

MERAFONG MUNICIPALITY



SECTION 71 AND 52D FOR QUARTER 2 ENDING 31 DECEMBER 2024

• DISTRIBUTION:	
• Executive Mayor:	Ms. Nozuko Best
• Municipal Manager:	Mr. Dumisani Mabuza
• Chief Financial Officer:	Ms. Palesa Makhubela
• Sector Departments:	National and Provincial Departments
•	Uploaded to the National Treasury GoMuni portal

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71 AND 52 (D): IN-YEAR MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING IN DECEMBER, MONTH 06 AND QUARTER 02 2024 FINANCIAL YEAR

IN-YEAR BUDGET STATEMENT TABLES: MONTH ENDED 31 DECEMBER OF 2024 FINANCIAL YEAR

The financial results for the Month ended 31 December 2024 are attached and consists of the following tables:

MBRR TABLES:

- 1) Table C1 Month 06 Budget Statement -Summary
- 2) Table C2: Month 06 Budget Statement - Financial Performance (Revenue and Expenditure by Functional Classification)
- 3) Table C4: Month 06 Budget Statement – Financial Performance (Revenue and Expenditure)
- 4) Table C5: Month 06 Budget Statement – Capital Expenditure by vote, standard classification and funding
- 5) Table C6: Month 06 Budget Statement – Financial Position
- 6) Table C7: Month 06 Budget Statement – Cash Flow
- 7) Table SC3: Month 06 Budget Statement – Aged Debtors
- 8) Table SC4: Month 06 Budget Statement – Aged Creditors
- 9) Table SC5: Month 06 Budget Statement – Investment Portfolio
- 10) Table SC7: Month 06 Budget Statement – Transfer and grant expenditures

1. Purpose

To submit a report on the implementation of the budget and the financial state of affairs of the municipality for the Month of December 2024 in accordance with the provisions of Section 71 of the Municipal Finance Management Act (MFMA), Act 56 of 2003.

2. Background

This report contains the information for the Monthly section 71 and section 52 (d) which must be sent to the Executive Mayor within 10 working days.

According to Section 71 and 52 (d) the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality, and the relevant National and Provincial Treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month.

For the reporting period ending **31 December 2024**, the ten working day reporting limit expired on **15 January 2025**.

■ 3. Executive summary

The budgeted revenue for the year amounted to R 2 639 887 870.74, the actual revenue as at end of December amounted to R229 420 000 and for the 2nd Quarter amounted to R501 081 000 including Grants received in December 2024. The budgeted expenditure for the year amounted R 2 598 895 120.00, the actual expenditure as at end of December amounted to R133 079 000 and for the 2nd Quarter ending December amounted to R398 701 000

Projections are that the expenditure will not exceed the projections that were made at the time of compiling the budget.

Expenditure incurred on Capital amounted to **R24 990 266** for the month of September and for the 2nd Quarter amounted to **R57 603 311** which is **13%** for the month and **30.21%** for the Quarter. The total capital Budget amounts to **R190 672 884** inclusive of the **WSIG** rollover of **R20 242 884**.

■ 4. Budget performance overview

The total projected revenue for the 2024/2025 financial year amounts to R2 639 887 870.74. This increase is due to the increase in property rates, service charges and external grants from Government.

An amount of R 2 491 889 869 has been made available on the operational budget for expenditure.

The summary of the operating and capital budgets are as follows:

OPERATING AND CAPITAL BUDGET EXPENDITURE	2024/2025 FINAL BUDGET
TOTAL OPERATING REVENUE	2 639 887 870.74
TOTAL OPERATING EXPENDITURE	2 598 895 120.00
TOTAL CAPITAL EXPENDITURE	170 430 000
TOTAL OPEX AND CAPEX BUDGET	2 769 325 120

4.1 Operating Revenue by Source

Description	Adjusted Budget Amount	December Actual	YTD Revenue	%YTD Revenue
Operating Revenue	2 639 887 870.74	229 420 000	1 038 503 000	39.39%
TOTAL Revenue	2 639 887 870.74	229 420 000	1 038 503 000	39.39%

4.2 Operating Expenditure by Type

Description	Original Budget Amount	December Actual	YTD Expenditure	%YTD Expenditure
Operating Expenditure	2 598 892 120.00	133 079 000	989 949 000	38.09%
TOTAL Revenue	2 598 892 120.00	133 079 000	989 949 000	38.09%

4.3 SALARIES

Description	Original Budget Amount	December Actual	YTD Expenditure	%YTD Expenditure
Employee Related Cost	539 315 739	39 368 000	224 715 000	41.66%
TOTAL	539 315 739	39 368 000	224 715 000	41.66%

4.4 REMUNERATION ON COUNCILLORS

Description	Original Budget Amount	December Actual	YTD Expenditure	%YTD Expenditure
Remunerations of Councillors	28 516 641	2 141 588	11 882 000	41.66%
TOTAL	28 516 641	2 141 588	11 882 000	41.66%

STAFF OVERTIME
Summary: Overtime
Trading Services

Month	Projected	December Actual	Percentage
October	R2 211 250.25	R1 887 627.37	85.36%
November	R2 211 250.25	R2 014 406.41	91.10%
December	R2 211 250.25	R1 527 791.01	69.10%

OVERTIME EXPENDITURE FOR DEC 2024

		ANNUAL	MONTHLY				YEAR TO DATE			
SERIAL NUMBER	CATEGORY OF EXPENDITURE	Approved Budgett	Tran curr movement	Oct	Nov	Dec	Tran current ytd	Budget curr ytd	Positive/Negative Variamce	Positive/Negative Variance %
	<u>Revenue By Source</u>									
1	INCOME	65 000.00	97 983.94	55 252.27	84 526.94	108 403.39	520 438.33	97 983.94	422 454.39	431%
2	EXPENDITURE	32 000.00	45 220.28	37 010.48	36 076.18	53 381.88	225 986.93	45 220.28	180 766.65	0%
3	BUDGET & TREASURY	30 000.00	5 813.78	41 614.29	20 980.19	35 316.67	169 935.21	5 813.78	164 121.43	2823%
4	SUPPLY CHAIN		1 808.33				7 956.65	1 808.33	6 148.32	
5	FINANCE:INTERNS	30 000.00	12 664.89	10 358.08	9 368.76	13 926.96	65 717.07	12 664.89	53 052.18	0%
6	TRAFFIC & LICENSING	2 741 639.00	263 473.77	106 427.18	126 183.25	173 720.22	976 497.07	263 473.77	713 023.30	271%
7	SECURITY	1 200 000.00	145 751.41	96 103.44	112 329.65	114 497.38	614 252.33	145 751.41	468 500.92	321%
8	CEMETARY	100 765.00			106 171.37		106 171.37	-	106 171.37	0%
9	REFUSE REMOVAL	7 997 522.00	416 318.53	461 134.50	362 949.56	368 559.02	2 674 405.67	416 318.53	2 258 087.14	542%
10	WATER	5 764 197.00	489 079.02	492 571.35	515 550.24	173 497.85	2 595 095.26	489 079.02	2 106 016.24	431%
11	ELECTRICITY	6 515 500.00	357 360.07	338 610.92	367 259.16	207 594.55	1 566 737.74	357 360.07	1 209 377.67	338%
12	CHIEF OPERATING OFFICER						7 534.70	-	7 534.70	0%
13	SECRETARIAT & LEGAL	30 651.00	33 645.69	5 498.48	8 679.81	35 705.77	151 109.41	33 645.69	117 463.72	349%
14	IDP/PMS	6 760.00					-	-	-	
15	EXECUTIVE MAYOR	21 107.00	27 810.12	21 518.63	34 182.24	47 115.29	153 606.57	27 810.12	125 796.45	452%
16	SPEAKER		23 086.35	16 614.22			107 482.79	23 086.35	84 396.44	0%
17	S.E. SHARED SERVICES			12 193.91	4 828.95	34 690.64	79 117.56	-	79 117.56	0%
18	INTERNAL AUDIT	3 525.00					4 219.44	-	4 219.44	0%
19	CHIEF OF STAFF						-	-	-	0%
20	INFORMATION TECHNOLOGY	1 040.00	16 636.62	23 568.57	14 466.64	9 059.73	94 370.69	16 636.62	77 734.07	467%
21	MANAGER CIVIL ENGINEERING	5 200.00			16 395.52	2 712.50	36 950.20	-	36 950.20	0%
22	PUBLIC WORKS	468 480.00	100 006.79	41 775.32	13 675.08	18 439.95	401 717.68	100 006.79	301 710.89	302%
23	SE ECONOMIC DEVELOPMENT		4 520.82			6 148.32	13 743.30	4 520.82		
24	ROADS & STORMWATER	411 462.00	94 234.53	13 311.75	79 380.94	27 551.27	383 837.98	94 234.53	289 603.45	307%
25	PARKS	1 018 985.00	85 799.17	41 835.88	48 359.25	40 654.16	337 459.41	85 799.17	251 660.24	293%
26	MARKETING	1 040.00		2 411.11			2 411.11	-	2 411.11	0%
27	MANAGER SRACH,LIS and Parks	27 775.00	30 379.93	20 132.73		21 217.73	89 452.03	30 379.93	59 072.10	194%
28	SOCIAL DEVELOPMENT	5 200.00					-	-	-	
29	HR & SKILLS DEVELOPMENT	41 555.00	43 642.12	23 195.98	30 377.68	20 986.98	158 927.50	43 642.12	115 285.38	264%
30	INDUSTRIAL RELATIONS		5 100.57	10 816.10	4 762.53	2 494.94	23 174.14	5 100.57	18 073.57	0%
31	HOUSING ADMINISTRATION	15 600.00			4 882.49	2 893.33	7 775.82	-	7 775.82	0%
32	SPARTIAL PLANNING						-	-	-	

33	LIBRARIES						-	-	-	
34	PROJECT MANAGEMET UNIT						-	-	-	
35	MUNICIPAL MANAGER						-	-	-	133239%
36	LED						-	-	-	
37	SE COMMUNITY SERVICE		6 509.00	7 353.87	5 063.33	6 148.32	35 683.38	6 509.00	29 174.38	
38	WATER CAREWORK		8 679.88	8 318.31	7 956.65	3 074.16	36 347.31	8 679.88	27 667.43	319%
	Total	26 535 003.00	2 315 525.61	1 887 627.37	2 014 406.41	1 527 791.01	11 648 114.65	2 315 525.61	9 332 589.04	403%

Summary: Overtime

The approved overtime budget for the **2024/25** financial year is a total amount of **R26 535 003.00**. During **December 2024** overtime paid was a total amount of **R1 527 791.01** against the projected budget of **R2 211 250.25** which is **69.10%** of the monthly projected budget.

There is an indication that most of the departments have increased spending on the overtime which need management attention to control the spending. The matter will be escalated to EXCO for review.

Management of overtime is a continuous process, and overtime hours has been curbed at 40 hours for service delivery departments excluding pre-approved essential services where overtime has exceeded 40 hours. There is still room for improvement on overtime expenditure especially on non-service delivery section

4.5 PROGRESS ON IMPLIMENTATION OF FRP

Merafong City was placed under Financial Recovery Plan (FRP), the intervention was instituted in terms of S139(5) of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996), as read with sections 139, 140 and 146 to 149 of the MFMA.

As this is a mandatory intervention, the municipality must implement the financial recovery plan. In terms of S146(2) of the MFMA the imposed FRP binds the municipality in the exercise of both its legislative and executive authority including approval of a budget and legislative measures giving effect to the budget.

The Municipality is currently at the Rescue Phase stage of implementation of the Financial Recovery Plan in terms of the 4 pillars.

4.5.1 Governance

4.5.2 Institutional

4.5.3 Financial Management

4.5.4 Service Delivery

The 2024/2025 funded budget was successfully prepared, submitted to council and adopted by council within the prescribed timeframe. The budget recorded the reduction in the deficit to a surplus, however the assessment by the Provincial Treasury indicates that the budget is unfunded. The municipality subsequently prepared the budget funding plan which is being monitored monthly.

