

CITY OF MATLOSANA

Date submitted:

Author of the item: Lesego Molohe

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

HEAD OF DIVISION: H. S. Rossouw

SIGNED: [Signature]

DATE: 12 FEBRUARY 2025

CITY OF
MATLOSANA

2025-02-13

RECEIVED BY
MUNICIPAL MANAGER

Received by Deputy Director: Administration

Date and Time: 14/2/2025

Signature: [Signature]

Director: Corporate Support

Date

COMMENTS:

Chief Financial Officer

Date

COMMENTS:

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

MUNICIPAL MANAGER

SIGNATURE

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

Report received on the 18th Feb 2025, therefore review process did not start

SIGNATURE

DATE

18-02-2025

CITY OF MATLOSANA



MONTHLY BUDGET STATEMENT S71 MONTHLY REPORT 31 JANUARY 2025

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 31 JANUARY 2025

TABLE OF CONTENTS

PART 1

1. Executive summary	4
1.1 Performance summary.....	4
2. In - year budget statement.....	8
2.1 Monthly budget statement summary.....	8
2.2 Monthly budget statement financial performance – Revenue.....	9
2.3 Monthly budget statement financial performance – Expenditure per category	12
2.4 Actual capital expenditure per vote and funding source.....	15
2.5 Monthly budget statement cash flow.....	19
2.6 Actual borrowings.....	20

PART 2

3. In – year budget statement supporting tables and documentations.....	21
3.1 Debtors age analysis.....	21
3.2 Creditors age analysis.....	23
3.3 Investments.....	24
3.4 Allocation received and actual expenditure on allocation received.....	25
3.5 Councillors and employees benefits.....	27
3.6 Other supporting documentations.....	32
3.7 Annexure A: Progress on Municipal Debt Relief.....	39
Annexure B: Collection Rate per Ward.....	50
Annexure C: Summary of collections.....	55
Annexure D: Credit Control Actions.....	59
Annexure E: Indigent Report.....	60
Annexure F: Financial Plan.....	63

LIST OF TABLES

Table 1: Performance Summary.....	
Table 2: Monthly budget statement – Summary.....	
Table 3: Monthly budget statement – Revenue per department.....	
Table 4: Monthly budget statement - Revenue per source.....	
Table 5: Monthly budget statement – Operational expenditure per category.....	
Table 6: Monthly budget statement – Operational expenditure per vote.....	
Table 7: Monthly budget statement – Capital expenditure per vote.....	
Table 8: Monthly budget statement – Capital expenditure per funding source.....	
Table 9: Monthly budget statement – Financial Position.....	
Table 10: Monthly budget statement – Actual Cash flow.....	
Table 11: Monthly budget statement – Actual Borrowings.....	
Table 12: Monthly budget statement – Outstanding Debtors.....	
Table 13: Monthly budget statement – Creditors age analysis.....	
Table 14: Monthly budget statement – Investments.....	
Table 15: Monthly budget statement – Transfer and grant receipts.....	
Table 16: Monthly budget statement – Transfer and grant expenditure.....	
Table 17: Monthly budget statement – Councillors and Employees benefits.....	
Table 18: Monthly budget statement – Material Variances.....	
Table 19: Monthly budget statement – Financial performance.....	
Table 20: Monthly budget statement – Capital expenditure performance.....	

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 JANUARY 2025

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description R thousand	YTD Budget 2024/25	January 2025 Actual	YTD Actual 2024/25	Variance Favourable (Unfavourable)	Variance %
Total Revenue (excluding capital transfers and contributions)	2,487,835,112	312,204,851	2,640,088,926	152,253,814	6%
Total Revenue (including capital transfers and contributions)	2,596,480,789	321,047,724	2,707,805,837	111,325,048	4%
Total Operating Expenditure	2,486,545,222	850,365,819	2,240,833,610	(245,711,612)	-10%
SURPLUS/ (DEFICIT).	109,935,567	(529,318,095)	466,972,227	357,036,660	

As indicated in Table 1 above, as at 31 January 2025, the billed revenue excluding capital grants amounted to R 2,640 billion which resulted in a favourable outcome of 6% when compared to the YTD Budget of R 2,488 billion. The billed revenue including capital grants amounted to R 2,708 billion, which resulted in a favourable outcome of 4% when compared the YTD budget of R 2,597 billion. 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 2,241 billion and the YTD Budget amounts to R 2,487 billion, which resulted in a negative variance of 10%. The reasons for the variance are articulated in below Section 2.3.

Please note that certain Revenue by source and Expenditure by type categories are showing excessive negative and/or positive variances. This is due to the fact that the YTD budgets were all systematically determined on a straight-line basis by dividing the total budget per category per line item by 12. The capital projections were also done in the same fashion.

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 10,148 billion of which 93% of the debt is owed in excess of 90 days. Of the total debt, R 104,8 million is owed by government, R 800, 4 million by business and R 9,243 billion by households. CoM is urging government, businesses and households to meet their obligation to the municipality or enter into payment arrangements.

The payment rate should be accelerated, as the financial stability of the municipality is dependent on it. This can only be achieved when the Credit Control and Policy is applied in full.

Tough decisions have to be taken to have a meaningful impact and produce positive results. This action is long overdue, especially in light of the municipality's financial crisis and major threat to its financial viability and sustainability. In order for the municipality to thrive, overall performance must improve, the quality of service rendered must improve, accountability must be enforced which must be complimented by strict consequence management. The municipality should enhance revenue collection and ensure that operational and capital funds are spent effectively with good value for money.

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

✓ **Inaccurate Billing**

- Inefficient or inaccurate billing due to incorrect meter readings and non-functional meters can lead to under-billing or over-billing of residents, which can cause disputes and further reduce collection rates. The municipality is in a process of the implementation of the Meter Reading System (MRS) module with the financial system (SOLAR) where the meter reading will be driven by Billing team and the assistance of unemployed youth.

✓ **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.

Progress in terms of Funding 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 Funding Plan. Some of the revenue enhancement strategies that were not implemented for the past 7 months will be adjusted during 2024/2025 Adjustment budget.

The detailed Progress report for the month ending 31 January 2025 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. The latest compliance status release is 76%. 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 currently paying R40 to R50 million a month to ESKOM and is enforcing the revenue enhancement strategies and debt collection methods in order to increase the low collection rate. CoM is currently under Financial Recovery Plan.

Refer to Annexure D for Credit Control actions implemented during the month of January 2025

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

Cash management

Bank Balances	R 15,905,834
Call Investments	R 128,997,025
Cash and Cash Investments	R 144,902,859

Investment Portfolio: 31 January 2025

City of Matlosana

INSTITUTION	INTEREST RATE	JANUARY 2025	EXPLANATION
Call Investment			
ABSA: 3854	4,15%	38 421 848,94	WSIG
ABSA: 5047	7,05%	1 031 175,35	INEP
ABSA: 6177	8,00%	38 196 124,29	MIG
ABSA: 2264	7,05%	729 620,63	own (Eskom)
ABSA: 4682	7,90%	153,80	NDPG
ABSA: 4063	7,05%	4 956 290,71	EEDSM
ABSA: 1223	8,00%	10 187 346,06	Auction
ABSA: 5203	8,90%	744 728,34	own (Salaries)
INVESTEC	8,00%	8 741 992,26	own
FNB	8,00%	26 717 365,51	COVID
TOTAL Call Investment		129 726 645,89	

Note: The R 109, 3 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 10,147,994,901
Debtors: Government	R 104,774,859
Debtors: Business	R 800,352,603
Debtors: Household	R 9,242,867,439

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate for the month ending 31 January 2025 is 64%.

Creditors

Total Outstanding Creditors	R 4 759,847,262
ESKOM	R 2,493,367,583
Midvaal	R 2,164,224,920
Trade Creditors	R 88,699,511
Business Connexion	R 8,042,105
Auditor General	R 5,513,143

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

Capital Grants Expenditure

31 JANUARY 2025 CAPITAL GRANTS EXPENDITURE

GRANT DESCRIPTION	BUDGET 2024/25	January Expenditure Incl VAT 2024/25	YTD ACTUALS VAT Incl	YTD BUDGET	YTD % Incl VAT
MIG	107 163 799	2 786 137	52 906 620	62 512 216	49,37
NDPG	26 162 000		6 764 657	15 261 167	25,86
INEP	2 924 000		2 184 246	1 705 667	74,70
WSIG	50 000 000	376 158	15 282 520	29 166 667	30,57
TOTAL	186 249 799	3 162 295	77 138 043	108 645 716	41,42

Total Capital grants budget amounts to R 186, 2 million. Total expenditure for the month ending 31 January 2025 amounts to R 3,162 million, and the year-to-date actual expenditure amounts to R 77, 1 million representing 41% of the total Capital Grants budget. 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 - M07 January

