

CITY OF MATLOSANA

Date submitted:

Author of the item: LESEGO MOLOKE

Attached hereto an item for you to consider in terms of the Delegation of Powers and Functions, delegated power serial number

HEAD OF DIVISION: <u>SI MULLER</u>
SIGNED: <u>[Signature]</u>
DATE: <u>12/09/24</u>

Received by Deputy Director: Administration

Date and Time: 12/09/2024

Signature: [Signature]

Director: Corporate Support	Date	COMMENTS:
Director: Planning & Human Settlements	Date	COMMENTS:
Director: Technical and Infrastructure	Date	COMMENTS:
Director: Community Development	Date	COMMENTS:
Director: Public Safety	Date	COMMENTS:
Director: Local Economic Development	Date	COMMENTS:

[Signature]
Chief Financial Officer

12/9/24 SFI report

MUNICIPAL MANAGER

approved!!!

[Signature]
SIGNATURE

12/09/2024
DATE

Items will not be considered by the Municipal Manager unless the following signatures are reflecting: Director of Relevant department, Chief Financial Officer and Director: Corporate Services

PROVINCIAL EXECUTIVE REPRESENTATIVE

SIGNATURE

DATE

CITY OF MATLOSANA



MONTHLY BUDGET STATEMENT S71 MONTHLY REPORT: 31 AUGUST 2024

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 31 AUGUST 2024

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PART 1: IN-YEAR REPORT

1. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL PERFORMANCE OF THE MUNICIPALITY FOR THE PERIOD ENDED ON 31 AUGUST 2024

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description R thousand	YTD Budget 2024/25	August 2024 Actual	YTD Actual 2024/25	Variance Favourable (Unfavourable)	Variance %
Total Revenue (excluding capital transfers and contributions)	710,810,032	299,844,833	917,587,215	206,777,183	29%
Total Revenue (including capital transfers and contributions)	741,851,654	299,844,833	917,587,215	175,735,561	24%
Total Operating Expenditure	710,441,556	161,358,633	296,380,932	(414,060,560)	-58%
SURPLUS/ (DEFICIT).	368,540	138,486,210	621,206,283	589,796,185	

As indicated in Table 1 above, as at 31 August 2024, the billed revenue excluding capital grants amounted to R 917, 6 million that resulted in a favourable outcome of 29% when compared to the YTD Budget of R 710, 8 million. The billed revenue including capital grants amounted to R 917, 6 million, resulting in a favourable outcome of 24% when compared the YTD budget of R 741, 9 million. Capital grants are recognised in the Statement of Financial Performance monthly as soon as the condition of the grant has been met. Reasons for the variances are articulated in below Section 2.2.

The YTD actual Operating Expenditure amounted to R 296, 4 million and the YTD Budget amounts to R 710, 4 million, resulting in a negative variance of 58%. The reasons for the variance are articulated in below Section 2.3.

The Municipality's main goal is to strengthen the city's financial management, enhance revenue collection, and improve service delivery to our citizens.

Currently, the total debtor's book is standing at R 9, 4 billion of which 92% of the debt is owed in excess of 90 days. Of the total debt, R 131 million is owed by government, R 752 million by business and R 8, 5 billion by households. CoM is urging government, businesses and households to meet their obligation to the Municipality or make payment arrangements with the Municipality.

The payment rate should be accelerated, as the financial stability of the municipality is dependent on them. This can only be achieved when the Credit Control and Debt Collection Policy is strictly, consistently and fairly applied to all customer groups.

City of Matlosana faces several revenue challenges that affect its ability to deliver services effectively. Some of the key challenges include:

- ✓ **Inaccurate Billing System**
 - Inefficient or inaccurate billing system can lead to under-billing or over-billing of residents, which can cause disputes and further reduce collection rates.
- ✓ **Non-payment of services**
 - A significant challenge is the high rate of non-payment for municipal services such as water, electricity and property rates. Many residents struggle to pay their bills due to economic hardships, leading to shortfall in expected revenue.
- ✓ **Illegal connection and theft**
 - Illegal connections to water and electricity services as well as theft, lead to a significant losses in potential revenue. The Municipality faces a challenge in detecting and curbing these illegal activities.

In addressing some of the above challenges, the following revenue enhancement measures will be monitored and implemented on a monthly basis in the Budget Funding Plan:

- ✓ Incorporate all proclaimed site Establishment or developed properties in to the municipal billing system
- ✓ Reconcile Current Valuation and Billing system to identify discrepancies for accurate billing
- ✓ Investigate and identify government properties that were left out during separation of Department of Public works and Department of Agriculture that still owes Municipality
- ✓ Conduct Billing Audit called Operation Reabala to cleanse and verify all our meters within the entire Kosh
- ✓ Customer Billing Data cleansing and Integration with the property and GIS

The following measures have been put in place in terms of unnecessary expenditure and Credit control during the month of August 2024:

- ✓ Strict monitoring in terms of spending of non-essential items, which led to savings on other expenditure line items.
- ✓ Electrical department has been assisting with credit control from 1 April 2024.
- ✓ There were 584 disconnections carried out, and 108 reconnections.
- ✓ Follow ups will be conducted in September, to check the clients that did not react.
- ✓ Water department has not assisted in any credit control actions as they have indicated they lack capacity, they however assisted in unrestricting the clients that were previously restricted, that have paid. The 9 properties unrestricted, were those that were previously restricted prior 31 March 2024

Progress in terms of Financial Plan

The revenue enhancement strategies as reflected in the Financial Plan has not yet been fully implemented and realised the anticipated revenue. The Municipality must on a monthly basis, consider the status with regards to the implementation of the Financial Plan.

The detailed Progress report for the month ending 31 August 2024 is outlined on Annexure F.

Monthly Progress on Municipal Debt Relief application in terms of Circular 124

CoM is currently not fully complying with the conditions set out in Circular 124. CoM is facing a challenge of maintaining the Eskom current account within 30 days of receiving the invoice due to financial constraints. The municipality is enforcing the revenue enhancement strategies and debt collection methods in order to increase the low collection rate. There are revenue strategies in place to increase collection. CoM is currently under Financial Recovery Plan.

Refer to Annexure D for Credit Control actions implemented during the month of August 2024

The detailed Debt Relief Monthly Monitoring progress report is outlined on Annexure A.

Cash management

Bank Balances	R 26,110,861
Call Investments	R 194,137,638
Cash and Cash Investments	R 220,248,499

ANNEXURE F

Investment Portfolio: 31 August 2024

City of Matlosana

INSTITUTION	INTEREST RATE	AUGUST 2024	MATURITY DATE	EXPLANATION
Call Investment				
ABSA: 3854	4,15%	32 376 650,46		WSIG
ABSA: 5047	7,05%	2 082 978,54		INEP
ABSA: 6177	8,00%	21 493 152,65		MIG
ABSA: 2264	7,05%	30 168 340,45		own (Eskom)
ABSA: 4682	7,90%	1 436 181,04		NDPG
ABSA: 4063	7,05%	3 849 349,51		EEDSM
ABSA: 1223	8,00%	2 115 284,61		Auction
ABSA: 5203	8,90%	66 341 696,12		own (Salaries)
INVESTEC	8,00%	8 409 365,77		own
FNB	8,00%	25 864 639,13		COVID
TOTAL Call Investment		194 137 638,28		

Note: The R 87, 1 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 9,425,934,717
Debtors: Government	R 131,021,528
Debtors: Business	R 751,769,909
Debtors: Household	R 8,543,143,279

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate for the month ending 31 August 2024 is 59%.

Creditors

Total Outstanding Creditors	R 4,340,645,471
ESKOM	R 2,349,950,619
Midvaal	R 1,929,861,382
Trade Creditors	R 50,525,830
Business Connexion	R 9,524,801
Auditor General	R 782,839

Note: The detailed Creditors Age analysis is outlined on Table 13

Capital Grants Expenditure

31 AUGUST 2024 CAPITAL GRANTS EXPENDITURE

GRANT DESCRIPTION	BUDGET 2024/25	August 2024 Expenditure Incl VAT	YTD ACTUALS VAT Incl	YTD BUDGET	YTD % Incl VAT
MIG	107 163 799	12 072 134	14 269 647	17 860 633	13,32
NDPG	26 162 000	6 408 373	6 408 373	4 360 333	24,49
INEP	2 924 000		-	487 333	-
WSIG	50 000 000		-	8 333 333	-
TOTAL	186 249 799	18 480 507	20 678 020	31 041 633	11,10

Total Capital grants budget amounts to R 186, 2 million. Total expenditure for the month ending 31 August 2024 amounts to R 18, 5 million, and the year-to-date actual expenditure amounts to R 20, 7 million representing 11% of the total Capital Grants budget. Capital Grants expenditure is usually slow in the first quarter due to procurement processes. The Project Management Unit is tasked with expediting the expenditure of Capital Grants to prevent potential withholding of grants in the upcoming months.

The detailed reasons for underspending are outlined below Table 8

2. IN – YEAR BUDGET STATEMENT MAIN TABLE

2.1 Monthly budget statement summary. The table below provides a high- level summary of the Municipal's financial performance, capital expenditure, financial position, cash flow, debtors and creditors analysis

TABLE 2: Monthly Budget Statement Summary

NW403 City Of Matlosana - Table C1 Monthly Budget Statement Summary - M02 August

Description	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									
Financial Performance									
Property rates	507 434	593 684	593 684	39 310	133 602	98 947	34 655	35%	593 684
Service charges	2 034 348	2 350 095	2 350 095	194 212	382 351	391 682	(9 331)	-2%	2 350 095
Investment revenue	10 302	10 239	10 239	-	8	1 707	(1 698)	-100%	10 239
Transfers and subsidies - Operational	599 343	657 797	657 797	-	267 259	109 633	157 626	0	657 797
Other own revenue	746 090	653 045	653 045	66 323	134 366	108 841	25 526	23%	-
Total Revenue (excluding capital transfers and contributions)	3 897 516	4 264 861	4 264 861	299 845	917 587	710 810	206 777	29%	4 264 861
Employee costs	773 739	794 682	794 682	59 903	120 641	132 448	(11 806)	-9%	794 682
Remuneration of Councilors	39 838	46 107	46 107	3 132	5 733	7 685	(1 952)	-25%	46 107
Depreciation and amortisation	316 085	411 098	411 098	-	-	68 516	(68 516)	-100%	411 098
Interest	844	10 144	10 144	53	103	1 691	(1 588)	-94%	10 144
Inventory consumed and bulk purchases	1 063 521	1 359 301	1 359 301	62 257	126 612	226 550	(99 939)	-44%	1 359 301
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	1 639 182	1 641 309	1 641 309	36 013	43 292	273 552	(230 260)	-84%	1 641 309
Total Expenditure	3 833 210	4 262 641	4 262 641	161 359	296 381	710 441	(414 061)	-58%	4 262 641
Surplus/(Deficit)	64 305	2 220	2 220	138 486	621 206	369	620 838	168459%	2 220
Transfers and subsidies - capital (monetary allocations)	145 400	186 250	186 250	-	-	31 042	(31 042)	-100%	186 250
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	209 706	188 470	188 470	138 486	621 206	31 410	589 796	1878%	188 470
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	209 706	188 470	188 470	138 486	621 206	31 410	589 796	1878%	188 470
Capital expenditure & funds sources									
Capital expenditure	154 532	186 250	186 250	16 070	17 981	31 042	(13 061)	-42%	236 250
Capital transfers recognised	154 532	186 250	186 250	16 070	17 981	31 042	(13 061)	-42%	186 250
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 184	50 000	50 000	-	-	8 333	(8 333)	-100%	50 000
Total sources of capital funds	161 716	236 250	236 250	16 070	17 981	39 375	(21 394)	(0)	236 250
Financial position									
Total current assets	2 440 700	845 690	845 690	-	-	3 248 001	-	-	845 690
Total non current assets	5 299 162	3 849 405	3 849 405	-	-	5 358 684	-	-	3 849 405
Total current liabilities	5 166 368	3 454 318	3 454 318	-	-	6 474 013	-	-	3 454 318
Total non current liabilities	14 769	81 274	81 274	-	-	16 570	-	-	81 274
Community wealth/Equity	2 589 233	971 033	971 033	-	-	2 127 265	-	-	971 033
Cash flows									
Net cash from (used) operating	2 024 822	(119 057)	(119 057)	376 896	1 017 950	(19 844)	(1 037 793)	5230%	(119 057)
Net cash from (used) investing	(156 780)	(236 250)	(236 250)	(16 070)	(17 981)	(39 375)	(21 394)	54%	(236 250)
Net cash from (used) financing	(2 065)	(4 800)	(4 800)	-	-	(800)	(800)	100%	(4 800)
Cash/cash equivalents at the month/year end	1 761 204	(452 786)	(452 786)	1 182 249	1 182 249	(152 697)	(1 334 947)	874%	(177 826)
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	320 955	247 632	195 105	8 662 243	-	-	-	-	9 425 935
Creditors Age Analysis									
Total Creditors	321 922	272 565	280 253	3 465 906	-	-	-	-	4 340 645

2.2 Monthly Budget Statement – Financial Performance (Revenue per department)

Actual operating revenue per source

The actual operating revenue per department is set out in Table 3 below. From table 1 it is clear that year to date actual operating revenue amounts to R 918 million and compares favourably with the pro rata budgeted figure of R 741,8 million a positive variance of R 175,76 million for the month ending 31 August 2024.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

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										
Revenue										
Exchange Revenue										
Service charges - Electricity		972 818	1 109 136	1 109 136	99 625	195 600	184 856	10 744	6%	1 109 136
Service charges - Water		718 628	845 005	845 005	65 718	128 225	140 834	(12 610)	-9%	845 005
Service charges - Waste Water Management		145 700	176 453	176 453	12 434	24 944	29 409	(4 465)	-15%	176 453
Service charges - Waste management		197 202	219 500	219 500	16 434	33 582	36 583	(3 001)	-8%	219 500
Sale of Goods and Rendering of Services		10 253	9 805	9 805	1 065	2 275	1 634	641	39%	9 805
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		604 702	508 205	508 205	56 902	112 617	84 701	27 917	33%	508 205
Interest from Current and Non Current Assets		10 302	10 239	10 239	-	8	1 707	(1 698)	-100%	10 239
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		9 091	9 857	9 857	531	1 383	1 643	(260)	-16%	9 857
Licence and permits		7 828	7 427	7 427	574	1 339	1 238	101	8%	7 427
Operational Revenue		52 704	51 084	51 084	1 307	4 892	8 514	(3 622)	-43%	51 084
Non-Exchange Revenue										
Property rates		507 434	593 684	593 684	39 310	133 602	98 947	34 655	35%	593 684
Surcharges and Taxes		-	150	150	-	-	25	(25)	-100%	150
Fines, penalties and forfeits		3 828	11 711	11 711	546	1 018	1 952	(933)	-48%	11 711
Licence and permits		-	50	50	-	-	8	(8)	-100%	50
Transfers and subsidies - Operational		599 343	657 797	657 797	-	267 259	109 633	157 626	144%	657 797
Interest		52 761	54 756	54 756	5 389	10 806	9 126	1 680	18%	54 756
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		78	-	-	9	36	-	36	#DIV/0!	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		3 892 672	4 264 861	4 264 861	299 845	917 587	710 810	206 777	29%	4 264 861
Transfers and subsidies - capital (monetary allocations)		145 400	186 250	186 250	-	-	31 042	(31 042)	(0)	186 250
TOTAL Revenue (including capital transfers an		4 038 072	4 451 111	4 451 111	299 845	917 587	741 852	175 736	23,69	4 451 111

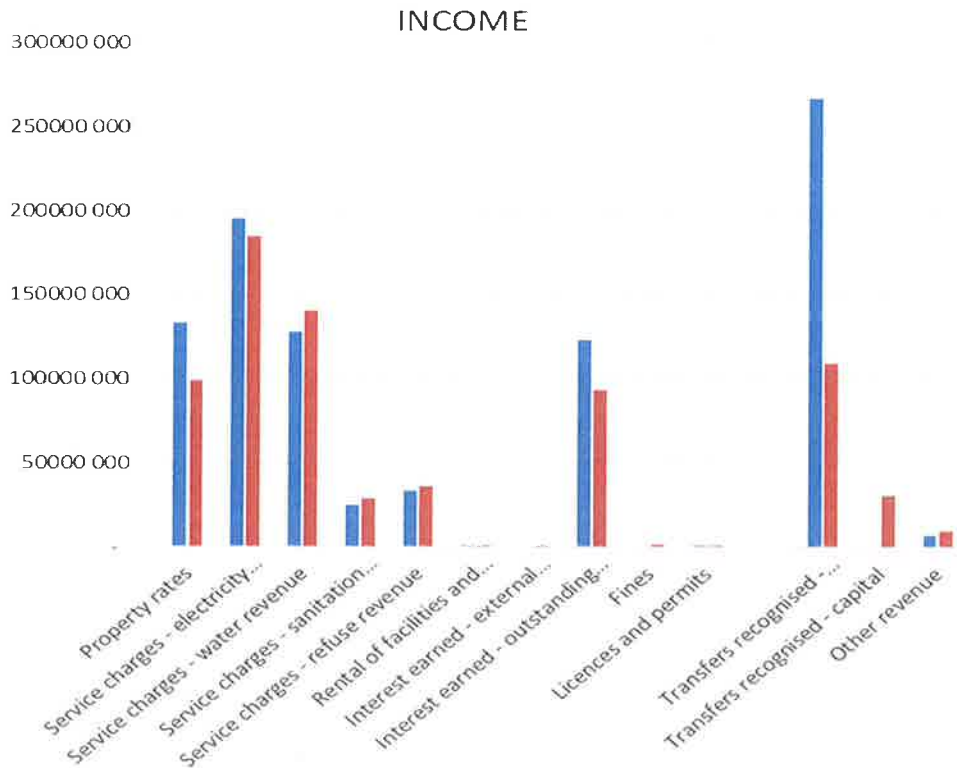
The variance can be attributed to the following:

