. Letshabo & Ms. Taljaard	1. July 2023 2. June 2024 3. As and when			1. No proper records of dumping from technical and no monthly fgures is submitted to Finance for billing. The email will be sent to the HOD to intervene

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 n to. Finance Department will write an item to Council to write off .

		Consumer awareness on payment/purchase of municipal services	1.Create awareness amongst customer about various options for water and electricity sales	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		
		Disconnect non-paying customers	Disconnect electricity services on all non paying customers for all other services	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		Not achieved , the credit control section were only focusing on top 300.. The Senior Manage had a meeting with credit control and showed them how to run the full report on the system enable them to disconnect all the accounts and thereafter will monitor the disconnection lis to focus on consumres who did not reconnect the services. The list will be given to technica department to verify if the properties are still disconnected

	Town Planning	Land use contravention	Consolidation of fines with consumer accounts	Finance	01-Jul-23	Ongoing		(Revenue department) Meeting will be arranged with Phoenix to discuss the creation of line item for fines. Report of contraventions fine pending payment was submitted to finance comprising of Ten (10) fines outstanding payment.
	Gazetting of By-Laws	Enforcement of bylaws	Appointment of peace officers, to enforce the bylaws of the municipality	Municipal Manager/All HOD`s	01-Jul-23	Ongoing		The By-Law Public Participation took place, awaiting gazetting, Peace Officers can only be appointed to enforce approved by laws
	Leasing of municipal properties & facilites	Appoint rental agents to manage property on behalf of the municipality as this is a specialised area	Go on tender to obtain the services of Real estate agents to manage the rental of municipal property and facilities	Corporate services	01-Jul-23	Ongoing		ERA Property Agent company has been appointed to assist the municipality with the rental of municipal facilities on an adhoc basis until the tender processes are completed
		Revenue optimisation	Corporate Services (Mr. Phuti/Mr. Mphatoe) to draft a plan on how to optimise revenue from rental of facilities and mitigate political interference on the rental of these facilities.	Corporate services	01-Jul-23	Ongoing		A draft facility management policy is developed and will be presented for consultation during the the policy workshop
		Review of lease agreements	Lease agreements to be reviewed by the MM's office (Mr. 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

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	2024/25			2025											
		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	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	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	1,840	1,840	1,840	–
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	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	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	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	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	1,840	1,840	1,840	–
Status of unlimited supply of Electricity :																	
Number of Indigent HH's with conventional metered Electricity - where the municipality is NOT *physcally restricting Electricity to the national free basic limit of 50kwh per \household per month*						–											
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's **billed for consumption above the 50 kwh**	13					–											
Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7																
Water (6 kilolitres per household per month)						543	1,223	1,689	1,741	1,818	1,840	1,840	1,840	1,840	1,840	1,840	
Electricity/other energy (50kwh per household per month)						543	1,223	1,689	1,741	1,818	1,840	1,840	1,840	1,840	1,840	1,840	
(R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Total cost of FBS Water and Electricity provided to ALL Households	8	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)						15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	
Water (kilolitres per household per month)						6	6	6	6	6	6	6	6	6	6	6	
Sanitation (kilolitres per household per month)						6	6	6	6	6	6	6	6	6	6	6	
Sanitation (Rand per household per month)						343	343	343	343	343	343	343	343	343	343	343	
Electricity (kwh per household per month)						50	50	50	50	50	50	50	50	50	50	50	
Refuse (average litres per week)						1	1	1	1	1	1	1	1	1	1	1	
Revenue cost of subsidised services provided for ALL Households (R'000)	9																
Residential Category : Property rates **(tariff adjustment) (impermissable values per section 17 of MPRA)**	14(a)					15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	
PSI Category : Property rates **(tariff adjustment) (impermissable values per section 17 of MPRA)**	14(b)																
Additional Subsidies: Property rates exemptions, reductions and rebates **in excess of section 17 of MPRA)**																	
Water **(in excess of 6 kilolitres per indigent household per month)**	15					265	265	265	265	265	265	265	265	265	265	265	
Sanitation **(in excess of free sanitation service to indigent households)**	16					343	343	343	343	343	343	343	343	343	343	343	
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**						96	96	96	96	96	96	96	96	96	96	96	
Refuse **(in excess of one removal a week for indigent households)**						343	343	343	343	343	343	343	343	343	343	343	
Municipal Housing - rental rebates																	
Housing - top structure subsidies	6																
Other																	
Total revenue cost of subsidised services provided		–	–	–	–	16,045	16,047	16,047	16,047	16,047	16,047	16,047	16,047	16,047	16,047	16,047	–