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	39 845	334 254	346 316	(12 062)	-3%	593 684
Service charges	2 073 124	2 350 095	2 350 095	198 574	1 343 220	1 370 889	(27 669)	-2%	2 350 095
Investment revenue	125 136	10 239	10 239	938	5 863	5 973	(110)	-2%	10 239
	616 668	657 797	657 797	2 449	473 255	383 715	89 540	0	657 797
Other own revenue	746 090	653 045	653 045	70 399	483 497	380 943	102 554	27%	653 045
Total Revenue (excluding capital transfers and contributions)	4 068 451	4 264 861	4 264 861	312 205	2 640 089	2 487 835	152 254	6%	4 264 861
Employee costs	795 180	794 682	794 682	61 659	445 227	463 566	(18 339)	-4%	794 682
Remuneration of Councilors	39 039	46 107	46 107	3 299	23 211	26 896	(3 685)	-14%	46 107
	347 975	411 098	411 098	-	163 748	239 807	(76 059)	-32%	411 098
Interest	221 599	10 144	10 144	31	323	5 918	(5 595)	-95%	10 144
Inventory consumed and bulk purchases	1 682 195	1 359 301	1 359 351	142 568	726 481	792 941	(66 460)	-8%	1 359 351
	-	-	-	-	-	-	-	-	-
Other expenditure	2 001 627	1 641 309	1 641 259	642 809	881 843	957 418	(75 574)	-8%	1 642 259
Total Expenditure	5 087 616	4 262 641	4 262 641	850 366	2 240 834	2 486 545	(245 712)	-10%	4 262 641
Surplus/(Deficit)	(1 019 165)	2 220	2 220	(538 161)	399 255	1 290	397 965	30853%	2 220
Transfers and subsidies - capital (monetary allocations)	178 440	186 250	186 250	8 843	67 717	108 646	(40 929)	-38%	186 250
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(840 725)	188 470	188 470	(529 318)	466 972	109 936	357 037	325%	188 470
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(840 725)	188 470	188 470	(529 318)	466 972	109 936	357 037	325%	188 470
Capital expenditure & funds sources									
Capital expenditure	186 250	13 352	186 250	2 750	67 880	108 646	(40 765)	-38%	236 250
Capital transfers recognised	186 250	13 352	186 250	2 750	67 880	108 646	(40 765)	-38%	186 250
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	50 000	97	50 000	171	585	29 167	(28 581)	-98%	50 000
Total sources of capital funds	236 250	13 449	236 250	2 921	68 465	137 812	(69 346)	(0)	236 250
Financial position									
Total current assets	2 388 118	845 690	845 690	-	3 328 126	-	-	-	845 690
Total non current assets	5 340 703	3 849 405	3 849 405	-	5 245 421	-	-	-	3 849 405
Total current liabilities	6 215 309	3 454 318	3 454 318	-	6 755 472	-	-	-	3 454 318
Total non current liabilities	18 617	81 274	81 274	-	11 997	-	-	-	81 274
Community wealth/Equity	2 570 991	971 033	971 033	-	1 816 865	-	-	-	971 033
Cash flows									
Net cash from (used) operating	2 595 993	(119 057)	(119 057)	(23 267)	1 684 324	(69 452)	(1 753 776)	2525%	(119 057)
Net cash from (used) investing	(249 627)	(236 250)	(236 250)	(2 921)	(68 466)	(137 812)	(69 346)	50%	(236 250)
Net cash from (used) financing	(865)	(4 800)	(4 800)	-	-	(2 800)	(2 800)	100%	(4 800)
Cash/cash equivalents at the month/year end	2 240 728	(452 785)	(452 785)	1 797 573	1 797 573	(117 386)	(1 914 959)	1631%	(178 392)
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	328 458	217 164	192 042	9 410 330	-	-	-	-	10 147 995
Creditors Age Analysis									
Total Creditors	352 511	97 979	231 115	4 078 243	-	-	-	-	4 759 847

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

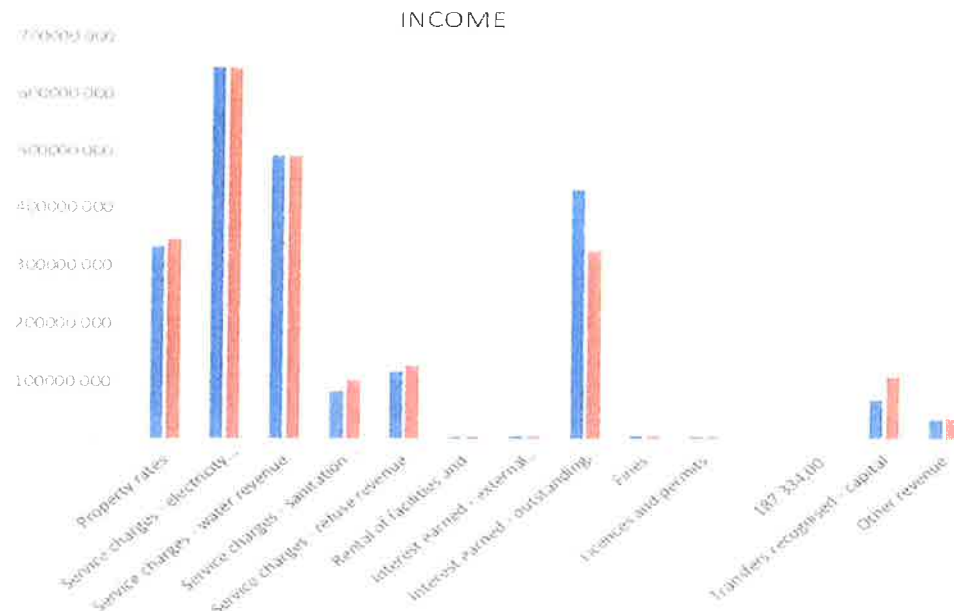
Actual operating revenue per source

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 2,708 billion and compares favourably with the pro rata budgeted figure of R 2,597 billion a positive variance of R 111,3 million for the month ending 31 January 2025.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR THE PERIOD ENDING 31 JANUARY 2025

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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		972 817 553	1 109 135 987	1 109 135 987	84 834 186	649 109 390	646 995 951	2 113 439	0%	1 109 135 987
Service charges - Water		718 628 011	845 005 452	845 005 452	84 764 298	492 432 762	492 919 833	(487 071)	0%	845 005 452
Service charges - Waste Water Management		145 700 377	176 453 343	176 453 343	12 328 764	83 967 330	102 931 101	(18 963 771)	-18%	176 453 343
Service charges - Waste management		197 202 189	219 500 000	219 500 000	16 646 481	117 710 284	128 041 662	(10 331 378)	-8%	219 500 000
Sale of Goods and Rendering of Services		10 253 357	9 805 305	9 805 305	605 285	6 771 550	5 719 700	1 051 850	18%	9 805 305
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		604 701 958	508 204 666	508 204 666	59 850 555	398 544 530	296 452 695	102 091 835	34%	508 204 666
Interest from Current and Non Current Assets		10 301 503	10 239 203	10 239 203	937 948	5 863 239	5 972 855	(109 616)	-2%	10 239 203
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		9 090 929	9 857 011	9 857 011	426 243	4 582 671	5 749 884	(1 167 213)	-20%	9 857 011
Licence and permits		7 828 316	7 427 464	7 427 464	609 899	4 680 709	4 332 685	348 024	8%	7 427 464
Operational Revenue		52 704 323	51 084 078	51 084 078	1 788 029	27 015 646	29 799 000	(2 783 354)	-9%	51 084 078
Non-Exchange Revenue								-		
Property rates		507 433 747	593 684 392	593 684 392	39 844 761	334 253 872	346 315 823	(12 061 951)	-3%	593 684 392
Surcharges and Taxes		-	150 000	150 000	-	-	87 500	(87 500)	-100%	150 000
Fines, penalties and forfeits		3 828 114	11 710 752	11 710 752	946 054	6 927 461	6 831 244	96 217	1%	11 710 752
Licence and permits		-	50 000	50 000	-	-	29 162	(29 162)	-100%	50 000
Transfers and subsidies - Operational		599 342 928	657 797 200	657 797 200	2 448 966	473 254 872	383 715 017	89 539 855	23%	657 797 200
Interest		52 760 735	54 756 000	54 756 000	6 173 381	34 938 546	31 941 000	2 997 546	9%	54 756 000
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		77 749	-	-	-	36 064	-	36 064	#DIV/0!	-
Discontinued Operations								-		
Total Revenue(excluding capital transfers and contributions)		3 892 671 788	4 264 860 853	4 264 860 853	312 204 851	2 640 088 926	2 487 835 112	152 253 814	6	4 264 860 853
Transfers and subsidies - capital (monetary allocations)		145 400 281	186 249 799	186 249 799	8 842 873	67 716 911	108 645 677	(40 928 766)	-38%	186 249 799
TOTAL Revenue (including capital transfers and contributions)		4 038 072 069	4 451 110 652	4 451 110 652	321 047 724	2 707 805 837	2 596 480 789	111 325 048	4	4 451 110 652



The variance can be attributed to the following:

- **Service charges – Waste Water Management (-18%):** Less revenue billed as the anticipated. It is imperative that the Billing section does a proper investigation to ensure that all properties are billed accurately for basic and additional sewer.
- **Sale of Goods and Rendering of services (18%):** Sale of Goods and Rendering of services is performing satisfactory with a positive variance.
- **Interest earned from receivables (34%) 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.
- **Rental of Fixed Assets (-20%):** Less revenue billed on Rental of Fixed Assets than initially planned.