- **Property Rates (35%):** Property rates have realised more revenue due to the rates that have been raised for the full year in respect to Government Departments and the Farms who pay their accounts annually. The amount is raised in full in July as opposed to monthly instalments. The variance is expected to stabilise as the year
- **Service charges – Water (-15%):** Less revenue billed as the anticipated increase on the water revenue has not materialised. It is imperative that the Billing section does a proper investigation to ensure that all properties have functional meters installed and are billed accurately.
- **Sale of Goods and Rendering of services (39%):** Sale of Goods and Rendering of services is showing a positive variance due to an over recovery on legal fees.
- **Interest earned from receivables (33%) more:** Positive variance is due to the increase in debt over 90 days, which results in an increase interest charges. The enhancement of revenue and increasing of payment rate should be accelerated, as the financial stability of the municipality is dependent on them.
- **Interest from Current and Non-Current Assets (-100%):** Most of the interest earned is realised at the end of financial year. The municipality is improving on its cash and investment management and regularly invest funds that are not immediately needed for operations. The Municipality is also investing capital grants already received, whilst keeping the unspent portion in the investment account. The bulk of the interest earned is recognised at year-end.
- **Rental of Fixed Assets (-16%):** Rental of Fixed Assets is showing a negative variance as a result of an under-recovery on rental of Machinery and Equipment.
- **Operational Revenue (-43%):** Operational Revenue is showing a negative variance as a result of an under-recovery on Commission: Transaction Handling Fees. Journal for July and August 2024 has not yet been processed. License department has to ensure that journals are capture on a monthly basis.
- **Fines (-48%):** Fines are showing a negative variance as a result of an under-recovery on Traffic Fines. The Municipality has appointed a new service provider, to assist with the collection of traffic fines. Positive variance will start to reflect in the next coming months.
- **Transfers and subsidies – operational (144%):** Positive variance due to receipt of the first trench of Equitable Share

TABLE 4: ACTUAL REVENUE PER DEPARTMENT FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

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										
Revenue - Functional										
<i>Governance and administration</i>		1 420 387	1 424 034	1 424 034	58 293	438 313	237 339	200 975	85%	1 424 034
Executive and council		(8 215)	1 430	1 430	256	690	238	451	189%	1 430
Finance and administration		1 428 602	1 422 603	1 422 603	58 037	437 624	237 100	200 523	85%	1 422 603
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		71 849	69 283	69 283	2 637	6 094	11 547	(5 453)	-47%	69 283
Community and social services		11 231	3 872	3 872	213	431	645	(214)	-33%	3 872
Sport and recreation		8 867	15 834	15 834	1	2	2 639	(2 637)	-100%	15 834
Public safety		43 978	39 399	39 399	421	3 549	6 566	(3 017)	-46%	39 399
Housing		7 773	10 179	10 179	2 002	2 112	1 696	415	24%	10 179
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		55 237	25 872	25 872	433	1 030	4 312	(3 282)	-76%	25 872
Planning and development		10 262	11 554	11 554	422	989	1 926	(936)	-49%	11 554
Road transport		44 794	14 209	14 209	-	3	2 368	(2 365)	-100%	14 209
Environmental protection		180	109	109	11	38	18	19	107%	109
<i>Trading services</i>		2 670 823	2 901 971	2 901 971	238 477	470 124	483 662	(13 538)	-3%	2 901 971
Energy sources		1 067 753	1 167 622	1 167 622	105 451	207 270	194 604	12 666	7%	1 167 622
Water management		1 041 946	1 092 663	1 092 663	90 815	177 888	182 111	(4 222)	-2%	1 092 663
Waste water management		177 090	253 895	253 895	12 782	25 623	42 316	(16 693)	-39%	253 895
Waste management		384 033	387 791	387 791	29 429	59 343	64 632	(5 289)	-8%	387 791
<i>Other</i>	4	28 595	29 951	29 951	6	2 026	4 992	(2 966)	-59%	29 951
Total Revenue - Functional	2	4 246 891	4 451 111	4 451 111	299 845	917 587	741 852	175 736	24%	4 451 111



2.3 Monthly Budget Statement – Financial Performance (Expenditure per category)

Actual operating expenditure per category

The actual operating expenditure per vote is set out in Table 5 below. The operating expenditure for the month of August 2024 amounts to R 161, 4 million and the year to date actual operating expenditure amounts to R 296, 4 million. There is an unfavourable deviation of 58% when the year to date operating expenditure of R 296, 4 million is compared with year to date budget of R 710, 4 million.

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

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										
Expenditure By Type										
Employee related costs		795 180	794 682	794 682	59 903	120 641	132 448	(11 806)	-9%	794 682
Remuneration of councillors		39 039	46 107	46 107	3 132	5 733	7 685	(1 952)	-25%	46 107
Bulk purchases - electricity		1 010 483	925 000	925 000	26 992	27 297	154 167	(126 870)	-82%	925 000
Inventory consumed		671 711	434 301	434 301	35 264	99 315	72 384	26 931	37%	434 301
Debtimpairment		3 098	1 030 323	1 030 323	-	-	171 720	(171 720)	-100%	1 030 323
Depreciation and amortisation		347 975	411 098	411 098	-	-	68 516	(68 516)	-100%	411 098
Interest		221 599	10 144	10 144	53	103	1 691	(1 588)	-94%	10 144
Contracted services		224 471	363 508	363 508	20 366	23 608	60 585	(36 977)	-61%	363 508
Transfers and subsidies								-		
Irrecoverable debts written off		1 444 949	-	-	774	774	-	774	#DIV/0!	-
Operational costs		324 571	247 478	247 478	14 873	18 910	41 247	(22 336)	-54%	247 478
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		4 539	-	-	-	-	-	-		-
Total Expenditure		5 087 616	4 262 641	4 262 641	161 359	296 381	710 441	(414 061)	-58%	4 262 641

The variance can be attributed to the following:

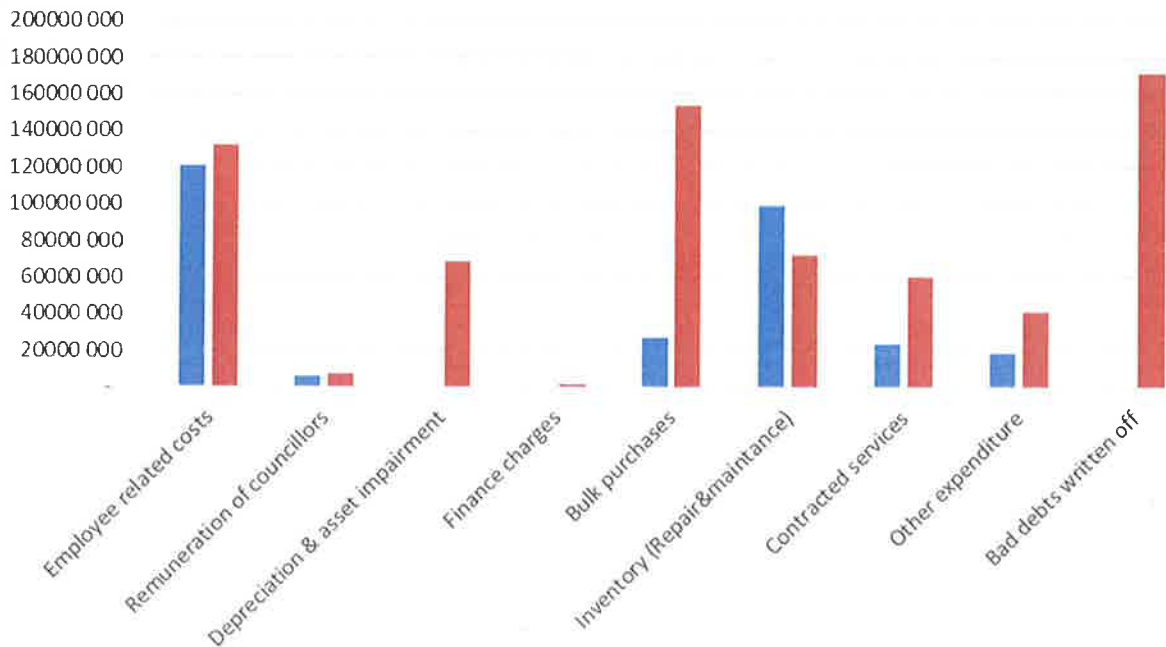
- **Bulk Purchases (-82%):** Due to low collection, CoM is facing challenges to fully service its Eskom debts. There are revenue strategies in place to increase collection. CoM is currently under Financial Recovery Plan
- **Inventory consumed (37%):** Inventory consumed is showing a positive variance as a result of payments made to Midvaal during July and August 2024.
- **Interest (-94%):** The underspending is mainly on interest paid on overdue accounts, most of the journals for interest paid on overdue accounts are done at the end of the financial year.
- **Contracted services (-61%):** Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. The outstanding invoices for July and August 2024 have not yet been captured on the system and have to be processed during the next coming months.
- **Operational cost (-54%):** Less spending due to cash flow challenges. The Municipality is currently implementing strict measures by monitoring the spending on non-essential items, which led to savings on other expenditure line items.

TABLE 6: ACTUAL OPERATIONAL EXPENDITURE PER VOTE FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

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										
Expenditure - Functional										
Governance and administration		1 601 311	844 795	844 795	40 646	62 855	140 800	(77 945)	-55%	844 795
Executive and council		452 494	406 791	406 791	27 558	40 500	67 799	(27 299)	-40%	406 791
Finance and administration		1 142 792	431 329	431 329	12 667	21 513	71 888	(50 376)	-70%	431 329
Internal audit		6 026	6 675	6 675	420	843	1 112	(270)	-24%	6 675
Community and public safety		313 687	396 428	396 428	22 197	42 593	66 072	(23 478)	-36%	396 428
Community and social services		70 509	118 842	118 842	3 227	7 023	19 807	(12 784)	-65%	118 842
Sport and recreation		79 216	110 728	110 728	5 951	11 471	18 455	(6 984)	-38%	110 728
Public safety		147 260	146 357	146 357	11 219	22 214	24 393	(2 179)	-9%	146 357
Housing		16 593	20 337	20 337	1 801	1 885	3 389	(1 504)	-44%	20 337
Health		109	164	164	-	-	27	(27)	-100%	164
Economic and environmental services		218 517	282 671	282 671	8 673	16 042	47 112	(31 070)	-66%	282 671
Planning and development		78 528	72 417	72 417	4 598	8 788	12 070	(3 282)	-27%	72 417
Road transport		143 346	207 945	207 945	3 966	7 037	34 658	(27 621)	-80%	207 945
Environmental protection		(3 357)	2 309	2 309	108	218	385	(167)	-43%	2 309
Trading services		2 930 038	2 711 346	2 711 346	88 908	173 030	451 891	(278 862)	-62%	2 711 346
Energy sources		1 367 561	1 516 662	1 516 662	37 329	41 058	252 777	(211 719)	-84%	1 516 662
Water management		1 117 564	724 760	724 760	34 525	101 208	120 793	(19 585)	-16%	724 760
Waste water management		190 139	252 336	252 336	5 891	11 680	42 056	(30 376)	-72%	252 336
Waste management		254 774	217 589	217 589	11 163	19 084	36 265	(17 181)	-47%	217 589
Other		24 062	27 400	27 400	935	1 860	4 567	(2 706)	-59%	27 400
Total Expenditure - Functional	3	5 087 616	4 262 641	4 262 641	161 359	296 381	710 442	(414 061)	-58%	4 262 641

EXPENDITURE



2.4 Actual capital expenditure (excluding vat) per vote and funding source

The actual capital expenditure per vote is set out in Table 7 below.

TABLE 7: ACTUAL CAPITAL EXPENDITURE PER VOTE FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	Budget Year 2024/25								
		2023/24	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		(0)	50 000	50 000	-	-	8 333	(8 333)	-100%	50 000
Executive and council		(0)	47 000	47 000	-	-	7 833	(7 833)	-100%	47 000
Finance and administration		(0)	3 000	3 000	-	-	500	(500)	-100%	3 000
Internal audit										
<i>Community and public safety</i>		7 966	15 094	15 094	-	-	2 516	(2 516)	-100%	15 094
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation		7 966	15 094	15 094	-	-	2 516	(2 516)	-100%	15 094
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health										
<i>Economic and environmental services</i>		32 860	12 802	19 730	7 359	7 359	2 763	4 596	166%	19 730
Planning and development										
Road transport		32 860	12 802	19 730	7 359	7 359	2 763	4 596	166%	19 730
Environmental protection										
<i>Trading services</i>		194 864	153 367	146 439	8 711	10 622	24 931	(14 309)	-57%	146 439
Energy sources		114 593	5 113	5 113	-	-	852	(852)	-100%	5 113
Water management		48 276	35 468	35 468	2 672	4 583	5 911	(1 329)	-22%	35 468
Waste water management		13 533	74 012	67 085	5 861	5 861	11 706	(5 844)	-50%	67 085
Waste management		18 463	38 774	38 774	178	178	6 462	(6 284)	-97%	38 774
<i>Other</i>		2 615	4 988	4 988	-	-	831	(831)	-100%	4 988
Total Capital Expenditure - Functional Classification	3	238 305	236 250	236 250	16 070	17 981	39 375	(21 394)	-54%	236 250

NOTE: The total capital budget amounts to R 236, 3 million. The expenditure for the month ending 31 August 2024 amounts to R 16, 1 million and the year-to-date expenditure as at 31 August 2024 amounts to R 17, 9 million.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		236 808	186 250	186 250	16 070	17 981	31 042	(13 061)	-42%	186 250
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		236 808	186 250	186 250	16 070	17 981	31 042	(13 061)	-42%	186 250
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		1 497	50 000	50 000	-	-	8 333	(8 333)	-100%	50 000
Total Capital Funding		238 305	236 250	236 250	16 070	17 981	39 375	(21 394)	-54%	236 250

31 AUGUST 2024 CAPITAL GRANTS CHALLENGES AND MITIGATIONS

#	Challenges	Mitigation
1.	<p>NDP Grant: Jouberton Taxi Rank</p> <ul style="list-style-type: none"> - Not enough budget to complete the project. - The construction works are behind in comparison with time elapsed and there is poor expenditure. 	<ul style="list-style-type: none"> - Council should consider funding the shortfall to avoid the project being incomplete.
2.	<p>Development of Cell 3 of the Klerksdorp Landfill Site</p> <p>Construction behind schedule as rates on BoQ are still not yet agreed upon between the municipality and contractor</p>	<ul style="list-style-type: none"> - Consultant instructed to issue notice of slow progress to contractor
3.	<p>Projects awaiting appointment by SCM</p> <ul style="list-style-type: none"> - Waterborne Toilets in Kanana 	<ul style="list-style-type: none"> - Project sent for re-advert and close on 13 August 2024. Project still at adjudication committee
4.	<p>Construction of Outfall sewer line in Khuma.</p> <ul style="list-style-type: none"> - Contractor appointed and site establishment complete. 	<ul style="list-style-type: none"> - Works still halted following community disagreements
5.	<p>Retrofit of Street Lighting with LED Lights (Phase 5)</p>	<ul style="list-style-type: none"> - Procurement of service providers at Evaluation Committee

TABLE 9: FINANCIAL POSITION

NW403 City Of Matlosana - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		181 304	(267 428)	(267 428)	735 428	(267 428)
Trade and other receivables from exchange transactions		(1 649 903)	741 526	741 526	(1 362 869)	741 526
Receivables from non-exchange transactions		2 189 953	148 668	148 668	2 260 024	148 668
Current portion of non-current receivables		0	29	29	0	29
Inventory		57 912	(9 172)	(9 172)	14 041	(9 172)
VAT		1 565 214	195 040	195 040	1 560 229	195 040
Other current assets		42 662	37 026	37 026	41 147	37 026
Total current assets		2 387 141	845 690	845 690	3 248 001	845 690
Non current assets						
Investments						
Investment property		344 975	257 100	257 100	344 975	257 100
Property, plant and equipment		5 614 202	3 581 033	3 581 033	5 632 183	3 581 033
Biological assets						
Living and non-living resources						
Heritage assets		(618 474)	9 941	9 941	(618 474)	9 941
Intangible assets		(0)	1 297	1 297	(0)	1 297
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		-	33	33	-	33
Other non-current assets						
Total non current assets		5 340 703	3 849 405	3 849 405	5 358 684	3 849 405
TOTAL ASSETS		7 727 844	4 695 095	4 695 095	8 606 685	4 695 095
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		(4 470)	(2 800)	(2 800)	(4 470)	(2 800)
Consumer deposits		70 572	97 430	97 430	70 989	97 430
Trade and other payables from exchange transactions		4 403 163	2 729 411	2 729 411	4 538 523	2 729 411
Trade and other payables from non-exchange transactions		29 533	42 907	42 907	95 630	42 907
Provision		581 727	587 371	587 371	581 757	587 371
VAT		1 134 783	-	-	1 191 584	-
Other current liabilities		-	-	-	-	-
Total current liabilities		6 215 309	3 454 318	3 454 318	6 474 013	3 454 318
Non current liabilities						
Financial liabilities		18 617	81 274	81 274	16 570	81 274
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		18 617	81 274	81 274	16 570	81 274
TOTAL LIABILITIES		6 233 926	3 535 592	3 535 592	6 490 583	3 535 592
NET ASSETS	2	1 493 918	1 159 502	1 159 502	2 116 101	1 159 502
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 570 991	971 033	971 033	2 127 265	971 033
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2 570 991	971 033	971 033	2 127 265	971 033

Note: The financial position as indicated in Table 9 above shows that the Net Assets of the City of Matlosana as at 31 August 2024 amounts to R 2, 1 billion.

