GAMAGARA LOCAL MUNICIPALITY

NC453

MONTHLY MFMA S71 REPORT

JUNE 2025

2024/25 FINANCIAL YEAR

DISTRIBUTION

JUNEor	:	*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 JUNEor 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 JUNE be prescribed, a consolidated statement in the prescribed format on the state of the municipalities' budgets per municipality and per municipal entity. The MEC for finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each period.

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

- Report on the progress on the implementation of the Debt Relief Conditions as required by MFMA Circular 124 and the National Treasury Letter of approval dated 30 JUNE 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 JUNEor's Report

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

1.2 Resolution

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

1.3 Executive Summary

Operating Revenue Budget

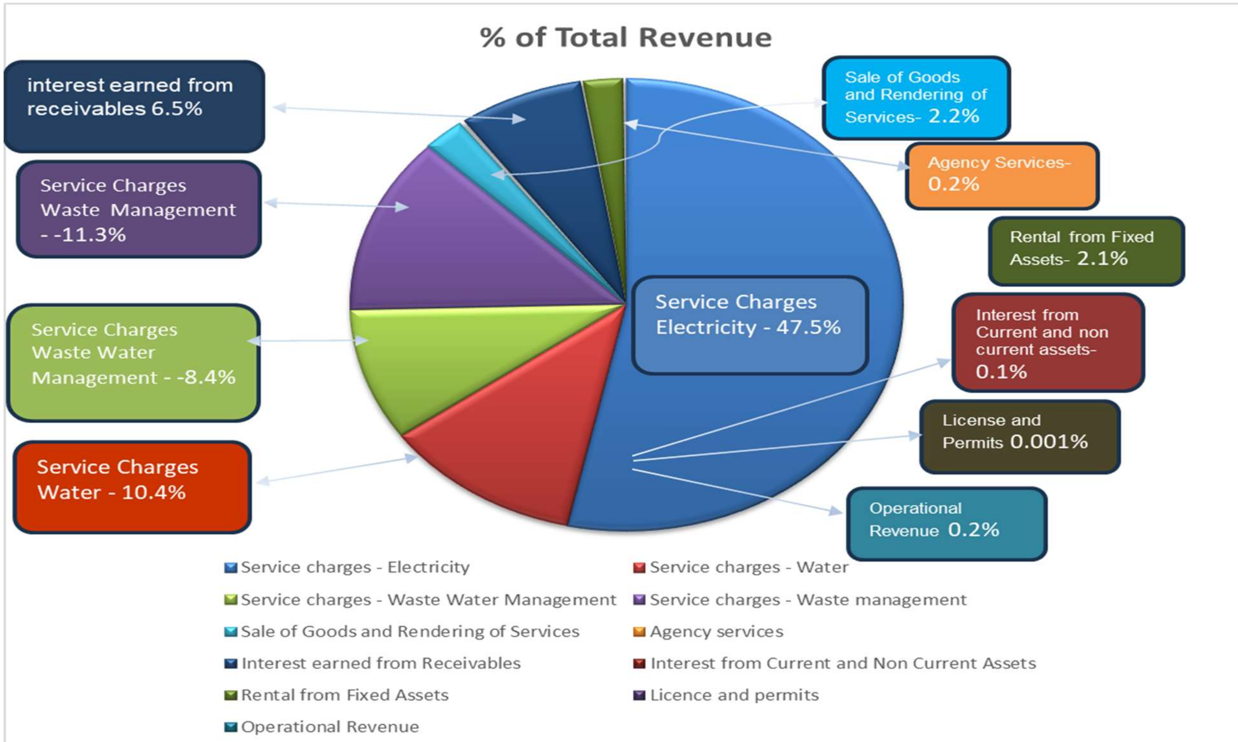
The total original revenue budget is allocated an amount of **R 768 million** for the 2024/25 financial year. For the period ending 30 June 2025, a total of **R672 million** or **88%** of the total budget has been recognized. This translates to **88%** of the Year -to-date budget. The recognized revenue is less than the year-to-date budget revenue by **R96 million** or **12%**. R11.8 million was billed for service charges for June 2025. The highest contributor to the municipality's revenue is electricity at **R14,7 million** followed by Property Rates at **R12,7 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. There is a total service charges year-to-date actual billing and year-to-date Budgeted revenue of **R367 Million** and **R421 million** respectively.

NC453 Gamagara - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

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	14,758	227,493	250,960	(23,468)	-9%	250,960
Service charges - Water		53,389	68,717	68,717	3,237	56,425	68,717	(12,292)	-18%	68,717
Service charges - Waste Water Management		37,731	52,124	52,124	(2,617)	42,652	52,124	(9,471)	-18%	52,124
Service charges - Waste management		42,025	43,001	49,335	(3,508)	41,046	49,335	(8,289)	-17%	49,335
Sale of Goods and Rendering of Services		(585)	7,798	7,746	686	7,892	7,746	146	2%	7,746
Agency services		547	594	470	69	433	470	(37)	-8%	470
Interest								–	0%	
Interest earned from Receivables		41,548	36,115	37,202	2,020	36,318	37,202	(884)	-2%	37,202
Interest from Current and Non Current Assets		604	627	517	35	470	517	(46)	-9%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2,075	2,003	2,108	643	2,501	2,108	393	19%	2,108
Licence and permits		30	33	60	3	27	60	(32)	-54%	60
Operational Revenue		101,696	21,479	21,356	51	2,384	21,356	(18,972)	-89%	21,356
Non-Exchange Revenue								–	0%	
Property rates		154,195	177,554	177,554	12,761	160,339	177,554	(17,215)	-10%	177,554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1,384	699	890	59	962	890	73	8%	890
Licence and permits		1,703	1,814	1,518	231	1,656	1,518	138	9%	1,518
Transfers and subsidies - Operational		104,060	70,797	70,797	709	69,434	70,797	(1,363)	-2%	70,797
Interest		14,611	18,163	21,973	1,906	22,396	21,973	423	2%	21,973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	56	540	481	60	12%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14,221	14,221	–	–	14,221	(14,221)	-100%	14,221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**772,531**	**767,197**	**778,027**	**31,101**	**672,970**	**778,027**	**(105,057)**	-14%	**778,027**

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



EXCHANGE REVENUE

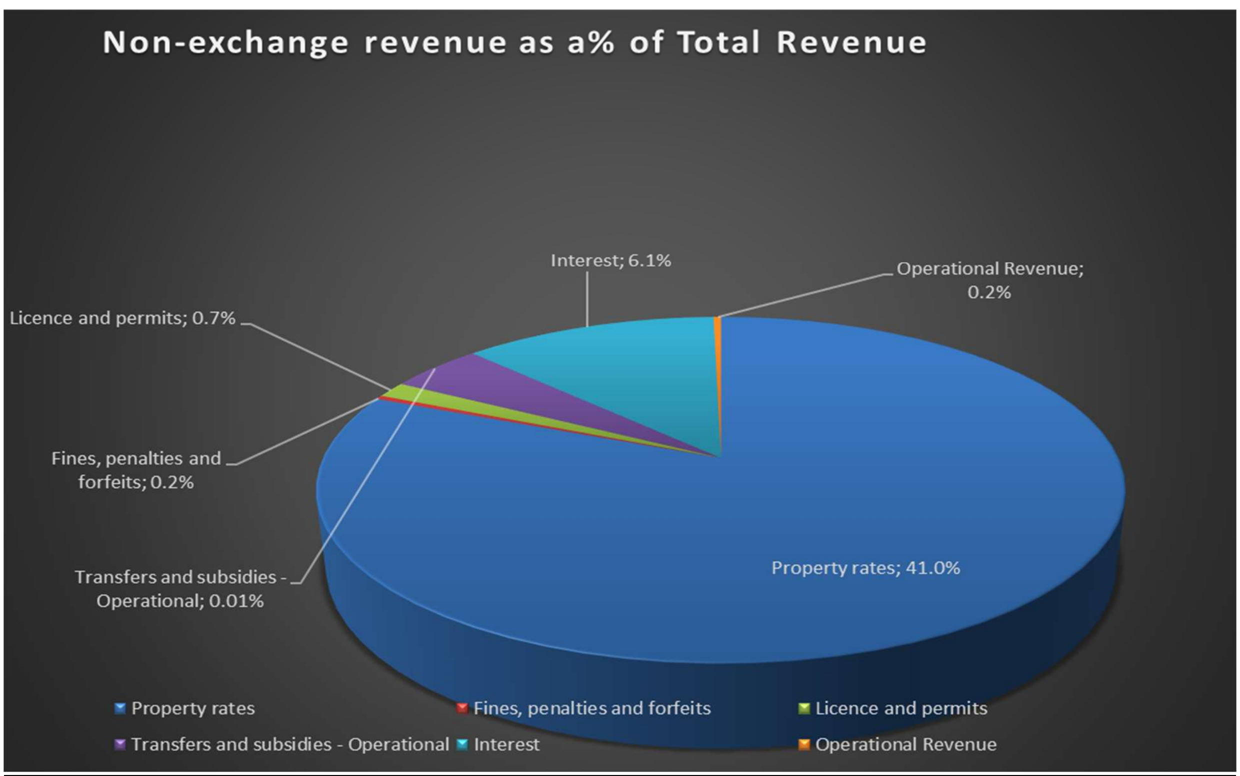
Exchange Revenue (Revenue by Source)	*Amount*	*% of Total Revenue*
Service charges - Electricity	14,757,728.11	47.5%
Service charges - Water	3,237,314.82	10.4%
Service charges - Waste Water Management	- 2,616,548.59	-8.4%
Service charges - Waste management	- 3,507,549.27	-11.3%
Sale of Goods and Rendering of Services	686,276.53	2.2%
Agency services	69,293.69	0.2%
Interest earned from Receivables	2,019,784.83	6.5%
Interest from Current and Non Current Assets	35,498.51	0.1%
Rental from Fixed Assets	643,231.21	2.1%
Licence and permits	2,917.74	0.0%
Operational Revenue	51,157.56	0.2%

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 JUNE.

NON-EXCHANGE REVENUE



Non -Exchange Revenue (Revenue by Source)	AMOUNT	% of Total Revenue
Property rates	R12,761,159.62	41.0%
Fines, penalties and forfeits	R59,196.71	0.2%
Licence and permits	R231,045.48	0.7%
Transfers and subsidies - Operational	R708,856.01	2.3%
Interest	R1,906,300.31	6.1%
Operational Revenue	R55,794.54	0.2%

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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 **41%** of total revenue billed for the Month of JUNE.