**TABLE 4: ACTUAL REVENUE PER DEPARTMENT FOR THE PERIOD ENDING
31 JANUARY 2025**

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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									
Revenue - Functional										
<i>Governance and administration</i>		1 420 387	1 424 034	1 424 034	60 405	933 781	830 686	103 095	12%	1 424 034
Executive and council		(8 215)	1 430	1 430	9	1 310	834	476	57%	1 430
Finance and administration		1 428 602	1 422 603	1 422 603	60 396	932 470	829 852	102 619	12%	1 422 603
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		71 849	69 283	69 283	3 402	29 608	40 415	(10 807)	-27%	69 283
Community and social services		11 231	3 872	3 872	190	1 566	2 259	(692)	-31%	3 872
Sport and recreation		8 867	15 834	15 834	8	1 167	9 236	(8 069)	-87%	15 834
Public safety		43 978	39 399	39 399	2 656	22 787	22 983	(195)	-1%	39 399
Housing		7 773	10 179	10 179	549	4 087	5 937	(1 851)	-31%	10 179
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		55 237	25 872	25 872	1 344	20 554	15 092	5 462	36%	25 872
Planning and development		10 262	11 554	11 554	979	6 169	6 740	(570)	-8%	11 554
Road transport		44 794	14 209	14 209	344	14 278	8 289	5 990	72%	14 209
Environmental protection		180	109	109	21	106	63	43	67%	109
<i>Trading services</i>		2 670 823	2 901 971	2 901 971	255 894	1 709 192	1 692 816	16 376	1%	2 901 971
Energy sources		1 067 753	1 167 622	1 167 622	94 326	694 130	681 113	13 017	2%	1 167 622
Water management		1 041 946	1 092 663	1 092 663	111 102	683 521	637 387	46 134	7%	1 092 663
Waste water management		177 090	253 895	253 895	19 974	117 531	148 106	(30 575)	-21%	253 895
Waste management		384 033	387 791	387 791	30 493	214 011	226 211	(12 200)	-5%	387 791
<i>Other</i>	4	28 595	29 951	29 951	2	14 671	17 471	(2 801)	-16%	29 951
Total Revenue - Functional	2	4 246 891	4 451 111	4 451 111	321 048	2 707 806	2 596 481	111 325	4%	4 451 111

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

Actual operating expenditure per category

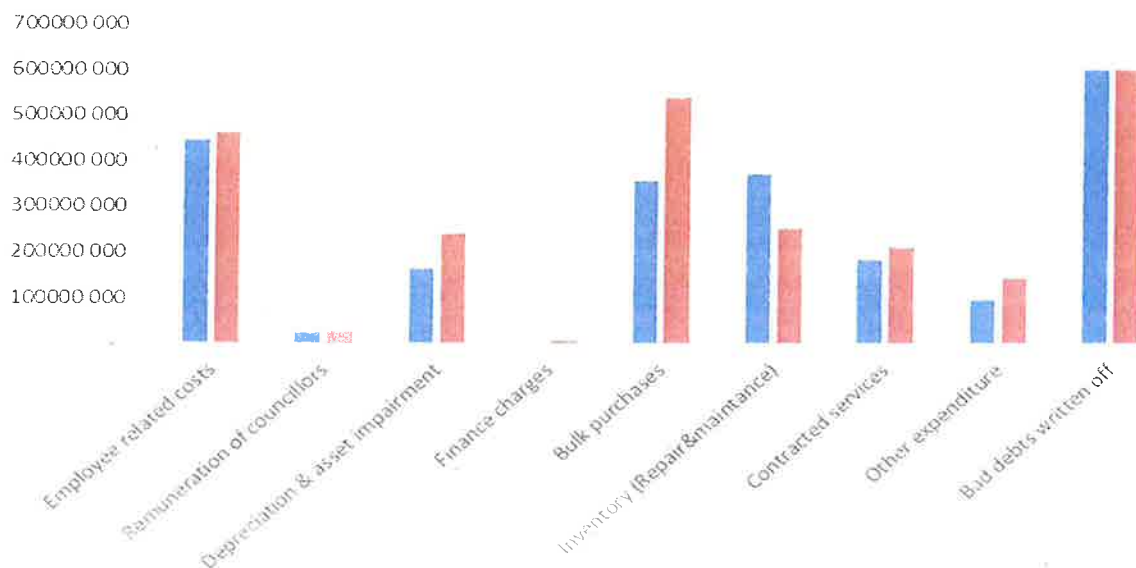
The actual operating expenditure per vote is set out in Table 5 below. The operating expenditure for the month of January 2025 amounts to R 850,4 million and the year to date actual operating expenditure amounts to R 1,390 billion. There is an unfavourable deviation of 10% when the year to date actual operating expenditure of R 2,241 billion is compared with year to date budget of R 2,487 billion.

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR THE PERIOD ENDING 31 JANUARY 2025

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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										
<u>Expenditure By Type</u>										
Employee related costs		795 180	794 682	794 682	61 659	445 227	463 566	(18 339)	-4%	794 682
Remuneration of councillors		39 039	46 107	46 107	3 299	23 211	26 896	(3 685)	-14%	46 107
Bulk purchases - electricity		1 010 483	925 000	925 000	99 630	355 692	539 583	(183 891)	-34%	925 000
Inventory consumed		671 711	434 301	433 351	42 938	370 789	253 357	117 431	46%	433 351
Debt impairment		3 098	1 030 323	1 030 323	601 021	601 021	601 022	(0)	0%	1 030 323
Depreciation and amortisation		347 975	411 098	411 098	-	163 748	239 807	(76 059)	-32%	411 098
Interest		377 388	10 144	10 144	31	323	5 918	(5 595)	-95%	10 144
Contracted services		224 471	363 508	364 458	29 279	184 077	212 032	(27 956)	-13%	364 458
Transfers and subsidies								-		
Irrecoverable debts written off		1 444 949	-	-	-	1 959	-	1 959	#DIV/0!	-
Operational costs		324 571	247 478	247 478	12 509	94 786	144 364	(49 577)	-34%	247 478
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		4 539	-	-	-	-	-	-		-
Total Expenditure		5 243 405	4 262 641	4 262 641	850 366	2 240 834	2 486 545	(245 712)	-10%	4 262 641

EXPENDITURE



The variance can be attributed to the following:

- **Bulk Purchases (-34%):** 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 (46%):** Inventory consumed is showing a positive variance as a result of monthly payments made to Midvaal Water Company.
- **Interest (-95%):** 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 (-13%):** Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. The outstanding invoices have not yet been captured on the system and have to be processed during the next coming months.
- **Operational cost (-34%):** 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 JANUARY 2025

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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	161 453	442 447	492 799	(50 352)	-10%	844 795
Executive and council		452 494	406 791	406 791	24 486	209 841	237 296	(27 455)	-12%	406 791
Finance and administration		1 142 792	431 329	431 329	136 576	229 545	251 609	(22 064)	-9%	431 329
Internal audit		6 026	6 675	6 675	390	3 061	3 894	(832)	-21%	6 675
Community and public safety		313 687	396 428	394 428	28 400	193 374	230 500	(37 126)	-16%	394 428
Community and social services		70 509	118 842	117 842	5 078	44 936	68 950	(24 014)	-35%	117 842
Sport and recreation		79 216	110 728	109 728	7 539	48 343	64 217	(15 874)	-25%	109 728
Public safety		147 260	146 357	146 357	13 749	88 364	85 375	2 989	4%	146 357
Housing		16 593	20 337	20 337	2 033	11 727	11 863	(136)	-1%	20 337
Health		109	164	164	-	4	96	(92)	-96%	164
Economic and environmental services		218 517	282 671	282 671	10 550	141 931	164 892	(22 961)	-14%	282 671
Planning and development		78 528	72 417	72 417	4 915	34 467	42 244	(7 777)	-18%	72 417
Road transport		143 346	207 945	207 945	5 506	106 569	121 302	(14 733)	-12%	207 945
Environmental protection		(3 357)	2 309	2 309	129	895	1 347	(452)	-34%	2 309
Trading services		3 085 827	2 711 346	2 713 346	648 806	1 454 747	1 582 370	(127 623)	-8%	2 713 346
Energy sources		1 367 561	1 516 662	1 516 662	339 999	671 645	884 720	(213 075)	-24%	1 516 662
Water management		1 117 564	724 760	724 760	212 859	535 289	422 777	112 512	27%	724 760
Waste water management		345 928	252 336	252 336	40 121	127 028	147 196	(20 168)	-14%	252 336
Waste management		254 774	217 589	219 589	55 827	120 784	127 677	(6 893)	-5%	219 589
Other		24 062	27 400	27 400	1 157	8 334	15 984	(7 649)	-48%	27 400
Total Expenditure - Functional	3	5 243 405	4 262 641	4 262 641	850 366	2 240 834	2 486 545	(245 712)	-10%	4 262 641