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

GRV Reconciliation and Exceptions to be cleared

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

Property Rates Reconciliation						
Province	NC					
District	John Taolo Gaetsewe District					
Type	LM					
Municipal Name	Gamagara					
GV Period	01/07/2019 - 30/06/2024					
Financial Year	Select from Drop Down					
Reconciliation Period	Quarter 2					
Reconciliation Overview						
High Level Reconciliation						
Propety Categories	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	15078	14572	506	7 122 629 840,00	7 003 040 005,00	119 589 835,00
Industrial	80	107	-27	192 760 500,00	234 592 100,00	- 41 831 600,00
Business and Commercial	321	292	29	1 431 164 112,00	1 068 017 112,00	363 147 000,00
Agricultural	360	355	5	1 649 524 000,00	1 673 912 000,00	- 24 388 000,00
Mining	49	45	4	393 388 100,00	370 277 440,00	23 110 660,00
State Owned for Public Purpose	27	9	18	261 664 000,00	70 839 400,00	190 824 600,00
PSI	216	0	216	59 793 349,00	-	59 793 349,00
PBO	110	254	-144	208 356 548,00	505 658 891,00	- 297 302 343,00
Multi Use	1	0	1	5 888 000,00	-	5 888 000,00
Vacant	126	618	-492	131 240 960,00	314 187 462,00	- 182 946 502,00
POW	0	0	0	-	-	-
Municipal	85	165	-80	191 664 223,00	83 615 246,00	108 048 977,00
Other	35	89	-54	11 764 384,00	98 674 780,00	- 86 910 396,00
	16488	16506	-18	11 659 838 016,00	11 422 814 436,00	237 023 580,00

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

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

Eskom

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

NORTH WESTERN REGION
PRIVATE BAG X16 Westville 3630

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

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

YOUR ACCOUNT NO	9296092982
SECURITY HELD	4522842.13
BILLING DATE	2025-06-02
TAX INVOICE NO	929476701542
ACCOUNT MONTH	MAY 2025
CURRENT DUE DATE	2025-07-02
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	16,864.62
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	64,967.67
ANCILLARY SERVICE (ALL)		R	62,961.62
ENERGY CHARGE (PEAK)	1,447,271.00	R	2,976,312.81
ENERGY CHARGE (STD)	3,094,831.00	R	4,379,804.83
ENERGY CHARGE (OFF)	3,328,099.00	R	2,987,634.47
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,233,260.81
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	1,140,682.88
SERVICE CHARGE		R	12,471.92
REBILLED ADJUSTMENTS	(Summary - See attachment for details)	R	-202,937.37
TOTAL CHARGES FOR BILLING PERIOD		R	**14,300,194.26**

ACCOUNT SUMMARY FOR MAY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-06-02)	R	681,912,392.03
PAYMENT(S) RECEIVED	ACB Payment - 2025-05-09	R	-3,534,183.81
PAYMENT(S) RECEIVED	ACB Payment - 2025-05-14	R	-3,534,183.81
PAYMENT(S) RECEIVED	ACB Payment - 2025-05-20	R	-7,068,367.62
PAYMENT(S) RECEIVED	Cash - 2025-05-20	R	-14,892,764.62
TOTAL CHARGES FOR BILLING PERIOD		R	14,300,194.26
ADJUSTMENTS	(Summary - See attachment for details)	R	3,170,742.08
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	2,145,029.14

CURRENT	TOTAL DUE	R	672,498,857.65
19,849,343.46			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
615,441,633.47	19,197,047.24	18,010,833.48	0.00

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

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

unipay 7100 10 0010

272157001 9296092982 7

>>>>>>> 9207 2929 6092 9820

PayIT

easypay

TOTAL AMOUNT DUE
672,498,857.65

To date the Municipality owes ESKOM a total of **R672 Million**

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 finalization 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 May 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 May 2025 has been prepared in accordance with the Municipal Finance Management Act no.56 of 2003 and regulations made under the Act.

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

Signature_______________________________________

Date____

RECOMMENDATIONS

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

1. The monthly budget statement for the period ended **31 May 2025** be noted.
2. To continually enforce credit control monthly in order to enhance revenue collection.
3. To continually implement cost containment measures, as progress is being noted.
4. The objective importance of continually spending on conditional grants in order to improve service delivery and infrastructure.
5. The need to continually adhere strictly to the cash budget. Spending should be limited to the funding source funds that is available or ring-fenced in the Bank Account.
6. To continually perform monthly reconciliations of sub-module transactions against the General Ledger.

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 May 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 12/06/2025