Financial control environment has improved due to the recent appointments of the Deputy CFO, the Financial Reporting Manager, the Revenue Manager.

The 2023/24 financial statements were submitted on time to AGSA and the municipality received a qualified audit opinion.

The municipality revenue collection rate is below the expected rate, however measures are being implemented to increase the revenue collection through implementation of prepaid meters and implementation of debt incentive scheme.

Furthermore, the Municipality is still struggling with cashflow management resulting in poor payment of service providers against provisions of Section 65 of the MFMA whereby creditors are to be paid within 30 days.

The Municipality is still experiencing high water and electricity losses, however Sesmile appointed by Cogta has replaced over 100 meters LPU to assist in addressing the high water loss

5. In-year budget statement tables

1) Table C1 Monthly Budget Statement Summary

**- Table C1 Monthly Budget Statement Summary -
M06 December**

Description R thousands	2023/24	Budget Year 2024/25								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance										
Property rates	765 344	737 199	–	58 017	173 603	346 708	368 599	(21 891)	-6%	–
Service charges	887 311	1 085 779	–	77 989	228 390	436 893	542 890	(105 996)	-20%	–
Investment revenue	19 718	15 000	–	740	2 792	6 650	7 500	(850)	-11%	–
Transfers and subsidies -										
Operational	325 561	337 435	–	90 627	91 173	236 251	168 717	67 533	40%	–
Other own revenue	360 772	464 475	–	2 047	5 123	12 000	263 523	(251 523)	-95%	–
Total Revenue (excluding capital transfers and contributions)	2 358 707	2 639 888	–	229 420	501 081	1 038 503	1 351 229	(312 726)		–
									-23%	
Employee costs	412 317	539 316	–	39 368	113 434	194 208	269 658	(75 450)	-28%	–
Remuneration of Councillors	26 332	28 517	–	2 142	6 425	8 511	14 258	(5 747)	-40%	–
Depreciation and amortisation	145 911	171 600	–	18	47	39 215	85 800	(46 585)	-54%	–
Interest	140 941	153 118	–	16 389	56 047	84 552	76 559	7 993	10%	–
Inventory consumed and bulk purchases	826 186	652 964	–	59 242	196 671	412 464	326 482	85 982	26%	–
Transfers and subsidies	748	1 102	–	–	–	150	551	(401)	-73%	–
Other expenditure	1 431 563	1 052 278	–	15 919	26 076	250 848	123 210	127 639	104%	–
Total Expenditure	2 983 997	2 598 895	–	133 079	398 701	989 949	896 519	93 430	10%	–
Surplus/(Deficit)	(625 290)	40 993	–	96 341	102 380	48 554	454 711	(406 156)	-89%	–
Transfers and subsidies - capital (monetary allocations)	158 943	170 430	–	–	–	–	51 873	(51 873)		–
Transfers and subsidies - capital (in-kind)	(3 187)	–	–	–	–	(126)	–	(126)	-100%	–
Surplus/(Deficit) after capital transfers & contributions	(469 535)	211 423	–	96 341	102 380	48 428	506 584	(458 156)		–
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	-90%	–
Surplus/ (Deficit) for the year	(469 535)	211 423	–	96 341	102 380	48 428	506 584	(458 156)	-90%	–

**- Table C1 Monthly Budget Statement Summary - M06
December**

Description R thousands	2023/24	Budget Year 2024/25								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure & funds sources										
Capital expenditure	55						2	54		3
	615	3 100	–	467	24 283	56 069	050	019	2635%	100
Capital transfers recognised	39	600	–	466	24 135	47 200	300	46	15633%	600
Borrowing Internally	–	–	–	–	–	–	–	–		–
generated funds	16	–	–	–	–	–	1	7		2
	065	2 500	–	1	147	8 868	750	118	407%	500
Total sources of capital funds	55						2	54		
	615	3 100	–	467	24 283	56 069	050	019	2635%	3 100
Financial position										
Total current assets	2 157 127	1 493 566	–			2 499 485				1 493 566
Total non current assets	3 491 058	3 138 950	–			3 507 959				3 138 950
Total current liabilities	(1 666 998)	2 249 860	–			3 013 910				2 249 860
Total non current liabilities	161 027	47 429	–			155 373				47 429
Community wealth/Equity	2 790 409	2 123 805	–			2 858 528				2 123 805
Cash flows										
Net cash from (used) operating	(2 210 954)	780 473	–	(162 164)	(47 737)	(384 653)	243 997	628 650	258%	–
Net cash from (used) investing	238 355	(159 469)	–	–	(32 880)	(32 880)	(79 735)	(46 855)	59%	–
Net cash from (used) financing	–	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	(1 770 499)	779 036	–	–		(417 533)	322 294	739 827	230%	–
Debtors & creditors analysis										
	0-30 Days	31-60 Days	61-90 Days	91-120 Days		121-150 Dys	151-180 Dys	181 Yr	Dys-1	Over 1Yr
Debtors Age Analysis										
Total By Income Source	88 779	95 054	93 033	77 724	245 128	92 918	70 415	561 313	4 990 768	6 070 003
Creditors Age Analysis										
Total Creditors	(54 113)	92 772	68 876	53 506	207 977	51 516	101 716	899 894	1 013 526	2 227 693

1.1 The total revenue of **R229 420 000** has been recognised (representing **8.69.%**) of the annual budgeted revenue. This amount is mainly contributed by revenue received from grants (National and Provincial). The municipality is mostly funded by transfers and subsidies from National and Provincial Government.

1.2 The total expenditure budget for the 2024/25 financial year that amounts to **R133 079 000** is inclusive of capital and operating expenditure **5.12%** of the total approve expenditure budget for the year).

1.3 The main cost drivers of the expenditure are Bulk Purchases and Inventory Consumed.

1.4 A summary statement of financial performance will be in the C4 of the C schedule on a basis of prescribed budget format, detailing revenue by source type and expenditure input

2) Table C2: Budget Statement - Financial Performance (Revenue and Expenditure by Municipal vote)

- Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1										
Revenue - Functional											
Governance and administration		1 612	1 277		163		658	753			
Executive and council		672	196	-	534	308 396	484	009	(94 525)	-13%	-
		749	561	-	-	-	(126)	219	(346)	-158%	-
Finance and administration		1 601	1 276		163		658	752			
		924	634	-	534	308 396	610	790	(94 180)	-13%	-
Internal audit		-	-	-	-	-	-	-	-		-
Community and public safety		68	66					33			
Community and social services		989	860	-	288	918	18 206	430	(15 224)	-46%	-
		15	23	-				11			
Sport and recreation		770	307	-	63	210	16 678	653	5 025	43%	-
		7	15	-	-	9	14	8	7	93%	-
Public safety		-	-	-	-	-	-	-	-		-
		53	43	-				21			
Housing		212	538	-	225	699	1 513	769	(20 256)	-93%	-
Health		-	-	-	-	-	-	-	-		-
Economic and environmental services		4	21		1			10			
Planning and development		465	014	-	754	4 742	7 921	507	(2 586)	-25%	-
		4	18	-	1			9			
		465	173	-	754	5 522	9 048	086	(38)	0%	-
			2	-				1			
Road transport		-	841	-	-	(780)	(1 127)	421	(2 547)	-179%	-
Environmental protection		-	-	-	-	-	-	-	-		-
Trading services		828	1 212		63		353	606			
		335	313	-	844	187 026	766	157	(252 390)	-42%	-
		386	455	-	13			227			
Energy sources		637	685	-	083	42 210	89 102	842	(138 740)	-61%	-
Water management		373	575	-	48		251	287			
		059	619	-	448	137 808	000	809	(36 809)	-13%	-
Waste water management		35	83	-	2			41			
		629	458	-	165	6 577	12 918	729	(28 811)	-69%	-
Waste management		33	97	-				48			
		010	552	-	148	431	746	776	(48 030)	-98%	-
Other	4	-	-	-	-	-	-	-	-		-
							1				
Total Revenue - Functional	2	2 514	2 577		229		038	1 403			
		462	382	-	420	501 081	377	102	(364 726)	-26%	-

Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional											
Expenditure - Functional											
Governance and administration		483	927		10	94	221	289	(68)		
Executive and council		80	168	-	1	16	31	84	(52)	-24%	-
Finance and administration		397	753	-	9	76	186	203	(16)	-63%	-
Internal audit		4	4	-		1	3	2	246)	-8%	-
Community and public safety		129	109	-		16	46	54	613	25%	-
Community and social services		86	65	-		9	27	32	(8)	-16%	-
Sport and recreation		26	33	-		4	11	16	(5)	-16%	-
Public safety		5	1	-		1	2		(5)	-33%	-
Housing		11	5	-		1	4	2	1 741	215%	-
Health			3	-				1	1 631	55%	-
Economic and environmental services		157	228	-		(47)	84	114	(1)	-100%	-
Planning and development		43	48	-		(54)	36	24	(29)	-26%	-
Road transport		113	179	-		7	48	89	512)	-49%	-
Environmental protection				-					11 840	49%	-
Trading services		2 213	1 448	-	80	293	638	437	(41)	-46%	-
Energy sources		551	542	-	41	147	319	252	352)		-
Water management		520	682	-	37	135	262	143	-		-
Waste water management		1 074	90	-		2	15	14	118 719	83%	-
Waste management		66	132	-		7	40	27	1 483	11%	-
Other				-					13 166	48%	-
Total Expenditure - Functional	3	2 997	2 713	-	91	357	989	896			
Surplus/ (Deficit) for the year		(469 535)	(135 983)	-	137 790	143 829	48 428	506 584	(458 156)	-90%	-

2.2.1 The overall performance for the month of December 2024 indicates that the municipality has realised a surplus of as per income and expenditure summary by municipal function. The under-collection was due low collection rate from customers and The two cost driver, Bulk Purchases and Inventory Consumed

2.2.2 Governance and Administration underspent the budget with the total of R10 590 000

2.2.3 Community and Public Safety incurred the lowest expenditure of R939 000

2.2.4 Economic and Environmental incurred expenditure of R100 000

2.2.5 The Trading Services contributes the largest year-to-date expenditure with a total of R80 001 000.

3) Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

- Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description R thousands	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Forecast Year
Revenue by Vote	1										
Vote 1 - Municipal Manager		10 749	61	-	-		(126)	219	(346) (96)	-157.6%	-
Vote 2 - Finance		1 597 394	1 622 808	-	163 068	306 998	655 821	752 174	352) 5	-12.8%	-
Vote 3 - Community and Social Services		15 770	23 307	-	63	210	16 678	11 653	025	43.1%	-
Vote 4 - Sport and Recreation		7	15	-	-	9	14	8	7	92.9%	-
Vote 4 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Housing		53 212	43 538	-	225	699	1 513	21 769	(20 256)	-93.0%	-
Vote 9 - Road Transport		-	2 841	-	-	(780)	(1 127)	1 421	(2 547)	-179.3%	-
Vote 10 - Energy Sources		386 637	418 857	-	13 083	42 210	89 102	227 842	(138 740)	-60.9%	-
Vote 11 - Water Management		373 059	180 469	-	48 448	137 808	251 000	287 809	(36 809)	-12.8%	-
Vote 12 - Waste Water Management		35 629	20 842	-	2 165	6 577	12 918	41 729	(28 811)	-69.0%	-
Vote 13 - Waste Management		33 010	19 223	-	148	431	746	48 776	(48 030)	-98.5%	-
Vote 14 - Internal Audit		-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		4 529	(346 174)	-	466	1 398	2 789	616	2 173	352.7%	-
Total Revenue by Vote	2	2 509 997	1 985 787	-	227 666	495 559	1 029 329	1 394 016	(364 687)	-26.2%	-

- Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)
- M06 December

Vote Description R thousands	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure by Vote	1					–					
Vote 1 - Municipal Manager		80 863	168 715	–	1 146	16 575	31 443	84 358	(52 914)	-62.7%	–
Vote 2 - Finance		378 930	405 915	–	8 666	74 792	181 334	202 957	(21 623)	-10.7%	–
Vote 3 - Community and Social Services		86 444	65 857	–	219	9 507	27 775	32 929	(5 154)	-15.7%	–
Vote 4 - Sport and Recreation		26 067	33 209	–	521	4 592	11 206	16 604	(5 399)	-32.5%	–
Vote 4 - Sport and Recreation		–	–	–	–	–	–	–	–	–	–
Vote 5 - Public Safety		5 515	1 618	–	198	1 204	2 550	809	1 741	215.1%	–
Vote 5 - Public Safety		–	–	–	–	–	–	–	–	–	–
Vote 6 - Housing		11 739	5 937	–	–	1 322	4 600	2 968	1 631	55.0%	–
Vote 9 - Road Transport		113 945	179 448	–	91	7 697	48 372	89 724	(41 352)	-46.1%	–
Vote 10 - Energy Sources		551 287	542 780	–	41 153	147 427	319 779	252 976	66 803	26.4%	–
Vote 11 - Water Management		520 972	682 585	–	37 558	135 271	262 437	143 717	118 719	82.6%	–
Vote 12 - Waste Water Management	1	074 614	90 621	–	433	2 485	15 486	14 003	1 483	10.6%	–
Vote 13 - Waste Management		66 549	132 650	–	858	7 941	40 326	27 160	13 166	48.5%	–
Vote 14 - Internal Audit		4 738	4 973	–	136	1 142	3 099	2 486	613	24.6%	–
Vote 15 - Other		18 549	347 496	–	643	2 068	5 422	45	5 377	11949.7%	–
Total Expenditure by Vote	2	2 940 213	2 661 803	–	91 621	412 025	953 828	870 738	83 090	9.5%	–
Surplus/ (Deficit) for the year	2	(430 216)	(676 016)	–	136 046	83 535	75 500	523 278	(447 778)	-85.6%	–

4) Table C4: Month 06 Budget Statement – Financial Performance (Revenue and Expenditure)

- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue											
Exchange Revenue											
Service charges - Electricity		364 311	425 282	–	129 48	42 571	89 709	641 212	(122 932)	-57.81%	–
Service charges - Water		373 074	479 320	–	448	137 808	251 020	660 239	11 360	4.74%	–
Service charges - Waste Water Management		69 135	83 542	–	545 8	24 480	49 518	771 41	7 747	18.55%	–
Service charges - Waste management		80 791	97 635	–	867 7	23 532	46 647	817 48	(2 170)	-4.45%	–
Sale of Goods and Rendering of Services		2 044	4 846	–	183	318	1 638	423 2	(785)	-32.40%	–
Agency services		10 991	–	–	–	–	–	–	–	–	–
Interest		–	–	–	–	–	–	–	–	–	–
Interest earned from Receivables		(2 674)	239 231	–	(46)	(362)	(608)	615 119	(120 224)	-100.51%	–
Interest from Current and Non Current Assets		19 718	15 000	–	740	2 792	6 650	500 7	(850)	-11.33%	–
Dividends		–	–	–	–	–	–	–	–	–	–
Rent on Land		–	0	–	650 1	5 089	7 598	0	7 598	63317266.67%	–
Rental from Fixed Assets		2 904	1 614	–	238	737	1 589	807 6	782 (6)	96.90%	–
Licence and permits		1	13 568	–	0	1	4	784 (4)	780	-99.94%	–
Operational Revenue		51	10 615	–	2	4	(15)	394	4 379	-99.65%	–
Non-Exchange Revenue		–	–	–	–	–	–	–	–	–	–
Property rates		765 344	737 199	–	017 58	173 603	346 708	599 368	(21 891)	-5.94%	–
Surcharges and Taxes		–	16 247	–	–	–	–	124	8 124	-100.00%	–
Fines, penalties and forfeits		34 365	2 176	–	21	(664)	(905)	088 1	(993)	-183.17%	–
Licence and permits		–	–	–	–	–	–	–	–	–	–
Transfers and subsidies – Operational		325 561	337 435	–	627 90	91 173	236 251	717 168	67 533 (142)	40.03%	–
Interest		313 091	290 647	–	–	–	2 699	324	624	-98.14%	–
Fuel Levy		–	–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		–	–	–	–	–	–	–	–	–	–
Other Gains		–	(114 469)	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		2 358 707	2 639 888	–	229 420	501 081	1 038 503	1 351 229	(312 726)	-23.14%	–

Variance reporting: Revenue

Revenue Description	YTD Actual	YTD Budget	Variance +over/(-under)	Comments
Property Rates	346 708 000	368 599 000	(122 932 000)	Town Planning Scheme
Electricity revenue	89 709 000	212 641 000	11 360 000	Prepaid Electricity not pulling through the C Schedule, this will be fixed in the next report
Water Revenue	251 020 000	239 660 000	11 360 000	Billing of Water is not understated
Wastewater management	49 518 000	41 771 000	7 747 000	Waste water in not understated
Waste Management	46 647 000	48 817 000	(2 170 000)	Not all areas have Willy bins
Sale of Goods	1 638 000	2 423 000	(785 000)	Seasonal usage of Halls, Lapas and Swimming pool.
Interest from Receivable	(608 000)	119 515 000	(120 224 000)	Interest charged for the Outstanding debtors
Interest from Current and Non-Current Assets	6 650 000	7 500 000	(850 000)	Interest earned from Main Bank account and Call Account
Rental from Fixed Assets	1 589 000	807 000	782 000	Interest earned from Main Bank account and Call Account
Licences	4 000	6 784 000	(6 780 000)	Calculated only at year end
Operational revenue	(15 000)	(4 394 000)	4 379 000	Less revenue received from internal sources
Transfer and Subsidies	236 251 000	168 517 000	67 553 000	Government subsidies
Fines	((905 000)	1 088 000	(1 993 000)	Calculated only at year end
Interest	2 669 000	145 234 000	(142 624 000)	Interest Received

- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands											
Revenue											
Expenditure By Type	-										
Employee related costs		412 317	539 316	-	39 368	113 434	194 208	269 658	(75 450)	-27.98%	-
Remuneration of councillors		26 332	28 517	-	2 142	6 425	8 511	14 258	(5 747)	-40.31%	-
Bulk purchases - electricity		466 244	431 007	-	33 312	112 043	241 269	215 504	25 766	11.96%	-
Inventory consumed		359 941	221 957	-	25 930	84 628	171 194	110 979	60 216	54.26%	-
Debt impairment		-	805 859	-	-	-	-	-	-	-	-
Depreciation and amortisation		145 911	171 600	-	18	47	39 215	85 800	(46 585)	-54.30%	-
Interest		140 941	153 118	-	16 389	56 047	84 552	76 559	7 993	10.44%	-
Contracted services		245 490	157 224	-	7 481	(24 387)	158 058	78 612	79 446	101.06%	-
Transfers and subsidies		748	1 102	-	-	-	150	551	(401)	-72.83%	-
Irrecoverable debts written off	1	108 410	-	-	4 552	35 650	56 880	-	56 880	#DIV/0!	-
Operational costs		77 663	89 195	-	3 886	14 813	35 910	44 598	(8 688)	-19.48%	-
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-
Total Expenditure		2 983 997	2 598 895	-	133 079	398 701	989 949	896 519	93 430	10.42%	-
Surplus/(Deficit)		(625 290)	40 993	-	96 341	102 380	48 554	454 711	(406 156)	-89.32%	-
Transfers and subsidies - capital (monetary allocations)		158 943	170 430	-	-	-	-	51 873	(51 873)	-100.00%	-
Transfers and subsidies - capital (in-kind)		(3 187)	-	-	-	-	(126)	-	(126)	#DIV/0!	-
Surplus/(Deficit) after capital transfers & contributions		(469 535)	211 423	-	96 341	102 380	48 428	506 584			-
Income Tax		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(469 535)	211 423	-	96 341	102 380	48 428	506 584			-
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-			-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		(469 535)	211 423	-	96 341	102 380	48 428	506 584			-
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-			-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		(469 535)	211 423	-	96 341	102 380	48 428	506 584			-

Additional comments on expenditure performance

Expenditure Description	YTD Actual	YTD Budget	Variance +over/(-under)	Comments
Employee related costs	194 208 000	269 658 000	(75 450 000)	Employee cost still within threshold
Remuneration of councillors	8 511 000	14 258 000	(5 747 000)	Employee cost still within threshold
Bulk Purchases	241 269 000	215 504 000	25 766 000	Seasonal consumption of electricity
Inventory Consumed	171 194 000	110 979 000	60 216 000	Seasonal consumption of Water
Debt impairment	-	—	-	Impairment only at the end of the Year
Depreciation & asset impairment	-			Impairment only at the end of the Year
Interest	84 552 00	76 559 000	7 993 000	interest paid on Eskom, Rand Water and other leases
Contracted Services	158 058 000	78 612 000	79 446 000	Repairs and maintenance
Irrecoverable Debt	56 880 000		56 880 00	Irrecoverable debt
Operational Cost	35 910 000	44 598 000	(8 688 000)	Cost containment

5) Table C5: Month 06 Budget Statement – Capital Expenditure by vote, standard classification and funding.

- Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–	–	–
<u>Single Year expenditure appropriation</u>	2									
Vote 1 - Municipal Manager		–	–	–	–	–	–	–	–	–
Vote 2 - Finance		16 065	2 000	–	1	8 209	1 500	6 709	447%	2 000
Vote 3 - Community and Social Services		(13 257)	–	–	–	536	–	536	#DIV/0!	–
Vote 4 - Sport and Recreation		–	–	–	–	–	–	–	–	–
Vote 4 - Sport and Recreation		–	–	–	–	–	–	–	–	–
Vote 5 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 5 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 6 - Housing		–	–	–	–	–	–	–	–	–
Vote 9 - Road Transport		32 658	600	–	–	13 897	300	13 597	4532%	600
Vote 10 - Energy Sources		24 611	–	–	110	5 325	–	5 325	#DIV/0!	–
Vote 11 - Water Management		14 906	–	–	–	15 250	–	15 250	#DIV/0!	–
Vote 12 - Waste Water Management		(19 368)	–	–	356	12 851	–	12 851	#DIV/0!	–
Vote 13 - Waste Management		–	–	–	–	–	–	–	–	–
Vote 14 - Internal Audit		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	500	–	–	–	250	(250)	-100%	500
Total Capital single-year expenditure	4	55 615	3 100	–	467	56 069	2 050	54 019	2635%	3 100
Total Capital Expenditure		55 615	3 100	–	467	56 069	2 050	54 019	2635%	3 100

- Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Capital Expenditure - Functional Classification										
Governance and administration		16 065	2 500	–	1	8 209	1 750	6 459	369%	2 500
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		16 065	2 500	–	1	8 209	1 750	6 459	369%	2 500
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		(13 257)	–	–	–	536	–	536	#DIV/0!	–
Community and social services		(13 257)	–	–	–	536	–	536	#DIV/0!	–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		32 658	600	–	–	13 897	300	13 597	4532%	600
Planning and development		–	–	–	–	–	–	–		–
Road transport		32 658	600	–	–	13 897	300	13 597	4532%	600
Environmental protection		–	–	–	–	–	–	–		–
Trading services		20 149	–	–	466	33 426	–	33 426	#DIV/0!	–
Energy sources		24 611	–	–	110	5 325	–	5 325	#DIV/0!	–
Water management		14 906	–	–	–	15 250	–	15 250	#DIV/0!	–
Waste water management		(19 368)	–	–	356	12 851	–	12 851	#DIV/0!	–
Waste management		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	55 615	3 100	–	467	56 069	2 050	54 019	2635%	3 100
Funded by:										
National Government		35 216	600	–	466	47 200	300	46 900	15633%	600
Provincial Government		4 333	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Transfers recognised - capital		39 549	600	–	466	47 200	300	46 900	15633%	600

Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		16 065	2 500	-	1	8 868	1 750	7 118	407%	2 500
Total Capital Funding		55 615	3 100	-	467	56 069	2 050	54 019	2635%	3 100

6) Table C6: Month 06 Budget Statement – Financial Position

- Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2023/24	Budget 2024/25	Year		
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		165 140	794 036	–	109 276	794 036
Trade and other receivables from exchange transactions		354 327	82 673	–	367 371	82 673
Receivables from non-exchange transactions		1 171 838	310 376	–	1 498 488	310 376
Current portion of non-current receivables		–	–	–	–	–
Inventory		675	9 845	–	675	9 845
VAT		465 147	296 637	–	523 675	296 637
Other current assets		–	–	–	–	–
Total current assets		2 157 127	1 493 566	–	2 499 485	1 493 566
Non current assets						
Investments		–	–	–	–	–
Investment property		201 145	216 841	–	201 145	216 841
Property, plant and equipment		3 275 882	2 922 643	–	3 286 325	2 922 643
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		136	136	–	136	136
Intangible assets		13 895	(670)	–	20 352	(670)
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		3 491 058	3 138 950	–	3 507 959	3 138 950
TOTAL ASSETS		5 648 185	4 632 516	–	6 007 444	4 632 516
LIABILITIES						
Current liabilities						
Bank overdraft		–	51 960	–	–	51 960
Financial liabilities		(12 773)	13 521	–	12 773	13 521
Consumer deposits		33 339	–	–	33 634	–
Trade and other payables from exchange transactions		(2 179 284)	1 934 984	–	2 361 531	1 934 984
Trade and other payables from non-exchange transactions		76 798	31 294	–	136 202	31 294
Provision		44 474	39 388	–	44 474	39 388
VAT		370 447	178 713	–	425 296	178 713
Other current liabilities		–	–	–	–	–
Total current liabilities		(1 666 998)	2 249 860	–	3 013 910	2 249 860
Non current liabilities						
Financial liabilities		7 963	17 535	–	2 308	17 535
Provision		33 564	29 894	–	33 564	29 894

Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		119 501	-	-	119 501	-
Total non current liabilities		161 027	47 429	-	155 373	47 429
TOTAL LIABILITIES		(1 505 970)	2 297 289	-	3 169 283	2 297 289
NET ASSETS	2	7 154 155	2 335 228	-	2 838 161	2 335 228
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated surplus/(deficit)		182 348	2 123 805	-	250 467	2 123 805
Reserves and funds		2 608 061	-	-	2 608 061	-
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	2 790 409	2 123 805	-	2 858 528	2 123 805

7) Table C7: Month 06 Budget Statement – Cash Flow

- Table C7 Monthly Budget Statement - Cash Flow - M06 December

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		(750 319)	526 258	–	–	251	263 129	(262 878)	-100%	–
Service charges		–	694 462	–	–	110 973	347 231	(236 258)	-68%	–
Other revenue		–	93 393	–	1 434	248 072	46 697	201 375	431%	–
Transfers and Subsidies - Operational		–	337 435	–	–	39 935	168 717	(128 782)	-76%	–
Transfers and Subsidies - Capital		–	170 430	–	–	20 342	85 215	(64 873)	-76%	–
Interest		–	549 738	–	–	529	274 869	(274 340)	-100%	–
Dividends		–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees		(1 459 834)	(1 437 022)	–	(163 598)	(804 754)	(1 018 971)	(214 217)	21%	–
Finance charges		–	(153 118)	–	–	–	76 559	76 559	100%	–
Transfers and Subsidies		(802)	(1 102)	–	–	–	551	551	100%	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(2 210 954)	780 473	–	(162 164)	(384 653)	243 997	628 650	258%	–
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–
Payments										
Capital assets		238 355	(159 469)	–	–	(32 880)	(79 735)	(46 855)	59%	–
NET CASH FROM/(USED) INVESTING ACTIVITIES		238 355	(159 469)	–	–	(32 880)	(79 735)	(46 855)	59%	–

- Table C7 Monthly Budget Statement - Cash Flow - M06 December

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 FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–	–	–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–	–	–

NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		(1 972 599)	621 004	-	(162 164)	(417 533)	164 262			-
Cash/cash equivalents at beginning:		202 100	158 032	-	(180 377)	-	158 032			-
Cash/cash equivalents at month/year end:		(1 770 499)	779 036	-		(417 533)	322 294			-

PART 2: SUPPORTING DOCUMENTATION

6. Debtors' Analysis

- Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Supporting Table SCS Monthly Budget Statement - aged debtors - 1000 December											
Description	NT Code	Budget Year 2024/25									
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	45 674	34 120	34 269	16 191	19 381	13 784	148 831	1 081 815	1 394 065	1 280 002
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	1 000	(240)	764	580	351	1 374	133 861	137 690	136 930
Receivables from Non-exchange Transactions - Property Rates	1400	28 170	28 054	27 975	30 142	30 164	21 956	245 431	145 830	557 721	473 522
Receivables from Exchange Transactions - Waste Water Management	1500	3 755	3 783	3 536	3 109	3 054	2 691	14 023	18 180	52 132	41 057
Receivables from Exchange Transactions - Waste Management	1600	8 150	7 447	6 319	5 959	6 340	5 997	34 894	290 101	365 206	343 291
Receivables from Exchange Transactions - Property Rental Debtors	1700	252	248	261	249	227	183	1 039	1 024	3 482	2 721
Interest on Arrear Debtor Accounts	1810	26 779	27 093	26 484	26 022	25 660	25 078	123 048	1 084 521	1 364 685	1 284 329
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	(24 000)	(6 692)	(5 571)	(4 712)	7 512	376	(7 327)	2 235 437	2 195 021	2 231 285
Total By Income Source	2000	88 779	95 054	93 033	77 724	92 918	70 415	561 313	4 990 768	6 070 003	5 793 137
2023/24 - totals only										–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	539	462	396	(1 937)	458	375	2 196	23 011	25 500	24 104
Commercial	2300	56 289	57 148	52 053	48 524	49 231	40 613	367 442	2 899 969	3 571 269	3 405 779
Households	2400	31 730	36 064	39 398	30 427	31 357	28 684	187 340	2 011 361	2 396 360	2 289 169
Other	2500	221	1 381	1 186	711	11 872	742	4 335	56 427	76 874	74 086
Total By Customer Group	2600	88 779	95 054	93 033	77 724	92 918	70 415	561 313	4 990 768	6 070 003	5 793 137

Debtors Collection

Consumer debtors have increased due to continued non -payment

CONSUMER DEBTORS
R6 070 003 000.00

7. REVENUE MANAGEMENT

REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED FOR THE MONTH OF DECEMBER

	October		November		December	
Revenue Per Source	Billing	Receipts	Billing	Receipts	Billing	Receipts
Property Rates	44 942 137	33 751 000	58 310 000	36 157 520	58 017 035	35 157 520
Electricity Basic	36 664 103	28 409 610	14 463 000	18 821 210	13 128 787	12 821 210
Water Availability	45 831 359	11 912 961	45 413 000	10 184 123	48 774 780	10 134 123
Refuse Removal	8 789 195	5 795 450	7 877 000	6 846 111	8 545 082	6 796 111
Sewer Availability	8 003 201	6 647 129	7 951 000	7 496 438	7 866 939	7 446 438
Other	285 652					
Grand Total	144 515 647	86 516 150	134 014 930	74 505 402	136 005 623	72 355 402

The collection rate for the month of December 2024 is 53%

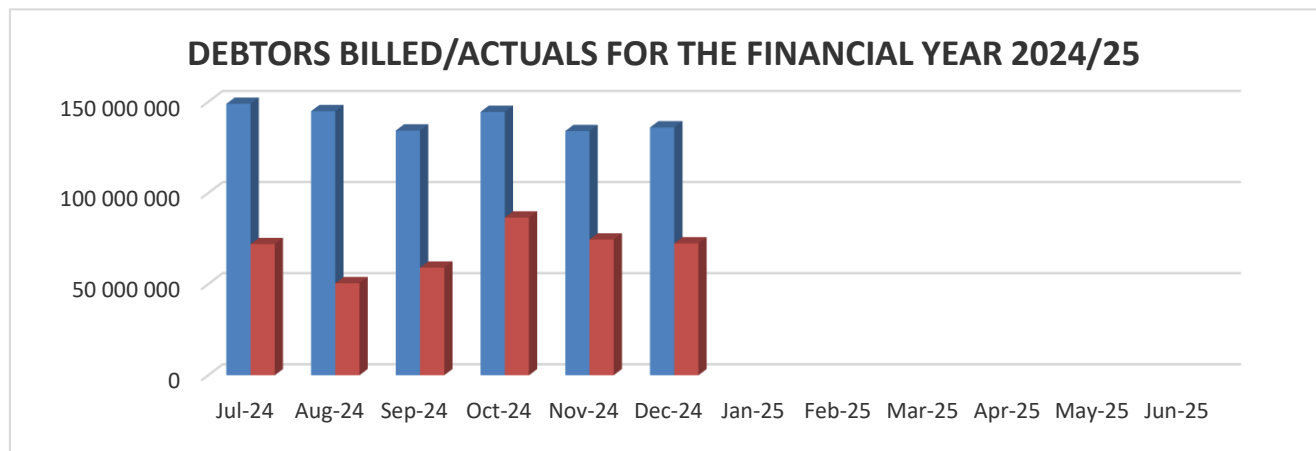
Collection Ward per Area :

Row Labels	Sum of Billing		Sum of Collections		Collection Rate Per Area
BLYBANK	R	3 041 576.69	R	26 479.71	0.87%
CARLETONVILLE	R	21 097 471.83	R	22 994 161.35	108.99%
CARLETONVILLE PLASE	R	32 158 576.11	R	1 085 626.09	3.38%
ELIJAH BARAYI VILLAGE	R	353 565.05	R	8 234.92	2.33%
FOCHVILLE	R	15 424 379.39	R	18 281 397.46	118.52%
FOCHVILLE INDISTRIAL	R	11 640.29	R	5 967.92	51.27%
FOCHVILLE PLASE	R	15 476 276.45	R	613 937.78	3.97%
FOUT ERWE	R	2 204.32	R	1 000.00	45.37%
GREENPARK	R	940 906.06	R	19 693.14	2.09%
KHUTSONG	R	4 508 420.83	R	412 085.28	9.14%
KHUTSONG SOUTH	R	10 410 813.57	R	141 594.24	1.36%
KOKOSI	R	5 415 796.36	R	178 882.79	3.30%
OBERHOLZER	R	5 227 633.11	R	10 884 048.14	208.20%
Other	R	12 476 040.77	R	12 940 142.93	103.72%
PRETORIUSRUS	R	740 118.89	R	831 707.63	112.37%
WATERS EDGE	R	626 061.85	R	140 606.79	22.46%
WEDELA	R	3 739 378.76	R	238 814.09	6.39%
WELVERDIEND	R	1 535 951.25	R	1 208 544.43	78.68%
WONDERFONTEIN	R	2 818 811.42	R	2 341 927.31	83.08%
Z BUITEGEBIED		-		-	
	R	136 005 623.00	R	72 354 852.00	53.00%

*The billing vs payment per area report only considers service charge and does not consider interest billed and receipts that relate to interest charged, hence the difference in the two-collection rate.