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 **6.1%.** Transfers and subsidies amounted to **R708 745.** 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

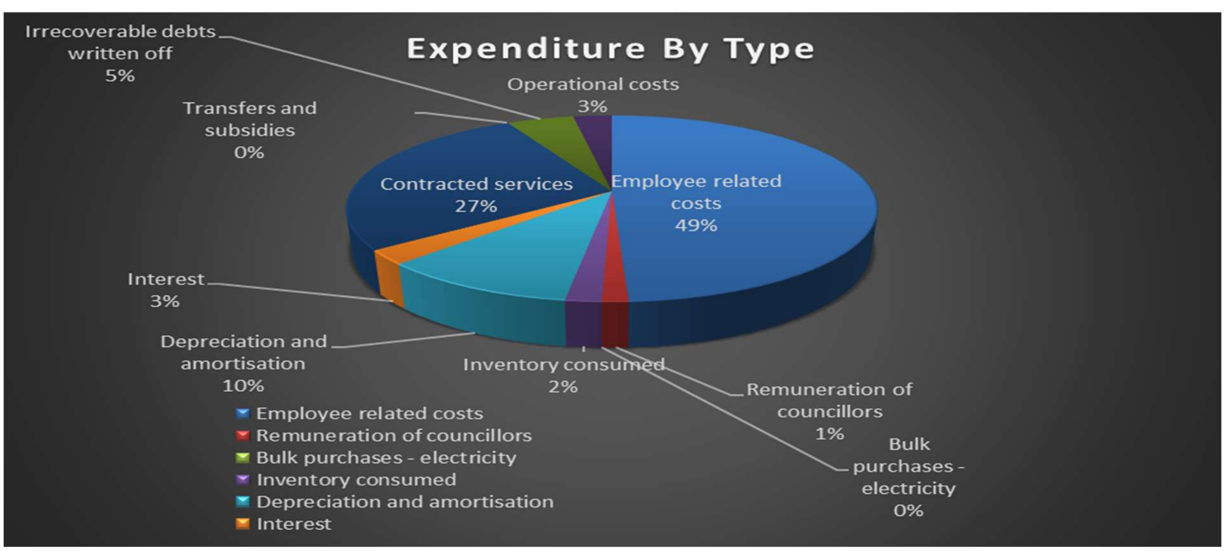
Operating Expenditure Budget

The total expenditure for the current year is **R 799 million**. To date, the total amount spent on the operating budget is **R785 million** or **98%** 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 **R19 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) - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		242,467	282,209	268,165	19,833	248,069	268,165	(20,097)	-7%	268,165
Remuneration of councillors		6,957	6,831	6,831	570	6,754	6,831	(77)	-1%	6,831
Bulk purchases - electricity		173,543	191,095	191,095	52,207	197,949	191,095	6,854	4%	191,095
Inventory consumed		20,045	24,362	19,905	3,883	18,668	19,905	(1,237)	-6%	19,905
Debt impairment		20,412	24,547	24,547	–	–	24,547	(24,547)	-100%	24,547
Depreciation and amortisation		63,344	55,155	53,873	2,924	52,508	53,873	(1,365)	-3%	53,873
Interest		64,665	25,250	28,750	9,980	36,744	28,750	7,994	28%	28,750
Contracted services		96,504	103,400	87,563	19,055	95,666	87,563	8,103	9%	87,563
Transfers and subsidies		43	500	151	–	51	151	(100)	-66%	151
Irrecoverable debts written off		11,438	23,890	27,298	3,393	28,860	27,298	1,562	6%	27,298
Operational costs		84,310	91,050	89,864	28,181	100,517	89,864	10,653	12%	89,864
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4,289)	1,678	1,678	–	–	1,678	(1,678)	-100%	1,678
Total Expenditure		**779,295**	**829,968**	**799,721**	**140,025**	**785,785**	**799,721**	**(13,936)**	**-2%**	**799,721**

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



Expenditure By Type	*Amount*	*% of Total Expenditure*
Employee related costs	19,832,694.42	14%
Remuneration of councillors	569,656.18	0%
Bulk purchases - electricity	52,207,395.51	37%
Inventory consumed	3,882,657.46	3%
Depreciation and amortisation	2,924,123.91	2%
Interest	9,979,626.30	7%
Contracted services	19,054,732.67	14%
Transfers and subsidies	-	0%
Irrecoverable debts written off	3,392,748.37	2%
Operational costs	28,181,327.25	20%

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 ***R26 623 000***. Total outstanding / stopped allocations amount to **R16 351 000.**

See below tables for details.

CAPITAL EXPENDITURE BUDGET JUNE					
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	R12,000,000.00	R0.00	0%
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	R26,623,000.00	R0.00	0%

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 **100%** Spent. Capital expenditure will increase as the Municipality continues to implement the game changers, such as adhering to Supply Chain Processes.

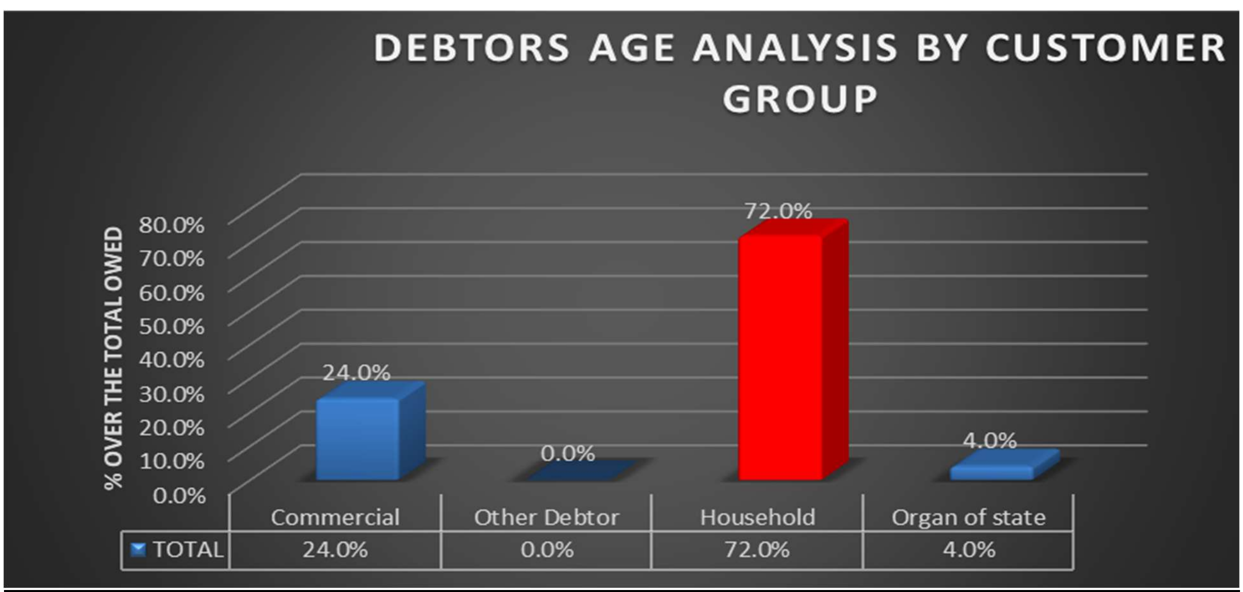
Debtors Ageing

The total receivables balance or debtors book as at the end of June 2025 amounts to **R604 million** with most of the debt being owed by households at **R435 million** or **72%** of the total Debtors. Organs of State and Commercial at **4%** and **24%** respectively. Other debtors only account for **less than 0.01%** of the outstanding debt. Debtors balance decreased by **R20 Million** in comparison with the previous month (May – R624 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2024/25									
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	3,632	1,375	1,122	975	1,132	978	5,674	50,260	65,147	59,018
Trade and Other Receivables from Exchange Transactions - Electricity	1300	15,603	4,014	2,910	3,024	3,000	2,149	11,243	95,705	137,649	115,121
Receivables from Non-exchange Transactions - Property Rates	1400	11,827	4,313	2,630	2,809	2,770	1,966	14,439	71,668	112,420	93,651
Receivables from Exchange Transactions - Waste Water Management	1500	4,489	2,704	1,484	1,503	1,486	1,164	7,675	32,388	52,894	44,216
Receivables from Exchange Transactions - Waste Management	1600	4,723	1,727	1,456	1,380	1,530	1,207	8,049	56,040	76,112	68,207
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5,591	5,396	5,070	4,947	5,143	4,818	30,569	120,508	182,042	165,985
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(35,456)	830	600	637	581	446	2,801	7,921	(21,640)	12,385
Total By Income Source	**2000**	**10,410**	**20,359**	**15,271**	**15,275**	**15,641**	**12,729**	**80,449**	**434,588**	**604,722**	**558,682**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	415	680	599	596	678	527	5,613	16,310	25,420	23,725
Commercial	2300	4,691	2,633	2,522	2,576	3,575	2,250	13,660	111,211	143,117	133,272
Households	2400	13,509	16,429	11,716	11,725	10,993	9,603	58,895	302,545	435,414	393,761
Other	2500	(8,205)	617	435	378	395	348	2,281	4,522	771	7,924
Total By Customer Group	**2600**	**10,410**	**20,359**	**15,271**	**15,275**	**15,641**	**12,729**	**80,449**	**434,588**	**604,722**	**558,682**

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



Cut off List – Top 100 Debtors

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

Below is a cut off list of top 100 debtors.

Stand Num	Surname	Initials	Residential Address 1	StrNo	Residentia	Residential Addre	Account No	Total
000100010	DE ALMEIDA	AJG	IAN FLEMMING ROAD	8A	KATHU	8587		3 682 810,01
000100010	TSHIMO GARDENS KWEKERY		HENDRIK VAN ECK	0	KATHU	1382	1000000218	3 266 650,90
000100010	SOUTH AFRICAN POST OFFICE		RIETBOK	2786	KATHU	1391	1000000004	1 188 876,46
000100010	SANDER GEOPHYSICS LTD		LUGHAWE	0	KATHU	956	1000000111	1 089 922,34
000100010	PROVINCIAL GOVERNMENT OF NC		BEN ALBERTS ROAD	169	KATHU	332	1000000017	905 120,71
000100010	CAMEL THORN CONSULTANCY		C O FRIKKIEMEYER HANSCOETZEE	1	KATHU	3518		684 714,87
000100990	MTN			0	KATHU	7584	1000000025	568 381,51
000100010	BLOEKOM TRUST		RIETBOK STREET	3583	KATHU	4176		422 810,86
000100010	GAMAGARA ONTWIKKELINGSFORUM		SESHENG - ERF	3648	KATHU	7743		415 237,96
000100010	MARKRAM	L	AKASIA FLAT	13	KATHU	3510		401 019,16
000100010	ROOIBAADJIE	KP	BERGDORING	57	KATHU	13784	1000000025	351 024,26
000100010	LATERNOS PIZZA		WINKEL	2	KATHU	1482		292 642,89
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	8	KATHU	3339	1000000100	271 101,26
000100010	MOTLHARO	MG	TWEEDE	18	KATHU	3335		264 739,72
000100010	TRACKSTAR TRADING 20 PTY LTD		FIRST ROAD	17	KATHU	3384	1000000100	263 668,78
000100010	AMBER SUNRISE PROPERTIES 57 PT		NONE	5180	KATHU	8809	6666666666	244 792,10
000100010	TRACKSTAR TRADING 20 CC		2ND ROAD	10	KATHU	3338	1000000100	244 678,01
000100010	BIZ AFRIKA 1150 PTY LTD		SONNEBLOM ROAD	2	KATHU	3153		243 652,21
000100010	DU TOIT ORFFER		WINDBUKSSLOT	8	KATHU	14239	1000000111	239 605,92
000100010	WATERKLOOF FAMILIE TRUST		MAUSERSLOT	15	KATHU	14412	1000000111	235 251,02
000100010	MARX	JM	NONE	5179	KATHU	8808		230 967,39
000100010	OOR	MF	SESHENG - ERF	4274	KATHU	8130	1000000182	228 799,39
000100010	NW BESIGHEIDS TRUST		TRITOLSLOT	2	KATHU	14583	1000000111	225 828,54
000100010	MOLOPO BUSDIENS CC		ASBES STREET	1380	KATHU	2663	1000000034	221 254,79
000100010	VAN DER HEEVER	NP & CM	SONOP CRESCENT	28	KATHU	14469		217 606,33
000100010	FLOORS	L	SONOP	13	KATHU	14466	1000000111	213 464,91
000100010	HEXAGORIAN 1055 PTY LTD		EERSTE	19	KATHU	3383	1000000111	212 431,15
000100010	SCHOEMAN	WL	KALAHARI SINGEL	72	KATHU	14276	1000000111	207 357,37
000100010	SAMBER TRADING NO15PTYLTD		ROOIGRASSLOT	5	KATHU	14399	1000000111	203 635,18
000100010	MARLIO BELEGGINGS 12PTYLTD		MAUSERSLOT	9	KATHU	14420	1000000111	203 296,40
000100010	SHUPING	M	SESHENG - ERF	3812	KATHU	7910	1000000182	201 875,04
000100010	KINGDOM COMMONWEALTH INVESTMEN		SONOP	9	KATHU	14464	1000000111	201 791,37
000100010	ROYAL SQUARE INVESTMENTS 347 C		JAKKALSVOEL	8	KATHU	14166		196 731,38
000100010	QAULITY AUTO TRADERS PTY LTD		RIETBOK	3591	KATHU	4183	1000000111	186 101,79
000100010	MONGOTLENG	HJ	DERDE	19	KATHU	3600	1000000182	184 944,36
000100010	WILTER PROPERTIES CC		POFADDERSLOT	11	KATHU	14330		182 878,31
000100010	STEYNFAARD	DJ & E	ESSENHOUT STREET	0	KATHU	13561	1000000164	179 263,59
000100010	VOS	GM	KATDORING	26	KATHU	4110	1000000112	178 448,14
000100010	KOEN	H	POFADDERSLOT	1	KATHU	14318	6666666666	177 298,44
000100010	NEL	HSM	AANDBLOM	13	KATHU	3141		177 254,62
000100010	RAUBEX HOUSING PTY LTD		RINKHALS	1	KATHU	14347	1000000292	171 161,99
000100010	HEXAGORIAN 1055 PTY LTD		FIRST ROAD	20	KATHU	3375		169 952,79
000100010	RAUBEX HOUSING PTY LTD		KALAHARI SINGEL	30	KATHU	14366	1000000292	169 088,47
000100010	REDELINGHUYS	JDH	SONNEBLOM ROAD	2	KATHU	3154	6666666666	168 461,55
000100010	MALINDI NDLOVU	BZA	KALAHARI SINGEL	128	KATHU	14178		165 657,70
000100010	VODACOM PTY LTD		SESHENG - ERF	3206	KATHU	8599		165 473,52
000100010	MALINGA	CS & KI	SESHENG - ERF	4115	KATHU	7963		164 679,38
000100010	MTN BTS PROPERTY MANAGEMENT DE		SESHENG - ERF	3206	KATHU	8600		164 653,86
000100010	STEPHENS	DJ	SANDKUILSLOT	11	KATHU	14600		160 126,04