The Current Liabilities exceeds the Current Assets with R 3, 2 billion. This is a serious liquidity problem.

2.5 Monthly Budget Statement - Cash Flow Statement

Collection rate – collection rate for the month ending 31 August 2024 is 59%.

TABLE 10: ACTUAL CASH FLOW FOR THE PERIOD ENDING 31 AUGUST 2024

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M02 August

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		400 531	385 895	385 895	36 492	70 802	64 316	6 486	10%	385 895
Service charges		1 106 466	1 527 562	1 527 562	119 974	211 528	254 594	(43 066)	-17%	1 527 562
Other revenue		2 627 218	82 780	82 780	305 916	633 524	13 797	619 728	4492%	82 780
Transfers and Subsidies - Operational		595 525	657 797	657 797	4 389	271 648	109 633	162 015	148%	657 797
Transfers and Subsidies - Capital		172 541	186 250	186 250	-	61 708	31 042	30 666	99%	186 250
Interest		(510)	111 880	111 880	1 256	2 243	18 647	(16 404)	-88%	111 880
Dividends								-		
Payments										
Suppliers and employees		(2 799 513)	(3 071 220)	(3 071 220)	(91 131)	(233 503)	(511 871)	(278 367)	54%	(3 071 220)
Interest								-		
Transfers and Subsidies								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 102 259	(119 057)	(119 057)	376 896	1 017 950	(19 844)	#####	5230%	(119 057)
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		(156 780)	(236 250)	(236 250)	(16 070)	(17 981)	(39 375)	(21 394)	54%	(236 250)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(156 780)	(236 250)	(236 250)	(16 070)	(17 981)	(39 375)	(21 394)	54%	(236 250)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits		(2 065)	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	(4 800)	(4 800)	-	-	(800)	(800)	100%	(4 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(2 065)	(4 800)	(4 800)	-	-	(800)	(800)	100%	(4 800)
NET INCREASE/(DECREASE) IN CASH HELD		1 943 414	(360 107)	(360 107)	360 826	999 969	(60 018)			(360 107)
Cash/cash equivalents at beginning:		(104 773)	(92 679)	(92 679)	821 424	182 281	(92 679)			182 281
Cash/cash equivalents at month/year end:		1 838 640	(452 786)	(452 786)	1 182 249	1 182 249	(152 697)			(177 826)

NOTE: The cash and call Investments for the month ending 31 August 2024 amounts to R 220, 2 million that consists of the following:

- Bank balances: R 26,1 million
- Call investments: R 194,1 million

During the month of August 2024 municipality received the total of R 4, 4 million from National Treasury for the following Grants:

- FMG: R 3 million
- EEDS: R 1 million
- EPWP: R 389 thousand

2.6 Actual borrowings

The municipality's position on external loans is set out in Table 11 below. The municipality started the 2024/25 financial year with borrowing debt of R 5, 5 million and after repayments of R 688 thousand were made, the total outstanding borrowings as at 31 August 2024 amounts to R 4, 8 million.

TABLE 11: ACTUAL BORROWING FOR THE PERIOD ENDING 31 AUGUST 2024

31 AUGUST 2024

Borrowing Reference No	Start Date	End Date	Borrowing Period Original Loan Years	Lender	Purpose	% Interest Rate (2 dec) Per Annum	Interest Paid This quarter	Opening Balance 01/07/2024	Debt Repaid or Re-deemed	Additional Principal Accrued	Balance at 31/08/2024	
Monthly Payments												
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)	14,75	49 223,56	5 474 291,10	342 191,56		5 132 099,52	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)		46 041,26	5 132 099,52	345 373,87		4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
1036771	01/11/2010	01/11/2025	15	Development Bank of SA	Acquisition of Other Assets (03)			4 786 725,65			4 786 725,65	
ANNUITY LOANS												
NW1036771	1/11/2010	1/11/2025	15	Development Bank of SA	Provision of Infrastructure	14,75	95 254,81	5 474 291,10	667 565,45	0,00	4 786 725,65	
TOTAL ANNUITIES							95 254,81	5 474 291,10	667 565,45			4 786 725,65

PART 2: SUPPORTING DOCUMENTATION

3. IN -YEAR BUDGET STATEMENT SUPPORTING TABLES AND DOCUMENTATIONS

3.1 Debtor's age analysis

Debtors age analysis per service

The municipality's total outstanding debtors amounted to R 9,425,934,717 as at 31 August 2024 compared to R 9,280,895,234 as at 31 July 2024.

Current to 30 days debt amounted to R 320,955,144 as at 31 August 2024 and has decreased with R 35,673,631 compared to R 356,628,775 as at 31 July 2024.

31 to 60 days debt increased with R 34,739,984; 61 to 90 days increased with R 20,831,792 and 91 days and older debt as at 31 August 2024 amounted to R 8,662,242,589 and has increased with R 125,141,337 compared to R 8,537,101,252 as at 31 July 2024.

Interest on debtors is also included in total debtors' book.

Debtors age analysis per debtor type

Government Debt: R 131,021,528 (1%)

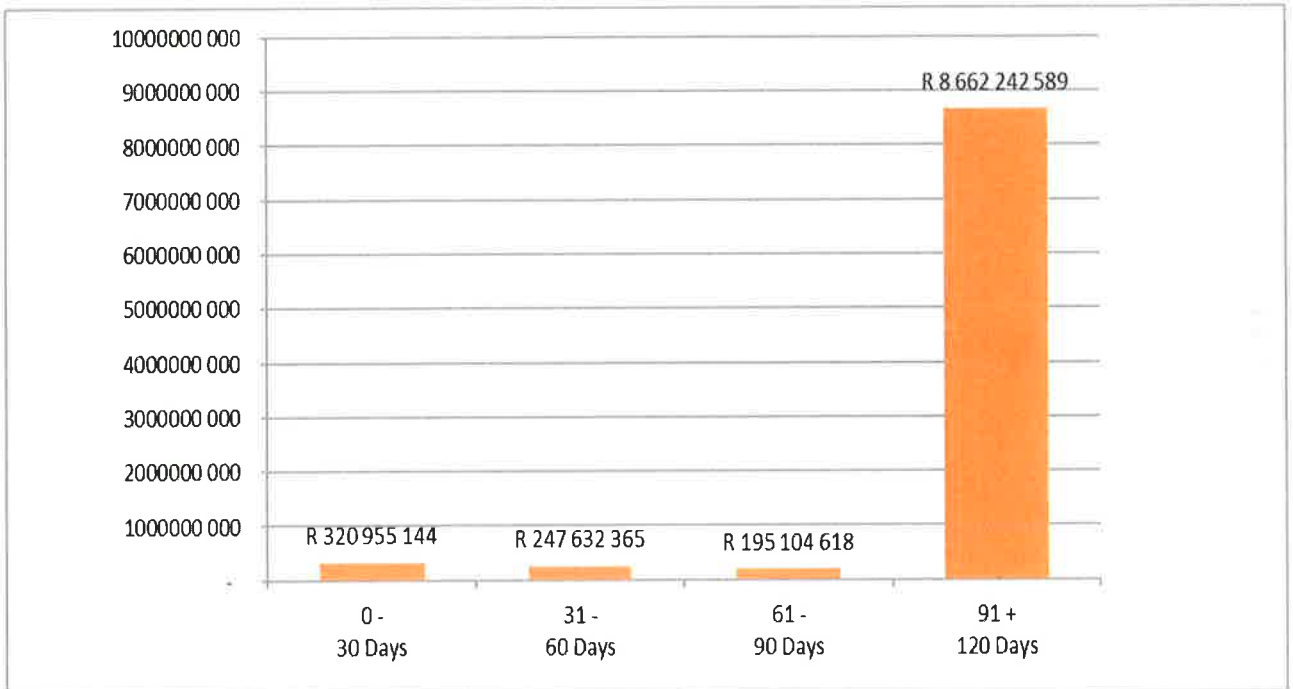
Business debtors: R 751,769,909 (8%)

Domestic debtors': R 8,543,143,279 (91%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 AUGUST 2024

DEBTOR'S AGE ANALYSIS - 31 August 2024

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					-
Water Tariffs	88 199 703	64 286 167	55 824 915	3 099 664 077	3 307 974 862
Electricity Tariffs	99 144 458	32 472 827	24 037 736	559 703 973	715 358 994
Rates (Property Rates)	35 446 166	64 259 501	12 222 521	456 752 762	568 680 950
Sewerage/ Sanitation	9 832 072	6 943 997	6 577 058	404 303 400	427 656 527
Refuse Removal Tariffs	18 782 326	13 939 484	13 206 155	822 254 136	868 182 101
Other	69 550 419	65 730 390	83 236 233	3 319 564 242	3 538 081 283
Total By Income Source	320 955 144	247 632 365	195 104 618	8 662 242 589	9 425 934 717
Debtors Age Analysis By Customer Group					
Government	9 515 691	39 780 436	22 350 549	59 374 851	131 021 528
Business	90 666 352	32 961 965	23 770 018	604 371 574	751 769 909
Households	220 773 100	174 889 964	148 984 051	7 998 496 164	8 543 143 279
Other					-
Total By Customer Group	320 955 144	247 632 365	195 104 618	8 662 242 589	9 425 934 717



Note: According to the Debtors Age Analysis, Household owes 91%, Business owes 8% and Government owes 1% of the total outstanding debt.

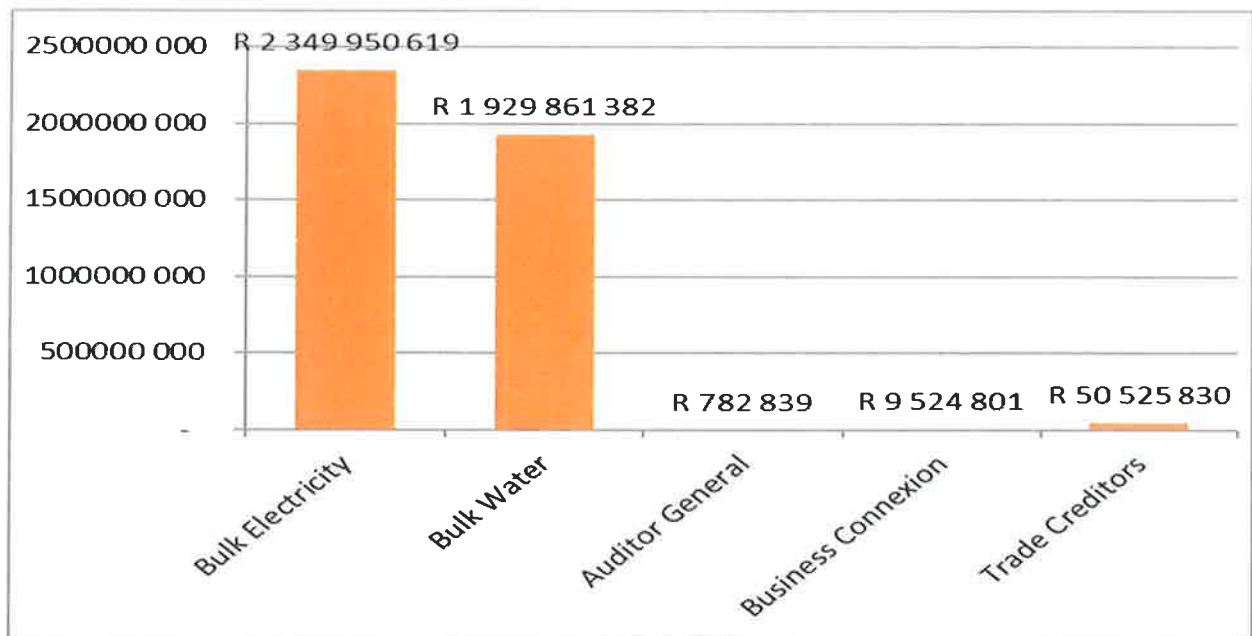
The Municipality should prioritise data cleansing to analyse the debtors on the debtors book, it is believed that some debtors might be deceased.

3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 4,341 billion as at 31 August 2024 compared with R 4,238 billion as at 31 August 2024 and has increased with R 103 million.

TABLE 13: CREDITOR'S AGE ANALYSIS AS AT 31 AUGUST 2024

CREDITORS AGE ANALYSIS - 31 August 2024					
Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Total
Bulk Electricity	175 459 662	200 624 598	159 132 692	1 814 733 668	2 349 950 619
Bulk Water	136 459 424	71 530 907	68 387 230	1 653 483 820	1 929 861 382
Auditor General	685 772	928	950	95 188	782 839
Business Connexion	1 895 358	408 568	1 421 008	5 799 867	9 524 801
Trade Creditors	7 421 409		51 310 620	(8 206 199)	50 525 830
Total	321 921 625	272 565 001	280 252 500	3 465 906 344	4 340 645 471



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R 2,350 billion followed by Midvaal with the total outstanding amount of R 1,930 billion.

3.3 Investment

Surplus cash is invested on a daily basis depending on the commitment of funds. The municipality's investments as at 31 August 2024 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 AUGUST 2024
NW403 City Of Matlosana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment		Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs	Months									
Municipality												
ABSA		-		daily call	yes	Variable		130 656	804	(98 096)	126 500	159 864
INVESTEC		-		daily call	yes	Variable		8 409				8 409
SANLAM		2yrs		Policy	yes	Variable	2024/08/01	13 071				13 071
FNB		12months		Long term	yes	Variable	2023/06/30	71	5			76
FNB		-		daily call	yes	Variable		25 688	177			25 865
NEDBANK												-
Municipality sub-total								177 895	985	(98 096)	126 500	207 284
Entities												
Entities sub-total												
TOTAL INVESTMENTS AND INTEREST	2							177 895	985	(98 096)	126 500	207 284

Note: The municipality started the beginning of the month with total investments of R 177,9 million and after investment made of R 126,5 million and withdrawals of R 98,1 million closed with an investment balance of R 207,3 million that includes collateral and long-term investment at the five listed local banks.

3.4 Allocations received and Actual expenditure on allocations received

The municipality's position with regard to grant allocation received and the actual expenditure on the grant allocations received are set out in Table 15 and 16 below.

TABLE 15: TRANSFER AND GRANT RECEIPTS

NW403 City Of Matlosana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 August

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		613 976	656 616	656 616	–	267 259	109 436	157 823	144,2%	656 616
Energy Efficiency and Demand Side Management Grant		3 993	5 000	5 000	–	–	833	(833)	-100,0%	5 000
Equitable Share		599 606	641 421	641 421	–	267 259	106 904	160 356	150,0%	641 421
Expanded Public Works Programme Integrated Grant		2 763	1 555	1 555	–	–	259	(259)	-100,0%	1 555
Local Government Financial Management Grant		2 584	3 000	3 000	–	–	500	(500)	-100,0%	3 000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant	3	5 031	5 640	5 640	–	–	940	(940)	-100,0%	5 640
Other transfers and grants [insert description]		–	–	–	–	–	–	–	–	–
Provincial Government:		2 693	1 181	1 181	–	–	197	(197)	-100,0%	1 181
Capacity Building and Other Grants		2 693	1 181	1 181	–	–	197	(197)	-100,0%	1 181
Other transfers and grants [insert description]		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	616 668	657 797	657 797	–	267 259	109 633	157 626	143,8%	657 797
Capital Transfers and Grants										
National Government:		178 140	186 250	186 250	–	–	31 042	(31 042)	-100,0%	186 250
Integrated National Electrification Programme Grant		6 163	2 924	2 924	–	–	487	(487)	-100,0%	2 924
Municipal Infrastructure Grant		105 368	107 164	107 164	–	–	17 861	(17 861)	-100,0%	107 164
Neighbourhood Development Partnership Grant		21 098	26 162	26 162	–	–	4 360	(4 360)	-100,0%	26 162
Water Services Infrastructure Grant		45 511	50 000	50 000	–	–	8 333	(8 333)	-100,0%	50 000
Provincial Government:		300	–	–	–	–	–	–	–	–
Capacity Building and Other Grants		300	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Other grant providers:		0	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Developers Contribution		–	–	–	–	–	–	–	–	–
Ditsela		0	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	5	178 440	186 250	186 250	–	–	31 042	(31 042)	-100,0%	186 250
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	795 108	844 047	844 047	–	267 259	140 674	126 585	90,0%	844 047

TABLE 16: TRANSFER AND GRANT EXPENDITURE

NW403 City Of Matlosana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August

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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		190 693	116 844	116 844	11 178	14 732	19 474	(4 742)	-24,4%	116 844
Energy Efficiency and Demand Side Management Grant		3 474	4 000	4 000	-	-	667	(667)	-100,0%	4 000
Equitable Share		168 350	102 657	102 657	10 618	13 704	17 110	(3 406)	-19,9%	102 657
Expanded Public Works Programme Integrated Grant		2 565	1 571	1 571	120	120	262	(142)	-54,3%	1 571
Local Government Financial Management Grant		11 420	3 000	3 000	11	62	500	(438)	-87,7%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5 085	5 616	5 616	429	847	936	(89)	-9,5%	5 616
Provincial Government:		2 257	1 181	1 181	-	-	197	(197)	-100,0%	1 181
Capacity Building and Other Grants		2 257	1 181	1 181	-	-	197	(197)	-100,0%	1 181
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		193 150	118 025	118 025	11 178	14 732	19 671	(4 939)	-25,1%	118 025
Capital expenditure of Transfers and Grants										
National Government:		236 808	186 250	186 250	16 070	17 981	31 042	(13 061)	-42,1%	186 250
Integrated National Electrification Programme Grant		5 291	2 924	2 924	-	-	487	(487)	-100,0%	2 924
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		172 543	107 164	107 164	10 498	12 408	17 861	(5 452)	-30,5%	107 164
Neighbourhood Development Partnership Grant		19 399	26 162	26 162	5 572	5 572	4 360	1 212	27,8%	26 162
Water Services Infrastructure Grant		39 575	50 000	50 000	-	-	8 333	(8 333)	-100,0%	50 000
Provincial Government:		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Dibela		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		236 808	186 250	186 250	16 070	17 981	31 042	(13 061)	-42,1%	186 250
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		429 958	304 274	304 274	27 248	32 713	50 712	(18 000)	-35,5%	304 274