CREDIT CONTROL: PAYMENT LEVELS - 2024'25						
MONTH	LEVIED	PAYMENT	PERCENTAGE	BUDGET	UNDER COLLECTED/LOSS ON BUDGETED COLLECTION RATE	% UNDER COLLECTED/LOSS
Jul-24	148 955 082	71 958 659	48%	60%	17 414 391	11.69%
Aug-24	144 907 255	50 503 235	35%	60%	36 441 118	0.00%
Sep-24	134 291 630	59 052 515	44%	60%	21 522 463	0.00%
Quarter 1	428 153 967	181 514 408	42.39%	60%	75 377 972	17.61%
Oct-24	144 515 647	86 516 150	60%	60%	193 238	0.13%
Nov-24	134 014 930	74 505 402	56%	60%	5 903 556	4.41%
Dec-24	136 005 623	72 354 852	53%	60%	9 248 522	6.80%
Quarter 2	414 536 200	233 376 404	56.30%	60%	15 345 316	3.70%
TOTAL	842 690 167	414 890 813	49.23%	60%	90 723 288	10.77%

	BILLED(Blue)	ACTUALS (Red)	%
2024/07/01	148 955 082	71 958 659	48%
2024/08/01	144 907 255	50 503 235	35%
2024/09/01	134 291 630	59 052 515	44%
2024/10/01	144 515 647	86 516 150	60%
2024/11/01	134 014 930	74 505 402	56%
2024/12/01	136 005 623	72 354 852	53%
2025/01/01			
2025/02/01			
2025/03/01			
2025/04/01			
2025/05/01			
2025/06/01			



■ 8. Investment portfolio analysis

■ Institution Name	Type of Account	Rate	Amount
Nedbank	Call Account		35 999 893.25
FNB	Call Account		39 765 000.00
Total			75 764 893.25

BANK BALANCE

Name of institution

NEDBANK	2 574 650.33
FNB	2 950 651.31

Council had a positive Bank Balance of R5 525 301.64

09.CREDITORS AGE ANALYSIS

Merafong Creditors as of 31 December amounted to R2 265 296 000.00

Creditors not paid within 30 days as at 30 December 2024:

NO	SUPPLIER NAME	DESCRIPTION/ NATURE OF SERVICE	TOTAL
1	ESKOM	BULK PURCHASES	R1 140 549 599.49
2	RAND WATER	BULK PURCHASES	R1 197 570 183.01
		Total	R 2 338 119 782.50

The following interventions for financial recovery and sustainability underway as directed by the Financial Recovery plan signed off the minister of finance and MEC of Finance Mr. Maile:

- Implementation of the Payment Incentive Scheme to recover R5,2b owed to the municipality from consumers, commercial properties including mines.
- Draft Financial Recovery Plan (FRP) presented to the Municipality by National Treasury.
- Audit and automated meter reading technology used on Large Power Users meters through intervention by COGTA and Kagiso Trust to ensure revenue billing completeness and accuracy on large power users
- Circular 124 Eskom Debt Relief approved by National Treasury
- Awaiting Smart meter installation national programme at National Treasury that was undertaken at to improve revenue collection and revenue base protection
- Debt collection enforcement on-going internally and also through Ncube Incorporated.
- Payment of salaries, service providers and third parties on-going utilising income generated and subsidy from equitable shares, however income is still insufficient to meet liabilities within 30 days as per section 65 of the MFMA

- Fixing of broken and tempered water and electricity meters to reduce water and electricity distribution losses above 50% respectively (NB: Norm being 10% water & 15% electricity). Creating a culture of payment within Merafong City.
- Improving revenue enhancement through - Cost Reflective tariffs studies and implementation of tariffs
- Refurbishment at WWTW plants and security to ensure, environmental compliance which also required funding for infrastructure overhaul
- Credit control action to be implemented in all areas to improve the collection to above 75%
- Proposal to enter into a special purpose Vehicle (entity) with Rand Water in order to boost capital investment of meter replacements and infrastructure refurbishment of water distribution assets within Merafong Jurisdiction in order to turnaround financial crises on lost revenue in water services.

■ 10 Debt Management

■ Merafong Municipality has 2 loans with 2 different institutions.

COMPANY NAME	DATE OF LOAN TAKEN	OPENING BALANCE 01 DECEMBER 2024	December 2024		CLOSING BALANCE AS AT 30 DECEMBER 2024
			REDEEMED OR WRITTEN OFF	INTEREST	
DBSA	01/11/2010	8 756 050.65			8 756 050.65
NEDBANK	21/12/2020	3 715 297.08	2 048 712.99	-106 213	1 772 797.09
TOTAL		12 291 347.73	2 048 712.99	-106 213	10 348 848.74

Long-term loan expenditure for December 2024 is R12 471 348.73

■ Grant receipts and expenditure

Capital expenditure for the 2nd Quarter (Capital received against Expenditure)

Name	Grants Gazetted	Spent	
MIG	R77 320 000.00	R10 554 475.00	13.65%
INEP	R17 768 000.00	R5 367 563.00	30.21%
WSIG	R33 342 000.00	R7 783 680.00	23.34%
MINING TOWN 23/24	R 62 242 884 .00	R5 684 547.00	9.13%
Total	R190 672 884.00	R29 390 265.00	

■ PERFORMANCE ON UNCONDITIONAL GRANTS

Description	Original Budget	YTD spent	Total unspent
FMG	2 800 000.00	325 528.71	2 474 471.29
HIV/AIDS	1 674 765.00	219 828.50	1 454 936.50
LIBRARY	23 254 000.00	6 309 487.74	16 944 512.26
EPWP(COGTA)	1 232 000.00	746 671.90	485 328.10
EPWP	500 000.00	380 539.53	119 460.47
TOTAL	29 460 765.00	7 982 056.38.	21 478 708.62

12. Capital programme performance

Expenditure incurred on Capital amounted to **R24 990 266** for the month of December 2024 and for the 2nd Quarter is **R57 603 000**. The total capital expenditure to date amounts to **R190 672 884** (**R170 430 000** Original budget and **R20 242 884** of the Human Settlement rollover) and the percentage spending is currently at **13.10%**.

Quarterly Capital Expenditure against Gazetted Budget

CAPITAL BUDGET 2024'25

PROJECT NUMBER	Project Description	FUNDING SOURCE	BUDGET 2024/2025	ACTUAL	ACTUAL	ACTUAL	Total	Consultant	Contractor
				Oct-24	Nov-24	Dec-24			

ROADS AND STORMWATER									
P620	P M U Operational Expenses	MIG	3 866 000	329 005	355 140	436 521	1 120 666	Project Management Unit	
P769/Ph8	Khutsong Roads and Stormwater (Phase 8)	MIG	10 000 000		409 505	1 656 318	2 065 823	LSO Consulting Engineers (Pty) Ltd	Malindo Civil and Construction
P770/Ph8	Kokosi Roads and Stormwater (Phase 4)	MIG	6 000 000			1 221 872	1 221 872	Kabe Consulting Engineers (Pty) Ltd	Sivuthumilo Trading
P757/Ph7	Kokosi Roads and Stormwater (Phase 7)	MIG	2 500 000				0	Kabe Consulting Engineers (Pty) Ltd	Sivuthumilo Trading
P771/Ph8	Kokosi Roads and Stormwater (Phase 8)	MIG	10 000 000	3 615 278	2 369 758	1 647 090	7 632 125	Kutlo Consulting Engineers (Pty) Ltd	Turnkey appointment
P781	Access Roads Kokosi WWTW	MIG	2 062 150			1 031 342	1 031 342	Kutlo Consulting Engineers (Pty) Ltd	Contractor
PNew	Access Roads Wedela WWTW	MIG	1 768 850				0		
P758/Ph7	Wedela Ext 3 Roads and Stormwater (Phase 7)	MIG	6 000 000	439 795	1 528 372	777 560	2 745 727	TKQ Consulting (Pty) Ltd	ATT Global Group (Pty) LTD
P772/Ph8	Wedela Ext 3 Roads and Stormwater (Phase 8)	MIG	8 500 000		3 422 236		3 422 236	Kago Built Environment Consultants (Pty) Ltd	Situkulwane Lesisha Construction CC
P773 Stage 4	Khutsong North Water & Sewer Reticulation (Stage 4)	MIG	7 000 000		1 375 225	2 840 434	4 215 659	LSO Consulting Engineers (Pty) Ltd	Malindo Civil and Construction
P774	Merafong Solar Highmast Lights & Solar Streetlights	MIG			140 716	943 338	1 084 054	Motla Consulting Engineers (Pty) Ltd Appointment 01-09-2023	Oakantswe Construction and Projects

PNew	Upgrading of Kokosi Stadium	MIG	6 000 000				0		
P775	Upgrading of Wedela Recreation Club	MIG	4 000 000	443 392			443 392	Kabe Consulting Engineers (Pty) Ltd	Moribo iGroup
PNew	Merafong Roads and Stormwater Maintenance	MIG	2 000 000				0		
PNew	Merafong Water and Sanitation Maintenance	MIG	2 000 000				0		
PNew	Rehabilitation of Carletonville Cemetery Road	MIG	5 623 000				0		

77 320 000 4 827 469 9 600 953 10 554 475 24 982 897

ELECTRICITY (5231)							0		
P765	2x40 132-11KV Plover Substation	INEP	7 768 000		4 400 000		4 400 000	Mhiduve Consulting Engineers (Pty) Ltd	Buyisa Projects
P786	132KV -150M Loop in-loopout Overhead Line for Plover	INEP	10 000 000			967 564	967 564	LSO Consulting Engineers (Pty) Ltd	
			17 768 000	0	4 400 000	967 564	5 367 564		

WATER AND SANITATION (5211/3221)									
P779	Replacement of Manhole Covers				1 319 533	610 305	1 929 838	JMS Projects (Pty) Ltd	Implementation will be through EPWP
P763	Upgrading & Rehabilitation of Wedela WWTW	WSIG	10 000 000			4 785 781	4 785 781	Bigen Africa Services (Pty) Ltd	Vusaken CC
P777	Foundation Stabilisation of Addata Reservoir	WSIG	5 000 000	347 740	1 399 167	543 284	2 290 192	SRSQS Quantity Surveyors (Pty) Ltd	VTR Construction CC Appointment
P764	Structurer Rehabilitation of Addata Reservoir	WSIG				1 703 104	1 703 104	Morad Consulting Engineers (Pty) Ltd	Bomseni Trading/Tshau Ngwako A Maloa JV
P791	Welverdiend WWTW	WSIG	2 000 000	268 022	330 324		598 346	TKQ Consulting (Pty) Ltd	PK Financial Consultants
P789	Refurbishment Khutsong WWTW	WSIG	10 000 000	1 180 961	1 767 236		2 948 198	TKQ Consulting (Pty) Ltd	ZM and Nikiwenono Construction
P787	Installation of Zone meter and PRV	WSIG	6 342 000			141 205	141 205	Mayisane and Associates (Pty) Ltd	SEBCRA (Pty) Ltd
			33 342 000	1 796 724	4 816 260	7 783 680	14 396 665		

MINING TOWNS ALLOCATION									
P747	Khutsong South Ext. 5 Outfall Sewer	HSG	150 888				0	Pro-Plan Consulting Engineers (Pty) Ltd	Reabusa Construction & Supplies CC
P766	Khutsong Electricity (Frikkie Substation)	HSG	8 548 854		1 401 908	2 766 694	4 168 601	LSO Consulting Engineers (Pty) Ltd	Kunjalo Kunje Trading
P778	Khutsong Rehabilitation of Sinkholes	HSG	7 987 184		2 469 287	-769 614	1 699 673	Lihuzu Projects (Pty) Ltd	Jolinkomo Trading and Projects
P767	Fochville Outfall Sewer	HSG	8 576 102	710 997	1 971 269	1 981 954	4 664 220	Lihuzu Projects (Pty) Ltd	Kaneka Civil and Construction
P768	Ext 6 Sewer and Water Meters	HSG	6 979 858	618 178		1 705 513	2 323 691	JMS Projects (Pty) Ltd	
PNew	Khutsong Bulk Roads and Stormwater Phase 2	HSG	30 000 000				0		
			62 242 884	1 329 175	5 842 464	5 684 547	12 856 186		

TOTAL CAPITAL

190 672 884 7 953 368 24 659 677 24 990 266 57 603 311

■ 13. Other supporting documents.