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

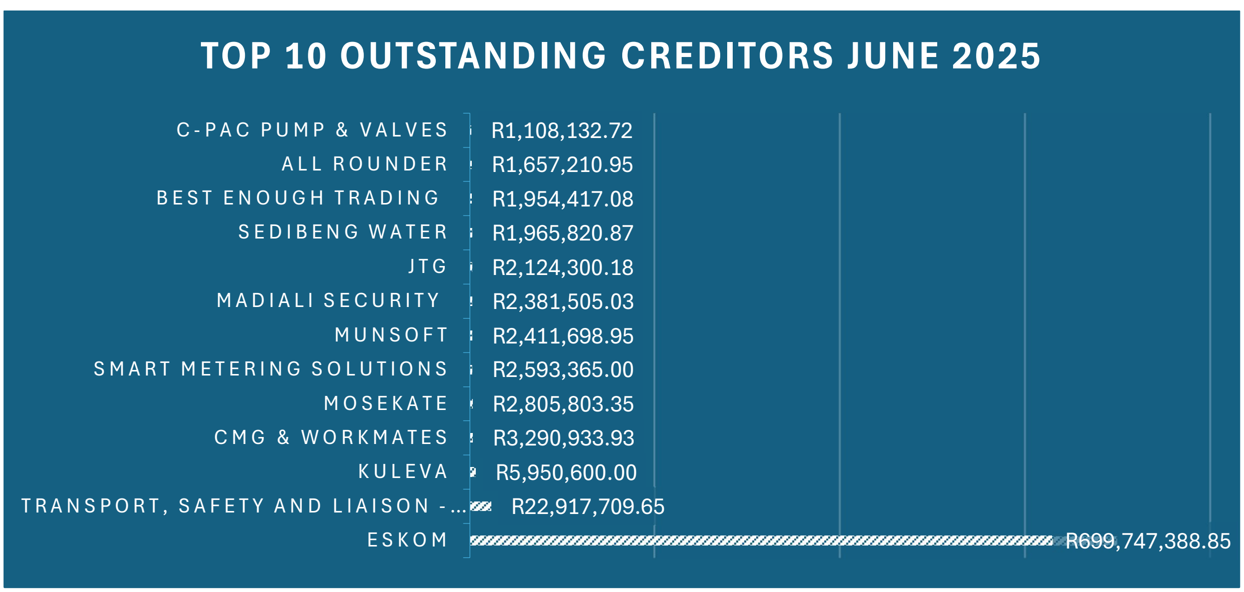
Creditors Ageing

The municipality owes Eskom a total debt of **R 699 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 **R750 Million.**

Top 10 Creditors

Top 10 Creditors - June 2025	AGING						
Supplier	**Current**	**01-30 days**	**31-60 days**	**61-90 days**	**91-120 days**	**120+ days**	**Outstanding Amount**
Eskom	R 32,086,941.41	R 19,615,965.48	R 18,244,211.46	R 19,197,047.24	R -	R 610,603,223.26	R 699,747,388.85
Transport, Safety and Liaison - Northern ca	R 226,079.40	R 339,643.11	R 178,520.56	R 232,859.45	R 174,685.30	R 21,765,921.83	R 22,917,709.65
Kuleva	R 2,562,010.00		R 1,080,540.00	R 1,215,090.00		R 1,092,960.00	R 5,950,600.00
CMG & Workmates	R 2,540,262.00	R 750,671.93	R-	R-	R-	R-	R 3,290,933.93
Mosekate	R 783,284.09	R 515,906.79	R 539,581.84	R 489,658.04	R 408,971.74	R 68,400.85	R 2,805,803.35
Smart Metering Solutions	R -	R 2,593,365.00	R -	R -	R -	R -	R 2,593,365.00
Munsoft	R 442,462.50	R 1,969,236.45	R -	R -	R -	R -	R 2,411,698.95
MADIALI SECURITY	R 2,381,505.03	R-	R-	R-	R-	R-	R 2,381,505.03
JTG	R 588,879.66	R 15,545.97	R 22,075.45	R 554,091.60	R 32,741.64	R 910,965.86	R 2,124,300.18
Sedibeng water	R 591,568.37	R 14,492.27	R 6,158.17	R 780,332.50	R 557,750.00	R 15,519.56	R 1,965,820.87
Best Enough Trading	R 1,954,417.08	R-	R -			R -	R 1,954,417.08
All Rounder	R 1,385,405.00		R-	R-	R-	R 271,805.95	R 1,657,210.95
C-pac Pump & Valves	R 41,377.00	R -	R 531,193.22	R 8,705.50	R 308,585.25	R 218,271.75	R 1,108,132.72
							R 750,908,886.56



1.4 In-Year Budget Statement Tables

1.4.1 Table C1: Monthly Budget Statement Summary

NC453 Gamagara - Table C1 Monthly Budget Statement Summary - M12 June

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	154,195	177,554	177,554	12,761	160,339	177,554	(17,215)	-10%	177,554
Service charges	350,046	414,802	421,136	11,871	367,616	421,136	(53,520)	-13%	421,136
Investment revenue	604	627	517	35	470	517	(46)	-9%	517
Transfers and subsidies - Operational	104,060	70,797	70,797	709	69,434	70,797	(1,363)	-2%	70,797
Other own revenue	163,626	103,418	108,023	5,725	75,111	108,023	(32,912)	-30%	–
Total Revenue (excluding capital transfers and contributions)	**772,531**	**767,197**	**778,027**	**31,101**	**672,970**	**778,027**	**(105,057)**	**-14%**	**778,027**
Employee costs	242,467	282,209	268,165	19,833	248,069	268,165	(20,097)	-7%	268,165
Remuneration of Councillors	6,957	6,831	6,831	570	6,754	6,831	(77)	-1%	6,831
Depreciation and amortisation	63,344	55,155	53,873	2,924	52,508	53,873	(1,365)	-3%	53,873
Interest	64,665	25,250	28,750	9,980	36,744	28,750	7,994	28%	28,750
Inventory consumed and bulk purchases	193,588	215,457	211,000	56,090	216,617	211,000	5,617	3%	211,000
Transfers and subsidies	43	500	151	–	51	151	(100)	-66%	151
Other expenditure	208,231	244,566	230,950	50,629	225,043	230,950	(5,907)	-3%	230,950
Total Expenditure	**779,295**	**829,968**	**799,721**	**140,025**	**785,785**	**799,721**	**(13,936)**	**-2%**	**799,721**
Surplus/(Deficit)	**(6,764)**	**(62,771)**	**(21,694)**	**(108,924)**	**(112,815)**	**(21,694)**	**(91,121)**	**420%**	**(21,694)**
Transfers and subsidies - capital (monetary allocations)	12,955	43,464	43,464	6,769	28,287	43,464	###	-35%	43,464
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	**(106,297)**	**-488%**	**21,770**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	**(106,297)**	**-488%**	**21,770**
Capital expenditure & funds sources									
Capital expenditure	**7,159**	**90,872**	**132,293**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**132,293**
Capital transfers recognised	11,939	43,464	64,686	7,737	31,459	43,427	(11,968)	-28%	64,686
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**(4,780)**	**47,408**	**67,607**	**4,944**	**26,287**	**45,965**	**(19,679)**	**-43%**	**67,607**
Total sources of capital funds	**7,159**	**90,872**	**132,293**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**132,293**
Financial position									
Total current assets	12,891,204	(11,756,245)	25,748,803		12,957,465				25,748,803
Total non current assets	1,503,649	1,508,195	3,040,461		1,508,887				3,040,461
Total current liabilities	12,844,951	(11,497,693)	26,301,861		13,003,762				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**		**1,044,109**				**2,122,686**
Cash flows									
Net cash from (used) operating	895,065	42,226	73,182	71,302	819,299	104,452	(714,848)	-684%	73,182
Net cash from (used) investing	(24,036)	(90,872)	(89,392)	(9,452)	(63,786)	(89,392)	(25,606)	29%	(89,392)
Net cash from (used) financing	10,050	9,281	20,099	(127)	694	–	(694)	#DIV/0!	20,099
Cash/cash equivalents at the month/year end	**894,269**	**(94,027)**	**18,199**	**76,032**	**770,517**	**29,369**	**(741,147)**	**-2524%**	**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	10,410	20,359	15,271	15,275	15,641	12,729	80,449	434,588	604,722
Creditors Age Analysis									
Total Creditors	46,312	26,457	19,359	20,158	1,205	20,092	120,137	389,952	643,672