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 JANUARY 2025

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote 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 - Functional Classification										
Governance and administration		(0)	50 000	50 000	171	585	29 167	(28 581)	-98%	50 000
Executive and council		(0)	47 000	47 000	27	174	27 417	(27 242)	-99%	47 000
Finance and administration		(0)	3 000	3 000	144	411	1 750	(1 339)	-77%	3 000
Internal audit								-		
Community and public safety		7 966	15 094	15 094	88	1 141	8 805	(7 663)	-87%	15 094
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation		7 966	15 094	15 094	88	1 141	8 805	(7 663)	-87%	15 094
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health								-		
Economic and environmental services		32 860	12 802	19 730	863	12 595	11 247	1 348	12%	19 730
Planning and development								-		
Road transport		32 860	12 802	19 730	863	12 595	11 247	1 348	12%	19 730
Environmental protection								-		
Trading services		194 864	153 367	146 439	1 799	53 094	85 685	(32 591)	-38%	146 439
Energy sources		114 593	5 113	5 113	-	1 903	2 982	(1 080)	-36%	5 113
Water management		48 276	35 468	35 468	-	17 306	20 690	(3 384)	-16%	35 468
Waste water management		13 533	74 012	67 085	327	28 172	39 395	(11 223)	-28%	67 085
Waste management		18 463	38 774	38 774	1 472	5 713	22 618	(16 905)	-75%	38 774
Other		2 615	4 988	4 988	-	1 050	2 909	(1 859)	-64%	4 988
Total Capital Expenditure - Functional Classification	3	238 305	236 250	236 250	2 921	68 466	137 812	(69 346)	-50%	236 250

NOTE: The total capital budget amounts to R 236, 3 million. The expenditure for the month ending 31 January 2025 amounts to R 2,921 million and the year-to-date actual expenditure as at 31 January 2025 amounts to R 68,466 million.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR THE PERIOD ENDING 31 JANUARY 2025

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote 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									
Funded by:										
National Government		236 808	186 250	186 250	2 750	67 880	108 646	(40 765)	-38%	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	2 750	67 880	108 646	(40 765)	-38%	186 250
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		1 497	50 000	50 000	171	585	29 167	(28 581)	-98%	50 000
Total Capital Funding		238 305	236 250	236 250	2 921	68 466	137 812	(69 346)	-50%	236 250

JANUARY 2025 CAPITAL GRANTS CHALLENGES AND MITIGATIONS

#	Challenges	Mitigation
1.	NDP Grant: Jouberton Taxi Rank - Contractor and consultant invoices awaiting payment.	- Council has approved budget to co-fund project shortfall, awaiting finalisation of mid-term budget approval
2.	Extension of National Fresh Produce Market in Klerksdorp Phase2: - There is no enough budget to complete the works.	- CoGTA approved additional funding of R1 274 903.80 instead of R3 987 544.30
3.	Klerksdorp West – Alabama 88kV Loop-In Loop-Out & 20MVA Substation - Project is having funding constraints. - Contractor is having difficulty with access to farms to re-stencil the line.	- Eskom to expedite assistance with farm owners - Electrical department to prepare an item to council for funding to complete the project.
4.	Refurbishment of Electrical and Mechanical Equipment in the Water Pump Stations in KOSH - Slow progress by contractor. - Delays in arrival of soft starters from international supplier hampering with progress	- Contractor has been put on terms.
5.	Development of Cell 3 of the Klerksdorp Landfill Site - Slow progress by contractor caused by shortage of plant on site	- Contractor to present acceleration plan to the municipality no later than 7 February 2025.
6.	Construction of Outfall Sewer Line in Khuma. - Project behind schedule following the contractor's failure to procure material and take to site required plant.	- Consultant lifted suspension, contractor to resume work on site from the 6th January 2025, however the contractor has abandoned site. - Municipality to have intervention meeting with the consultant and contractor to find means to remedy the challenges on site.
7.	Refurbishment of Jouberton Reservoir - Slow progress by the contractor on external works. - Delays on project caused by a leaking asbestos main water line.	- Municipal water department to assist with leakage - Contractor to be issued with letters to put them on terms to remedy performance.

TABLE 9: FINANCIAL POSITION

NW403 City Of Matlosana - Table C6 Monthly Budget Statement - Financial Position - M07 January

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		181 715	(267 428)	(267 428)	712 696	(267 428)
Trade and other receivables from exchange transactions		(1 649 879)	741 526	741 526	(1 266 234)	741 526
Receivables from non-exchange transactions		2 189 953	148 668	148 668	2 284 571	148 668
Current portion of non-current receivables		0	29	29	0	29
Inventory		57 912	(9 172)	(9 172)	(84 405)	(9 172)
VAT		1 565 214	195 040	195 040	1 639 557	195 040
Other current assets		42 662	37 026	37 026	41 942	37 026
Total current assets		2 387 577	845 690	845 690	3 328 126	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	5 518 920	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	5 245 421	3 849 405
TOTAL ASSETS		7 728 280	4 695 095	4 695 095	8 573 547	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	72 010	97 430
Trade and other payables from exchange transactions		4 558 411	2 729 411	2 729 411	4 663 387	2 729 411
Trade and other payables from non-exchange transactions		29 533	42 907	42 907	106 065	42 907
Provision		581 727	587 371	587 371	581 867	587 371
VAT		1 134 783	-	-	1 336 612	-
Other current liabilities		-	-	-	-	-
Total current liabilities		6 370 557	3 454 318	3 454 318	6 755 472	3 454 318
Non current liabilities						
Financial liabilities		18 617	81 274	81 274	11 997	81 274
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		18 617	81 274	81 274	11 997	81 274
TOTAL LIABILITIES		6 389 174	3 535 592	3 535 592	6 767 468	3 535 592
NET ASSETS	2	1 339 106	1 159 502	1 159 502	1 806 078	1 159 502
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		2 570 991	971 033	971 033	1 816 865	971 033
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2 570 991	971 033	971 033	1 816 865	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 January 2025 amounts to R 1,817 billion.

The Current Liabilities exceeds the Current Assets with R 3,427 billion. This is a serious liquidity problem.

2.5 Monthly Budget Statement - Cash Flow Statement

Collection rate – collection rate for the month ending 31 January 2025 is 64%.

TABLE 10: ACTUAL CASH FLOW FOR THE PERIOD ENDING 31 JANUARY 2025

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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		425 657	385 895	385 895	33 401	272 101	225 105	46 995	21%	385 895
Service charges		1 106 434	1 527 562	1 527 562	132 221	817 273	891 078	(73 805)	-8%	1 527 562
Other revenue		2 599 907	82 780	82 780	286 434	1 340 513	48 288	1 292 225	2676%	82 780
Transfers and Subsidies - Operational		610 676	657 797	657 797	4 000	477 208	383 715	93 493	24%	657 797
Transfers and Subsidies - Capital		172 541	186 250	186 250	26 280	140 296	108 646	31 650	29%	186 250
Interest		363	111 880	111 880	1 361	7 718	65 263	(57 545)	-88%	111 880
Dividends										
Payments										
Suppliers and employees		(1 951 363)	(3 071 220)	(3 071 220)	(506 964)	(1 370 785)	(1 791 547)	(420 763)	23%	(3 071 220)
Interest										
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 964 216	(119 057)	(119 057)	(23 267)	1 684 324	(69 452)	#####	2525%	(119 057)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(11 322)	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments										
Payments										
Capital assets		(238 305)	(236 250)	(236 250)	(2 921)	(68 466)	(137 812)	(69 346)	50%	(236 250)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(249 627)	(236 250)	(236 250)	(2 921)	(68 466)	(137 812)	(69 346)	50%	(236 250)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits		(865)	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	(4 800)	(4 800)	-	-	(2 800)	(2 800)	100%	(4 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(865)	(4 800)	(4 800)	-	-	(2 800)	(2 800)	100%	(4 800)
NET INCREASE/ (DECREASE) IN CASH HELD		2 713 724	(360 107)	(360 107)	(26 188)	1 615 858	(210 065)			(360 107)
Cash/cash equivalents at beginning:		104 773	92 679	92 679	1 823 761	181 715	92 679			181 715
Cash/cash equivalents at month/year end:		2 818 497	(267 428)	(267 428)	1 797 573	1 797 573	(117 386)			(178 392)

NOTE: The cash and call Investments for the month ending 31 January 2025 amounts to R 144,9 million that consists of the following:

- Bank balances: R 16 million
- Call investments: R 129 million

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 R2,464 million were made, the total outstanding borrowings as at 31 January 2025 amounts to R3,011 million.