AUDIT FINDINGS

The Municipality received a Qualification audit opinion from Auditor General during the 2023/2024 financial year. An audit action plan is currently being addressed by all departments and external third parties assisting the municipality

FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure				
Total				Amount R18 478 850.33

The Fruitless and wasteful expenditure incurred during the month of December 2024 is **R18 478 850.33**

The Fruitless and wasteful expenditure for the quarter is **R52 533 919.21**

IRREGULAR EXPENDITURE

Fruitless and wasteful expenditure				
Total				Amount R20 697 315.79

The Irregular expenditure incurred during the month of December 2024 amounts to **R20 697 315.79**

The Irregular expenditure incurred for the 2nd quarter ending December 2024 amounts to **R39 952 685.98**

■ 14. Other supporting documents.

Status of MSCOA CCG Systems Implementation:

3.3.1 General Ledger

Milestone	Task	Status	Comment	
Take-on Balances	Migration of Audited Take-on Trial Balance as of 30 June 2023	100%	Variances has been investigated by the individual departments	2024/08/01
	General Ledger (Journals, Cashbooks) & Sub Ledger Transactions.	95%	Currently on the system with exception of accrual journals	2024/08/01

3.3.2 Supply Chain Management

Milestone	Task	Status	Comment	Status date
Data Migration	Migration of Supplier Master Files	Completed	Duplicate files have been locked as they were picked up & moved transactions to correct vendors.	2024/08/01
System Setup	-Setup & Customisation of System Parameters -Setting up defaults -Creating Step approvals & Linking steps to events -Creating Incident types and groups	Completed		2024/08/01
System Testing	Testing System Processes and Transactions	Completed		
System Training	Pre-Go Live End-user System Training on E-Procurement	Ongoing	To enrol ongoing programme to train user department.	2024/08/01
System Support	Requisitions and Approvals	Ongoing		
	Supply Chain Processes	Ongoing		

3.3.3 Expenditure and Trade Payables

Milestone	Task	Status	Comment	
System Setup	Setup & Customisation of System Parameters	Completed		2024-08-01
System Testing	Testing System Processes and Transactions	Completed	Revenue transaction codes to be revalidated due to finding revenue debit balances	2024-08-01
System Training	End-user on the job System Training	Completed	Continued trainings on Revenue and GL usage is ongoing	2024-08-01
Take-on Balances	Creditors Take On Balances	Completed	Remaining AG findings being corrected.	2024-08-01
System Support	Supplier Invoices and Payments	ongoing		2024-08-01

3.3.4 Billing and Revenue

Milestone	Task	Status	Comment	
Data Migration	Customer master files	completed		2024/08/01
	Consolidated Valuation roll	Completed		2024/08/01
	Meter Master Files and Meter Books through E-Billing	Completed		2024/08/01
	Rate Tariffs	Completed		2024/08/01
System Setup	Setup & Customisation of System Parameters	Completed		2024/08/01
System Testing	Testing System Processes and Transactions	Completed		2024/08/01
System Training	-Pre-Go Live End-user System Training	Completed		2024/08/01

	-Handholding with the client			
Take-on Balances	Debtors Take-on Balances as of 30 June 2023	Completed		2024/08/01
Ongoing Support	-Customer Billing -Printing of Accounts and Bulk Emailing	ongoing	Fines Traffic information revenue migration pending from take on balances	2024/08/01
	Receipting	Ongoing	Cahiers trained.	2024/08/01

3.3.5 Point of sale

Milestone	Task	Status	Comment	Status date
System Setup	Setup & Customisation of System Parameters	Completed		2024/08/01
System Testing	Testing System Processes and Transactions	Completed		2024/08/01
System Training	Pre-Go Live End-user System Training	Completed		2024/08/01
System support	Customer Transactions	Ongoing		2024/08/01

3.3.6 Budget Module

Milestone	Task	Status	Comment	Status date
System Setup	Setup & Customisation of the budget module System	Completed		2024-08-01
Budget Capturing	Capturing Budget for the 2024 and 2025 FY	Completed		2024-08-01
Budget Setups	Deployment of Municipal Planning and Budgeting Module (MPBM)	Completed		2024-08-01
Schedule and data Strings	Running of applicable schedules and data strings for submission	Completed		2024-08-01
System Training	Pre-Go Live End-user System Training	Ongoing		2024-08-01

3.3.7 Payroll Management

Milestone	Task	Status	Comment	Status date
Data Migration	Migration of Employee Master Files	Completed		2024/08/01

System Setup	Setup & Customisation of System Parameters -Payroll configurations -Bulk Actions -Security Roles	Completed		2024/08/01
System Training	Pre-Go Live End-user on the job System Training -Client Hand-holding	Ongoing		2024/08/01
Take-on Balances	Financial data Take-on to HCM Solutions	Completed	IRP5's are ready for collection	2024/08/01
Go Live	Payroll Transactions	Completed		2024/08/01

3.3.8 Human Resources

Milestone	Task	Status	Comment	Status date
Data Migration	Leave Reports Master Files	In Progress	Employees with negative balances from manual books. The matter is being investigated by Hr	2024/08/01
System Setup	Setup & Customisation of System Parameters -Employee records Management -Planning in Progress for job posts Management	In Progress		2024/08/01
System Support	Testing System Processes and Transactions -System caters for more than 1 Payroll type Staff, sec 57, councillors, temp, pensioners)	Ongoing		2024/08/01

○ **Issues identified during the implementation of IFMS:**

Issue	Module	Resolution	Status	Resolution Date
Creation of Different Users for System Administrator (sa)	Administration	CCG System will do Database Administration.	Resolved	2024/08/01
E- Leave Functionality Portal for employee self service	HR and Payroll	E-Leave functionality portal will be setup once HR Processes are done.	Pending	2024/08/01
Leave Reports Master Files	HR and Payroll	CCG Systems currently working on HR Integration	In Progress	2024/08/01
Expenditure Transactions posted in the 2022/2023 FY	Expenditure and Trade Payables	Transactions paid in the Current year but relates to 2022/2023 FY	In Progress	2024/08/01
Expenditure Capturing-Staff Not paying attention to detail when Capturing vouchers	Expenditure and Trade Payables	Transactions that falls outside of reporting year being investigated	In Progress	2024/08/01
Missing Vouchers	Expenditure and Trade Payables	Vouchers that are posted missing, there is incorrect transactions posted of which original vouchers are requested and this was not found.	Resolved	2024/08/01
Emails for employees not provided	HR and Payroll	Emails for ESS purposes requested	In Progress	2024/08/01
Finalisation of Leave reports	HR and Payroll	Leave reports have been provided and capturing is in progress	In Progress	2024/08/01
General Ledger Extract	AFS	To ensure that the GL aligns with TB and that opening Balances and closing balances are pulling correctly	In Progress	2024/08/01

General Ledger and TB Completion	AFS	Completion of GL and tb for the current FY is in Progress and Assets and Year end journals are not yet processed into the system	In Progress	2024/08/01
Network Connection	System Support	The network that Sage Evolution is operating on is an ongoing issue with no clear solution of when the issue will be cleared to allow less to zero interruptions	Pending. Server migration to separate line for connectivity for SAGE. The current I.T line is slow and too many disruptions.	2024/08/01

FINANCIAL RECOVERY PLAN

In terms of the approved FRP, the municipality reports monthly to the MEC for Finance in the province on the implementation of the plan. The report is uploaded to Go-Muni portal in line with reporting prescripts. The municipality's FRP was approved by MEC Finance on the 03 June 2024 and progress report in implementation is submitted to GPT on the 7th monthly.

ESKOM DEBT RELIEF

The municipality achieved an overall collection rate averaging 52% for the period ended 30 December 2024 due to the billing system that was not fully available during this period. The billing has since been activated and the municipality hope to increase the collection rate to be above 60%.

Khutsong North is the only area within the Municipality that is supplied by Eskom. Restrictions have not been made due to aging infrastructure and the issue of tampered meters are not adequately address.

The municipality is in the process of requesting Eskom SOC to enter into a Service Level Agreement (SLA) with the Merafong City Local Municipality to allow the municipality to implement and execute credit control actions and other related debt collection activities within Eskom Supplied areas of the Municipality.

1. The Municipality has completed the tariff tool based on the tabled 2024/25 MTREF. Three tariffs i.e. electricity, water and refuse removal are not cost reflective.
2. Electrical tariffs are the same all year, only annual increases are implemented on standard tariff groups. The Electrical division has initiated cost of supply studies that was submitted to NERSA to conclude in 2024/25.
3. The Municipality has made a commitment to settle the Winter bills with the funds received from Equitable Share and has executed that function.
4. The municipality has applied and obtained an approval from NERSA feed-in tariff(s) for the 2024/25 MTREF to facilitate compensating consumers feeding from home / business solar systems. Furthermore, no formal application has been brought by any public member or council policy relating to solar system exemptions.
5. The municipality, debt relief application was approved in December 2023. The 2024/25 MTREF budget demonstrates by-laws and budget related policies that electricity and water will be used as collection tools.
6. The Municipality has not complied with a number of conditions, including the payment of current accounts. The overall collection rate is below 52% as the result of challenges on credit control execution in the townships.
7. The municipality has not ring-fenced receipts for electricity sales and equitable share earmarked for free basic services (FBE). This is due to the fact that the municipality was in the process of financial system implementation and will comply with Condition 6.13 Accounting Treatment during Adjustment budget in February 2025.

16. Conclusion

- 1) That cognizance be taken of the statement reflecting the budget performance for the month of December 2024.
- 2) In order to comply with the provisions of Section 71 and 52d of the MFMA, the Accounting Officer must submit the statement to the Executive Mayor and Provincial Treasury, in both a signed document format and in electronic format
- 3) The installation of prepaid meters in water and electricity be prioritized to increase revenue
- 4) That strategic measures be taken to reduce water and electricity losses as a priority
- 5) That stringent credit control and debt collection measures be implemented to improve revenue collection.
- 6) That the implementation of the capital budget from conditional grants be accelerated to avoid funds being returned with the resultant negative impact on service delivery.
- 7) That Cost Containment measures be noted as at the end December 2024
- 8) That council note that interim financial statements will be drafted and AGSA will be requested to audit thus allowing management to correct and address audit findings by end of the 3rd quarter
- 9) The progress on the implementation of the Financial Recovery Plan.
- 10) The non-compliance emanating from the municipality's debt relief conditions be improved
- 11) The municipality review the unfunded budget during the budget adjustment period as to comply to National treasury prescripts for the 2024/25 MTREF.