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) - M12 June

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**	**16,035**	**256,845**	**307,889**	(51,044)	-17%	**307,889**
Executive and council		64,972	66,809	67,143	139	67,109	67,143	(34)	0%	67,143
Finance and administration		207,023	237,781	240,746	15,896	189,736	240,746	(51,010)	-21%	240,746
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**1,102**	**1,191**	**1,191**	**209**	**2,476**	**1,191**	1,285	108%	**1,191**
Community and social services		1,102	1,191	1,191	5	66	1,191	(1,125)	-94%	1,191
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		0	–	0	205	2,411	0	2,410	1606937%	0
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**6,845**	**8,077**	**7,820**	**793**	**7,152**	**7,820**	(668)	-9%	**7,820**
Planning and development		2,672	4,354	4,434	398	3,458	4,434	(975)	-22%	4,434
Road transport		4,168	3,720	3,357	392	3,666	3,357	309	9%	3,357
Environmental protection		5	3	30	3	28	30	(2)	-5%	30
Trading services		**505,545**	**496,804**	**504,591**	**20,832**	**434,785**	**504,591**	**(69,806)**	-14%	**504,591**
Energy sources		336,951	272,074	271,223	15,471	247,574	271,223	(23,649)	-9%	271,223
Water management		74,309	114,653	115,808	10,118	87,136	115,808	(28,672)	-25%	115,808
Waste water management		42,448	58,724	57,328	(2,173)	48,021	57,328	(9,307)	-16%	57,328
Waste management		51,837	51,353	60,232	(2,583)	52,054	60,232	(8,178)	-14%	60,232
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**785,486**	**810,661**	**821,491**	**37,870**	**701,258**	**821,491**	**(120,233)**	**-15%**	**821,491**
Expenditure - Functional										
Governance and administration		**238,133**	**237,827**	**232,903**	**40,100**	**223,071**	**232,903**	(9,832)	-4%	**232,903**
Executive and council		27,157	31,784	33,715	3,787	32,698	33,715	(1,017)	-3%	33,715
Finance and administration		210,975	206,043	199,188	36,313	190,373	199,188	(8,815)	-4%	199,188
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**89,091**	**117,173**	**105,884**	**9,467**	**104,489**	**105,884**	(1,395)	-1%	**105,884**
Community and social services		52,124	70,055	64,650	6,527	65,638	64,650	989	2%	64,650
Sport and recreation		35,208	45,314	38,634	2,693	36,299	38,634	(2,335)	-6%	38,634
Public safety		–	–	–	–	–	–	–		–
Housing		1,758	1,804	2,601	246	2,552	2,601	(49)	-2%	2,601
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46,141**	**67,068**	**61,713**	**4,042**	**52,344**	**61,713**	(9,369)	-15%	**61,713**
Planning and development		18,000	29,043	27,605	2,400	20,913	27,605	(6,691)	-24%	27,605
Road transport		28,141	38,026	34,108	1,642	31,430	34,108	(2,677)	-8%	34,108
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**405,930**	**407,900**	**399,221**	**86,416**	**405,881**	**399,221**	**6,660**	2%	**399,221**
Energy sources		267,443	262,773	262,279	66,716	264,192	262,279	1,913	1%	262,279
Water management		77,753	81,264	70,354	14,895	81,262	70,354	10,908	16%	70,354
Waste water management		27,989	34,998	39,878	3,086	39,900	39,878	22	0%	39,878
Waste management		32,745	28,866	26,710	1,719	20,527	26,710	(6,183)	-23%	26,710
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**779,295**	**829,968**	**799,721**	**140,025**	**785,785**	**799,721**	**(13,936)**	**-2%**	**799,721**
Surplus/ (Deficit) for the year		**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	**(106,297)**	**-488%**	**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 821 million** and year-to-date actual is a total **R701 million (including capital grants revenue)** or **85%** has been recognized as at end of JUNE 2025.

Expenditure

The total expenditure budget for the 2024/25 financial year is an amount of **R 799 million** and a total of **R785 million cumulative or 98%** has been spent as at end of JUNE 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) - M12 June

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Budget & Treasury Office		173,049	215,899	218,864	15,896	187,315	218,864	(31,549)	-14.4%	218,864
Vote 2 - Corporate Services		33,974	21,882	21,882	–	2,421	21,882	(19,461)	-88.9%	21,882
Vote 3 - Community Services		56,161	55,050	63,593	(2,275)	54,723	63,593	(8,869)	-13.9%	63,593
Vote 4 - Infrastructure Services		454,656	446,849	445,591	23,508	383,821	445,591	(61,770)	-13.9%	445,591
Vote 5 - Strategic Services		2,675	4,172	4,419	602	5,869	4,419	1,450	32.8%	4,419
Vote 6 - Executive & Council		64,972	66,809	67,143	139	67,109	67,143	(34)	-0.1%	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**	**37,870**	**701,258**	**821,491**	**(120,233)**	**-14.6%**	**821,491**
Expenditure by Vote	1									
Vote 1 - Budget & Treasury Office		133,926	109,356	115,486	27,531	114,738	115,486	(748)	-0.6%	115,486
Vote 2 - Corporate Services		77,049	96,687	83,702	8,783	75,635	83,702	(8,067)	-9.6%	83,702
Vote 3 - Community Services		132,440	160,129	144,934	11,964	136,209	144,934	(8,725)	-6.0%	144,934
Vote 4 - Infrastructure Services		393,461	406,875	395,738	85,541	406,252	395,738	10,514	2.7%	395,738
Vote 5 - Strategic Services		15,262	25,138	26,146	2,420	20,254	26,146	(5,892)	-22.5%	26,146
Vote 6 - Executive & Council		27,157	31,784	33,715	3,787	32,698	33,715	(1,017)	-3.0%	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**	**140,025**	**785,785**	**799,721**	**(13,936)**	**-1.7%**	**799,721**
Surplus/ (Deficit) for the year	2	**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	**(106,297)**	**-488.3%**	**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	27,531	114,738	115,486	(748)	-0.6%
Vote 2 - Corporate Services		–	96,687	8,783	75,635	83,702	(8,067)	-9.6%
Vote 3 - Community Services		–	160,129	11,964	136,209	144,934	(8,725)	-6.0%
Vote 4 - Infrastructure Services		–	406,875	85,541	406,252	395,738	10,514	2.7%
Vote 5 - Strategic Services		–	25,138	2,420	20,254	26,146	(5,892)	-22.5%
Vote 6 - Executive & Council		–	31,784	3,787	32,698	33,715	(1,017)	-3.0%
Total Expenditure by Vote	2	–	**829,968**	**140,025**	**785,785**	**799,721**	**(13,936)**	**-1.7%**

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 June 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 **99%** which translate into a total of **R115 million** of the final budget allocated to the directorate for the period ending JUNE 2025. There is a **0.6%** variance between the Actual year-to-date expenditure and YTD Budget. This is due to ongoing cost containment measures.

Vote 2 – Corporate Services

Corporate Services has spent **90%** or **R75 million** of the original budget allocated to the directorate for the period ending June 2025. There is a variance of **9.6%** 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 **94% or R136 million** of the original budget allocated to the directorate for the period ending June 2025. There is a variance of **6%** 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 **100%** or **R406 million** of the original budget allocated to the directorate for the period ending June 2025. There is a variance of **2.7%** between the year-to-date budget and year-to-date actual expenditure.

Vote 5 – Strategic Services

Strategic Service has spent **77%** or **R20 million** of the original budget allocated to the directorate for the period ending June 2025. There is a variance of **22.5%** between the year-to-date budget and year-to-date actual expenditure.

Vote 6 – Executive and Council

Executive and Council has spent **97%** or **R32 million** of the original budget allocated to the directorate for the period ending June 2025. There is an unfavorable variance of **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) - M12 June

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	14,758	227,493	250,960	(23,468)	-9%	250,960
Service charges - Water		53,389	68,717	68,717	3,237	56,425	68,717	(12,292)	-18%	68,717
Service charges - Waste Water Management		37,731	52,124	52,124	(2,617)	42,652	52,124	(9,471)	-18%	52,124
Service charges - Waste management		42,025	43,001	49,335	(3,508)	41,046	49,335	(8,289)	-17%	49,335
Sale of Goods and Rendering of Services		(585)	7,798	7,746	686	7,892	7,746	146	2%	7,746
Agency services		547	594	470	69	433	470	(37)	-8%	470
Interest								–	0%	
Interest earned from Receivables		41,548	36,115	37,202	2,020	36,318	37,202	(884)	-2%	37,202
Interest from Current and Non Current Assets		604	627	517	35	470	517	(46)	-9%	517
Dividends								–	0%	
Rent on Land								–	0%	
Rental from Fixed Assets		2,075	2,003	2,108	643	2,501	2,108	393	19%	2,108
Licence and permits		30	33	60	3	27	60	(32)	-54%	60
Operational Revenue		101,696	21,479	21,356	51	2,384	21,356	(18,972)	-89%	21,356
Non-Exchange Revenue								–	0%	
Property rates		154,195	177,554	177,554	12,761	160,339	177,554	(17,215)	-10%	177,554
Surcharges and Taxes								–	0%	
Fines, penalties and forfeits		1,384	699	890	59	962	890	73	8%	890
Licence and permits		1,703	1,814	1,518	231	1,656	1,518	138	9%	1,518
Transfers and subsidies - Operational		104,060	70,797	70,797	709	69,434	70,797	(1,363)	-2%	70,797
Interest		14,611	18,163	21,973	1,906	22,396	21,973	423	2%	21,973
Fuel Levy								–	0%	
Operational Revenue		616	500	481	56	540	481	60	12%	481
Gains on disposal of Assets								–	0%	
Other Gains		–	14,221	14,221	–	–	14,221	(14,221)	-100%	14,221
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		**772,531**	**767,197**	**778,027**	**31,101**	**672,970**	**778,027**	**(105,057)**	-14%	**778,027**
Expenditure By Type										
Employee related costs		242,467	282,209	268,165	19,833	248,069	268,165	(20,097)	-7%	268,165
Remuneration of councillors		6,957	6,831	6,831	570	6,754	6,831	(77)	-1%	6,831
Bulk purchases - electricity		173,543	191,095	191,095	52,207	197,949	191,095	6,854	4%	191,095
Inventory consumed		20,045	24,362	19,905	3,883	18,668	19,905	(1,237)	-6%	19,905
Debt impairment		20,412	24,547	24,547	–	–	24,547	(24,547)	-100%	24,547
Depreciation and amortisation		63,344	55,155	53,873	2,924	52,508	53,873	(1,365)	-3%	53,873
Interest		64,665	25,250	28,750	9,980	36,744	28,750	7,994	28%	28,750
Contracted services		96,504	103,400	87,563	19,055	95,666	87,563	8,103	9%	87,563
Transfers and subsidies		43	500	151	–	51	151	(100)	-66%	151
Irrecoverable debts written off		11,438	23,890	27,298	3,393	28,860	27,298	1,562	6%	27,298
Operational costs		84,310	91,050	89,864	28,181	100,517	89,864	10,653	12%	89,864
Losses on Disposal of Assets		(144)	–	–	–	–	–	–	0%	–
Other Losses		(4,289)	1,678	1,678	–	–	1,678	(1,678)	-100%	1,678
Total Expenditure		**779,295**	**829,968**	**799,721**	**140,025**	**785,785**	**799,721**	**(13,936)**	-2%	**799,721**
Surplus/(Deficit)		**(6,764)**	**(62,771)**	**(21,694)**	**(108,924)**	**(112,815)**	**(21,694)**	**(91,121)**	420%	**(21,694)**
Transfers and subsidies - capital (monetary allocations)		12,955	43,464	43,464	6,769	28,287	43,464	(15,177)	-35%	43,464
Transfers and subsidies - capital (in-kind)								–	0%	
Surplus/(Deficit) after capital transfers & contributions		**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	(106,297)	-488%	**21,770**
Income Tax								–	0%	
Surplus/(Deficit) after income tax		**6,191**	**(19,307)**	**21,770**	**(102,155)**	**(84,528)**	**21,770**	(106,297)	-488%	**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**	**(102,155)**	**(84,528)**	**21,770**	(106,297)	-488%	**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**	**(102,155)**	**(84,528)**	**21,770**	(106,297)	-488%	**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						
	YearTD actual	YearTD budget	YTD variance	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Exchange Revenue						
Service charges - Electricity	227,492,727.82	250,960,451.00	- 23,467,723.18	-10%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*To continue with revenue enhancement*
Service charges - Water	56,425,062.27	68,717,109.00	- 12,292,046.73	-18%	*Unfavourable outcome due to bypass on both prepaid and conventional meters.*	*Meter assessments and replacement*
Service charges - Waste Water Management	42,652,408.86	52,123,576.00	- 9,471,167.14	-18%	*Due to some challenges with the breakdown of trucks*	*To continue with revenue enhancement*
Service charges - Waste management	41,045,789.38	49,335,224.00	- 8,289,434.62	-17%	*Improved billing as we procurred truckes*	*To continue with revenue enhancement*
Sale of Goods and Rendering of Services	7,891,952.47	7,745,652.00	146,300.47	2%	*Within the treshold - Trivial*	*To continue with revenue enhancement*
Agency services	433,089.33	470,036.00	- 36,946.67	-8%	*September revenue not yet captured*	*timeous capturing of receipts / Invoices*
Interest earned from Receivables	36,318,455.55	37,202,320.00	- 883,864.45	-2%	*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	470,373.36	516,820.00	- 46,446.64	-9%	*interest based on the Account balances*	*To continue with revenue enhancement*
Rental from Fixed Assets	2,500,727.49	2,107,644.00	393,083.49	19%	*Within the treshold - Trivial*	*To maintain and improve rental assets*
Licence and permits	27,395.51	59,690.00	- 32,294.49	-54%	*Based on demand*	*timeous capturing of receipts / Invoices*
Operational Revenue	2,383,913.41	21,355,520.00	- 18,971,606.59	-89%	*Less building plans submitted. Less miscelleneous revenue realised*	*To maintain sales even during lucnh time*
Non-Exchange Revenue						
Property rates	160,338,969.48	177,553,712.00	- 17,214,742.52	-10%	*Certain disputes that are pending*	*To continue with clearing GV Exceptions*
Fines, penalties and forfeits	962,462.51	889,512.00	72,950.51	8%	*Cost schedules on hold, Issued more fines, less clearance certificates issued, court pays twice a year*	*To maintain the internal controls*
Licence and permits	1,656,106.88	1,518,242.00	137,864.88	9%	*Based on demand*	*To continue with revenue enhancement*
Transfers and subsidies - Operational	69,434,049.99	70,797,109.00	- 1,363,059.01	-2%	*Within the treshold - Trivial*	*timeous capturing of receipts / Invoices*
Interest	22,396,456.27	21,973,110.00	423,346.27	2%	*Within the treshold - Trivial*	*To continue with clearing GV Exceptions*
Operational Revenue	540,418.77	480,500.00	59,918.77	12%	*Based on demand*	*To maintain the rendering of services*