TABLE 11: ACTUAL BORROWING FOR THE PERIOD ENDING 31 JANUARY 2025

Borrowing Reference No	Start Date	End Date	Lender	% Interest Rate (2 dec) Per Annum	Interest Paid This quarter	Opening Balance 01/07/2024	Debt Repaid or Re- deemed	Balance at 31/01/2025
Monthly Payments								
103677/1	01/11/2010	01/11/2025	Development Bank of SA		49 223,55	5 474 291,10	342 191,58	5 132 099,52
103677/1	01/11/2010	01/11/2025	Development Bank of SA		46 041,26	5 132 099,52	345 373,87	4 786 725,65
103677/1	01/11/2010	01/11/2025	Development Bank of SA		41 784,88	4 786 725,65	349 630,25	4 437 095,40
103677/1	01/11/2010	01/11/2025	Development Bank of SA		39 807,93	4 437 095,40	351 607,20	4 085 488,20
103677/1	01/11/2010	01/11/2025	Development Bank of SA		35 606,74	4 085 488,20	355 943,08	3 729 545,12
103677/1	01/11/2010	01/11/2025	Development Bank of SA		33 688,56	3 729 545,12	357 726,57	3 371 818,55
103677/1	01/11/2010	01/11/2025	Development Bank of SA		30 511,56	3 371 818,55	361 161,42	3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA			3 010 657,13		3 010 657,13
ANNUITY LOANS								
NW103677/1	1/11/2010	1/11/2025	Development Bank of SA	14,75	276 664,48	5 474 291,10	2 463 633,97	3 010 657,13
TOTAL ANNUITIES					276 664,48	5 474 291,10	2 463 633,97	3 010 657,13

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 10,147,994,901 as 31 January 2025 compared to R 9,980,906,612 as at 31 December 2024.

Current to 30 days debt amounted to R 328,458,427 as at 31 January 2025 and has increased with R 10,603,717 compared to R 317,854,710 as at 31 December 2024.

31 to 60 days debt increased with R 6,373,788; 61 to 90 days increased with R 5,440,195 and 91 days and older debt as at 31 January 2025 amounted to R 9,410,329,891 and has increased with R 144,670,589 compared to R 9,265,659,303 as at 31 December 2024.

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

Debtors age analysis per debtor type

Government Debt: R 104,774,859 (1%)

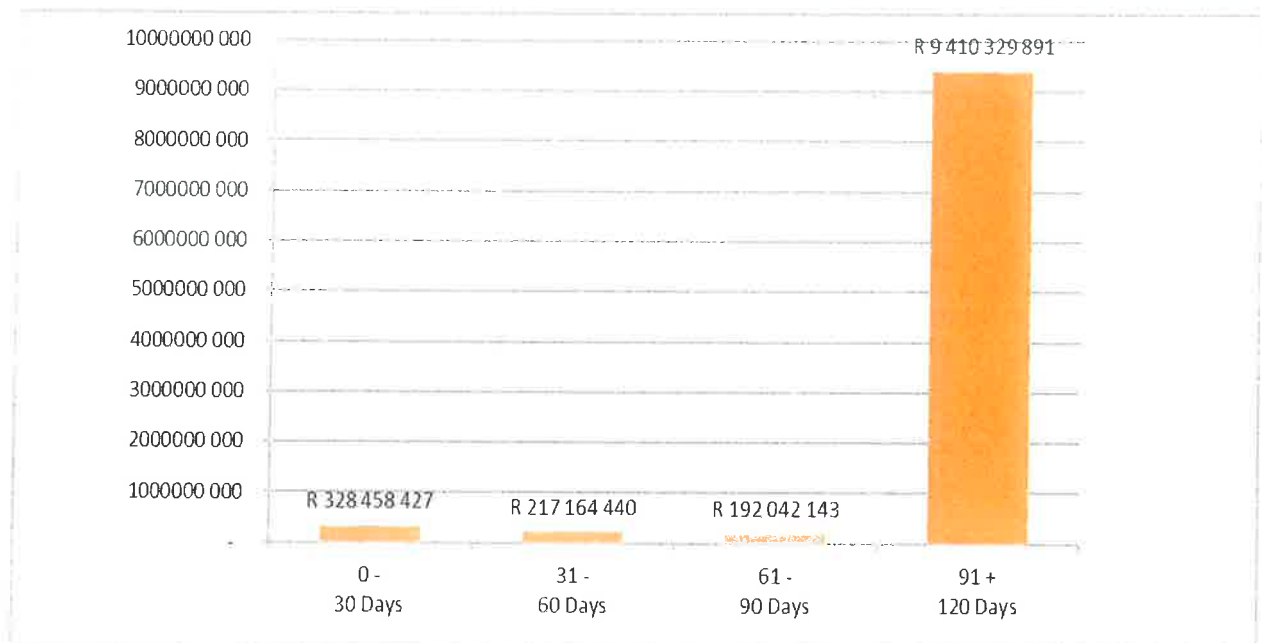
Business debtors: R 800,352,603 (8%)

Domestic debtors': R 9,242,867,439 (91%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 JANUARY 2025

DEBTOR'S AGE ANALYSIS - 31 JANUARY 2025

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	78 706 577	68 141 006	64 622 501	3 333 137 052	3 544 607 135
Electricity Tariffs	90 030 388	34 609 522	24 775 496	624 610 838	774 026 244
Rates (Property Rates)	35 340 165	15 552 703	12 506 351	510 171 627	573 570 846
Sewerage/ Sanitation	9 195 742	7 240 196	6 830 591	432 110 647	455 377 176
Refuse Removal Tariffs	18 090 880	14 370 139	13 782 992	882 116 981	928 360 992
Other	97 094 675	77 250 874	69 524 212	3 628 182 746	3 872 052 508
Total By Income Source	328 458 427	217 164 440	192 042 143	9 410 329 891	10 147 994 901
Debtors Age Analysis By Customer Group					
Government	7 327 081	8 935 570	4 103 031	84 409 177	104 774 859
Business	87 668 613	28 552 740	23 116 491	661 014 759	800 352 603
Households	233 462 733	179 676 130	164 822 621	8 664 905 956	9 242 867 439
Other					
Total By Customer Group	328 458 427	217 164 440	192 042 143	9 410 329 891	10 147 994 901



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 debtor's book.

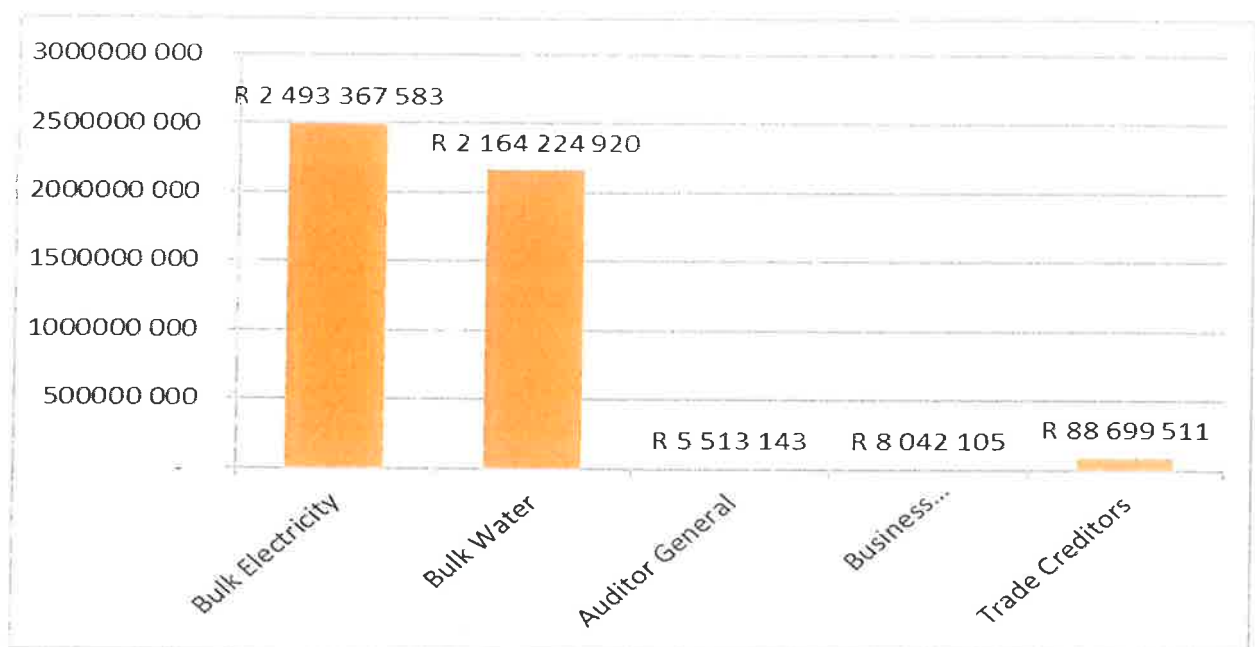
3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 4,760 billion as at 31 January 2025 compared with R 4,711 billion as at 31 December 2024 and has increased with R 49,3 million.