17. Annexure A: C-schedules

2) Table C1 Monthly Budget Statement Summary

- Table C1 Monthly Budget Statement Summary - M06 December

Description R thousands	2023/24	Budget Year 2024/25								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance										
Property rates	344 765	737 199	–	58 017	603 173	708 346	599 368	(21 891)	-6%	–
Service charges	311 887	1 085 779	–	77 989	390 228	893 436	890 542	(105 996)	-20%	–
Investment revenue	718 19	15 000	–	740	792 2	650 6	500 7	(850)	-11%	–
Transfers and subsidies -	325				91	236	168			
Operational	561	337 435	–	90 627	173	251	717	67 533	40%	–
Other own revenue	360				5	12	263	(251 523)	-95%	–
Total Revenue (excluding capital transfers and contributions)	2 358 707	2 639 888	–	229 420	501 081	1 038 503	1 351 229	(312 726)	-23%	–
Employee costs	317 412	539 316	–	39 368	434 113	208 194	658 269	(75 450)	-28%	–
Remuneration of Councillors	332 26	28 517	–	2 142	425 6	511 8	258 14	(5 747)	-40%	–
Depreciation and amortisation	911 145	171 600	–	18	47 56	215 84	800 76	(46 585)	-54%	–
Interest	941 140	153 118	–	16 389	047	552	559	7 993	10%	–
Inventory consumed and bulk purchases	186 826	652 964	–	59 242	671 196	464 412	482 326	85 982	26%	–
Transfers and subsidies	748	1 102	–	–	–	150	551	(401)	-73%	–
Other expenditure	563 1 431	1 052 278	–	15 919	076 26	848 250	210 123	127 639	104%	–
Total Expenditure	997 2 983	2 598 895	–	133 079	701 398	949 989	519 896	93 430	10%	–
Surplus/(Deficit)	(290) 625	40 993	–	96 341	380 102	554 48	711 454	(156) 406	-89%	–
Transfers and subsidies - capital (monetary allocations)	943 158	170 430	–	–	–	–	51 873	(51 873)	-100%	–
Transfers and subsidies - capital (in-kind)	187 (3)	–	–	–	–	(126)	–	(126)	–	–
Surplus/(Deficit) after capital transfers & contributions	(469) 535	211 423	–	96 341	380 102	428 48	584 506	(458) 156	-90%	–
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(469) 535	211 423	–	96 341	380 102	428 48	584 506	(458) 156	-90%	–

- Table C1 Monthly Budget Statement Summary - M06
December

Description	2023/24	Budget Year 2024/25								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Capital expenditure & funds sources										
Capital expenditure	55 615	3 100	–	467	24 283	56 069	2 050	54 019	2635%	3 100
Capital transfers recognised	39 549	600	–	466	24 135	47 200	300	46 900	15633%	600
Borrowing Internally generated funds	– 16 065	– 2 500	– –	– 1	– 147	– 8 868	– 1 750	– 7 118	407%	– 2 500
Total sources of capital funds	55 615	3 100	–	467	24 283	56 069	2 050	54 019	2635%	3 100
Financial position										
Total current assets	2 157 127	1 493 566	–			2 499 485				1 493 566
Total non current assets	3 491 058	3 138 950	–			3 507 959				3 138 950
Total current liabilities	(1 666 998)	2 249 860	–			3 013 910				2 249 860
Total non current liabilities	161 027	47 429	–			155 373				47 429
Community wealth/Equity	2 790 409	2 123 805	–			2 858 528				2 123 805
Cash flows										
Net cash from (used) operating	(2 210 954)	780 473	–	(162 164)	(47 737)	(384 653)	243 997	628 650	258%	–
Net cash from (used) investing	238 355	(159 469)	–	–	(32 880)	(32 880)	(79 735)	(46 855)	59%	–
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the month/year end	(1 770 499)	779 036	–	–	–	(417 533)	322 294	739 827	230%	–
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	88 779	95 054	93 033	77 724	245 128	92 918	70 415	561 313	4 990 768	6 070 003
Creditors Age Analysis										

Total Creditors	(54 113)	92 772	68 876	53 506	207 977	51 516	101 716	899 894	1 013 526	2 227 6
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4) Table C2: Budget Statement - Financial Performance (Revenue and Expenditure by Municipal vote)

- Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue -											
Functional											
Governance and administration		1 612	1 277		163		658	753			
Executive and council		672	196	-	534	308 396	484	009	(94 525)	-13%	-
		10									
		749	561	-	-	-	(126)	219	(346)	-158%	-
Finance and administration		1 601	1 276		163		658	752			
		924	634	-	534	308 396	610	790	(94 180)	-13%	-
Internal audit		-	-	-	-	-	-	-	-		-
Community and public safety		68	66					33			
Community and social services		989	860	-	288	918	18 206	430	(15 224)	-46%	-
		15	23					11			
Sport and recreation		770	307	-	63	210	16 678	653	5 025	43%	-
		7	15	-	-	9	14	8	7	93%	-
Public safety		-	-	-	-	-	-	-	-		-
Housing		53	43	-				21			
		212	538	-	225	699	1 513	769	(20 256)	-93%	-
Health		-	-	-	-	-	-	-	-		-
Economic and environmental services		4	21		1			10			
Planning and development		465	014	-	754	4 742	7 921	507	(2 586)	-25%	-
		4	18		1			9			
		465	173	-	754	5 522	9 048	086	(38)	0%	-
			2					1			
Road transport		-	841	-	-	(780)	(1 127)	421	(2 547)	-179%	-
Environmental protection		-	-	-	-	-	-	-	-		-
Trading services		828	1 212		63		353	606			
		335	313	-	844	187 026	766	157	(252 390)	-42%	-
		386	455	-	13			227			
Energy sources		637	685	-	083	42 210	89 102	842	(138 740)	-61%	-
Water management		373	575	-	48		251	287			
		059	619	-	448	137 808	000	809	(36 809)	-13%	-
Waste water management		35	83	-	2			41			
		629	458	-	165	6 577	12 918	729	(28 811)	-69%	-
Waste management		33	97	-				48			
		010	552	-	148	431	746	776	(48 030)	-98%	-
Other	4	-	-	-	-	-	-	-	-		-
Total Revenue - Functional	2	2 514	2 577	-	229		1	1 403			
		462	382	-	420	501 081	038 377	102	(364 726)	-26%	-

- Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1										
Revenue - Functional											
Expenditure - Functional											
Governance and administration		483	927		10	94	221	289	(68)		
Executive and council		079 80	098 168	-	590 1	577 16	299 31	846 84	548) (52)	-24%	-
Finance and administration		863 397	715 753	-	146 9	575 76	443 186	358 203	914) (16)	-63%	-
Internal audit		479 4	410 4	-	308	860 1	756 3	002 2	246) (2)	-8%	-
Community and public safety		738 129	973 109	-	136	142 16	099 46	486 54	613 (8)	25%	-
Community and social services		765 86	621 65	-	939	625 9	130 27	811 32	680) (5)	-16%	-
Sport and recreation		444 26	857 33	-	219	507 4	775 11	929 16	154) (5)	-16%	-
Public safety		067 5	209 1	-	521	592 1	206 2	604	399) (1)	-33%	-
Housing		515 11	618 5	-	198	204 1	550 4	809 2	1 741	215%	-
Health		739	937 3	-	-	322	600	968 1	1 631 (1)	55%	-
Economic and environmental services		-	000	-	-	-	-	500	500)	-100%	-
Planning and development		157	228	-		(47	84	114	(29		
Road transport		729 43	009 48	-	100	074) (54	492 36	005 24	512)	-26%	-
Environmental protection		784 113	561 179	-	10	772) 7	120 48	281 89	11 840 (41)	49%	-
Trading services		945	448	-	91	697	372	724	352)	-46%	-
Energy sources		-	-	-	-	-	-	-	-		-
Water management		2 213	1 448	-	80	293	638	437	-		-
Waste water management		423 551	636 542	-	001 41	125 147	028 319	857 252	200 171	46%	-
Waste management		287 520	780 682	-	153 37	427 135	779 262	976 143	66 803	26%	-
Waste management		972 1 074	585 90	-	558	271 2	437 15	717 14	118 719	83%	-
Waste management		614 66	621 132	-	433	485 7	486 40	003 27	1 483	11%	-
Other		549	650	-	858	941	326	160	13 166	48%	-
Total Expenditure - Functional	3	2 983 997	2 713 365	-	91 630	357 253	989 949	896 519	93 430	10%	-
Surplus/ (Deficit) for the year		(469 535)	(135 983)	-	137 790	143 829	48 428	506 584	(458 156)	-90%	-

5) Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

- Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote	1										
Vote 1 - Municipal Manager		10 749	61	-	-		(126)	219	(346)	-157.6%	-
Vote 2 - Finance		1 597 394	1 622 808	-	163 068	306 998	655 821	752 174	(96) 352)	-12.8%	-
Vote 3 - Community and Social Services		15 770	23 307	-	63	210	16 678	11 653	5 025	43.1%	-
Vote 4 - Sport and Recreation		7	15	-	-	9	14	8	7	92.9%	-
Vote 4 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Housing		53 212	43 538	-	225	699	1 513	21 769	(20) 256)	-93.0%	-
Vote 9 - Road Transport		-	2 841	-	-	(780)	(1 127)	1 421	(2) 547)	-179.3%	-
Vote 10 - Energy Sources		386 637	418 857	-	13 083	42 210	89 102	227 842	(138) 740)	-60.9%	-
Vote 11 - Water Management		373 059	180 469	-	48 448	137 808	251 000	287 809	(36) 809)	-12.8%	-
Vote 12 - Waste Water Management		35 629	20 842	-	2 165	6 577	12 918	41 729	(28) 811)	-69.0%	-
Vote 13 - Waste Management		33 010	19 223	-	148	431	746	48 776	(48) 030)	-98.5%	-
Vote 14 - Internal Audit		-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		4 529	(346 174)	-	466	1 398	2 789	616	2 173	352.7%	-
Total Revenue by Vote	2	2 509 997	1 985 787	-	227 666	495 559	1 029 329	1 394 016	(364) 687)	-26.2%	-

- Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Expenditure by Vote	1										
Vote 1 - Municipal Manager		80	168	-	1	16	31	84	(52) 914)	-62.7%	-
Vote 2 - Finance		378	405	-	8	74	181	202	(21) 623)	-10.7%	-
Vote 3 - Community and Social Services		86	65	-	219	9	27	32	(5) 154)	-15.7%	-
Vote 4 - Sport and Recreation		26	33	-	521	4	11	16	(5) 399)	-32.5%	-
Vote 4 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		5	1	-	198	1	2		1	215.1%	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Housing		11	5	-	-	1	4	2	1	55.0%	-
Vote 9 - Road Transport		113	179	-	91	7	48	89	(41) 352)	-46.1%	-
Vote 10 - Energy Sources		551	542	-	41	147	319	252	66	26.4%	-
		287	780	-	153	427	779	976	803		-

Vote 11 - Water Management	972	520	585	682	—	558	37	271	135	437	262	717	143	719	118	82.6%	—
Vote 12 - Waste Water Management	614	1 074	621	90	—	433		485	2	486	15	003	14	483	1	10.6%	—
Vote 13 - Waste Management	549	66	650	132	—	858		941	7	326	40	160	27	166	13	48.5%	—
Vote 14 - Internal Audit	738	4	973	4	—	136		142	1	099	3	486	2	613		24.6%	—
Vote 15 - Other	549	18	496	347	—	643		068	2	422	5	45		377	5	11949.7%	—
Total Expenditure by Vote	2	2 940	2 661		—	91		412		953		870		83			
	2	213	803		—	621		025		828		738		090		9.5%	—
Surplus/ (Deficit) for the year	2	(430 216)	(676 016)		—	136 046		83 535		75 500		523 278		(447 778)		-85.6%	—

8) **Table C4: Month 06 Budget Statement – Financial Performance (Revenue and Expenditure)**

- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands										%	
<u>Revenue</u>											
Exchange Revenue											
Service charges - Electricity		364	425		13	42	89	212	(122		
	311		282	—	129	571	709	641	932)	-57.81%	—
Service charges - Water		373	479	—	48	137	251	239	11		
Service charges - Waste Water Management	074		320	—	448	808	020	660	360	4.74%	—
Service charges - Waste management		69	83	—	8	24	49	41	7		
Sale of Goods and Rendering of Services	135		542	—	545	480	518	771	747	18.55%	—
		80	97	—	7	23	46	48	(2		
	791		635	—	867	532	647	817	170)	-4.45%	—
		2	4	—			1	2			
	044		846	—	183	318	638	423	(785)	-32.40%	—
		10									
Agency services		991	—	—	—	—	—	—	—		—
Interest		—	—	—	—	—	—	—	—		—
Interest earned from Receivables		(2	239	—				119	(120		
	674)		231	—	(46)	(362)	(608)	615	224)	-100.51%	—
Interest from Current and Non Current Assets		19	15	—		2	6	7			
	718		000	—	740	792	650	500	(850)	-11.33%	—
Dividends		—	—	—	—	—	—	—	—		—
Rent on Land		—	0	—	1	5	7		7		
Rental from Fixed Assets		2	1	—	650	089	598	0	598	63317266.67%	—
	904		614	—	238	737	589	807	782	96.90%	—
			13	—				6	(6		
Licence and permits	1		568	—	0	1	4	784	780)	-99.94%	—
			10	—				(4	4		
Operational Revenue	51		615	—	2	4	(15)	394)	379	-99.65%	—
Non-Exchange Revenue		—	—	—	—	—	—	—	—		—
Property rates		765	737	—	58	173	346	368	(21		
	344		199	—	017	603	708	599	891)	-5.94%	—
			16	—				(8	8		
Surcharges and Taxes		—	247	—	—	—	—	124)	124	-100.00%	—
Fines, penalties and forfeits		34	2	—				1	(1		
	365		176	—	21	(664)	(905)	088	993)	-183.17%	—
Licence and permits		—	—	—	—	—	—	—	—		—
Transfers and subsidies - Operational		325	337	—	90	91	236	168	67		
	561		435	—	627	173	251	717	533	40.03%	—
Interest		313	290	—			2	145	(142		
	091		647	—	—	—	699	324	624)	-98.14%	—
Fuel Levy		—	—	—	—	—	—	—	—		—
Operational Revenue		—	—	—	—	—	—	—	—		—