Property Rates – A year to date total of **R160 million** was recognized with regards to property rates for the year as at end of June 2025. The year-to-date budget is **R177 million** resulting in a variance of **10%**. This means that actual revenue from property rate is less than the year-to-date budget b%.

Service charges – Electricity – A total of **R227 million** was recognized on service charges electricity for the year as at end of JUNE 2025. The year-to-date budget is **R250 million** resulting in a variance of **9.2%**. The year-to-date actual revenue is less than the year-to-date budget by **R23 million.**

Service charges – Water – A total of **R56 million** was recognized on service charges water for the year as at end of JUNE 2025. The year-to-date budget is **R68 million** resulting in a variance of **18%.** 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.

<u>Service charges – Waste Water Management (Sanitation)</u> - A total of **R42 million** was recognized on service charges waste water for the year as at end of JUNE 2025. The year-to-date budget is **R52 million** resulting in a variance of **18%**. 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.

<u>Service charges – Waste Management (Refuse)</u> - A total of **R41 million** was recognized on service charges waste management for the year as at end of JUNE 2025. The year-to-date budget is **R49 million** resulting in a positive variance of **17%.**

<u>Interest Earned from receivables (Outstanding Debtors) –</u> Interest on outstanding debtors for the year as at end of JUNE 2025 is an amount of **R36 million**. The year-to-date budget is **R37 million** resulting in a variance of **2%**.

<u>Interest – Current and Non-Current Assets</u> – Interest on current and non-current assets for the year as at the end of JUNE 2025 is an amount of **R470 373** (Actual) and a year-to-date budget of **R516 820** leading to a variance of **9%.**

<u>Transfers and subsidies</u> – A total of **R 69 million** was recognized for the Transfers and subsidies for the year as at end of JUNE 2025. The year-to-date budget is **R70 million** resulting in a variance of **2%.** 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 JUNE 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	248,068,906.78	268,165,498.00	- 20,096,591.22	-7%	*Cost containment measures strictly implemented to curb overtime among other expenditure*	*strict adherence to cost containment measures*
Remuneration of councillors	6,754,116.39	6,831,317.00	- 77,200.61	-1%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Bulk purchases - electricity	197,949,416.07	191,095,039.00	6,854,377.07	4%	*Within the treshold - Trivial*	*completeness of invoices as we are on accrual basis*
Inventory consumed	18,667,875.45	19,905,302.00	- 1,237,426.55	-6%	*Suppliers invoicing us late*	*completeness of invoices as we are on accrual basis*
Depreciation and amortisation	52,507,672.27	53,872,750.00	- 1,365,077.73	-3%	*Within the treshold - Trivial*	*strict adherence to cost containment measures*
Interest	36,743,549.16	28,750,000.00	7,993,549.16	28%	*Interest levied on Oustanding invoices pertaining to Creditors*	*strict adherence to cost containment measures*
Contracted services	95,665,814.15	87,562,615.00	8,103,199.15	9%	*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	28,860,325.52	27,298,375.00	1,561,950.52	6%	*Indigents'debt written off*	*strict adherence to cost containment measures*
Operational costs	100,516,868.78	89,863,787.00	10,653,081.78	12%	*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 JUNE 2025 amounted to **R248 million.** The year-to-date budget is **R268 million**, resulting in a variance of **-7%** 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 **R6.7 million**. The year-to-date budget is **R6.8 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 JUNE 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 **R42 million** and **R53 million** is the year to date budget

Bulk Purchases – electricity – amount spent on bulk electricity is **R197 Million** as at end of JUNE 2025. The year-to-date budget is **R191 million**. This is an indication that the Bulk Eskom invoices are not processed timely. There is an **4%** variance

Inventory Consumed – a total of **R18 million** was spent for the year as at end of JUNE 2025. The year-to-date budget is **R19 million**, resulting in a variance of **-6%**. It should be noted that with the reclassification on mSCOA, water expenditure is now classified under inventory consumed.

Contracted Services – Contracted services amounted to **R95 million** for the year as at end of JUNE 2025. The year-to-date budget is **R87 million**, resulting in a variance of **-9%.** 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 **R100 million** was spent for the year as at end of JUNE 2025. The year-to-date budget is **R89 million**, resulting in a variance of **12%.** The budgeted trends are based on historical information and therefore JUNE 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) - M12 June

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	–	11,947	13,600	(1,653)	-12%	13,600
Vote 3 - Community Services		101	10,490	13,967	1,037	5,984	13,967	(7,983)	-57%	13,967
Vote 4 - Infrastructure Services		784	64,382	61,825	11,645	39,815	61,825	(22,011)	-36%	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**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**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**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**132,293**
Capital Expenditure - Functional Classification										
Governance and administration		**660**	**16,000**	**38,517**	**–**	**11,947**	**13,600**	(1,653)	-12%	**38,517**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		660	16,000	38,517	–	11,947	13,600	(1,653)	-12%	38,517
Internal audit								–		
Community and public safety		**101**	**10,490**	**13,104**	**1,037**	**5,984**	**13,967**	(7,983)	-57%	**13,104**
Community and social services		–	490	(375)	–	–	490	(490)	-100%	(375)
Sport and recreation		101	10,000	13,480	1,037	5,984	13,477	(7,493)	-56%	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**	**11,645**	**39,815**	**61,825**	(22,011)	-36%	**79,635**
Energy sources		(6,606)	10,125	20,471	1,884	6,666	13,525	(6,859)	-51%	20,471
Water management		11,045	29,448	36,346	6,798	18,754	27,190	(8,435)	-31%	36,346
Waste water management		2,620	24,809	22,809	2,962	14,394	21,110	(6,716)	-32%	22,809
Waste management		(669)	–	9	–	–	–	–		9
Other								–		
Total Capital Expenditure - Functional Classification	3	**7,159**	**90,872**	**132,293**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**132,293**
Funded by:										
National Government		11,939	42,974	55,040	7,737	31,459	42,937	(11,478)	-27%	55,040
Provincial Government		–	490	490	–	–	490	(490)	-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**	**7,737**	**31,459**	**43,427**	**(11,968)**	**-28%**	**64,686**
Borrowing	6							–		
Internally generated funds		(4,780)	47,408	67,607	4,944	26,287	45,965	(19,679)	-43%	67,607
Total Capital Funding		**7,159**	**90,872**	**132,293**	**12,681**	**57,746**	**89,392**	**(31,647)**	**-35%**	**132,293**

Conditional Grants YTD Capital expenditure up till JUNE amounts to **R57 Million**.

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

NC453 Gamagara - Table C6 Monthly Budget Statement - Financial Position - M12 June

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	11,689	7,291
Trade and other receivables from exchange transactions		347,990	374,350	728,730	382,246	728,730
Receivables from non-exchange transactions		125,917	56,335	215,981	164,021	215,981
Current portion of non-current receivables						
Inventory		1,078	(895)	(7,017)	1,627	(7,017)
VAT		12,397,527	(12,061,819)	24,795,053	12,393,501	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**	**12,957,465**	**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	1,133,799	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**	**1,508,887**	**3,040,461**
TOTAL ASSETS		**14,394,853**	**(10,248,050)**	**28,789,264**	**14,466,352**	**28,789,264**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		32,727	44,031	65,455	25,217	65,455
Consumer deposits		10,050	9,281	20,099	10,743	20,099
Trade and other payables from exchange transactions		386,010	496,576	1,383,979	511,263	1,383,979
Trade and other payables from non-exchange transactions		82,880	71,058	165,760	72,204	165,760
Provision		19,191	101	38,382	19,191	38,382
VAT		12,314,093	(12,118,740)	24,628,186	12,365,143	24,628,186
Other current liabilities						
Total current liabilities		**12,844,951**	**(11,497,693)**	**26,301,861**	**13,003,762**	**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**	**13,418,338**	**26,662,462**
NET ASSETS	2	**1,138,443**	**1,089,238**	**2,100,845**	**1,048,015**	**2,126,802**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1,138,443	1,089,238	2,122,686	1,044,109	2,122,686
Reserves and funds						
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**1,138,443**	**1,089,238**	**2,122,686**	**1,044,109**	**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. 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 - M12 June

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	8,427	87,627	177,554	(89,927)	-51%	177,554
Service charges		199,662	365,048	370,584	14,996	216,993	370,584	(153,591)	-41%	370,584
Other revenue		562,361	34,320	33,991	50,830	596,100	33,991	562,109	1654%	33,991
Transfers and Subsidies - Operational		205	70,797	70,797	6	31	70,797	(70,766)	-100%	70,797
Transfers and Subsidies - Capital		–	43,464	43,464	–	–	43,464	(43,464)	-100%	43,464
Interest		–	50,739	56,982	597	6,322	56,375	(50,053)	-89%	56,982
Dividends								–		
Payments										
Suppliers and employees		51,664	(698,947)	(675,940)	(3,554)	(87,774)	(644,064)	(556,290)	86%	(675,940)
Interest		–	(750)	(4,250)	–	–	(4,250)	(4,250)	100%	(4,250)
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**895,065**	**42,226**	**73,182**	**71,302**	**819,299**	**104,452**	**(714,848)**	**-684%**	**73,182**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	136	1,042	–	1,042	#DIV/0!	–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(24,036)	(90,872)	(89,392)	(9,588)	(64,829)	(89,392)	(24,564)	27%	(89,392)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(24,036)**	**(90,872)**	**(89,392)**	**(9,452)**	**(63,786)**	**(89,392)**	**(25,606)**	**29%**	**(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	(127)	694	–	694	#DIV/0!	20,099
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**10,050**	**9,281**	**20,099**	**(127)**	**694**	**–**	**(694)**	**#DIV/0!**	**20,099**
NET INCREASE/ (DECREASE) IN CASH HELD		**881,078**	**(39,365)**	**3,889**	**61,722**	**756,206**	**15,059**			**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	76,032	770,517	29,369			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