TABLE 13: CREDITOR'S AGE ANALYSIS AS AT 31 JANUARY 2025

CREDITORS AGE ANALYSIS - 31 January 2025

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Total
Bulk Electricity	198 378 876		101 235 698	2 193 753 010	2 493 367 583
Bulk Water	145 587 644	72 306 348	72 946 609	1 873 384 319	2 164 224 920
Auditor General	841 382	4 570 748	977	100 035	5 513 143
Business Connexion	3 540 481	454 700	-	4 046 924	8 042 105
Trade Creditors	4 162 371	20 647 183	56 931 727	6 958 229	88 699 511
Total	352 510 755	97 978 980	231 115 011	4 078 242 517	4 759 847 262



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R 2,493 billion followed by Midvaal with the total outstanding amount of R 2,164 billion.

The municipality qualified for one third write off in January 2025 as per debt relief.

Surplus cash is invested on a daily basis depending on the commitment of funds. The municipality's investments as at 31 January 2025 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 JANUARY 2025

Note: The municipality started the beginning of the month with total investments of R 200,7 million and after investment made of R 96 million and withdrawals of R 154,6 million closed with an investment balance of R 142,873 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 - M07 January

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		613 976	656 616	656 616	2 449	473 076	383 026	90 049	23,5%	656 616
Energy Efficiency and Demand Side Management Grant		3 993	5 000	5 000	1 706	2 622	2 917	(294)	-10,1%	5 000
Equitable Share		599 606	641 421	641 421	-	466 520	374 162	92 358	24,7%	641 421
Expanded Public Works Programme Integrated Grant		2 763	1 555	1 555	256	745	907	(162)	-17,9%	1 555
Local Government Financial Management Grant		2 584	3 000	3 000	20	393	1 750	(1 357)	-77,6%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	5 031	5 640	5 640	467	2 796	3 290	(494)	-15,0%	5 640
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		2 693	1 181	1 181	-	179	689	(510)	-74,0%	1 181
Capacity Building and Other Grants		2 693	1 181	1 181	-	179	689	(510)	-74,0%	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	2 449	473 255	383 715	89 540	23,3%	657 797
Capital Transfers and Grants										
National Government:		178 140	186 250	186 250	8 843	67 717	108 646	(40 929)	-37,7%	186 250
Integrated National Electrification Programme Grant		6 163	2 924	2 924	1 344	1 983	1 706	277	16,2%	2 924
Municipal Infrastructure Grant		105 368	107 164	107 164	5 000	46 078	62 512	(16 434)	-26,3%	107 164
Neighbourhood Development Partnership Grant		21 098	26 162	26 162	-	6 765	15 261	(8 497)	-55,7%	26 162
Water Services Infrastructure Grant		45 511	50 000	50 000	2 499	12 891	29 167	(16 276)	-55,8%	50 000
Provincial Government:		300	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		300	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		0	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Ditšela		0	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	178 440	186 250	186 250	8 843	67 717	108 646	(40 929)	-37,7%	186 250
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	795 108	844 047	844 047	11 292	540 972	492 361	48 611	9,9%	844 047

TABLE 16: TRANSFER AND GRANT EXPENDITURE

NW403 City Of Matlosana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

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:		190 893	116 844	116 844	5 698	63 521	68 159	(4 637)	-6,8%	116 844
Energy Efficiency and Demand Side Management Grant		3 474	4 000	4 000	1 162	3 760	2 333	1 427	61,1%	4 000
Equitable Share		168 350	102 657	102 657	3 954	55 265	59 883	(4 618)	-7,7%	102 657
Expanded Public Works Programme Integrated Grant		2 565	1 571	1 571	121	866	916	(51)	-5,5%	1 571
Local Government Financial Management Grant		11 420	3 000	3 000	23	354	1 750	(1 396)	-79,8%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5 085	5 616	5 616	438	3 277	3 276	1	0,0%	5 616
Provincial Government:		2 257	1 181	1 181	12	266	689	(423)	-61,3%	1 181
Capacity Building and Other Grants		2 257	1 181	1 181	12	266	689	(423)	-61,3%	1 181
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		193 150	118 025	118 025	5 710	63 788	68 848	(5 060)	-7,3%	118 025
Capital expenditure of Transfers and Grants										
National Government:		236 808	186 250	186 250	2 750	67 880	108 646	(40 765)	-37,5%	186 250
Integrated National Electrification Programme Grant		5 291	2 924	2 924	-	1 903	1 706	197	11,6%	2 924
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		172 543	107 164	107 164	2 423	46 172	62 512	(16 340)	-26,1%	107 164
Neighbourhood Development Partnership Grant		19 399	26 162	26 162	-	5 882	15 261	(9 379)	-61,5%	26 162
Water Services Infrastructure Grant		39 575	50 000	50 000	327	13 923	29 167	(15 244)	-52,3%	50 000
Provincial Government:		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Ditsela		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		236 808	186 250	186 250	2 750	67 880	108 646	(40 765)	-37,5%	186 250
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		429 958	304 274	304 274	8 460	131 668	177 494	(45 825)	-25,8%	304 274

Note: The table reflect the YTD actual expenditure incurred amounting to R 131,7 million against the YTD budget of R 177,5 million as at 31 January 2025.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

Employees related cost amount to R 61,7 million and Councillors Remuneration amount to R 3,3 million for the month ending 31 January 2025

TABLE 17: COUNCILORS AND EMPLOYEE BENEFIT

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

Summary of Employee and Councillor remuneration R thousands	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
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		24 614	27 437	27 437	2 107	14 873	16 005	(1 131)	-7%	27 437
Pension and UIF Contributions		1 703	2 510	2 510	138	939	1 464	(525)	-36%	2 510
Medical Aid Contributions		-	20	20	-	-	12	(12)	-100%	20
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 952	5 219	5 219	305	2 128	3 044	(916)	-30%	5 219
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		8 770	10 921	10 921	749	5 271	6 371	(1 100)	-17%	10 921
Sub Total - Councillors		39 039	46 107	46 107	3 299	23 211	26 896	(3 685)	-14%	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	(2 299)	(2 299)	1 993	(4 293)	-215%	3 417
Pension and UIF Contributions		1	18	18	-	-	10	(10)	-100%	18
Medical Aid Contributions		-	56	56	-	-	33	(33)	-100%	56
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	963	963	-	-	562	(562)	-100%	963
Cellphone Allowance		615	236	236	-	-	138	(138)	-100%	236
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		17	40	40	-	-	23	(23)	-100%	40
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		651	4 729	4 729	(2 299)	(2 299)	2 759	(5 058)	-183%	4 729
% increase	4		626,7%	626,7%						626,7%
Other Municipal Staff										
Basic Salaries and Wages		500 739	496 943	496 943	40 735	283 242	289 884	(6 642)	-2%	496 943
Pension and UIF Contributions		94 808	107 615	107 615	8 145	57 380	62 776	(5 396)	-9%	107 615
Medical Aid Contributions		42 325	48 764	48 764	3 883	25 856	28 446	(2 590)	-9%	48 764
Overtime		65 803	32 817	32 817	3 117	34 141	19 144	14 997	78%	32 817
Performance Bonus		33 779	42 091	42 091	4 794	22 905	24 553	(1 648)	-7%	42 091
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1 635	2 123	2 123	126	904	1 239	(334)	-27%	2 123
Housing Allowances		6 311	8 862	8 862	535	3 754	5 170	(1 415)	-27%	8 862
Other benefits and allowances		22 963	35 136	35 136	2 213	11 623	20 496	(8 873)	-43%	35 136
Payments in lieu of leave		5 742	15 600	15 600	410	7 722	9 100	(1 378)	-15%	15 600
Long service awards		(2 956)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	23 380	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		794 529	789 953	789 953	63 958	447 527	460 808	(13 281)	-3%	789 953
% increase	4		-0,6%	-0,6%						-0,6%
Total Parent Municipality		834 219	840 789	840 789	64 958	468 439	490 462	(22 024)	-4%	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 January 2025 amounted to R 3,1 million and Year to date actual expenditure amounted to R 34 million that is 104% of the total budget.