Note: The table reflect the YTD actual expenditure incurred amounting to R 32,7 million against the YTD budget of R 50,7 million as at 31 August 2024.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

- Employees related cost – R 59, 9 million spent as at 31 August 2024
- Council Remuneration – R 3, 1 million spent as at 31 August 2024

TABLE 17: COUNCILORS AND EMPLOYEE BENEFIT

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		24 614	27 437	27 437	1 993	3 609	4 573	(964)	-21%	27 437
Pension and UIF Contributions		1 703	2 510	2 510	133	250	418	(168)	-40%	2 510
Medical Aid Contributions		-	20	20	-	-	3	(3)	-100%	20
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 952	5 219	5 219	298	588	870	(282)	-32%	5 219
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		8 770	10 921	10 921	709	1 286	1 820	(534)	-29%	10 921
Sub Total - Councillors		39 039	46 107	46 107	3 132	5 733	7 685	(1 952)	-25%	46 107
% Increase	4		18,1%	18,1%						18,1%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		18	3 417	3 417	-	-	569	(569)	-100%	3 417
Pension and UIF Contributions		1	18	18	-	-	3	(3)	-100%	18
Medical Aid Contributions		-	56	56	-	-	9	(9)	-100%	56
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	963	963	-	-	161	(161)	-100%	963
Cellphone Allowance		615	236	236	-	-	39	(39)	-100%	236
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		17	40	40	-	-	7	(7)	-100%	40
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment	2	-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and postrelated allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		651	4 729	4 729	-	-	788	(788)	-100%	4 729
% Increase	4		626,7%	626,7%						626,7%
Other Municipal Staff										
Basic Salaries and Wages		500 739	496 943	496 943	38 147	76 939	82 824	(5 885)	-7%	496 943
Pension and UIF Contributions		94 808	107 615	107 615	7 794	15 720	17 936	(2 216)	-12%	107 615
Medical Aid Contributions		42 325	48 764	48 764	3 592	7 242	8 127	(885)	-11%	48 764
Overtime		65 803	32 817	32 817	4 583	9 734	5 470	4 264	78%	32 817
Performance Bonus		33 779	42 091	42 091	2 279	3 899	7 015	(3 116)	-44%	42 091
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1 635	2 123	2 123	130	261	354	(93)	-26%	2 123
Housing Allowances		6 311	8 862	8 862	531	1 067	1 477	(410)	-28%	8 862
Other benefits and allowances		22 963	35 136	35 136	1 536	3 196	5 856	(2 660)	-45%	35 136
Payments in lieu of leave		5 742	15 600	15 600	1 310	2 584	2 600	(16)	-1%	15 600
Long service awards		(2 956)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		23 380	-	-	-	-	-	-	-	-
Entertainment	2	-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and postrelated allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		794 529	789 953	789 953	59 903	120 641	131 659	(11 018)	-8%	789 953
% Increase	4		-0,6%	-0,6%						-0,6%
Total Parent Municipality		834 219	840 789	840 789	63 036	126 374	140 132	(13 758)	-10%	840 789

Overtime

The total overtime budget for the 2024/25 financial year amounts to R 32, 8 million. The actual expenditure for the month ending 31 August 2024 amounted to R 4, 6 million and Year to date actual expenditure amounted to R 9, 7 million that is 30% of the total budget.

OVERTIME 31 AUGUST 2024

DEPARTMENT	Description	Budget/OpenBal	Curr Mth Expend	YTD Movement	Balance	% Exp
Public Safety	MS: OVERTIME - NON STRUCTURED	2 395 965	299 803	600 037	1 795 928	25,04
Community Services	MS: OVERTIME - NON STRUCTURED	1 813 118	87 426	182 689	1 630 429	10,08
Planning & human Settlement	MS: OVERTIME - NON STRUCTURED	9 609			9 609	-
SAC	MS: OVERTIME - NON STRUCTURED	462 285	9 261	53 277	409 008	11,52
Council General	MS: OVERTIME - NON STRUCTURED	283 311	2 987	9 663	273 648	3,41
Civil Engineering	MS: OVERTIME - NON STRUCTURED	1 102 385	66 370	142 889	959 496	12,96
Water	MS: OVERTIME - NON STRUCTURED	7 012 902	1 023 004	2 036 635	4 976 267	29,04
Electrical Engineering	MS: OVERTIME - NON STRUCTURED	1 058 836	117 141	211 210	847 626	19,95
Electrical	MS: OVERTIME - NON STRUCTURED	4 547 598	648 332	1 296 280	3 251 318	28,50
Corporate	MS: OVERTIME - NON STRUCTURED	525 265	113 933	207 444	317 821	39,49
Finance	MS: OVERTIME - NON STRUCTURED	1 620 341	248 453	894 106	726 235	55,18
Cleansing	MS: OVERTIME - NON STRUCTURED	6 431 112	1 143 348	2 147 268	4 283 844	33,39
Sewerage	MS: OVERTIME - NON STRUCTURED	5 396 447	823 320	1 952 578	3 443 869	36,18
Market	MS: OVERTIME - NON STRUCTURED	150 240			150 240	-
LED	MS: OVERTIME - NON STRUCTURED	8 020			8 020	-
TOTAL		32 817 434	4 583 376	9 734 076	23 083 358	29,66

Note: The cost of employment needs to be closely monitored specifically expenditure item like overtime to ensure that these costs remain within the allocated budget.

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – M02 August 2024				
Ref	Description	Variance	%	Remedial or corrective steps/remarks
1	Revenue By Source			
	Property Rates	34, 654, 942	35%	Property rates have realised more revenue due to the rates that have been raised for the full year in respect to Government Departments and the Farms who pay their accounts annually. The amount is raised in full in July as opposed to monthly instalments. The variance is expected to stabilise as the year progresses
	Service Charges: Waste Water	(4, 465, 182)	-15%	Less revenue billed as the anticipated increase on the water revenue has not materialised.
	Sale of Goods and Rendering of services	640, 519	39%	Sale of Goods and Rendering of services is showing a positive variance due to an over recovery on legal fees
	Interest earned from Receivables	27, 916, 572	33%	Positive variance is due to the increase in debt over 90 days, which results in an increase interest charges.
	Interest from Current and Non-Current Assets	(1, 698, 125)	-100%	Most of the interest earned is realised at the end of financial year. The municipality is improving on its cash and investment management and regularly invest funds that are not immediately needed for operations. The Municipality is also investing capital grants already received, whilst keeping the unspent portion in the investment account. The bulk of the interest earned is recognised at year-end.
	Rental of Fixed Assets	(259, 625)	-16%	Rental of Fixed Assets is showing a negative variance as a result of an under-recovery on rental of Machinery and Equipment.

Operational Revenue	(3,622,316)	-43%	Operational Revenue is showing a negative variance as a result of an under-recovery on Commission: Transaction Handling Fees.	Journal for July and August 2024 has not yet been processed. License department has to ensure that journals are capture on a monthly basis.
Fines	(933,337)	-48%	Fines are showing a negative variance as a result of an under-recovery on Traffic Fines.	The Municipality has appointed a new service provider, to assist with the collection of traffic fines. Positive variance will start to reflect in the next coming months.
Transfers and subsidies – operational	157,626,138	144%	Positive variance due to receipt of the first trench of Equitable Share	
2 Expenditure by Type				
Remuneration of Councillors	(1,951,602)	-25%		
Bulk Purchases	-126,869,960)	-82%	Due to low collection, CoM is facing challenges to fully service its Eskom debts.	There are revenue strategies in place to increase collection. CoM is currently under Financial Recovery Plan
Inventory consumed	26,931,451	37%	Inventory consumed is showing a positive variance as a result of payments made to Midvaal during July and August 2024.	
interest	(1,588,209)	-94%	The underspending is mainly on interest paid on overdue accounts.	Most of the journals for interest paid on overdue accounts are done at the end of the financial year.
Contracted services	(36,977,255)	-61%	Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration.	The outstanding invoices for July and August 2024 have not yet been captured on the system and have to be processed during the next coming months.
Operational Cost	(22,336,248)	-54%	Less spending due to cash flow challenges	The Municipality is currently implementing strict measures in terms of monitoring of spending on non-essential items, which led to savings on other expenditure line items.

TABLE 19: FINANCIAL PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC2 Monthly Budget Statement - performance indicators - M02 August

Description of financial indicator	Basis of calculation	Ref	2023/24	Budget Year 2024/25			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		4,4%	9,9%	9,9%	0,0%	1,3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		173,0%	293,6%	293,6%	218,4%	293,6%
Gearing	Long Term Borrowing/ Funds & Reserves		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	38,4%	24,5%	24,5%	50,2%	24,5%
Liquidity Ratio	Monetary Assets/Current Liabilities		2,9%	-7,7%	-7,7%	11,4%	-7,7%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		14,3%	21,7%	21,7%	102,3%	21,7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	0,0%	15,0%	15,0%	0,0%	15,0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	0,0%	10,0%	10,0%	0,0%	10,0%
Employee costs	Employee costs/Total Revenue - capital revenue		19,5%	18,6%	18,6%	13,1%	18,6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		2,6%	6,2%	6,2%	1,0%	6,2%
Interest & Depreciation	I&D/Total Revenue - capital revenue		14,0%	9,9%	9,9%	0,0%	1,3%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

TABLE: 20 CAPITAL EXPENDITURE PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August

Month	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	19 859	19 687	19 687	1 911	1 911	19 687	17 777	90,3%	1%
August	19 859	19 687	19 687	16 070	16 070	39 375	23 305	59,2%	7%
September	19 859	19 687	19 687	-	-	59 062	59 062	100,0%	0%
October	19 859	19 687	19 687	-	-	78 750	78 750	100,0%	0%
November	19 859	19 687	19 687	-	-	98 437	98 437	100,0%	0%
December	19 859	19 687	19 687	-	-	118 125	118 125	100,0%	0%
January	19 859	19 687	19 687	-	-	137 812	137 812	100,0%	0%
February	19 859	19 687	19 687	-	-	157 500	157 500	100,0%	0%
March	19 859	19 687	19 687	-	-	177 187	177 187	100,0%	0%
April	19 859	19 687	19 687	-	-	196 875	196 875	100,0%	-
May	19 859	19 687	19 687	-	-	216 562	216 562	100,0%	-
June	19 859	19 687	19 687	-	-	236 250	236 250	100,0%	-
Total Capital expenditure	236 305	236 250	236 250	17 981					

3.6 OTHER SUPPORTING DOCUMENTS

- SC13a: Capital expenditure on new assets by assets class
- SC 13b: Capital expenditure on renewal of existing assets
- SC 13c: Expenditure On repairs and maintenance by assets class
- SC 13d: Depreciation by assets class
- SC 13e: Expenditure on upgrading of existing assets by asset
- Annexure A: Progress on Municipal Debt Relief
- Annexure B: Collection Rate per Ward
- Annexure C: Summary of collections
- Annexure D: Credit Control actions
- Annexure E: Indigent report
- Annexure F: Financial Plan

SUPPORTING TABLE SC13a:

NW403 City Of Matlosana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M02 August

Description	Ref	Budget Year 2024/25								
		2023/24 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		188 638	136 056	138 245	16 070	17 981	22 875	4 894	21,4%	138 245
Roads Infrastructure		32 860	12 802	19 730	7 359	7 359	2 763	(4 596)	-166,3%	19 730
Roads		32 860	12 802	19 730	7 359	7 359	2 763	(4 596)	-166,3%	19 730
Electrical Infrastructure		110 064	-	2 189	-	-	199	199	100,0%	2 189
Power Plants										
HV Substations		1 497	-	-	-	-	-	-		-
MV Networks		3 785	-	-	-	-	-	-		-
LV Networks		104 782	-	2 189	-	-	199	199	100,0%	2 189
Capital Spares										
Water Supply Infrastructure		19 228	22 968	22 968	2 672	4 583	3 828	(755)	-19,7%	22 968
Bulk Mains		16 437	10 468	22 968	2 672	4 583	2 881	(1 702)	-59,1%	22 968
Distribution		2 791	12 500	-	-	-	947	947	100,0%	-
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		8 022	61 512	54 585	5 861	5 861	9 622	3 761	39,1%	54 585
Pump Station		1 291	-	-	-	-	-	-		-
Reticulation		-	25 097	18 169	-	-	3 553	3 553	100,0%	18 169
Waste Water Treatment Works										
Outfall Sewers		4 505	23 916	23 916	5 861	5 861	3 986	(1 875)	-47,0%	23 916
Toilet Facilities		2 225	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Capital Spares										
Solid Waste Infrastructure		18 463	38 774	38 774	178	178	6 462	6 284	97,2%	38 774
Landfill Sites										
Waste Transfer Stations		18 463	38 774	38 774	178	178	6 462	6 284	97,2%	38 774
Community Assets		7 966	15 094	15 094	-	-	2 516	2 516	100,0%	15 094
Community Facilities		-	-	-	-	-	-	-		-
Sport and Recreation Facilities		7 966	15 094	15 094	-	-	2 516	2 516	100,0%	15 094
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		7 966	15 094	15 094	-	-	2 516	2 516	100,0%	15 094
Computer Equipment		(0)	3 000	3 000	-	-	500	500	100,0%	3 000
Computer Equipment		(0)	3 000	3 000	-	-	500	500	100,0%	3 000
Furniture and Office Equipment		-	2 000	2 000	-	-	333	333	100,0%	2 000
Furniture and Office Equipment		-	2 000	2 000	-	-	333	333	100,0%	2 000
Machinery and Equipment		(0)	5 000	5 000	-	-	833	833	100,0%	5 000
Machinery and Equipment		(0)	5 000	5 000	-	-	833	833	100,0%	5 000
Transport Assets		-	40 000	40 000	-	-	6 667	6 667	100,0%	40 000
Transport Assets		-	40 000	40 000	-	-	6 667	6 667	100,0%	40 000
Total Capital Expenditure on new assets	1	196 604	201 150	203 338	16 070	17 981	33 724	15 743	46,7%	203 338

SUPPORTING TABLE SC13b

NW403 City Of Matlosana - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -

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 renewal of existing assets by Asset Class/Sub-class										
Infrastructure		10 039	17 613	15 424	-	-	2 736	2 736	100,0%	15 424
Electrical Infrastructure		4 528	5 113	2 924	-	-	653	653	100,0%	2 924
Power Plants										
HV Substations		1 506	2 924	2 924	-	-	487	487	100,0%	2 924
LV Networks		3 022	2 189	-	-	-	166	166	100,0%	-
Sanitation Infrastructure		5 511	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Pump Station										
Reticulation										
Waste Water Treatment Works		5 511	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Total Capital Expenditure on renewal of existing assets	1	10 039	17 613	15 424	-	-	2 736	2 736	100,0%	15 424

SUPPORTING TABLE SC13c

NW403 City Of Matlosana - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02

Description	Ref	Budget Year 2024/25								
		2023/24 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		91 624	195 344	195 344	5 724	7 541	32 557	25 016	76,8%	195 344
Roads Infrastructure		2 182	63 409	63 409	598	598	10 568	9 970	94,3%	63 409
Roads		1 659	62 643	62 643	598	598	10 440	9 843	94,3%	62 643
Road Structures										
Road Furniture		523	766	766	-	-	128	128	100,0%	766
Capital Spares										
Storm water Infrastructure		223	7 000	7 000	-	-	1 167	1 167	100,0%	7 000
Drainage Collection		223	7 000	7 000	-	-	1 167	1 167	100,0%	7 000
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		79 015	81 995	81 995	4 148	4 378	13 666	9 287	68,0%	81 995
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations		-	864	864	-	-	144	144	100,0%	864
MV Switching Stations		-	128	128	-	-	21	21	100,0%	128
MV Networks										
LV Networks		79 015	81 003	81 003	4 148	4 378	13 501	9 122	67,6%	81 003
Capital Spares										
Water Supply Infrastructure		9 728	20 251	20 251	979	1 930	3 375	1 445	42,8%	20 251
Dams and Weirs										
Boreholes										
Reservoirs		1 345	3 765	3 765	-	-	628	628	100,0%	3 765
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution		8 383	16 486	16 486	979	1 930	2 748	818	29,8%	16 486
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		477	22 689	22 689	-	635	3 782	3 146	83,2%	22 689
Pump Station										
Reticulation		729	14 979	14 979	-	635	2 497	1 861	74,6%	14 979
Waste Water Treatment Works		(252)	7 710	7 710	-	-	1 285	1 285	100,0%	7 710
Community Assets		3 184	15 540	15 540	85	91	2 590	2 499	96,5%	15 540
Community Facilities		1 919	9 743	9 743	8	14	1 624	1 610	99,2%	9 743
Museums		22	134	134	-	-	22	22	100,0%	134
Galleries										
Theatres										
Libraries		1 026	2 732	2 732	8	14	455	442	97,0%	2 732
Cemeteries/Crematoria		382	5 044	5 044	-	-	841	841	100,0%	5 044
Police										
Parks										
Public Open Space		13	75	75	-	-	13	13	100,0%	75
Nature Reserves		214	629	629	-	-	105	105	100,0%	629
Public Ablution Facilities										
Markets		262	1 129	1 129	-	-	188	188	100,0%	1 129
Sport and Recreation Facilities		1 266	5 797	5 797	78	78	966	889	92,0%	5 797
Indoor Facilities		351	1 656	1 656	78	78	276	199	71,9%	1 656
Outdoor Facilities		915	4 140	4 140	-	-	690	690	100,0%	4 140
Capital Spares										
Heritage assets		38	500	500	-	-	83	83	100,0%	500
Conservation Areas		38	500	500	-	-	83	83	100,0%	500
Other assets		2 688	8 911	8 911	1	2	1 485	1 483	99,9%	8 911
Operational Buildings		2 688	8 911	8 911	1	2	1 485	1 483	99,9%	8 911
Municipal Offices		2 657	8 858	8 858	1	2	1 476	1 474	99,9%	8 858
Workshops		30	43	43	-	-	7	7	100,0%	43
Yards										
Stores		1	10	10	-	-	2	2	100,0%	10