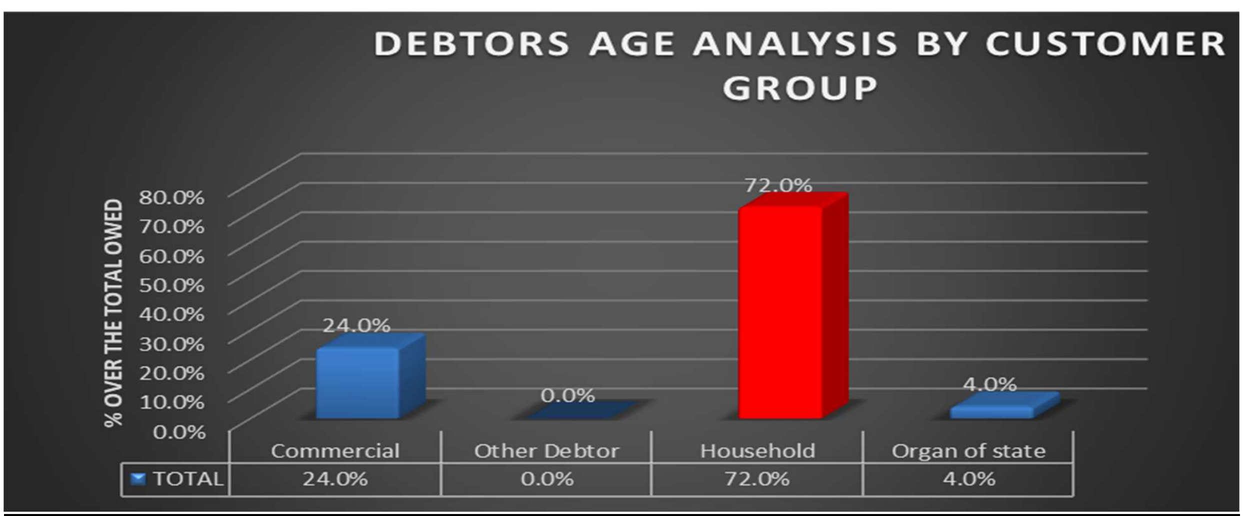
Debtors Ageing

The total receivables balance or debtors book as at the end of June 2025 amounts to **R604 million** with most of the debt being owed by households at **R435 million** or **72%** of the total Debtors. Organs of State and Commercial at **4%** and **24%** respectively. Other debtors only account for **less than 0.01%** of the outstanding debt. Debtors balance decreased by **R20 Million** in comparison with the previous month (May – R624 Million)

NC453 Gamagara - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2024/25									
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	3,632	1,375	1,122	975	1,132	978	5,674	50,260	65,147	59,018
Trade and Other Receivables from Exchange Transactions - Electricity	1300	15,603	4,014	2,910	3,024	3,000	2,149	11,243	95,705	137,649	115,121
Receivables from Non-exchange Transactions - Property Rates	1400	11,827	4,313	2,630	2,809	2,770	1,966	14,439	71,668	112,420	93,651
Receivables from Exchange Transactions - Waste Water Management	1500	4,489	2,704	1,484	1,503	1,486	1,164	7,675	32,388	52,894	44,216
Receivables from Exchange Transactions - Waste Management	1600	4,723	1,727	1,456	1,380	1,530	1,207	8,049	56,040	76,112	68,207
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	99	99	99
Interest on Arrear Debtor Accounts	1810	5,591	5,396	5,070	4,947	5,143	4,818	30,569	120,508	182,042	165,985
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(35,456)	830	600	637	581	446	2,801	7,921	(21,640)	12,385
Total By Income Source	**2000**	**10,410**	**20,359**	**15,271**	**15,275**	**15,641**	**12,729**	**80,449**	**434,588**	**604,722**	**558,682**
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	415	680	599	596	678	527	5,613	16,310	25,420	23,725
Commercial	2300	4,691	2,633	2,522	2,576	3,575	2,250	13,660	111,211	143,117	133,272
Households	2400	13,509	16,429	11,716	11,725	10,993	9,603	58,895	302,545	435,414	393,761
Other	2500	(8,205)	617	435	378	395	348	2,281	4,522	771	7,924
Total By Customer Group	**2600**	**10,410**	**20,359**	**15,271**	**15,275**	**15,641**	**12,729**	**80,449**	**434,588**	**604,722**	**558,682**

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



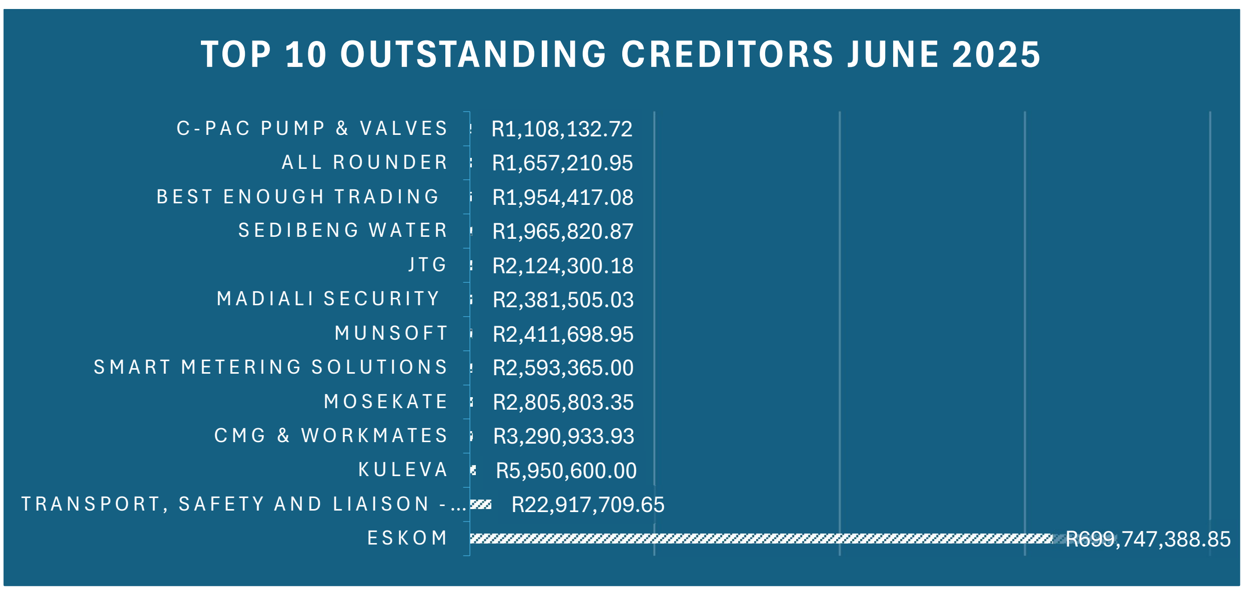
2.2 Creditors' Age Analysis

The municipality owes Eskom a total debt of **R 699 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 **R750 Million.**

Top 10 Creditors

Top 10 Creditors - June 2025	AGING						
Supplier	**Current**	**01-30 days**	**31-60 days**	**61-90 days**	**91-120 days**	**120+ days**	**Outstanding Amount**
Eskom	R 32,086,941.41	R 19,615,965.48	R 18,244,211.46	R 19,197,047.24	R -	R 610,603,223.26	R 699,747,388.85
Transport, Safety and Liaison - Northern ca	R 226,079.40	R 339,643.11	R 178,520.56	R 232,859.45	R 174,685.30	R 21,765,921.83	R 22,917,709.65
Kuleva	R 2,562,010.00		R 1,080,540.00	R 1,215,090.00		R 1,092,960.00	R 5,950,600.00
CMG & Workmates	R 2,540,262.00	R 750,671.93	R-	R-	R-	R-	R 3,290,933.93
Mosekate	R 783,284.09	R 515,906.79	R 539,581.84	R 489,658.04	R 408,971.74	R 68,400.85	R 2,805,803.35
Smart Metering Solutions	R -	R 2,593,365.00	R -	R -	R -	R -	R 2,593,365.00
Munsoft	R 442,462.50	R 1,969,236.45	R -	R -	R -	R -	R 2,411,698.95
MADIALI SECURITY	R 2,381,505.03	R-	R-	R-	R-	R-	R 2,381,505.03
JTG	R 588,879.66	R 15,545.97	R 22,075.45	R 554,091.60	R 32,741.64	R 910,965.86	R 2,124,300.18
Sedibeng water	R 591,568.37	R 14,492.27	R 6,158.17	R 780,332.50	R 557,750.00	R 15,519.56	R 1,965,820.87
Best Enough Trading	R 1,954,417.08	R-	R -			R -	R 1,954,417.08
All Rounder	R 1,385,405.00		R-	R-	R-	R 271,805.95	R 1,657,210.95
C-pac Pump & Valves	R 41,377.00	R -	R 531,193.22	R 8,705.50	R 308,585.25	R 218,271.75	R 1,108,132.72
							R 750,908,886.56



2.3 Bank balance and Investment Portfolio

Bank balance as at 30 June 2025

	R
Call accounts:	
62334040748 Call Deposit -	73.76
71020950327 Fixed Deposit -	94 246.49
Cheque Accounts:	
53668006069 Cheque Account **-**	13 839 449.76
Total	**R 13 933 770.01**

The bank balance of the municipality was R13.9 million as at 30 JUNE 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 30 June 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- June 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-June 2025	Amount Unspent @ 30 June 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	-	-	2,000,000.00	-
2	EPWP				1,217,000.00	1,217,000.00	-	-	1,217,000.00	-
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	-	13,438,207.15	-
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**	**-**	**32,376,207.15**	**-**

According to the manual grant register, the total year-to-date expenditure on the conditional grants amounts to ***R28 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 - M12 June