OVERTIME 31 JANUARY 2025

DEPARTMENT	Description	Budget/OpenBal	Curr Mth Expend	YTD Movement	Balance	% Exp
Public Safety	MS: OVERTIME - NON STRUCTURED	2 395 965	301 626	1 826 076	569 889	76.21
Community Services	MS: OVERTIME - NON STRUCTURED	1 813 118	244 379	1 074 536	738 582	59.26
Planning & human Settlements	MS: OVERTIME - NON STRUCTURED	9 609		14 700	(5 091)	152.98
SAC	MS: OVERTIME - NON STRUCTURED	462 285	144 009	633 186	(170 901)	136.96
Council General	MS: OVERTIME - NON STRUCTURED	283 311		105 778	177 533	37.33
Civil Engineering	MS: OVERTIME - NON STRUCTURED	1 102 385	16 185	553 230	549 155	50.18
Water	MS: OVERTIME - NON STRUCTURED	7 012 902		5 839 145	1 173 757	83.26
Electrical Engineering	MS: OVERTIME - NON STRUCTURED	1 058 836	116 279	727 921	330 915	68.74
Electrical	MS: OVERTIME - NON STRUCTURED	4 547 598	838 803	4 950 816	(403 218)	108.86
Corporate	MS: OVERTIME - NON STRUCTURED	525 265	97 776	868 769	(343 504)	165.39
Finance	MS: OVERTIME - NON STRUCTURED	1 620 341	47 795	2 494 563	(874 222)	153.95
Cleansing	MS: OVERTIME - NON STRUCTURED	6 431 112	1 310 361	8 679 197	(2 248 085)	134.95
Sewerage	MS: OVERTIME - NON STRUCTURED	5 396 447		6 347 368	(950 921)	117.62
Market	MS: OVERTIME - NON STRUCTURED	150 240		25 581	124 659	17.02
LED	MS: OVERTIME - NON STRUCTURED	8 020			8 020	
TOTAL		32 817 434	3 117 213	34 140 867	(1 323 433)	104

Note: Water and Sewer department figures for January amounted to R 1,119 and R 1,077 million respectively and will reflect on February report due to the late capturing on the system. 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 – M07 January 2025					
Ref	Description	Variance	%	Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source				
	Service Charges: Waste Water	(18,963,771)	-18%	Less revenue billed as the anticipated increase on the waste water revenue has not materialised.	It is imperative that the Billing section does a proper investigation to ensure that all properties are billed accurately for basic and additional sewer.
	Sale of Goods and Rendering of services	1,051,850	18%	Sale of Goods and Rendering of services is performing satisfactory with a positive variance of 32%	
	Interest earned from Receivables	102,091,835	34%	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.
	Rental from fixed assets	(1,167,213)	-20%	Less revenue billed on Rental of Fixed Assets than initially planned.	
2	Expenditure by Type				
	Bulk Purchases	(183,891,331)	-34%	Due to low collection, CoM is facing challenges to fully service its Eskom debts. The municipality is currently paying R40 to R50 million a month to ESKOM.	There are revenue strategies in place to increase collection. CoM is currently under Financial Recovery Plan
	Inventory consumed	117,431,227	46%	Inventory consumed is showing a positive variance as a result of monthly payments made to Midvaal Water Company.	
	Interest	(5,594,932)	-95%	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	(27,955,683)	-13%	Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration.	The outstanding invoices have not yet been captured on the system and have to be processed during the next coming months.
	Operational Cost	(144,363,590)	-34%	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 - M07 January

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		7,2%	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		179,0%	293,6%	293,6%	262,9%	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	37,5%	24,5%	24,5%	49,3%	24,5%
Liquidity Ratio	Monetary Assets/Current Liabilities		2,9%	-7,7%	-7,7%	10,5%	-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%	40,2%	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%	16,9%	18,6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		2,6%	6,2%	6,2%	3,9%	6,2%
Interest & Depreciation	I&D/Total Revenue - capital revenue		17,8%	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 - M07 January

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									
<u>Monthly expenditure performance trend</u>									
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	8 050	8 050	59 062	51 013	86,4%	3%
October	19 859	19 687	19 687	13 449	13 449	78 750	65 301	82,9%	6%
November	19 859	19 687	19 687	15 513	15 513	98 437	82 924	84,2%	7%
December	19 859	19 687	19 687	10 552	10 552	118 125	107 573	91,1%	4%
January	19 859	19 687	19 687	2 921	2 921	137 812	134 891	97,9%	1%
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	238 305	236 250	236 250	68 466					

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

SUPPORTING TABLE SC13a:

NW403 City of Matlosana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		198 638	136 056	138 245	2 662	53 929	80 580	26 631	33,1%	138 245
Roads Infrastructure		32 860	12 802	19 730	863	12 595	11 247	(1 348)	-12,0%	19 730
Roads		32 860	12 802	19 730	863	12 595	11 247	(1 348)	-12,0%	19 730
Electrical Infrastructure		110 064	-	2 189	-	-	1 194	1 194	100,0%	2 189
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		1 497	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		3 785	-	-	-	-	-	-	-	-
LV Networks		104 782	-	2 189	-	-	1 194	1 194	100,0%	2 189
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		19 228	22 968	22 968	-	9 801	13 398	3 597	26,8%	22 968
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		16 437	10 468	22 968	-	9 801	12 924	3 124	24,2%	22 968
Distribution		2 791	12 500	-	-	-	473	473	100,0%	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		8 022	61 512	54 585	327	25 820	32 104	6 283	19,8%	54 585
Pump Station		1 291	-	-	-	-	-	-	-	-
Reticulation		-	25 097	18 169	-	-	10 861	10 861	100,0%	18 169
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		4 505	23 916	23 916	-	21 754	13 951	(7 804)	-55,9%	23 916
Toilet Facilities		2 225	12 500	12 500	327	4 066	7 292	3 226	44,2%	12 500
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		18 463	38 774	38 774	1 472	5 713	22 618	16 905	74,7%	38 774
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		18 463	38 774	38 774	1 472	5 713	22 618	16 905	74,7%	38 774
Community Assets		7 966	15 094	15 094	88	1 141	8 805	7 663	87,0%	15 094
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		7 966	15 094	15 094	88	1 141	8 805	7 663	87,0%	15 094
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		7 966	15 094	15 094	88	1 141	8 805	7 663	87,0%	15 094
Capital Spares		-	-	-	-	-	-	-	-	-
Computer Equipment		(0)	3 000	3 000	144	411	1 750	1 339	76,5%	3 000
Computer Equipment		(0)	3 000	3 000	144	411	1 750	1 339	76,5%	3 000
Furniture and Office Equipment		-	2 000	2 000	3	84	1 167	1 083	92,8%	2 000
Furniture and Office Equipment		-	2 000	2 000	3	84	1 167	1 083	92,8%	2 000
Machinery and Equipment		(0)	5 000	5 000	24	91	2 917	2 826	96,9%	5 000
Machinery and Equipment		(0)	5 000	5 000	24	91	2 917	2 826	96,9%	5 000
Transport Assets		-	40 000	40 000	-	-	23 333	23 333	100,0%	40 000
Transport Assets		-	40 000	40 000	-	-	23 333	23 333	100,0%	40 000
Total Capital Expenditure on new assets	1	196 604	201 150	203 338	2 921	55 656	118 531	62 875	53,0%	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	-	4 255	9 080	4 825	53,1%	15 424
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		4 528	5 113	2 924	-	1 903	1 789	(114)	-5,4%	2 924
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		1 506	2 924	2 924	-	1 903	1 706	(197)	-11,6%	2 924
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		3 022	2 189	-	-	-	83	83	100,0%	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		5 511	12 500	12 500	-	2 352	7 292	4 940	67,7%	12 500
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		5 511	12 500	12 500	-	2 352	7 292	4 940	67,7%	12 500
Total Capital Expenditure on renewal of existing assets	1	10 039	17 613	15 424	-	4 255	9 080	4 825	53,1%	15 424

SUPPORTING TABLE SC13c

NW403 City of Matlosana - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		91 624	195 344	195 274	11 885	91 708	113 924	22 216	19,5%	195 274
Roads Infrastructure		2 182	63 409	63 409	916	33 189	36 989	3 799	10,3%	63 409
Roads		1 659	62 643	62 643	916	33 124	36 542	3 418	9,4%	62 643
Road Structures										
Road Furniture		523	766	766	-	66	447	381	85,3%	766
Capital Spares										
Storm water Infrastructure		223	7 000	7 000	573	2 412	4 083	1 671	40,9%	7 000
Drainage Collection		223	7 000	7 000	573	2 412	4 083	1 671	40,9%	7 000
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		79 015	81 995	81 925	9 145	32 886	47 804	14 918	31,2%	81 925
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations		-	864	864	-	-	504	504	100,0%	864
MV Switching Stations		-	128	128	-	-	74	74	100,0%	128
MV Networks										
LV Networks		79 015	81 003	80 933	9 145	32 886	47 226	14 340	30,4%	80 933
Capital Spares										
Water Supply Infrastructure		9 728	20 251	20 251	1 251	8 149	11 813	3 664	31,0%	20 251
Dams and Weirs										
Boreholes										
Reservoirs		1 345	3 765	3 765	32	325	2 196	1 872	85,2%	3 765
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution		8 383	16 486	16 486	1 219	7 824	9 617	1 792	18,6%	16 486
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		477	22 689	22 689	-	15 072	13 235	(1 837)	-13,9%	22 689
Pump Station										
Reticulation		729	14 979	14 979	-	7 988	8 738	749	8,6%	14 979
Waste Water Treatment Works		(252)	7 710	7 710	-	7 084	4 497	(2 586)	-57,5%	7 710
Community Assets		3 184	15 540	14 540	410	2 980	8 690	5 710	65,7%	14 540
Community Facilities		1 919	9 743	8 743	410	2 395	5 308	2 914	54,9%	8 743
Halls										
Centres										
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums		22	134	134	-	6	78	72	92,0%	134
Galleries										
Theatres										
Libraries		1 026	2 732	2 732	6	542	1 594	1 052	66,0%	2 732
Cemeteries/Crematoria		382	5 044	4 044	405	1 383	2 567	1 184	46,1%	4 044
Police										
Parks										
Public Open Space		13	75	75	-	-	44	44	100,0%	75
Nature Reserves		214	629	629	-	169	367	198	54,0%	629
Public Ablution Facilities										
Markets		262	1 129	1 129	-	295	658	364	55,2%	1 129
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities		1 266	5 797	5 797	-	585	3 382	2 796	82,7%	5 797
Indoor Facilities		351	1 656	1 656	-	78	966	889	92,0%	1 656
Outdoor Facilities		915	4 140	4 140	-	508	2 415	1 907	79,0%	4 140
Capital Spares										
Heritage assets		38	500	500	-	-	292	292	100,0%	500
Monuments										
Historic Buildings										
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		38	500	500	-	-	292	292	100,0%	500
Other Heritage										