Intangible Assets		(1 097)	10 063	10 063	-	7	1 677	1 671	99,6%	10 063
Servitudes								-		
Licences and Rights		(1 097)	10 063	10 063	-	7	1 677	1 671	99,6%	10 063
<i>Water Rights</i>								-		
<i>Effluent Licenses</i>								-		
<i>Solid Waste Licenses</i>								-		
<i>Computer Software and Applications</i>		(1 097)	10 063	10 063	-	7	1 677	1 671	99,6%	10 063
<i>Load Settlement Software Applications</i>								-		
<i>Unspecified</i>								-		
Computer Equipment		214	8 637	8 637	-	-	1 439	1 439	100,0%	8 637
Computer Equipment		214	8 637	8 637	-	-	1 439	1 439	100,0%	8 637
Furniture and Office Equipment		215	3 597	3 597	-	-	600	600	100,0%	3 597
Furniture and Office Equipment		215	3 597	3 597	-	-	600	600	100,0%	3 597
Machinery and Equipment		7 988	19 325	19 325	1 367	1 367	3 221	1 854	57,5%	19 325
Machinery and Equipment		7 988	19 325	19 325	1 367	1 367	3 221	1 854	57,5%	19 325
Transport Assets		2	2 509	2 509	-	-	418	418	100,0%	2 509
Transport Assets		2	2 509	2 509	-	-	418	418	100,0%	2 509
Total Repairs and Maintenance Expenditure	1	104 856	264 424	264 424	7 178	9 008	44 071	35 062	79,6%	264 424

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M02 August

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		266 557	313 504	313 504	-	-	52 251	52 251	100,0%	313 504
Roads Infrastructure		96 532	83 319	83 319	-	-	13 887	13 887	100,0%	83 319
Roads		96 532	83 319	83 319	-	-	13 887	13 887	100,0%	83 319
Electrical Infrastructure		53 737	62 937	62 937	-	-	10 489	10 489	100,0%	62 937
MV Networks		53 737	62 937	62 937	-	-	10 489	10 489	100,0%	62 937
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		55 283	82 326	82 326	-	-	13 721	13 721	100,0%	82 326
Distribution		55 283	82 326	82 326	-	-	13 721	13 721	100,0%	82 326
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		61 004	84 922	84 922	-	-	14 154	14 154	100,0%	84 922
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		61 004	84 922	84 922	-	-	14 154	14 154	100,0%	84 922
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Other assets		54 534	79 509	79 509	-	-	13 252	13 252	100,0%	79 509
Operational Buildings		54 534	79 509	79 509	-	-	13 252	13 252	100,0%	79 509
Municipal Offices		54 534	79 509	79 509	-	-	13 252	13 252	100,0%	79 509
Computer Equipment		1 526	1 763	1 763	-	-	294	294	100,0%	1 763
Computer Equipment		1 526	1 763	1 763	-	-	294	294	100,0%	1 763
Furniture and Office Equipment		21 968	2 617	2 617	-	-	436	436	100,0%	2 617
Furniture and Office Equipment		21 968	2 617	2 617	-	-	436	436	100,0%	2 617
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		3 390	13 705	13 705	-	-	2 284	2 284	100,0%	13 705
Transport Assets		3 390	13 705	13 705	-	-	2 284	2 284	100,0%	13 705
Total Depreciation	1	347 975	411 098	411 098	-	-	68 516	68 516	100,0%	411 098

SUPPORTING TABLE SC13e

NW403 City Of Matlosana - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

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 upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		29 047	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Water Supply Infrastructure		29 047	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Dams and Weirs										
Boreholes										
Reservoirs		29 047	12 500	12 500	-	-	2 083	2 083	100,0%	12 500
Community Assets		2 615	4 988	4 988	-	-	831	831	100,0%	4 988
Community Facilities		2 615	4 988	4 988	-	-	831	831	100,0%	4 988
Markets		2 615	4 988	4 988	-	-	831	831	100,0%	4 988
Total Capital Expenditure on upgrading of existing assets	1	31 662	17 488	17 488	-	-	2 915	2 915	100,0%	17 488

ANNEXURE A

Progress on Municipal Debt Relief

**CITY OF MATLOSANA MONTHLY
MONITORING PLAN 31 AUGUST 2024**

Monthly Compliance Check List		Responsible Person	Monthly Progress	How are you going to ensure compliance (applicable manager to provide SOP that will be updated and monitored)
6.3	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):			
6.3.1	- Has the municipality paid its <i>bulk water current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org Baganne Choche (Acting MM) 018 487 8012 bchoche@klerksdorp.org	No	The municipality paid an amount of R50 million in July 2024 and further R50 million in the month of August 2024. There are still negotiations to reach consensus on an affordable arrangement.
6.3.2	- 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?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlho (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org	Yes	Midval was partially paid and proof was uploaded.
6.3.3	- 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?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlho (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org	Yes	
6.3.4	- Has the municipality paid its <i>Eskom bulk current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org Baganne Choche (Acting MM) 018 487 8012 bchoche@klerksdorp.org	No	Due to low collection, CoM is facing challenges to fully service its creditors. There are revenue strategies in place to increase collection. CoM is currently under Financial Recovery Plan.
6.3.5	- 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?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlho (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org	Yes	

6.3.6	<p>- 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?</p>	<p>J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Lethoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org</p>	<p>Yes</p>	
6.4	<p>Compliance with a funded MTREF –</p>			
6.4.1	<p>- Has the municipality tabled and adopted a funded 2024/25 MTREF aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	<p>No</p>	<p>The Municipality has adopted funding plan together with MTREF and the progress on the Funding Plan is submitted on monthly basis however there is not much progress on the Funding Plan. C4 attached as POE</p>
6.4.2	<p>- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	<p>Yes</p>	
6.4.3	<p>- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	<p>Yes</p>	<p>The municipality made provision for debt impairment in line with the budgeted expected collection rate for the original budget.</p>
	<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment, aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".</i></p>			
6.4.4	<p>- Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	<p>Yes</p>	<p>The depreciation and asset impairment are calculated in line with the fixed asset register and provision is also made for all WIP projects and not yet completed. Impairments are done on a yearly basis on the condition of the asset.</p>
	<p><i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i></p>			

6.4.5	- If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	The funding plan was tabled together with the Adjustment Budget. It will be monitored strictly on a monthly progress. MIMC's committed at Mayoral Committee to monitor the progress closely.
6.4.6	- Does the municipality's annual and monthly cash flow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 - Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy and related seasonal trends (For example higher winter Eskom tariffs, lower January collection rates, etc.?)	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	The A7 is currently projecting 12 equal amounts due to financial system issues. BCX is assisting to align this on the Budget Management Module (BMM).
6.5	Cost reflective tariffs – has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	Tariff tool was tabled and adopted on the 24 th of June 2024 with the 2024/2025 MTREF.
6.6	Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:			
6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	The current bill allocation is not aligned to Circular 124. The Customer Care, Credit Control and Debt Collection Policy will be reviewed to correct this.
6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9040	Yes	The 80/20 is applied to defaulting consumers as per credit control policy
6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	As per credit control policy

6.6.4	<p>Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.</p> <p>- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively?</p>	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	The municipality is planning to constantly monitor and restrict the indigents who are defaulting. A list of indigent customers who are still on conventional was sent to Electrical Department to install prepaid meters
6.6	Supporting evidence: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.			
6.7	Maintain a minimum average quarterly collection of property rates and services charges –			
6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded to the LGDRS?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	<p>For the current month, the municipality achieved a collection rate of 59%. The following are the reasons for non-achievement:</p> <ul style="list-style-type: none"> • Unresolved disputes • Challenges in Eskom supplied areas • Intimidations at the town ships • Most of the customers are not responding after disconnection due to Solar and borehole • Data cleansing needs to be done • 1200 stolen meters in Jouberton
6.7.2	<p>Note - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</p> <p>- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of the National Treasury that –</p>	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	Municipality has targeted all areas that Municipality in servicing for electricity.
6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	

6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	The Municipality does restrict water in Eskom supplied areas as per credit control policy, the challenge is that the community bridge and break water meters.
6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org Baganne Choche (Acting MM) 018 487 8012 bchoche@klerksdorp.org	No	There is a proposal that was sent in the current year for Eskom to assist in areas such as Kanana, Tigane and Khuma, but no response was received from Eskom.
6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	
6.7.4	-Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	J Pilusa (Acting Director Technical) 018 487 8023/072 313 4253 tpelesane@klerksdorp.org	No	
6.7.5	-Has the municipality's 2024/25, 2025/26 and 2026/2027 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	C schedule and Section 71 reports.
6.8	Municipality's Completeness of the revenue base –			

6.8.1	<p>Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer and demonstrated the steps taken to correct the variances identified?</p>	<p>N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org</p>	Yes	<p>1. The approved GVR was loaded into the municipal financial system (Solar). Status: Was done - Was Implemented from the 01st July 2020 until 30th June 2025.</p> <p>2. All SV's (SV01-SV04) are implemented into the financial system. Status: Was done,</p> <p>SV01: Implemented on the 01st July 2021. SV02: Implemented on the 01st July 2022. SV03: Implemented on the 01st July 2023.</p> <p>SV04: Status: The roll had 2830 entries, - Inspection: closed on the 30th June 2024. - Advert Newspaper: 11 and 18 April 2024 - Promulgation: 23 and 30 April 2024 - Section 49: will be sent to affected property owners, the challenge is that SAPO is under business rescue/administration and in-effective to deliver letters. Alternatively, we are communicating with the Speakers office to assist with the delivery of those letters through ward councillors and ward committees.</p> <p>- Objections: 8 objections were received and sent to the Municipal Valuer for respond. 3. Variance on the Reconciliation are addressed as follows: - Reconciliation will be done monthly and variances identified will be addressed accordingly.</p>
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			<p>Status: In progress Monthly report will be submitted to Budget Office (Naledi, Meiti and Lesego) for Upload on the portal.</p> <p>+/- 90% variances are addressed and +/- 10% variance will be dealt with as soon as the below are addressed.</p> <p>-The last report sent to Budget was July 2024.</p> <p>- August 2024 report (BP752) will be sent to the Municipal Valuer to identify the variance in category, size and market value. A date with the Municipal Valuer will be arranged to clear variance between GVR and MFS.</p> <p>Challenges About 978 stands that needs to be addressed on various townships Jouberton Kanana Khuma Alabama Tigane</p> <p>Main because of the following reasons: 1.Stands are not yet allocated to the beneficiaries 2.Stands that needs to be de-activated have meter/s installed on it (Verification of meters needs to be done and meter/s be transferred to the correct stand. 3.Duplicate stands that needs Planning and Human settlement to verify. 4.Occupation certificates and Valuation certificates are sent to the Municipal Valuer to ensure that all properties are updated and billed accurately.</p> <p>Status: Done on monthly basis -Both lists of Occupation Certificates and Valuation Certificates from Planning and Human settlement are received monthly until the end of July 2024.</p>
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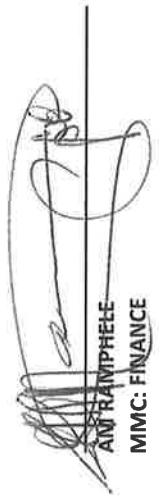
6.8.2	<p>- Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguportal.treasury.gov.za/?</p> <p>Monitor and report on implementation –</p>	<p>N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org</p>	Yes	
6.9	Monitor and report on implementation –			
6.9.1	<p>- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	Yes	<p>BTO identifies votes and line items that are underperforming on a monthly basis and alerts directorates. The Budget Steering Committee also monitors performance and enforce accountability on directors to address the variances on the budgets.</p>
6.9.2	<p>- If progress is slow in terms of paragraph 6.8.3, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the MSCOA data string?</p>	<p>TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>Municipality has resuscitated the MSCOA Steering Committee which seats monthly to address any MSCOA Issues. The draft MSCOA Roadmap was presented to the committee. Training is also planned with PT.</p>
6.9.3	<p>- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?</p>	<p>TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org Baganne Choche (Acting MM) 018 487 8012 bchoche@klerksdorp.org</p>	Yes	<p>Two Provincial Exco Representatives started on 1 February 2024 to ensure the implementation of FRP.</p>
6.9.4	<p>- If the municipality that has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress reports to the Provincial Executive, has the municipality also submitted such FRP progress reports to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously?</p>	<p>TO Sekgala (Acting CFO) 018 487 8040 osekgala@klerksdorp.org Baganne Choche (Acting MM) 018 487 8012 bchoche@klerksdorp.org</p>	No	<p>The monthly progress report is submitted by Provincial Exco Representatives to Provincial Treasury, then Provincial Treasury submit report to National Treasury.</p>
6.11	<p>Limitation on municipality borrowing powers – has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>There are currently no plans to borrow as the Municipality is under FRP.</p>

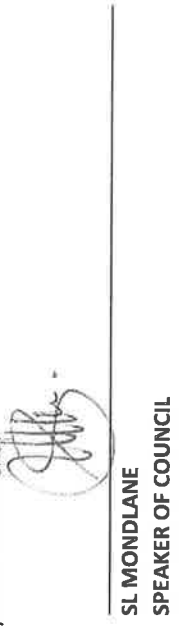
Monitoring of progress to ensure compliance: Weekly Management meetings will be held with delegated officials in order to monitor progress and the consolidated monitoring plan will be submitted to the Finance Portfolio committee held on a monthly basis and also reported to Provincial Treasury 10 days after month end.

Approval of information and of the compliance report to be submitted to PT/NT on 13 September 2024


T. SEKGALA
ACTING CHIEF FINANCIAL OFFICER


B CHOICHE
ACTING MUNICIPAL MANAGER


A.M. RAMPHELE
MMC: FINANCE


SL MONDLANE
SPEAKER OF COUNCIL


FC MAHLOPHE
EXECUTIVE MAYOR

ANNEXURE B: Collection Rate per Ward

MFMA Circular 124 - Monthly MFMA s.71 reporting (condition 6.7)

Average collection rate (MFMA Circular 124 condition 6.7)

	JULY 2024	AUGUST 2024	
Total average collection	Previous Month actual Collection %	Current Month actual collection %	Rand value of Current Month Billing NOT COLLECTED per ward (R)
1. The total average collection of all revenue excluding Equitable Share and conditional grants	51,57%	45%	201 991 266
1A. The total average collection of all revenue in 1, above - excluding the Eskom supply areas	63,13%	55%	131 498 740
2. The total average collection of municipal property rates	94,53%	35%	62 007 031
3. The total average collection of Electricity	102,47%	90%	8 328 135
4. The total average collection of Water	41,38%	40%	40 569 380
5. The total average collection of Wastewater	49,46%	52%	6 208 071
4. The total average collection of Solid Waste	36,55%	35%	11 499 117
4. The total average collection of VAT	56,94%	60%	10 540 129
4. The total average collection of Interest	3,37%	3%	61 250 280
4. The total average collection of Sundries	5,52%	46%	1 589 122

MFMA Circular 124 - condition 6.7.2

COLLECTION RATE - per ward - rates and per service - (August 2024) ***Note - the municipality to add rows below to facilitate reporting on all*