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	2,523	2,506	17	1%	2,506
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		395	642	642	54	632	642	(10)	-2%	642
Cellphone Allowance		699	740	740	59	703	740	(37)	-5%	740
Housing Allowances								–		
Other benefits and allowances		2,250	2,943	2,943	247	2,896	2,943	(47)	-2%	2,943
Sub Total - Councillors		**6,957**	**6,831**	**6,831**	**570**	**6,754**	**6,831**	**(77)**	**-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	236	2,725	5,013	(2,288)	-46%	5,013
Pension and UIF Contributions		4	10	8	1	7	8	(1)	-9%	8
Medical Aid Contributions								–		
Overtime								–		
Performance Bonus		122	8	115	–	57	115	(57)	-50%	115
Motor Vehicle Allowance		1,597	1,296	1,335	144	1,524	1,335	190	14%	1,335
Cellphone Allowance		88	127	92	8	82	92	(10)	-11%	92
Housing Allowances								–		
Other benefits and allowances		1	1	1	0	1	1	(0)	-4%	1
Payments in lieu of leave		5,413	1,642	1,233	158	1,455	1,233	223	18%	1,233
Long service awards								–		
Post-retirement benefit obligations	2							–		
Entertainment								–		
Scarcity								–		
Acting and post related allowance		–	19	–	–	–	–	–		–
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**10,013**	**7,667**	**7,795**	**547**	**5,851**	**7,795**	**(1,944)**	**-25%**	**7,795**
% increase	4		**-23.4%**	**-22.1%**						**-22.1%**
Other Municipal Staff										
Basic Salaries and Wages		131,772	170,960	151,861	12,169	145,971	151,861	(5,890)	-4%	151,861
Pension and UIF Contributions		22,979	27,424	25,002	1,982	23,794	25,002	(1,208)	-5%	25,002
Medical Aid Contributions		15,044	19,492	16,352	1,316	15,775	16,352	(578)	-4%	16,352
Overtime		19,496	20,448	20,795	1,568	20,969	20,795	174	1%	20,795
Performance Bonus		11,169	13,393	22,059	28	11,227	22,059	(10,833)	-49%	22,059
Motor Vehicle Allowance		11,087	9,209	8,845	694	8,474	8,845	(371)	-4%	8,845
Cellphone Allowance		603	783	815	64	758	815	(58)	-7%	815
Housing Allowances		2,189	2,124	2,248	180	2,180	2,248	(68)	-3%	2,248
Other benefits and allowances		3,735	4,318	3,644	379	4,099	3,644	455	12%	3,644
Payments in lieu of leave								–		
Long service awards		2,541	1,088	1,449	108	1,279	1,449	(171)	-12%	1,449
Post-retirement benefit obligations	2	7,442	1,071	1,071	104	827	1,071	(244)	-23%	1,071
Entertainment		107	102	103	8	102	103	(2)	-2%	103
Scarcity								–		
Acting and post related allowance		4,291	4,130	6,123	687	6,764	6,123	641	10%	6,123
In kind benefits								–		
Sub Total - Other Municipal Staff		**232,454**	**274,542**	**260,370**	**19,286**	**242,218**	**260,370**	**(18,153)**	**-7%**	**260,370**
% increase	4		**18.1%**	**12.0%**						**12.0%**
Total Parent Municipality		**249,424**	**289,040**	**274,997**	**20,402**	**254,823**	**274,997**	**(20,174)**	**-7%**	**274,997**
Total Municipal Entities										
TOTAL SALARY, ALLOWANCES & BENEFITS		**249,424**	**289,040**	**274,997**	**20,402**	**254,823**	**274,997**	**(20,174)**	**-7%**	**274,997**
% increase	4		**15.9%**	**10.3%**						**10.3%**
TOTAL MANAGERS AND STAFF		**242,467**	**282,209**	**268,165**	**19,833**	**248,069**	**268,165**	**(20,097)**	**-7%**	**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 - M12 June

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**	**1,884**	**11,480**	**17,627**	6,146	**34.9%**	**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	1,884	6,666	12,025	5,359	44.6%	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	1,884	6,666	12,025	5,359	44.6%	21,978
Capital Spares								–		
Water Supply Infrastructure		4,761	9,298	7,201	–	4,814	5,602	788	14.1%	7,201
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	3,900	5,500	–	3,389	3,900	511	13.1%	5,500
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		4,761	5,398	1,702	–	1,425	1,702	276	16.2%	1,702

Community Assets		–	10,000	12,242	1,037	5,674	13,108	7,433	56.7%	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	1,037	5,674	13,108	7,433	56.7%	13,108
Indoor Facilities								–		
Outdoor Facilities		–	10,000	13,108	1,037	5,674	13,108	7,433	56.7%	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	–	–	600	600	100.0%	955
Computer Equipment		–	–	955	–	–	600	600	100.0%	955
Furniture and Office Equipment		–	80	848	–	–	80	80	100.0%	848
Furniture and Office Equipment		–	80	848	–	–	80	80	100.0%	848
Machinery and Equipment		101	–	1,407	–	310	370	60	16.2%	1,407
Machinery and Equipment		101	–	1,407	–	310	370	60	16.2%	1,407
Transport Assets		–	16,000	22,332	–	11,947	13,000	1,053	8.1%	22,332
Transport Assets		–	16,000	22,332	–	11,947	13,000	1,053	8.1%	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	2,921	29,411	44,784	15,373	34.3%	67,413

Expenditure on repairs and maintenance

GAMAGARA MUNICIPALITY

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IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 JUNE 2025
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NC453 Gamagara - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**39,652**	**41,500**	**30,619**	**11,331**	**46,703**	**30,619**	(16,084)	**-52.5%**	**30,619**
Roads Infrastructure		1,079	2,200	1,095	68	969	1,095	126	**11.5%**	1,095
Roads								–		
Road Structures								–		
Road Furniture		1,079	1,700	1,095	68	969	1,095	126	**11.5%**	1,095
Capital Spares		–	500	–	–	–	–	–		–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection								–		
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		4,066	6,700	4,176	2,602	6,106	4,176	(1,930)	**-46.2%**	4,176
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations								–		
MV Switching Stations								–		
MV Networks		2,140	2,300	1,726	2,585	4,102	1,726	(2,376)	**-137.7%**	1,726
LV Networks		1,541	4,100	2,150	–	1,694	2,150	456	**21.2%**	2,150
Capital Spares		385	300	300	17	310	300	(10)	**-3.4%**	300
Water Supply Infrastructure		30,033	23,500	13,565	8,037	26,627	13,565	(13,062)	**-96.3%**	13,565
Dams and Weirs								–		
Boreholes								–		
Reservoirs								–		
Pump Stations								–		
Water Treatment Works								–		
Bulk Mains								–		
Distribution		25,987	20,300	10,560	7,375	23,355	10,560	(12,795)	**-121.2%**	10,560
Distribution Points								–		
PRV Stations								–		
Capital Spares		4,045	3,200	3,005	662	3,272	3,005	(267)	**-8.9%**	3,005
Sanitation Infrastructure		4,475	9,100	11,783	625	13,001	11,783	(1,217)	**-10.3%**	11,783
Pump Station								–		
Reticulation		2,871	6,200	3,041	528	4,902	3,041	(1,861)	**-61.2%**	3,041
Waste Water Treatment Works		390	1,650	7,602	73	7,513	7,602	90	**1.2%**	7,602
Outfall Sewers								–		
Toilet Facilities								–		
Capital Spares		1,214	1,250	1,140	24	586	1,140	554	**48.6%**	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								–		

GAMAGARA MUNICIPALITY

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IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 JUNE 2025

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Community Assets		**242**	**755**	**705**	**–**	**221**	**705**	**484**	**68.6%**	**705**
Community Facilities		242	755	705	–	221	705	484	**68.6%**	705
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries								–		
Cemeteries/Crematoria		–	200	200	–	–	200	200	100.0%	200
Police								–		
Purls		56	150	100	–	34	100	66	66.2%	100
Public Open Space								–		
Nature Reserves								–		
Public Ablution Facilities								–		
Markets								–		
Stalls								–		
Abattoirs								–		
Airports								–		
Taxi Ranks/Bus Terminals								–		
Capital Spares		186	405	405	–	188	405	217	53.7%	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**	**–**	**231**	**385**	**154**	**40.1%**	**385**
Operational Buildings		255	585	385	–	231	385	154	**40.1%**	385
Municipal Offices		255	585	385	–	231	385	154	40.1%	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**	**580**	**6,714**	**7,902**	**1,187**	15.0%	**7,902**
Servitudes								–		
Licences and Rights		7,758	13,015	7,902	580	6,714	7,902	1,187	**15.0%**	7,902
Water Rights								–		
Effluent Licenses								–		
Solid Waste Licenses								–		
Computer Software and Applications		7,758	13,015	7,902	580	6,714	7,902	1,187	15.0%	7,902
Load Settlement Software Applications								–		
Unspecified								–		
Computer Equipment		**101**	**–**	**450**	**161**	**302**	**450**	**148**	32.8%	**450**
Computer Equipment		101	–	450	161	302	450	148	32.8%	450
Furniture and Office Equipment		**61**	**175**	**175**	**–**	**37**	**175**	**138**	78.8%	**175**
Furniture and Office Equipment		61	175	175	–	37	175	138	78.8%	175
Machinery and Equipment		**64**	**200**	**200**	**–**	**64**	**200**	**136**	68.0%	**200**
Machinery and Equipment		64	200	200	–	64	200	136	68.0%	200
Transport Assets		**2,002**	**3,880**	**2,045**	**728**	**3,006**	**2,045**	**(961)**	-47.0%	**2,045**
Transport Assets		2,002	3,880	2,045	728	3,006	2,045	(961)	-47.0%	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**	**12,800**	**57,279**	**42,481**	**(14,798)**	**-34.8%**	**42,481**

Depreciation by Asset class

NC453 Gamagara - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

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**	**2,161**	**38,071**	**39,104**	1,032	**2.6%**	**39,104**
Roads Infrastructure		10,031	10,769	10,769	–	9,880	10,769	889	**8.3%**	10,769
Roads		–	–	–	–	–	–	–		–
Road Structures		10,031	10,769	10,769	–	9,880	10,769	889	**8.3%**	10,769
Road Furniture								–		
Capital Spares								–		
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		7,244	8,146	8,097	634	8,048	8,097	49	**0.6%**	8,097
Power Plants								–		
HV Substations								–		
HV Switching Station								–		
HV Transmission Conductors								–		
MV Substations		38	34	17	–	–	17	17	**100.0%**	17
MV Switching Stations								–		
MV Networks		38	34	17	–	–	17	17	**100.0%**	17
LV Networks		7,168	8,079	8,063	634	8,048	8,063	15	**0.2%**	8,063
Capital Spares								–		
Water Supply Infrastructure		10,882	11,582	11,488	797	11,395	11,488	94	**0.8%**	11,488
Dams and Weirs								–		
Boreholes								–		
Reservoirs		(1,873)	153	76	–	–	76	76	**100.0%**	76
Pump Stations		9	8	4	–	–	4	4	**100.0%**	4
Water Treatment Works								–		
Bulk Mains								–		
Distribution		12,747	11,422	11,408	797	11,395	11,408	14	**0.1%**	11,408
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		8,725	8,749	8,749	730	8,749	8,749	–		8,749
Pump Station		–	–	–	–	–	–	–		–
Reticulation		8,725	8,749	8,749	730	8,749	8,749	–		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								–		

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 JUNE 2025

Community Assets		**4,721**	**4,365**	**4,336**	**295**	**4,307**	**4,336**	**29**	**0.7%**	**4,336**
Community Facilities		4,721	4,365	4,336	295	4,307	4,336	29	**0.7%**	4,336
Halls		4,721	4,365	4,336	295	4,307	4,336	29	0.7%	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**	**4,848**	**4,848**	**–**		**4,848**
Operational Buildings		3,438	5,553	4,848	169	4,848	4,848	–		4,848
Municipal Offices		3,438	5,553	4,848	169	4,848	4,848	–		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**	**1,122**	**1,122**	**–**		**1,122**
Computer Equipment		1,037	1,122	1,122	96	1,122	1,122	–		1,122
Furniture and Office Equipment		**385**	**1,382**	**1,045**	**31**	**1,045**	**1,045**	**–**		**1,045**
Furniture and Office Equipment		385	1,382	1,045	31	1,045	1,045	–		1,045
Machinery and Equipment		**206**	**1,338**	**966**	**18**	**966**	**966**	**–**		**966**
Machinery and Equipment		206	1,338	966	18	966	966	–		966
Transport Assets		**3,059**	**2,148**	**2,452**	**154**	**2,148**	**2,452**	**304**	12.4%	**2,452**
Transport Assets		3,059	2,148	2,452	154	2,148	2,452	304	12.4%	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**	**2,924**	**52,508**	**53,873**	**1,365**	**2.5%**	**53,873**