Gains on disposal of Assets		—	—	(114	—	—	—	—	—	—	—	—
Other Gains		—	—	469)	—	—	—	—	—	—	—	—
Discontinued Operations		—	—	—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital and contributions)		2 358 707	2 639 888	—	229 420	501 081	1 038 503	1 351 229	(312 726)	-23.14%	—	

- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2023/24	Budget Year 2024/25								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Quarterly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands										%	
Revenue											
Expenditure By Type	-										
Employee related costs		412	539		39	113	194	269	(75		
Remuneration of councillors		317	316	-	368	434	208	658	450)	-27.98%	-
Bulk purchases - electricity		26	28	-	2	6	8	14	(5		-
		332	517	-	142	425	511	258	747)	-40.31%	-
Inventory consumed		466	431	-	33	112	241	215	25		-
		244	007	-	312	043	269	504	766	11.96%	-
		359	221	-	25	84	171	110	60		-
Debt impairment		941	957	-	930	628	194	979	216	54.26%	-
Depreciation and amortisation			805	-							-
		145	171	-			39	85	(46		-
Interest		911	600	-	18	47	215	800	585)	-54.30%	-
		140	153	-	16	56	84	76	7		-
Contracted services		941	118	-	389	047	552	559	993	10.44%	-
Transfers and subsidies		245	157	-	7	(24	158	78	79		-
Irrecoverable debts written off		490	224	-	481	387)	058	612	446	101.06%	-
		748	102	-	-	-	150	551	(401)	-72.83%	-
		1 108	-	-	4	35	56	-	56		-
		410	-	-	552	650	880	-	880	#DIV/0!	-
Operational costs		77	89	-	3	14	35	44	(8		-
Losses on Disposal of Assets		663	195	-	886	813	910	598	688)	-19.48%	-
Other Losses		-	-	-	-	-	-	-	-		-
Total Expenditure		2 983	2 598	-	133	398	989	896	93		-
		997	895	-	079	701	949	519	430	10.42%	-
Surplus/(Deficit)		(625	40	-	96	102	48	454	(406		-
Transfers and subsidies - capital (monetary allocations)		290)	993	-	341	380	554	711	156)	-89.32%	-
Transfers and subsidies - capital (in-kind)		158	170	-	-	-	-	51	(51		-
		943	430	-	-	-	-	873	873)	-100.00%	-
		(3	-	-	-	-	(126)	-	(126)	#DIV/0!	-
Surplus/(Deficit) after capital transfers & contributions		187)	-	-	-	-	-	-	-		-
		(469	211	-	96	102	48	506			-
		535)	423	-	341	380	428	584			-
Income Tax		-	-	-	-	-	-	-	-		-
Surplus/(Deficit) after income tax		(469	211	-	96	102	48	506			-
		535)	423	-	341	380	428	584			-
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-			-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-			-

Surplus/(Deficit) attributable municipality Share of Surplus/Deficit attributable to Associate Intercompany/Parent subsidiary transactions Surplus/ (Deficit) for the year		(469 535)	211 423	–	96 341	102 380	48 428	506 584			–
		–	–	–	–	–	–	–			–
		–	–	–	–	–	–	–			–
		(469 535)	211 423	–	96 341	102 380	48 428	506 584			–

9) Table C5: Month 06 Budget Statement – Capital Expenditure by vote, standard classification and funding.

- Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Total Capital Multi-year expenditure	4,7	—	—	—	—	—	—	—	—	—
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		—	—	—	—	—	—	—	—	—
Vote 2 - Finance		16 065	2 000	—	1	8 209	1 500	6 709	447%	2 000
Vote 3 - Community and Social Services		(13 257)	—	—	—	536	—	536	#DIV/0!	—
Vote 4 - Sport and Recreation		—	—	—	—	—	—	—	—	—
Vote 4 - Sport and Recreation		—	—	—	—	—	—	—	—	—
Vote 5 - Public Safety		—	—	—	—	—	—	—	—	—
Vote 5 - Public Safety		—	—	—	—	—	—	—	—	—
Vote 6 - Housing		—	—	—	—	—	—	—	—	—
Vote 9 - Road Transport		32 658	600	—	—	13 897	300	13 597	4532%	600
Vote 10 - Energy Sources		24 611	—	—	110	5 325	—	5 325	#DIV/0!	—
Vote 11 - Water Management		14 906	—	—	—	15 250	—	15 250	#DIV/0!	—
Vote 12 - Waste Water Management		(19 368)	—	—	356	12 851	—	12 851	#DIV/0!	—
Vote 13 - Waste Management		—	—	—	—	—	—	—	—	—
Vote 14 - Internal Audit		—	—	—	—	—	—	—	—	—
Vote 15 - Other		—	500	—	—	—	250	(250)	-100%	500
Total Capital single-year expenditure	4	55 615	3 100	—	467	56 069	2 050	54 019	2635%	3 100
Total Capital Expenditure		55 615	3 100	—	467	56 069	2 050	54 019	2635%	3 100

- Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Capital Expenditure - Functional Classification										
Governance and administration		16	2			8	1	6		2
	065		500	-	1	209	750	459	369%	500
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration	065	16	2	-	1	8	1	6	369%	2
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		(13								
	257)			-	-	536	-	536	#DIV/0!	-
Community and social services		(13		-	-	536	-	536	#DIV/0!	-
	257)			-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		32				13		13		
	658		600	-	-	897	300	597	4532%	600
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		32		-	-	13		13		
	658		600	-	-	897	300	597	4532%	600
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		20				33		33		
	149		-	-	466	426	-	426	#DIV/0!	-
Energy sources		24		-	110	5		5		
	611		-	-	-	325	-	325	#DIV/0!	-
Water management		14		-	-	15		15		
	906		-	-	-	250	-	250	#DIV/0!	-
Waste water management		(19		-	356	12		12		
	368)		-	-	-	851	-	851	#DIV/0!	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	55	3	-	467	56	2	54	2635%	3
	615		100	-		069	050	019		
Funded by:										
National Government		35		-	466	47		46	15633%	600
	216		600	-	-	200	300	900		
Provincial Government		4		-	-	-	-	-	-	-
	333		-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-

Transfers recognised - capital		549 ³⁹	600	–	466	200 ⁴⁷	300	900 ⁴⁶	15633%	600
Borrowing	6	– ¹⁶	– ²	–	–	– ⁸	– ¹	– ⁷		– ²
Internally generated funds		065	500	–	1	868	750	118	407%	500
Total Capital Funding		615 ⁵⁵	100 ³	–	467	069 ⁵⁶	050 ²	019 ⁵⁴	2635%	100 ³

10)Table C6: Month 06 Budget Statement – Financial Position

- Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2023/24	Budget Year	Adjusted	YearTD	Full Year
		Audited Outcome	2024/25 Original Budget			
R thousands	1			Budget	actual	Forecast
ASSETS						
Current assets						
Cash and cash equivalents		165 140	794 036	–	109 276	794 036
Trade and other receivables from exchange transactions		354 327	82 673	–	367 371	82 673
Receivables from non-exchange transactions		1 171 838	310 376	–	1 498 488	310 376
Current portion of non-current receivables		–	–	–	–	–
Inventory		–	9	–	–	9
VAT		675 465 147	845 296 637	–	675 523 675	845 296 637
Other current assets		–	–	–	–	–
Total current assets		2 157 127	1 493 566	–	2 499 485	1 493 566
Non current assets						
Investments		–	–	–	–	–
Investment property		201 145	216 841	–	201 145	216 841
Property, plant and equipment		3 275 882	2 922 643	–	3 286 325	2 922 643
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		136	136	–	136	136
Intangible assets		13 895	(670)	–	20 352	(670)
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		3 491 058	3 138 950	–	3 507 959	3 138 950
TOTAL ASSETS		5 648 185	4 632 516	–	6 007 444	4 632 516
LIABILITIES						
Current liabilities						
Bank overdraft		–	51 960	–	–	51 960
Financial liabilities		(12 773)	13 521	–	12 773	13 521
Consumer deposits		33 339	–	–	33 634	–
Trade and other payables from exchange transactions		(2 179 284)	1 934 984	–	2 361 531	1 934 984
Trade and other payables from non-exchange transactions		76 798	31 294	–	136 202	31 294
Provision		44 474	39 388	–	44 474	39 388
VAT		370 447	178 713	–	425 296	178 713
Other current liabilities		–	–	–	–	–
Total current liabilities		(1 666 998)	2 249 860	–	3 013 910	2 249 860
Non current liabilities						
Financial liabilities		7 963	17 535	–	2 308	17 535
Provision		33 564	29 894	–	33 564	29 894
Long term portion of trade payables		–	–	–	–	–

Other non-current liabilities		119	—	—	119	—
		501	161	47	501	155
Total non current liabilities		027	429	—	373	429
		(1	505	2	3	2
TOTAL LIABILITIES		970)	289	—	283	297
		7	154	2	2	2
NET ASSETS	2	155	228	—	161	335
COMMUNITY WEALTH/EQUITY						
		182	2	123	250	2
Accumulated surplus/(deficit)		348	805	—	467	805
		2	608	—	2	608
Reserves and funds		061	—	—	061	—
Other						
		2	790	2	2	123
TOTAL COMMUNITY WEALTH/EQUITY	2	409	805	—	528	805

11)Table C7: Month 06 Budget Statement – Cash Flow

- Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(750 319)	526 258	–	–	251	263 129	(262 878)	-100%	–
Service charges		–	694 462	–	–	110 973	347 231	(236 258)	-68%	–
Other revenue		–	93 393	–	1 434	248 072	46 697	201 375	431%	–
Transfers and Subsidies - Operational		–	337 435	–	–	39 935	168 717	(128 782)	-76%	–
Transfers and Subsidies - Capital		–	170 430	–	–	20 342	85 215	(64 873)	-76%	–
Interest		–	549 738	–	–	529	274 869	(274 340)	-100%	–
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(1 459 834)	(1 437 022)	–	(163 598)	(804 754)	(1 018 971)	(214 217)	21%	–
Finance charges		–	(153 118)	–	–	–	76 559	76 559	100%	–
Transfers and Subsidies		(802)	(1 102)	–	–	–	551	551	100%	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(2 210 954)	780 473	–	(162 164)	(384 653)	243 997	628 650	258%	–
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		238 355	(159 469)	–	–	(32 880)	(79 735)	(46 855)	59%	–
NET CASH FROM/(USED) INVESTING ACTIVITIES		238 355	(159 469)	–	–	(32 880)	(79 735)	(46 855)	59%	–

- Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–

NET (DECREASE) IN CASH HELD	INCREASE/									
		(1 972 599)	621 004	—	(162 164)	(417 533)	164 262			—
Cash/cash equivalents at beginning:		202 100	158 032	—	(180 377)	—	158 032			—
Cash/cash equivalents at month/year end:		(1 770 499)	779 036	—		(417 533)	322 294			—