Wards / Services	Municipal supplied/ Eskom supplied/ Partial Eskom and municipal supplied	Previous Month actual Collection %	Total Movement / Billing for the Month (R)	Total Settlements / Payment for the month (R)	Current Month - actual Collection %	Rand value of Current Month Billing NOT COLLECTED per ward (R)
Ward 1		81%	8 013 592,67	2 212 193,97	28%	5 801 399
Property Rates Tax		62%	2 498 264,12	425 222,67	17%	2 073 041
Electricity	Eskom Supplied	-28%	940 681,45	629 350,99	67%	311 330
Water		53%	1 820 063,20	776 637,47	43%	1 043 426
Refuse		12%	405 703,48	50 868,79	13%	354 835
Waste Water		18%	238 082,73	42 581,47	18%	195 501
VAT		-1054%	496 819,77	217 584,52	44%	279 235
Sundries		2%	12 674,52	4 403,90	35%	8 271
Interest		3%	1 601 303,41	65 544,16	4%	1 535 759
Ward 2		1%	3 832 083,10	32 975,43	1%	3 799 108
Property Rates Tax		5%	1 009 147,23	2 153,60	0%	1 006 994
Electricity	Partial Eskom and Municipal Supplied	0%	(78,33)	-	0%	-78
Water		2%	1 080 413,10	17 585,64	2%	1 062 827
Refuse		3%	252 244,47	4 988,22	2%	247 256
Waste Water		1%	143 932,03	1 895,04	1%	142 037
VAT		2%	221 298,11	3 631,77	2%	217 666
Sundries		0%	100,00	625,92	626%	-526
Interest		0%	1 125 026,49	2 095,24	0%	1 122 931
Ward 3		41%	6 747 595,98	1 363 390,47	20%	5 384 206
Property Rates Tax		86%	3 527 586,33	207 232,18	6%	3 320 354
Electricity	Municipal supplied	60%	761 429,76	374 281,05	49%	387 149
Water		50%	845 249,07	431 702,68	51%	413 546
Refuse		52%	207 519,04	82 177,65	40%	125 341
Waste Water		51%	243 060,60	89 079,95	37%	153 981
VAT		40%	317 307,41	131 335,80	41%	185 972
Sundries		5%	59 912,97	19 408,90	32%	40 504
Interest		5%	785 530,81	28 172,26	4%	757 359
Ward 4		4%	15 187 156,79	461 562,52	3%	14 725 594
Property Rates Tax		17%	2 217 374,09	163 107,60	7%	2 054 266
Electricity	Municipal supplied	6%	1 027 656,58	72 873,34	7%	954 783
Water		6%	5 911 928,13	125 508,79	2%	5 786 419
Refuse		5%	965 926,41	34 099,25	4%	931 827
Waste Water		6%	467 266,63	20 190,71	4%	447 076
VAT		3%	1 286 268,97	26 508,79	2%	1 259 760
Sundries		7%	205 417,46	5 108,20	2%	200 309
Interest		0%	3 105 318,52	14 165,84	0%	3 091 153
Ward 5		3%	4 920 190,67	146 228,08	3%	4 773 963
Property Rates Tax		21%	1 276 723,87	8 405,60	1%	1 268 318
Electricity	Municipal supplied	15%	336 671,38	50 698,23	15%	285 973
Water		3%	1 123 729,76	42 094,96	4%	1 081 635
Refuse		6%	282 631,62	14 102,67	5%	268 529
Waste Water		4%	145 781,93	7 678,59	5%	138 103
VAT		5%	284 855,56	15 883,57	6%	268 972
Sundries		1%	10 393,01	1 258,96	12%	9 134
Interest		0%	1 459 403,54	6 105,50	0%	1 453 298
Ward 6		4%	5 641 721,50	230 575,73	4%	5 411 146
Property Rates Tax		39%	516 816,72	52 404,62	10%	464 412
Electricity	Municipal supplied	12%	491 690,28	66 682,99	14%	425 007
Water		3%	1 601 752,89	54 862,97	3%	1 546 890
Refuse		5%	446 590,88	21 371,38	5%	425 220
Waste Water		6%	212 763,66	11 257,45	5%	201 506
VAT		4%	415 286,50	17 140,66	4%	398 146
Sundries		2%	24 456,34	1 307,22	5%	23 149
Interest		0%	1 932 364,23	5 548,44	0%	1 926 816

Ward 7			3 743 379,49	165 836,05	4%	3 577 543
Property Rates Tax		15%	484 578,09	13 544,49	3%	471 034
Electricity	Municipal supplied	19%	343 256,99	37 423,06	11%	305 834
Water		7%	1 087 313,06	69 402,55	6%	1 017 911
Refuse		8%	224 969,88	14 890,21	7%	210 080
Waste Water		9%	107 003,70	6 485,59	6%	100 518
VAT		8%	265 254,60	15 674,15	6%	249 580
Sundries		0%	7 272,02	2 216,77	30%	5 055
Interest		1%	1 223 731,15	6 199,23	1%	1 217 532
Ward 8			5 884 881,00	1 169 225,94	20%	4 715 655
Property Rates Tax		28%	1 921 410,17	102 988,19	5%	1 818 422
Electricity	Municipal supplied	37%	686 142,80	503 354,59	73%	182 788
Water		22%	1 253 469,14	326 279,33	26%	927 190
Refuse		25%	270 391,56	79 253,77	29%	191 138
Waste Water		17%	169 394,78	34 932,56	21%	134 462
VAT		21%	358 350,49	91 956,06	26%	266 394
Sundries		1%	9 620,10	5 871,41	61%	3 749
Interest		2%	1 216 101,96	24 590,02	2%	1 191 512
Ward 9			4 058 551,56	282 025,08	7%	3 776 526
Property Rates Tax		30%	76 346,80	33 016,43	43%	43 330
Electricity	Municipal supplied	23%	365 915,05	104 636,24	29%	261 279
Water		4%	1 475 311,42	82 603,05	6%	1 392 708
Refuse		6%	249 651,51	23 664,20	9%	225 987
Waste Water		6%	106 475,69	11 962,79	11%	94 513
VAT		8%	330 673,12	14 463,27	4%	316 210
Sundries		9%	63 594,17	5 887,40	9%	57 707
Interest		0%	1 390 583,81	5 791,69	0%	1 384 792
Ward 10			3 407 263,68	467 479,46	14%	2 939 784
Property Rates Tax		21%	795 936,80	42 687,19	5%	753 250
Electricity	Municipal supplied	34%	337 408,82	170 216,76	50%	167 192
Water		13%	895 523,05	164 357,14	18%	731 166
Refuse		11%	169 392,93	32 097,00	19%	137 296
Waste Water		16%	89 974,88	16 340,56	18%	73 634
VAT		15%	224 922,41	28 624,25	13%	196 298
Sundries		1%	7 192,17	3 084,48	43%	4 108
Interest		1%	886 912,62	10 072,08	1%	876 841
Ward 11			4 982 901,06	572 376,72	11%	4 410 524
Property Rates Tax		14%	1 898 953,67	112 758,72	6%	1 786 195
Electricity	Municipal supplied	28%	425 559,02	169 639,66	40%	255 919
Water		16%	975 007,21	148 275,52	15%	826 732
Refuse		16%	203 414,37	31 623,27	16%	171 791
Waste Water		8%	165 965,24	47 968,14	29%	117 997
VAT		14%	266 814,98	55 624,65	21%	211 190
Sundries		0%	10 411,82	1 193,84	11%	9 218
Interest		1%	1 036 774,75	5 292,93	1%	1 031 482
Ward 12			9 422 471,12	251 351,29	3%	9 171 120
Property Rates Tax		5%	578 784,06	132 957,95	23%	445 826
Electricity	Municipal supplied	4%	833 974,03	19 335,92	2%	814 638
Water		2%	2 942 683,56	50 968,11	2%	2 891 715
Refuse		3%	716 563,68	20 248,98	3%	696 315
Waste Water		2%	299 314,63	6 623,76	2%	292 691
VAT		2%	718 871,64	13 425,16	2%	705 446
Sundries		0%	128,58	1 515,68	1179%	-1 387
Interest		0%	3 332 150,94	6 275,74	0%	3 325 875
Ward 13			4 445 661,60	238 631,25	5%	4 207 030
Property Rates Tax		8%	621 796,81	7 138,47	1%	614 658
Electricity	Municipal supplied	20%	353 862,72	59 571,05	17%	294 292
Water		8%	1 328 396,42	119 355,71	9%	1 209 041
Refuse		6%	282 475,41	13 570,18	5%	268 905
Waste Water		6%	147 714,87	5 389,28	4%	142 326
VAT		7%	318 213,85	27 626,37	9%	290 587
Sundries		0%	8 996,15	792,76	9%	8 203
Interest		0%	1 384 205,37	5 187,44	0%	1 379 018
Ward 14			5 078 103,06	441 417,21	9%	4 636 686
Property Rates Tax		3%	583 227,09	264 585,70	45%	318 641
Electricity	Municipal supplied	4%	462 312,92	55 772,90	12%	406 540
Water		3%	1 568 071,24	50 577,19	3%	1 517 494
Refuse		3%	335 418,40	22 275,66	7%	313 143
Waste Water		5%	165 868,93	9 853,00	6%	156 016
VAT		3%	382 859,58	17 174,14	4%	365 685
Sundries		1%	20 655,62	2 852,19	14%	17 803
Interest		0%	1 559 689,28	18 326,43	1%	1 541 363
Ward 15			11 728 256,91	8 973 160,29	77%	2 755 097
Property Rates Tax		107%	3 167 277,66	1 702 203,08	54%	1 465 075
Electricity	Municipal supplied	116%	3 763 067,24	3 799 580,13	101%	-36 513
Water		102%	1 950 709,12	1 478 322,19	76%	472 387
Refuse		94%	504 297,83	405 175,42	80%	99 122
Waste Water		90%	516 345,09	375 774,11	73%	140 571
VAT		79%	1 023 944,90	858 659,31	84%	165 286
Sundries		5%	117 632,04	84 421,33	72%	33 211
Interest		19%	684 983,03	269 024,72	39%	415 958
Ward 16			9 553 510,19	8 280 168,53	87%	1 273 342
Property Rates Tax		93%	2 582 740,60	2 115 694,78	82%	467 046
Electricity	Municipal supplied	114%	2 472 151,08	2 521 906,82	102%	-49 756
Water		98%	1 993 620,59	1 898 723,28	95%	94 897
Refuse		91%	503 203,72	467 521,51	93%	35 682
Waste Water		87%	507 944,44	453 141,28	89%	54 803
VAT		83%	831 149,64	731 653,04	88%	99 497
Sundries		10%	114 762,63	34 389,34	30%	80 373
Interest		10%	547 937,49	57 138,49	10%	490 799
Ward 17			27 216 187,86	25 719 583,85	95%	1 496 604
Property Rates Tax		93%	9 534 804,20	7 129 867,94	75%	2 404 936
Electricity	Municipal supplied	100%	8 027 723,41	9 981 955,88	124%	-1 954 232
Water		109%	4 317 965,48	4 445 772,25	103%	-127 807
Refuse		87%	903 075,01	857 439,59	95%	45 635
Waste Water		85%	994 703,57	855 554,75	86%	139 149
VAT		89%	2 155 442,68	2 226 692,85	103%	-71 250
Sundries		40%	259 679,55	103 851,81	40%	155 828
Interest		54%	1 022 793,96	118 448,79	12%	904 345
Ward 18			8 311 113,95	3 114 561,66	37%	5 196 552
Property Rates Tax		157%	6 096 704,99	1 649 813,24	27%	4 446 892
Electricity	Municipal supplied	157%	871 466,42	763 054,46	88%	108 412
Water		112%	279 332,73	249 199,80	89%	30 133
Refuse		96%	60 694,48	50 257,93	83%	10 437
Waste Water		77%	72 377,91	44 682,36	62%	27 696

Ward 19		89%	75 362 008,93	59 163 936,34	79%	16 198 073
Property Rates Tax		97%	18 969 429,10	8 162 434,18	43%	10 806 995
Electricity	Municipal supplied	112%	37 221 815,74	33 080 211,13	89%	4 141 605
Water		67%	5 924 318,12	7 174 678,75	121%	-1 250 361
Refuse		76%	1 674 014,06	1 382 121,99	83%	291 892
Waste Water		55%	2 237 502,93	2 050 366,71	92%	187 136
VAT		93%	6 789 186,22	6 357 159,89	94%	432 026
Sundries		6%	265 656,31	533 526,45	201%	-267 870
Interest		21%	2 280 086,45	423 437,24	19%	1 856 649
Ward 20		2%	4 043 206,29	63 729,50	2%	3 979 477
Property Rates Tax		8%	1 183 534,31	8 344,22	1%	1 175 190
Electricity	Eskom Supplied	0%	462,14	-	0%	462
Water		6%	713 764,75	21 568,39	3%	692 196
Refuse		5%	308 718,43	17 819,18	6%	290 899
Waste Water		3%	164 159,28	3 703,44	2%	160 456
VAT		4%	157 431,27	6 320,45	4%	151 111
Sundries		0%	4 488,72	1 526,43	34%	2 962
Interest		0%	1 510 647,39	4 447,39	0%	1 506 200
Ward 21		69%	417 124,39	284 489,44	68%	132 635
Property Rates Tax		72%	399 284,78	284 489,44	71%	114 795
Electricity	Eskom Supplied	0%	-	-	0%	0
Water		0%	-	-	0%	0
Refuse		0%	-	-	0%	0
Waste Water		0%	-	-	0%	0
VAT		0%	-	-	0%	0
Sundries		0%	-	-	0%	0
Interest		0%	17 839,61	-	0%	17 840
Ward 22		1%	7 811 995,91	60 444,08	1%	7 751 552
Property Rates Tax		2%	138 351,73	3 663,42	3%	134 688
Electricity	Eskom Supplied	26%	807,28	218,07	27%	589
Water		1%	2 131 567,98	23 467,45	1%	2 108 101
Refuse		1%	794 874,12	13 897,12	2%	780 977
Waste Water		2%	328 818,81	6 194,40	2%	322 624
VAT		1%	488 441,77	6 227,88	1%	482 214
Sundries		392%	810,50	1 824,72	225%	-1 014
Interest		0%	3 928 323,72	4 951,03	0%	3 923 373
Ward 23		1%	6 248 428,23	46 600,95	1%	6 201 827
Property Rates Tax		3%	842 271,83	2 440,80	0%	839 831
Electricity	Eskom Supplied	0%	401,17	-	0%	401
Water		1%	1 557 200,46	21 330,46	1%	1 535 870
Refuse		2%	637 890,14	10 317,49	2%	627 573
Waste Water		1%	292 854,63	2 831,91	1%	290 023
VAT		1%	372 517,55	4 500,95	1%	368 017
Sundries		1%	1 175,75	3 022,89	257%	-1 847
Interest		0%	2 544 116,71	2 156,44	0%	2 541 960
Ward 24		2%	8 877 175,55	62 655,76	1%	8 814 520
Property Rates Tax		50%	1 962 978,22	1 500,23	0%	1 961 478
Electricity	Eskom Supplied	0%	-	-	0%	0
Water		2%	2 024 827,07	34 913,76	2%	1 989 913
Refuse		4%	738 044,49	15 484,39	2%	722 560
Waste Water		3%	327 108,71	2 081,22	1%	325 027
VAT		1%	257 437,55	5 525,12	2%	251 912
Sundries		0%	5 763,80	2 288,49	40%	3 475
Interest		0%	3 561 015,71	862,55	0%	3 560 153
Ward 25		5%	6 893 838,03	556 665,94	8%	6 337 172
Property Rates Tax		7%	2 455 323,43	37 213,52	2%	2 418 110
Electricity	Eskom Supplied	0%	-	-	0%	0
Water		7%	1 376 616,33	169 425,68	12%	1 207 191
Refuse		12%	481 250,08	84 444,93	18%	396 805
Waste Water		17%	261 012,80	41 522,18	16%	219 491
VAT		7%	266 000,81	44 920,73	17%	221 080
Sundries		2%	(55 306,74)	24 962,56	-45%	-80 269
Interest		1%	2 108 941,32	154 176,34	7%	1 954 765
Ward 26		1%	3 709 715,24	83 844,78	2%	3 625 870
Property Rates Tax		6%	139 167,34	8 741,85	6%	130 425
Electricity	Eskom Supplied	0%	201,80	-	0%	202
Water		2%	889 104,14	49 262,49	6%	839 842
Refuse		2%	353 056,53	7 798,44	2%	345 258
Waste Water		3%	147 183,04	3 205,64	2%	143 977
VAT		2%	207 128,55	8 722,71	4%	198 406
Sundries		15%	12 779,91	2 027,37	16%	10 753
Interest		0%	1 961 093,93	4 086,28	0%	1 957 008
Ward 27		1%	6 141 628,38	28 900,72	0%	6 112 728
Property Rates Tax		2%	585 789,56	2 847,18	0%	582 942
Electricity	Eskom Supplied	0%	-	-	0%	0
Water		1%	1 664 079,25	12 202,35	1%	1 651 877
Refuse		3%	452 332,89	5 270,11	1%	447 063
Waste Water		1%	201 783,58	2 040,52	1%	199 743
VAT		1%	345 782,36	2 629,46	1%	343 153
Sundries		2%	(12 432,87)	1 225,85	-10%	-13 659
Interest		0%	2 904 293,60	2 685,25	0%	2 901 608