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 - M12

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**	**9,760**	**28,334**	**44,199**	15,864	**35.9%**	**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)	–	–	1,500	1,500	**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)	–	–	1,500	1,500	**100.0%**	(2,058)
Water Supply Infrastructure		6,284	20,150	30,744	6,798	13,940	21,588	7,648	**35.4%**	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	4,543	11,685	16,438	4,753	**28.9%**	16,438
Distribution		–	5,150	5,150	2,255	2,255	5,150	2,895	**56.2%**	5,150
Distribution Points								–		
PRV Stations								–		
Capital Spares								–		
Sanitation Infrastructure		2,620	24,809	21,110	2,962	14,394	21,110	6,716	**31.8%**	21,110
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		2,620	24,809	21,110	2,962	14,394	21,110	6,716	**31.8%**	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								–		

GAMAGARA MUNICIPALITY

IN-YEAR MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED 30 JUNE 2025

Community Assets		–	410	410	–	–	410	410	100.0%	410
Community Facilities		–	410	410	–	–	410	410	100.0%	410
Halls								–		
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations								–		
Museums								–		
Galleries								–		
Theatres								–		
Libraries		–	410	410	–	–	410	410	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**	**9,760**	**28,334**	**44,609**	**16,274**	**36.5%**	**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

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

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

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

Municipal Debt Relief Conditions (Monthly reporting)

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):		
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	

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 June 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						Part B					Part C			Part D				Part C									
			Eskom And Bulk water current account						Compliance with a funded MTREF					FRP/BFP & Tariff Assessment			Electricity and water as collection tools				Quarterly collection of property rates and services charges							Maximization of Revenue Base		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28
1.July	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
2.August	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	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	No	Yes	Yes	Yes	Yes	Yes	No	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	No	Yes	Yes	Yes	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	No	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	No	Yes	Yes	Yes	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	No	Yes	Yes	Yes	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	No	Yes	Yes	Yes	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	No	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	No	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	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
12.June	Gamagara	NC453	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes

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

16.3 The Provincial Treasury Debt Relief Compliance Assessment

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

Northern Cape Provincial Government

NCPT

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

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

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

Enquiries: Joseph Mekgwe
Dipatlisiso:
Imibuzo:
Navrae:

Date: 26 June 2025
Leshupelo:
Umhla:
Datum:

Reference: #Debt Relief M18
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 MAY 2025

Dear Ms. Gaarekwe

The Provincial Treasury conducted a comprehensive evaluation of Gamagara Local Municipality's compliance with the conditions of its debt relief programme in May 2025, which results into the seventeenth month of its second 12-month cycle that began on 1 December 2023. This assessment is essential to ensure the municipality is on track to meet the required conditions for sustained debt relief and long-term financial stability. The evaluation identified several achievements, including effective budgetary controls, improved financial reporting, and some progress in governance practices, underscoring the municipality's commitment to reform. However, it also highlighted areas requiring improvement, particularly in expenditure management, which still needs refinement to fully align with the programme's objectives. Addressing these areas is crucial to bolstering financial resilience and meeting the overall goals of the debt relief initiative.

A major concern in the evaluation was the municipality's poor collection rate and rising debtor balances, which indicate significant revenue management challenges. The collection rate report reveals that in May is below the target of 85%. The rising debtors suggest that the council-approved credit control and debt collection policy is not being enforced effectively, putting the municipality's revenue base at risk and jeopardizing its ability to fulfil financial obligations. Without rigorous application of these policies, Gamagara Local Municipality faces potential setbacks in achieving the financial targets required for compliance with the debt relief programme.

As the municipality will complete its first compliance cycle in May 2025, Gamagara Local Municipality stands to benefit from a one-third debt write-off, provided it meets all programme conditions, including those outlined in MFMA Circular 124 (Conditions 6.1 to 6.14) and specific requirements in the debt relief approval letter. Moving forward, Provincial Treasury will continue to monitor the municipality's performance and offer necessary support to address remaining challenges. Immediate corrective action, particularly in

enforcing credit control and debt collection, is imperative to help Gamagara Local Municipality secure the anticipated debt write-off and achieve long-term financial stability. The Treasury remains committed to working collaboratively with the municipality to ensure the programme's success and the municipality's financial sustainability. The Northern Cape Provincial Treasury has monitored and assessed the municipality's compliance with all the debt relief conditions during May 2025 and the following challenges and / or non-compliance is noted:

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 May 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

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 **82%** (Including advanced payments). This calculation was contingent upon May Billing with it's ensuing collection rate realized in the subsequent Month of June. From subsequent months, the Municipality will be reviewing the Split of advanced payments in order to incorporate it into ***MFMA Budget Circular 128 Annexure D template*** in order to align correctly with our internal records, as advanced payments also stems from the collection of service charges revenue coupled with property rates.

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

Province	Demarcation Code	Municipality
Northern Cape	NC453	Gamagara

Average collection rate (MFMA Circular 124 condition 6.7)

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

Collection Rate Assessment

Notes	Total Aggregate Collection	12.June - Reporting for May in June				Click to view/close months	Summary - Quarter 4				Q1
		Billing For May	Collection in June	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1	1.Collection for whole demarcation	44,589,122	(20,879,926)	65,469,048	-47%		127,787,196	(54,990,857)	182,778,053	-43%	-43%
2	2.Collection excl Eskom supplied areas	44,589,122	(20,879,926)	65,469,048	-47%		127,787,196	(54,990,857)	182,778,053	-43%	-43%
3	3.Collection: **Property Rates**	14,677,819	(8,417,973)	23,095,793	-57%		44,180,143	(22,095,718)	66,275,861	-50%	-50%
4	4.Total average collection: **Electricity** (Municipal supplied areas)	8,059,549	(4,798,769)	12,858,319	-60%		25,309,817	(16,648,401)	41,958,219	-66%	-66%
5	5.Total average collection: **Water**	7,823,914	(3,926,313)	11,750,227	-50%		16,200,110	(6,211,572)	22,411,681	-38%	-38%
6	6.Total average collection: **Wastewater**	4,133,122	(1,487,131)	5,620,254	-36%		12,419,869	(4,078,558)	16,498,427	-33%	-33%
7	7.Total average collection: **Refuse**	4,527,075	(1,657,218)	6,184,293	-37%		13,521,110	(4,588,385)	18,109,494	-34%	-34%
8	8. 7.Total average collection: **Interest**	5,367,642	(592,521)	5,960,163	-11%		16,156,148	(1,368,223)	17,524,371	-8%	-8%

Complete This Section

Quarter 4 Performance Per Ward

Services	12.June									Q4
	Billing For May	Collection in June	Rand Value of Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
Property Rates Tax	14,677,819	(8,417,973)	23,095,793	-57%		44,180,143	(22,095,718)	66,275,861	-50%	-50%
Electricity	8,059,549	(4,798,769)	12,858,319	-60%		25,309,817	(16,648,401)	41,958,219	-66%	-66%
Water	7,823,914	(3,926,313)	11,750,227	-50%		16,200,110	(6,211,572)	22,411,681	-38%	-38%
Refuse	4,527,075	(1,657,218)	6,184,293	-37%		13,521,110	(4,588,385)	18,109,494	-34%	-34%
Waste Water	4,133,122	(1,487,131)	5,620,254	-36%		12,419,869	(4,078,558)	16,498,427	-33%	-33%
Interest	5,367,642	(592,521)	5,960,163	-11%		16,156,148	(1,368,223)	17,524,371	-8%	-8%

<u>Reporting on Progress on the Funding Plan</u>

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

FOCUS AREA	KEY DELIVERABLE OBJECTIVES	ACTIVITIES	RESPONSIBLE DEPARTMENT/ OFFICIAL	TIME FRAME		OUTCOME	STATUS JUNE 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	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/distributi	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.

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. Seetile/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.

GAMAGARA MUNICIPALITY

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	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**	**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**	**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	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**	**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**	**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	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**	**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	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	1,840
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	6
Sanitation (kilolitres per household per month)						6	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	343
Electricity (kwh per household per month)						50	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	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	265
Sanitation **(in excess of free sanitation service to indigent households)**	16					343	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	96
Refuse **(in excess of one removal a week for indigent households)**						343	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	2025-07-05
TAX INVOICE NO	929517570580
ACCOUNT MONTH	JUNE 2025
CURRENT DUE DATE	2025-08-04
VAT REG NO	4040120927

Eskom

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	16,320.60
DIST. NETWORK CAPACITY CHARGE		R	1,138,870.00
NETWORK DEMAND CHARGE (C/KWH)		R	65,836.03
ANCILLARY SERVICE (ALL)		R	69,225.38
ENERGY CHARGE (PEAK)	1,603,544.00	R	10,107,137.83
ENERGY CHARGE (STD)	3,331,433.00	R	6,361,038.17
ENERGY CHARGE (OFF)	3,718,195.00	R	3,855,024.57
ELECTRIFICATION AND RURAL SUBS (ALL)		R	1,355,952.06
REACTIVE ENERGY	71,951.00	R	9,212.59
TRANSMISSION NETWORK CAPACITY		R	489,300.00
NETWORK DEMAND CHARGE		R	1,306,964.97
SERVICE CHARGE		R	12,069.60
TOTAL CHARGES FOR BILLING PERIOD		R	**24,786,951.80**

ACCOUNT SUMMARY FOR JUNE 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-07-02)	R	672,498,857.65
TOTAL CHARGES FOR BILLING PERIOD		R	24,786,951.80
ADJUSTMENTS	(Summary - See attachment for details)	R	3,581,946.83
VAT RAISED ON ITEMS AT 15%		R	3,718,042.78

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

unipay 7100 10 0010

272157001 9296092982 7

>>>>>>> 9207 2929 6092 9820

PayIT

easypay

CURRENT	TOTAL DUE	R	704,585,799.06
32,086,941.41			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
634,638,680.71	18,010,833.48	19,849,343.46	0.00

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

TOTAL AMOUNT DUE
704,585,799.06

To date the Municipality owes ESKOM a total of **R704 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 JUNE 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	
				Shortfal/Excess	- 27 478 388	7 172 063	- 75 533 797	14 417 619	- 81 422 504	
	Assessment Outcome per Service				Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	
Year 2	Not Cost Reflective	2025/26	Year2	Revenue Required by NT Tariff Tool	99 775 014	40 170 256	336 534 222	30 376 321	506 855 813	Year 2
				Revenue Budgeted	71 878 094	54 521 260	255 656 257	44 979 206	427 034 817	
				Surplus /Deficit	- 27 896 920	14 351 004	- 80 877 965	14 602 885	- 79 820 996	
	Assessment Outcome per Service				Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	
Year 3	Not Cost Reflective	2026/27	Year3	Revenue Required by NT Tariff Tool	103 287 738	41 441 797	349 889 590	31 586 474	526 205 599	Year 3
				Revenue Budgeted	75 184 487	57 029 238	267 416 445	47 048 250	446 678 420	
				Surplus /Deficit	- 28 103 251	15 587 441	- 82 473 145	15 461 776	- 79 527 179	
	Assessment Outcome per Service				Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Not Cost Reflective	

Municipal Manager's Quality Certificate

Quality Certificate

I, ____**,** the Municipal Manager of **Gamagara Local Municipality (NC453)**, hereby certify that;

Monthly budget statement in line with MFMA Section 71 for the period ended June 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 JUNEoral committee take note of the following

1. The monthly budget statement for the period ended **30 JUNE 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 June 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 08/07/2025