Ward 28		72%	12 490 791,55	7 496 431,76	60%	4 994 360
Property Rates Tax		78%	4 191 520,34	1 525 449,63	36%	2 666 071
Electricity	Municipal supplied	99%	3 128 255,33	2 728 206,54	87%	400 049
Water		98%	1 839 621,95	1 581 546,98	86%	258 075
Refuse		90%	513 984,75	429 302,20	84%	84 683
Waste Water		76%	555 801,74	428 640,70	77%	127 161
VAT		78%	925 255,35	715 564,62	77%	209 691
Sundries		3%	532 328,03	18 972,28	4%	513 356
Interest		6%	804 024,06	68 748,81	9%	735 275
Ward 29		82%	7 851 822,51	6 473 896,10	82%	1 377 926
Property Rates Tax		82%	1 604 405,12	1 202 732,32	75%	401 673
Electricity	Municipal supplied	94%	2 417 695,69	2 607 480,65	108%	-189 785
Water		111%	1 515 779,06	1 200 317,97	79%	315 461
Refuse		89%	452 522,16	376 044,50	83%	76 478
Waste Water		90%	424 747,70	325 015,79	77%	99 732
VAT		83%	709 650,76	640 271,39	90%	69 379
Sundries		7%	148 326,54	43 504,68	29%	104 822
Interest		27%	578 695,47	78 528,80	14%	500 167
Ward 30		77%	9 017 851,44	6 917 656,24	77%	2 100 195
Property Rates Tax		100%	1 933 530,90	1 432 185,03	74%	501 346
Electricity	Municipal supplied	108%	2 708 664,23	2 177 058,39	80%	531 606
Water		85%	1 980 016,41	1 605 985,60	81%	374 031
Refuse		97%	440 016,99	396 943,17	90%	43 074
Waste Water		99%	465 728,36	422 999,80	91%	42 729
VAT		79%	790 515,40	637 374,82	81%	153 141
Sundries		3%	100 522,05	43 871,71	44%	56 650
Interest		14%	598 857,11	201 237,71	34%	397 619
Ward 31		43%	12 471 058,51	3 832 800,45	31%	8 638 258
Property Rates Tax		162%	3 340 988,12	631 602,72	19%	2 709 385
Electricity	Partial Eskom and Municipal Supplied	117%	2 095 744,84	1 413 123,70	67%	682 621
Water		57%	2 493 546,81	849 141,36	34%	1 644 405
Refuse		61%	605 396,46	218 195,90	36%	387 201
Waste Water		77%	488 021,11	244 028,08	50%	243 993
VAT		47%	856 056,34	390 621,59	46%	465 435
Sundries		2%	48 551,29	28 255,33	58%	20 296
Interest		12%	2 542 753,54	57 831,75	2%	2 484 922
Ward 32		7%	3 983 529,98	341 677,49	9%	3 641 852
Property Rates Tax		56%	94 777,25	27 007,00	28%	67 770
Electricity	Eskom Supplied	84%	190 885,60	115 590,57	61%	75 295
Water		4%	1 392 897,58	106 553,85	8%	1 286 344
Refuse		4%	294 781,18	17 547,71	6%	277 233
Waste Water		18%	156 764,76	30 839,02	20%	125 926
VAT		11%	289 445,43	39 102,62	14%	250 343
Sundries		0%	(0,00)	1 113,00	#####	-1 113
Interest		0%	1 563 978,19	3 923,72	0%	1 560 054
Ward 33		3%	5 008 216,41	58 885,89	1%	4 949 331
Property Rates Tax		26%	1 216 179,44	32 021,40	3%	1 184 158
Electricity	Eskom Supplied	0%	202,93	-	0%	203
Water		2%	874 946,46	14 055,23	2%	860 891
Refuse		2%	364 213,81	5 244,11	1%	358 970
Waste Water		1%	163 993,21	1 406,46	1%	162 587
VAT		2%	209 146,73	3 198,28	2%	205 948
Sundries		1%	45,71	2 226,82	4872%	-2 181
Interest		0%	2 179 488,12	733,59	0%	2 178 755
Ward 34		1%	3 704 748,95	86 151,31	2%	3 618 598
Property Rates Tax		6%	821 558,54	6 877,02	1%	814 682
Electricity	Eskom Supplied	0%	605,46	-	0%	605
Water		3%	866 651,02	48 187,90	6%	818 463
Refuse		5%	273 430,50	11 281,83	4%	262 149
Waste Water		3%	138 971,61	4 743,53	3%	134 228
VAT		2%	191 864,57	9 415,32	5%	182 449
Sundries		0%	-	1 146,28	0%	-1 146
Interest		0%	1 411 667,25	4 499,43	0%	1 407 168
Ward 35		1%	5 239 222,19	71 902,90	1%	5 167 319
Property Rates Tax		3%	873 581,08	6 149,57	1%	867 432
Electricity	Eskom Supplied	0%	(3 861,35)	-	0%	-3 861
Water		1%	1 322 905,37	24 667,65	2%	1 298 238
Refuse		3%	419 263,90	20 079,36	5%	399 185
Waste Water		6%	198 730,01	6 724,57	3%	192 005
VAT		2%	284 477,80	4 376,49	2%	280 101
Sundries		1%	-	2 656,98	0%	-2 657
Interest		0%	2 144 125,39	7 248,28	0%	2 136 877
Ward 36		71%	14 096 760,04	2 064 151,76	15%	12 032 608
Property Rates Tax		428%	7 237 382,28	429 856,72	6%	6 807 526
Electricity	Partial Eskom and Municipal Supplied	57%	1 419 220,40	654 677,35	46%	764 543
Water		63%	1 730 971,26	485 354,02	28%	1 245 617
Refuse		28%	512 481,71	121 767,87	24%	390 714
Waste Water		46%	351 794,64	128 471,28	37%	223 323
VAT		49%	609 707,13	194 875,63	32%	414 832
Sundries		17%	142 225,08	24 732,50	17%	117 493
Interest		1%	2 092 977,55	24 416,40	1%	2 068 561

Ward 37		28%	6 537 517,18	2 579 058,24	39%	3 958 459
Property Rates Tax		86%	1 310 883,09	276 785,39	21%	1 034 098
Electricity	Municipal supplied	77%	1 318 630,12	1 882 613,77	143%	-563 984
Water		7%	1 579 414,93	83 989,47	5%	1 495 425
Refuse		7%	270 069,33	14 923,79	6%	255 146
Waste Water		14%	142 741,64	15 867,56	11%	126 874
VAT		34%	496 836,09	296 859,24	60%	199 977
Sundries		0%	1 378,74	1 355,34	98%	23
Interest		1%	1 417 563,24	6 663,68	0%	1 410 900
Ward 38		25%	4 416 506,15	58 259,76	1%	4 358 246
Property Rates Tax		111%	1 328 053,72	11 747,44	1%	1 316 306
Electricity	Eskom Supplied	0%	-	-	0%	0
Water		40%	940 527,85	26 226,63	3%	914 301
Refuse		3%	275 577,96	6 456,71	2%	269 121
Waste Water		77%	154 957,84	3 127,69	2%	151 830
VAT		31%	205 728,63	5 237,95	3%	200 491
Sundries		3%	360,98	2 120,68	587%	-1 760
Interest		13%	1 511 299,17	3 342,66	0%	1 507 957
Ward 39		86%	18 331 287,53	18 660 891,63	102%	-329 604
Property Rates Tax		91%	4 836 430,20	4 607 198,93	95%	229 231
Electricity	Municipal supplied	100%	6 751 435,15	7 384 408,56	109%	-632 973
Water		74%	2 501 509,24	3 136 320,35	125%	-634 811
Refuse		92%	756 195,49	722 596,35	96%	33 599
Waste Water		93%	840 734,65	864 109,07	103%	-23 374
VAT		82%	1 677 487,61	1 686 510,69	101%	-9 023
Sundries		11%	406 368,49	76 512,27	19%	329 856
Interest		21%	561 126,69	183 235,42	33%	377 891
Ward 100		0%	21 684,96	-	0%	21 685
Property Rates Tax		0%	20 208,00	-	0%	20 208
Electricity	Municipal supplied	0%	-	-	0%	0
Water		0%	-	-	0%	0
Refuse		0%	-	-	0%	0
Waste Water		0%	-	-	0%	0
VAT		0%	-	-	0%	0
Sundries		0%	-	-	0%	0
Interest		0%	1 476,96	-	0%	1 477
Ward 777		73%	489 873,43	233 590,00	48%	256 283
Property Rates Tax		0%	-	-	0%	0
Electricity	Municipal supplied	0%	-	-	0%	0
Water		0%	-	-	0%	0
Refuse		0%	-	-	0%	0
Waste Water		0%	-	-	0%	0
VAT		63%	28 540,48	4 126,66	14%	24 414
Sundries		112%	334 714,96	217 496,01	65%	117 219
Interest		18%	126 617,99	11 967,33	9%	114 651
Ward 999		0%	16,50	-	0%	17
Property Rates Tax		0%	-	-	0%	0
Electricity	Municipal supplied	0%	-	-	0%	0
Water		0%	-	-	0%	0
Refuse		0%	-	-	0%	0
Waste Water		0%	-	-	0%	0
VAT		0%	-	-	0%	0
Sundries		0%	-	-	0%	0
Interest		0%	16,50	-	0%	17

ANNEXURE C

SUMMARY OF COLLECTIONS

	Jun-24	Jul-24	Aug-24
Credit Control Actions	24 839 528,43	21 284 898,50	33 214 238,89
Over 90 days Internal Credit Control Collected	17 441 168,37	16 409 415,55	20 559 905,65
Current Accounts Paid	90 636 678,29	101 498 370,01	109 606 783,24
Total Income for the month	132 917 375,09	139 192 684,06	163 380 927,78

	Jun-24	Jul-24	Aug-24
Current Accounts paid	109 155 757,88	101 498 370,01	109 606 783,24
Actions and arrears collected	23 761 617,21	37 794 314,05	53 774 144,54
Total Collected	132 917 375,09	139 192 684,06	163 380 927,78

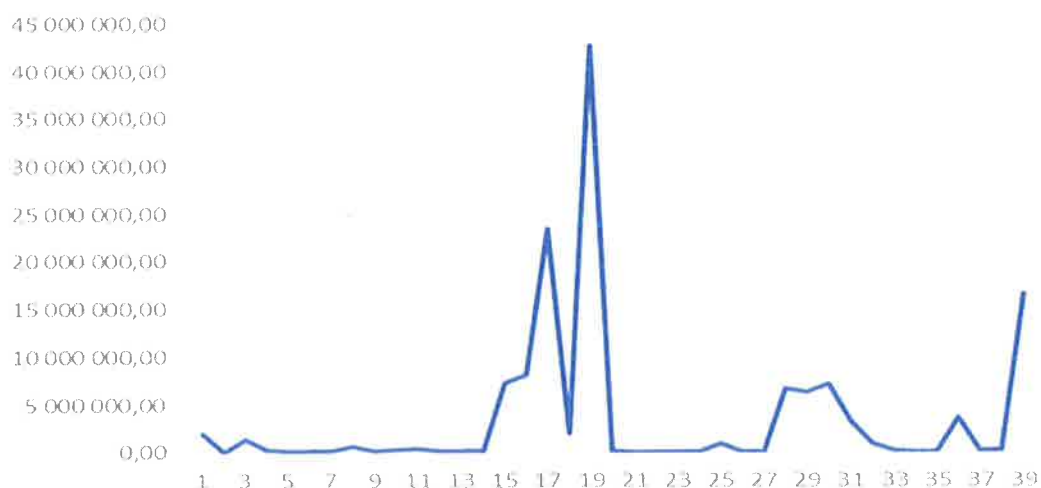
The total outstanding balances as of 31 August 2024 were as follows:

Area	Jun-24	Jul-24	Aug-24
Klerksdorp	1 527 511 896	1 594 410 478	1 623 566 878
Jouberton	2 434 048 483	2 488 857 223	2 530 938 705
Stilfontein	245 136 853	252 815 504	258 524 482
Khuma	1 526 884 294	1 549 732 639	1 567 781 951
Orkney	204 422 048	210 127 651	216 576 482
Kanana	2 708 523 085	2 753 804 941	2 791 125 575
Hartbeesfontein	84 197 173	85 972 659	86 418 537
Tigane	338 139 684	345 174 139	351 002 569
	9 068 863 517	9 280 895 234	9 425 934 717

Payments received per ward as of 31 August 2024 were as follows:

Ward	Councillor	Area	Payments received Aug 2024	Licensed
1	Nqikela P	Tigane	2 212 194	Eskom
2	Mothupi A	Tigane	32 975	Eskom
3	Tagaree FI	Alabama	1 363 390	Municipality
4	Barrendse SOW	Alabama	461 563	Municipality
5	Jonas SL	Jouberton	146 228	Municipality
6	Muhlanga SR	Jouberton	230 576	Municipality
7	Mabeke KE	Jouberton	165 836	Municipality
8	Mbele MN	Jouberton	1 169 226	Municipality
9	Maseko NM	Jouberton	282 025	Municipality
10	Kgwasi JT	Jouberton	467 479	Municipality
11	Mangesi MI	Jouberton	572 377	Municipality
12	Mtshawulana PY	Jouberton	251 351	Municipality
13	Pelele MS	Jouberton	238 631	Municipality
14	Mokoto NP	Jouberton	441 417	Municipality
15	Swart PJ	Klerksdorp	8 973 160	Municipality
16	Combrinck A	Klerksdorp	8 280 169	Municipality
17	Strydom AG	Klerksdorp	25 719 584	Municipality
18	Seitisho MN	Klerksdorp	3 114 562	Municipality
19	Le Grange JJ	Klerksdorp	59 163 936	Municipality
20	Sello RM	Kanana	63 730	Eskom
21	Ndincede K	Vaal Reefs	284 489	Eskom
22	Seabeng TS	Kanana	60 444	Eskom
23	Mahumapelo ML	Kanana	46 601	Eskom
24	Kgwabane OE	Kanana	62 656	Eskom
25	Tiyo GN	Kanana	556 666	Eskom
26	Mokgatla MA	Kanana	83 845	Eskom
27	Mokhele IM	Kanana	28 901	Eskom
28	Bester CJ	Orkney	7 496 432	Municipality
29	Bornman JGR	Orkney	6 473 896	Municipality
30	Du Preez PA	Stilfontein	6 917 656	Municipality
31	Majji SJ	Khuma	3 832 800	Eskom
32	Morake AM	Khuma	341 677	Eskom
33	Latha KR	Khuma	58 886	Eskom
34	Ntshanga ZE	Khuma	86 151	Eskom
35	Sitshero KV	Khuma	71 903	Eskom
36	Fobokey VO	Kanana	2 064 152	Eskom
37	Plaatjie BM	Jouberton	2 579 058	Municipality
38	Zitwane WG	Khuma	58 260	Eskom
39	BIO-ELECTION	Klerksdorp	18 660 892	Municipality

Chart Title



The following indicates the outstanding balances per ward.

Ward	Councillor	Area	Total debt Owing Jun-24	Total debt Owing Jul-24	Total debt Owing Aug-24
1	Nqikela P	Tigane	226 845 756	233 216 826	236 112 070
2	Mothupi A	Tigane	158 131 125	161 936 818	164 694 548
3	Tagaree FI	Alabama	110 487 513	115 824 827	118 642 020
4	Barrendse SOW	Alabama	425 943 565	436 709 495	445 089 476
5	Jonas SL	Jouberton	204 559 008	209 355 223	212 893 709
6	Mulhanga SR	Jouberton	262 679 130	268 179 421	273 085 697
7	Mabeke KE	Jouberton	174 536 567	178 078 136	181 142 894
8	Mbele MN	Jouberton	165 375 554	170 586 801	173 767 097
9	Maseko NM	Jouberton	192 811 361	196 677 247	199 752 053
10	Kgwasi JT	Jouberton	123 684 430	126 833 721	128 960 636
11	Mangesi MI	Jouberton	142 355 239	147 006 640	149 936 299
12	Mtshawulana PY	Jouberton	453 713 830	463 006 896	470 810 284
13	Pelele MS	Jouberton	197 601 494	201 905 061	205 105 900
14	Mokoto NP	Jouberton	216 442 460	221 420 929	224 799 910

15	Swart PJ	Klerksdorp	106 137 997	110 186 338	112 676 525
16	Combrinck A	Klerksdorp	82 227 350	84 352 366	86 585 628
17	Strydom AG	Klerksdorp	164 249 880	169 638 587	173 655 965
18	Seitisho MN	Klerksdorp	110 193 536	115 739 204	115 563 201
19	Le Grange JJ	Klerksdorp	374 347 288	400 170 771	409 229 930
20	Sello RM	Kanana	194 100 130	197 649 612	200 130 428
21	Ndincede K	Vaal Reefs	1 928 037	2 060 672	2 212 208
22	Seabeng TS	Kanana	584 749 179	592 515 972	600 443 390
23	Mahumapelo ML	Kanana	374 309 914	380 507 816	386 268 124
24	Kgwabane OE	Kanana	288 351 956	297 151 185	301 274 222
25	Tiyo GN	Kanana	254 561 400	260 228 199	264 043 072
26	Mokgatla MA	Kanana	291 211 560	294 869 302	298 707 957
27	Mokhele IM	Kanana	451 295 863	457 398 303	463 429 592
28	Bester CJ	Orkney	112 057 995	117 715 099	123 003 409
29	Bornman JGR	Orkney	105 106 175	107 066 537	109 530 915
30	Du Preez PA	Stilfontein	87 379 906	89 917 940	92 144 146
31	Majji SJ	Khuma	385 018 959	393 521 491	397 372 823
32	Morake AM	Khuma	237 530 973	241 148 424	244 605 894
33	Latha KR	Khuma	325 768 285	330 657 332	334 839 129
34	Ntshanga ZE	Khuma	208 138 498	211 803 109	214 765 137
35	Sitshero KV	Khuma	320 856 395	326 038 723	330 450 107
36	Foboke VO	Kanana	311 611 485	321 735 422	326 754 727
37	Plaatjie BM	Jouberton	199 948 642	205 182 131	207 753 689
38	Zitwane WG	Khuma	222 340 693	225 423 343	228 302 529
39	BIO-ELECTION	Klerksdorp	99 723 711	102 763 835	103 935 565
			9 068 863 517	9 280 895234	9 425 934 717

ANNEXURE D

CREDIT CONTROL ACTIONS

Electricity Actions

Notices issued	22 184
Electricity disconnections	584
Electricity Reconnections	108
Electricity no reactions	476
Reactions	18,49%

Water Actions

Water Restrictions	0
Water unrestricting	9
Water no reactions	0
Reactions	0%

COMMENTS ON CREDIT CONTROL ACTIONS:

The electrical department has been assisting with credit control from 1 April 2024. There were 584 disconnections carried out, and 108 reconnections. Follow up is to be conducted in September, to check the clients that did not react.

The water department has not assisted in any credit control actions as they have indicated they lack capacity, they however assisted in unrestricting the clients that were previously restricted, that have paid. The 9 properties unrestricting, were those that were previously restricted prior 31 March 2024

	Levies	Received	Collection Rate
Jul-24	210 754 932,79	139 192 484,06	66%
Aug-24	275 581 851,29	163 380 927,78	59%
Totals	486 336 784,08	302 573 411,84	62%

ANNEXURE E

REGISTRATION OF INDIGENT PERSONS FOR SUBSIDIES ON SERVICE ACCOUNTS: 31 AUGUST 2024

LEVEL OF INDIGENT SUPPORT

In terms of Clause 5(9) of the Indigent policy that was approved by Council for the 2024 / 2025 budget, effective 01 July 2024, only households where the total household income is less or equal to R4 500.00 per month or equal to two old age pension grants, may apply for indigent support.

In terms of Clause 6(1) of the Indigent policy that was approved by Council for the 2024/2025 budget, effective 01 July 2024, the level of indigent support is as follows:

- **Water**

A subsidy amount equal to the value of 6kl water and thereafter normal tariffs will apply. Above 6kl will not be subsidized at all.
Basic Water no levy per month - Free of charge
- **Refuse removal**

Removal once (1) a week of 85 or 240 liter container: Free of charge per month
- **Sewerage**

Cost of drainage basic charge plus additional sewerage charge per dwelling house: Free of charge per month.
- **Electricity**

Units - A maximum of 50 kWh per month free of charge.
Basic Electricity no levy per month - Free of charge.
- **Alternative energy (FBAE)**

Indigent consumers who do not have access to electricity qualify for alternative energy sources in a form of paraffin.
- **Property rates:**

100% of the balance of the rates subject to the conditions as per Property Rates Policy.

FINANCIAL IMPLICATIONS

The financial implications as of 31 August 2024 were as follows.

August-24				
	Number Indigents Approved	Total Subsidy Allocated Rand Amount as at August 2024	Budget 2024/2025	% Budget Spent
FBS	20 807	37 409 718	233 490 179	16,02%
FBAE	17 609	0	20 000 000	0%

FREE BASIC ALTERNATIVE ENERGY INDIGENT RECIPIENTS

There are 17 609 rural indigents on 31 August 2024 who have registered and qualify for Free Basic Alternative Energy. A total of R0.00 has been spent on FBAE for the 2024/2025 financial year.

New application forms are being packaged and sent to the Speakers office for dissemination to ward councilors for approval of the applications.

Below is a schedule of statistics per ward of approved indigent consumers.

Ward	CLR	Area	Jun-24	Jul-24	Aug-24
1	Nqikela P	Tigane	254	210	263
2	Mothupi A	Tigane	381	365	381
3	Tagaree FI	Alabama	954	878	977
4	Barrendse SOW	Alabama	1472	1007	1524
5	Jonas SL	Jouberton	602	373	603
6	Mulhanga SR	Jouberton	900	621	904
7	Mabeke KE	Jouberton	921	793	920
8	Mbele MN	Jouberton	1107	1018	1113
9	Maseko NM	Jouberton	804	684	805
10	Kgwasi JT	Jouberton	748	662	749
11	Mangesi MI	Jouberton	697	649	702
12	Mtshawulana PY	Jouberton	1005	657	1006
13	Pelele MS	Jouberton	1082	748	1091
14	Mokoto NP	Jouberton	939	552	944
15	Swart PJ	Klerksdorp	256	197	262
16	Combrinck A	Klerksdorp	171	127	171
17	Postma EM	Klerksdorp	119	80	124
18	Seitisho MN	Klerksdorp	25	21	25
19	Le Grange JJ	Klerksdorp	348	282	347
20	Sello RM	Kanana	453	417	452
21	Ndincede K	Vaal Reefs	0	0	0
22	Seabeng TS	Kanana	784	572	784
23	Mahumapelo M	Kanana	479	393	480
24	Kgwabane OE	Kanana	504	477	505
25	Tiyo GN	Kanana	405	368	404
26	Mokgatla MA	Kanana	482	349	482
27	Mokhele IM	Kanana	514	388	518
28	Bester CJ	Orkney	285	216	298
29	Bornman JGR	Orkney	330	273	332
30	Du Preez PA	Stilfontein	266	213	274
31	Majiji SJ	Khuma	448	317	458
32	Morake AM	Khuma	281	142	282
33	Latha KR	Khuma	435	336	437
34	Ntshanga ZE	Khuma	196	178	196
35	Sitshero KV	Khuma	359	266	360
36	Foboke VO	Kanana	261	170	263
37	Plaatjie BM	Jouberton	782	526	785
38	Zitwane WG	Khuma	449	380	461
39	Bio-elections	Klerksdorp	117	94	125
			20615	15999	20807

ANNEXURE F

FINANCIAL PLAN MONTHLY PROGRESS



provincial treasury

**Department:
Provincial Treasury
North West Provincial Government
Republic of South Africa**

MONTHLY PROGRESS REPORTING

2024/2025 ADOPTED FINANCIAL PLAN

CITY OF MATLOSANA LOCAL MUNICIPALITY (NW403)

31 AUGUST 2024

Introduction

1. Operating Revenue

Revenue Enhancement Measures

Priority Area	Focus Area	Operating Revenue Activities	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
Housing Development Revenue Enhancement	Occupancy Audit to ensure collection Expected Inflow R30 million	Audit households in the following areas: Khuma Ext. 5, 7, 8, 9 & 11 Kanana Ext. 14 Tigane Ext. 5 & 6 to ensure that the correct occupants are billed for services	01/07/2024 – 30/06/2025	Occupation audit has started on the 3rd Sept 2024 in Alabama Ext. 3. Other areas not achieved	Budgetary constraints: Available budget can only Audit Alabama Ext 3 and Khuma Ext. 8 & 9	Request budget during Adjustment Budget.
Housing Development Revenue Enhancement	Land Expected Inflow R63,277,200	Proclamation of additional 13 020 stands and to be billed Kanana Extension 5	01/07/2024-30/06/2025	Residential Permits registered in Kanana Ext, 5, Tigane Ext. 7 & 8. Awaiting installation of	Delay in the appointment of Panel of Service Providers which was done on the 23rd August 2024	Occupancy audit is underway in Alabama Ext. 3.

<p>Housing Development</p>	<p>Land - Expected inflow – R29,534,220</p>	<p>Kanana Extension 16 Jouberton Extension 31 Jouberton Extension 34 Sunny Side Tigane Extension 7 Tigane Extension 8 (Income expected only from Basic Service Charges)</p> <p>Proclamation of additional 6,077 stands to be billed</p> <p>Alabama Extension 5 Kanana extension 14 Kanana Extension 15 (Income expected only from basic services charges)</p>	<p>01/07/2024-30/06/2025</p>	<p>water meters so accounts can be opened</p> <p>Permits were issued and accounts registered in Alabama Ext. 5 except about 55 stands where there are double occupation</p>	<p>- Sunnyside: Town planning process still underway.</p> <p>Kanana Ext. 15: Residential permits are being processed</p> <p>Accounts for Ext. 14 Kanana were opened in 2008. Just need to conduct occupancy audit to establish houses which are illegally occupied.</p>	<p>Submit budget request during adjustment budget</p>
<p>Housing Development</p>	<p>Land – Expected Inflow R35,327,242</p>	<p>Disposal of 205 serviced/subserviced Municipal owned land for Residential, Commercial & Industrial Developments</p>	<p>01/07/2024-30/06/2025</p>	<p>Income of R1, 650,483 received from Sale of Stands from 01/07/2024-31/08/2024.</p>	<p>This is an ongoing process of Sale of Stands</p>	<p>The department is continuously enforcing adherence to the conditions of Sale, in order to ensure that the target will be reached by end of 204/2025 financial year</p>

Electricity	Electricity loss reduction by 18%	2024/25	FY 630	01/07/2024– 30/06/2025		
	Expected Inflow R2 Million	Expected Inflow R2 Million	•Audits on all bypassed meters	01/07/2024– 30/06/2025	Achieved	
	Expected Inflow R250 Million	•Revenue improvement and reduction of technical loss through Medium voltage. Network refurbishment & upgrading •Replacement of non-functional meters	01/07/2024– 30/06/2025	Not achieved	Capital Budget constraints	To be proposed for inclusion during the adjustment in line with the approved electricity master plan
					Achieved 36 nonfunctioning meters replaced	

					<ul style="list-style-type: none"> •Replacement of LPU conventional meters with smart meters •Conversion of conventional meters to prepaid/smart meters for all consumers 		<p>Not achieved</p> <p>Not achieved</p> <p>Achieved</p>	<p>Awaiting council on approval of participation in RT29 transversal contract</p> <p>Awaiting council approval for covering of costs related to installation of slit prepaid enclosures</p>	<p>Item to be resubmitted to council</p>
				<p>Expected inflow due to implementation of disconnection & connection on those in arrears.</p>					
FAAN MEIENTJES NATURE RESERVE				<p>Open swimming pool to the public</p>	<p>01/08/2024 - 31/03/2025 (Seasonal)</p>	<p>The swimming pool pumps must still be fixed</p>	<p>Works Order has been submitted to building Section for the job to be done</p>	<p>To be done from September 2024 until March 2024</p>	
				<p>Selling of braai wood</p>	<p>01/07/2024 - 30/06/2025</p>	<p>Not achieved</p>	<p>Vote has not been created and all chainsaws are broken</p>	<p>The Department will request Finance to create a vote. Awaiting for Service provider to be</p>	
				<p>Land Expected Inflow R250 Million</p>					
				<p>Expected Inflow R5 000</p>					

	<p>Expected Inflow R15 000</p> <p>On Line Booking System</p> <p>Midweek specials (Chalets and caravan sites)</p> <p>Expected Inflow R20 000</p>	<p>Curio Shop</p> <p>Consumers to book on line to cut down on paper</p> <p>To attract midweek booking and visits</p> <p>Awareness of a Nature Reserve</p>	<p>01/07/2024 - 30/06/2025</p> <p>01/07/2024 - 30/06/2025</p> <p>01/07/2024 - 30/06/2025</p> <p>01/07/2024 - 30/06/2025</p>	<p>Not done</p> <p>Not done</p> <p>Not done</p> <p>Viakvark event will be held on 21 September 2024</p>	<p>No budget</p> <p>No network at Faan Meintjes</p> <p>Not yet advertised</p>	<p>appointed to repair the chainsaws.</p> <p>To be budgeted for during 2025/2026</p> <p>To request IT to install wi-fi</p> <p>To request Marketing to advertise on all Council social media platforms</p>
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	Culling of Excess Game Expected Inflow R570 000	Species control	Every 2 years	Game counting done. Recommendations received		Awaiting a full report from Centurion Academy regarding excess animals to be culled.
CEMETERIES	Land Expected Inflow R5 000	Create a Beautified Hero's Acre	01/07/2024 - 30/06/2025	Not done	Trees are in a dormant stage	Trees will be planted once they are in a good state
	Expected Inflow R1 000	Selling of flowers and wreaths at the main gate	01/07/2024 – 30/06/2025	Not done	Flowers are not growing due to winter season	Flowers will be sold from October
		Utilization of software system for Cemeteries	01/07/2024 – 30/06/2025	The System needs to be updated as there are a lot of discrepancies	Refresher course has not been given to Clerical Assistants	The Department will arrange with Data Section to speed up the Refresher course and update the system

PARKS	Land Expected Inflow R5 000	Selling of pot plants and fruit trees	01/07/2024 - 30/06/2025	Not done	The vote to purchase the black plastics has been cancelled due to financial constraints	The Department will look into the possibility of creating a vote during adjustment.
CLEANSING	Businesses in CBD, Townships, Businesses from home and new Housing Complexes	Charge the correct tariffs for the service rendered.	01/07/2024- 30/06/2025	None	Due to Supervisors not having transport	The Combi of Cleansing is not working it needs to go for repairs; there is no transport available to cover those areas. Note books were handed out to Drivers to write down bins collected from Business Areas in order to quantify them
Debt collection and Recovery	Debt Collection Expected Inflow R250 million	Utilize internal debt collectors	01/07/2024 - 30/06/2025	R32 million collected by 31 August 2024 on 90 days accounts. 12.8% achieved of the target	There are challenges with a lot of unauthorized and illegal connections directly made to the municipal water and electricity grid. The water department had a challenge of availability of water meters; this challenge was resolved when	Follow ups are conducted by the credit control officials, the team embarked on a project of calling clients during the weekend and the response was positive. The municipality is applying for a grant

					meters were ordered from the service providers in February 2024. Water meters are still not installed due to unavailability of vehicles for water teams. Non-purchasing of pre-paid electrical users is contributing to low collection rate.	with National Treasury for smart meters to replace all non-functional meters and tampered meters.
Revenue enhancement	Billing Expected Inflow R5 million	To provide amnesty to 4500 additional customers in the entire Kosh area.	01/07/2024 - 30/06/2025	Not achieved		
Revenue enhancement	Billing Expected Inflow R15 million	Incorporate all proclaimed site Establishment or developed properties in to the municipal billing system	01/07/2024 - 30/06/2025	Not achieved		
Revenue enhancement	Billing/Property Rates Expected Inflow R5 million	Reconcile Current Valuation and Billing system to identify discrepancies for accurate billing	01/07/2024- 31/06/2025	Not achieved		

Revenue enhancement	Billing Expected Inflow R25 million	Investigate and identify government properties that were left out during separation of Department of Public works and Department of Agriculture that still owes Municipality	01/07/2024- 31/06/2025	Not achieved		
Revenue enhancement	Billing Expected Inflow R35 million	Conduct Billing Audit called Operation Reabala to cleanse and verify all our meters within the entire Kosh	01/07/2024- 31/06/2025	Not achieved		
Revenue enhancement	Billing Expected Inflow R8 million	Erect a new VIP Grave Site for reasonable fee for revenue generation	01/07/2024- 31/06/2025	Not achieved		
Revenue enhancement	Billing Expected Inflow R12 million	Tariff Restructure Review and Restructuring	01/11/2024- 28/02/2025	Not achieved		
Revenue enhancement	Billing Expected Inflow R5 million	Customer Billing Data cleansing and Integration with the property and GIS	01/11/2024- 28/02/2025	Not achieved		

Revenue enhancement	Billing Expected Inflow R4 million	Development of best practice procedure and staffing requirement to enhance customers care and operation	01/07/2024-31/06/2025	Not achieved	
Revenue enhancement	Traffic Expected Inflow R4 million	Intensify Traffic law enforcement(Such as Road Block and Impounding cars)	01/07/2024-31/06/2025	R542 194 Achieved	

2. Operating Expenditure

Cost Cutting Measures	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
<p>Wet fuel –</p> <p>Savings: R5 Million</p> <p>Reducing Over expenditure on Wet Fuel from R 550 000 per week to R450 000</p>	01/07/2024– 30/06/2025	Not achieved		
<p>Repairs and maintenance</p> <p>Savings: R30 Million</p> <p>Consolidate all repair and maintenance costs to a central vote number at Mechanical Services.</p> <p>Reallocation of 80% of all maintenance votes towards replacement of fleet through lease to buy contract option. Provide R80 million to commence with replacement of old fleet with lease of new fleet.</p>	01/07/2024– 30/06/2025	<p>Not achieved</p> <p>Not achieved</p>	<p>Awaiting for Finance to implement the proposal</p> <p>Awaiting for Finance to implement the proposal</p>	<p>Finance to investigate the proposal in line with MSCOA and implement during adjustment budget</p> <p>Finance to investigate the proposal</p>

<p>This process will eliminate the repairs and maintenance of the current old fleet.</p> <p>Installation of Tracking devices Saving: R5 Million Installation of Tracking devices on all our vehicle to eliminate municipal vehicle abuse</p> <p>Development of best practice and institutionalize control on municipal vehicles against abuse of fuel Provide Training Saving: R15 Million</p> <p>Full Utilization of Municipal Garage Savings: R25 Million Ideal utilization and optimization of Municipal garage instead of out-sourcing of all municipal fleet</p>	<p>01/07/2024 – 30/06/2025</p> <p>01/07/2024 – 30/06/2024</p> <p>01/07/2024 – 30/06/2025</p> <p>01/07/2024-30/06/2025</p>	<p>Not achieved</p> <p>Not achieved</p>	<p>Awaiting for budget to be opened for procurement</p> <p>Functions are monitored by finance</p>	<p>The draft tender for fleet management (tracking) developed and to be submitted for approval</p>
<p>Travelling and subsistence Saving: R600 000</p> <p>Cutting unnecessarily travelling and accommodation (Office of the CFO and Municipal Manager have jointly</p>				

issued moratorium to suspend all non-essential travelling and accommodation for the whole financial year).						
Cash Flow Management Establish Cash Flow management team to priorities on prudent municipal spending	01/07/2024-01/06/2025					
Overtime Saving: R30 Million Cutting on the unnecessary overtime	01/07/2024-01/06/2025	Not achieved				
Consultants Savings: R6 Million Reduction of Consultants cost in phases over MTRF Period	01/07/2024-31/06/2025	Not achieved				
Alternative Energy Savings: R10 Million Reduce Provision of paraffin from 2 x 20 Litres per person per month to 1 x 20 Litres per person per month	01/07/2024-31/06/2025	Reduce distribution of paraffin.	The distribution of paraffin has been reduced and no orders were placed for the month of August 2024.	The indigent section to continue reducing the distribution of paraffin.		

<p>Contracted Services Savings: R519,920 pa and R42,660 pm</p> <p>To review operational contract to scale down their services and support on the following expenditure items:</p> <ul style="list-style-type: none"> • Hire charges - reduce printing and photocopy machine from 101 to 58 number of stand-alone high-volume devices and replace 34 desktop devices machines in order to decrease copy production and costs. <p>Agenda is now sent electronically to Councilors to reduce printing costs.</p>	<p>01/07/2024-31/06/2025</p>	<p>No cost</p>	<p>Reducing almost excessive spending on printing/copy</p>	<p>R42,660 pm on R519,920 pa</p>
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Payment of Creditors

CREDITORS AGE ANALYSIS - 31 August 2024

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Total -
Bulk Electricity	175 459 662	200 624 598	159 132 692	1 814 733 668	2 349 950 619
Bulk Water	136 459 424	71 530 907	68 387 230	1 653 483 820	1 929 861 382
Auditor General	685 772	928	950	95 188	782 839
Business Connexion	1 895 358	408 568	1 421 008	5 799 867	9 524 801
Trade Creditors	7 421 409		51 310 620	(8 206 199)	50 525 830
Total	321 921 625	272 565 001	280 252 500	3 465 906 344	4 340 645 471

RECOMMENDATIONS

Based on the contents of this report, it is recommended that the Accounting Officer submit to the Executive Mayor this report for the month ending 31 August 2024 as per section 71 of the MFMA