<u>Other assets</u>	2 688	8 911	8 831	308	833	5 168	4 335	83,9%	8 831	
Operational Buildings	2 688	8 911	8 831	308	833	5 168	4 335	83,9%	8 831	
Municipal Offices	2 657	8 858	8 778	308	833	5 137	4 304	83,8%	8 778	
Pay/Enquiry Points										
Building Plan Offices										
Workshops	30	43	43	-	-	25	25	100,0%	43	
Yards										
Stores	1	10	10	0	0	6	6	94,8%	10	
<u>Intangible Assets</u>	(1 097)	10 063	10 063	155	1 521	5 870	4 349	74,1%	10 063	
Servitudes										
Licences and Rights	(1 097)	10 063	10 063	155	1 521	5 870	4 349	74,1%	10 063	
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications	(1 097)	10 063	10 063	155	1 521	5 870	4 349	74,1%	10 063	
Load Settlement Software Applications										
Unspecified										
<u>Computer Equipment</u>	214	8 637	8 637	45	129	5 038	4 909	97,4%	8 637	
Computer Equipment	214	8 637	8 637	45	129	5 038	4 909	97,4%	8 637	
<u>Furniture and Office Equipment</u>	215	3 597	3 747	127	1 085	2 155	1 070	49,7%	3 747	
Furniture and Office Equipment	215	3 597	3 747	127	1 085	2 155	1 070	49,7%	3 747	
<u>Machinery and Equipment</u>	7 988	19 325	19 325	2	4 380	11 273	6 893	61,1%	19 325	
Machinery and Equipment	7 988	19 325	19 325	2	4 380	11 273	6 893	61,1%	19 325	
<u>Transport Assets</u>	2	2 509	1 509	-	-	1 464	1 464	100,0%	1 509	
Transport Assets	2	2 509	1 509	-	-	1 464	1 464	100,0%	1 509	
<u>Land</u>	-	-	-	-	-	-	-	-	-	
Land										
<u>Zoo's, Marine and Non-biological Animals</u>	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals										
<u>Living resources</u>	-	-	-	-	-	-	-	-	-	
Mature	-	-	-	-	-	-	-	-	-	
Policing and Protection										
Zoological plants and animals										
Immature	-	-	-	-	-	-	-	-	-	
Policing and Protection										
Zoological plants and animals										
Total Repairs and Maintenance Expenditure	1	104 856	264 424	262 424	12 933	102 636	153 873	51 237	33,3%	262 424

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January

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	-	133 286	182 877	49 592	27,1%	313 504
Roads Infrastructure		96 532	83 319	83 319	-	44 349	48 603	4 254	8,8%	83 319
Roads		96 532	83 319	83 319	-	44 349	48 603	4 254	8,8%	83 319
Electrical Infrastructure		53 737	62 937	62 937	-	26 876	36 713	9 837	26,8%	62 937
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		53 737	62 937	62 937	-	26 876	36 713	9 837	26,8%	62 937
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		55 283	82 326	82 326	-	27 642	48 023	20 382	42,4%	82 326
Distribution		55 283	82 326	82 326	-	27 642	48 023	20 382	42,4%	82 326
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		61 004	84 922	84 922	-	34 419	49 538	15 119	30,5%	84 922
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		61 004	84 922	84 922	-	34 419	49 538	15 119	30,5%	84 922
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Other assets		54 534	79 509	79 509	-	27 308	46 380	19 073	41,1%	79 509
Operational Buildings		54 534	79 509	79 509	-	27 308	46 380	19 073	41,1%	79 509
Municipal Offices		54 534	79 509	79 509	-	27 308	46 380	19 073	41,1%	79 509
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Computer Equipment		1 526	1 763	1 763	-	763	1 028	265	25,8%	1 763
Computer Equipment		1 526	1 763	1 763	-	763	1 028	265	25,8%	1 763
Furniture and Office Equipment		21 968	2 617	2 617	-	697	1 526	829	54,3%	2 617
Furniture and Office Equipment		21 968	2 617	2 617	-	697	1 526	829	54,3%	2 617
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		3 390	13 705	13 705	-	1 695	7 995	6 300	78,8%	13 705
Transport Assets		3 390	13 705	13 705	-	1 695	7 995	6 300	78,8%	13 705
Total Depreciation	1	347 975	411 098	411 098	-	163 748	239 807	76 059	31,7%	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	-	7 505	7 292	(214)	-2,9%	12 500
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		29 047	12 500	12 500	-	7 505	7 292	(214)	-2,9%	12 500
Dams and Weirs										
Boreholes										
Reservoirs		29 047	12 500	12 500	-	7 505	7 292	(214)	-2,9%	12 500
Community Assets		2 615	4 988	4 988	-	1 050	2 909	1 859	63,9%	4 988
Community Facilities		2 615	4 988	4 988	-	1 050	2 909	1 859	63,9%	4 988
Total Capital Expenditure on upgrading of existing assets	1	31 662	17 488	17 488	-	8 555	10 201	1 646	16,1%	17 488
Markets		2 615	4 988	4 988	-	1 050	2 909	1 859	63,9%	4 988

3.7 ANNEXURES

- 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

ANNEXURE A

Progress on Municipal Debt Relief

MONITORING PLAN 31 JANUARY 2025

Monthly Compliance Check List				
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):	Responsible Person	Monthly Progress	How are you going to ensure compliance (applicable manager to provide SOP that will be updated and monitored)
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)?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org (Acting MM) 018 487 8012 bchoche@klerksdorp.org	No	The municipality is currently paying R40 to R50 million a month to Eskom.
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 Letihoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org	Yes	As per the arrangement the municipality should pay R35 million per month, only R15 million was paid in January 2025.
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 Letihoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org MM Phetla (CFO) 018 487 8040 mphetla@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)?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	No	Due to low collection, CoM is facing challenges to fully service its creditors. Two contractors are appointed to assist with credit control functions being, issuing of notices and restrictions of water. Over R18 343 notices has been issued since the beginning of January 2025. There are reactions due to this measure and increased arrangements on the arrear amounts. There is also a Financial Recovery Plan in place to improve the financial health.
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 Letihoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org finance@klerksdorp.org	Yes	

6.3.6	- 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?	J Makudubele (Accountant) – 018 487 8483 ipapers@klerksdorp.org J Lethoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org	Yes	
6.4	Compliance with a funded MTREF –			
6.4.1	- 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?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	The Municipality has adopted funding plan together with MTREF and the progress on the Funding Plan is submitted on a monthly basis however there is not much progress on the Funding Plan. The Funding Plan will be adjusted during the 2024/2025 Adjustment Budget C4 attached as POE
6.4.2	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	
6.4.3	- 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?	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	The municipality made provision for debt impairment in line with the budgeted expected collection rate for the original budget. The provision will be reviewed during the 2024/25 mid-year assessment pending the outcome of the 2023/24 audit outcome

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".

6.4.4	- 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? <i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provisions for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i>	TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	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. There is a saving of R10 million after the reconciliation was done, therefore the provision will be reviewed during the 2024/25 Adjustment budget.
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 current budget. It will be monitored strictly on a monthly progress. MMC's also 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	Yes	Tariff tool was tabled and adopted on the 24th of June 2024 with the 2024/2025 MTREF. This was also uploaded on GoMuni.
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	- 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?	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	<i>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.</i>			
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	For the current month, the municipality achieved a collection rate of 64%. The following are the reasons for non-achievement: • Culture of non-payment in the area • A high level of unemployment • Challenges in Eskom supplied areas • Intimidations at the town ships • Data cleansing needs to be done • 1200 stolen meters in Jouberton

6.7.2	<i>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.</i> - 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 –	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	Municipality has targeted all areas where electricity is supplied.
6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> 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 tamper 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 <u>and</u> the reason(s) for the failure?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@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	Council approved that City of Matlosana submit the application of the Smart Metering to National Treasury. The application was submitted on 4 December 2024.
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	

5.7.5	-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	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?	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	Yes	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. 2. All SV's (SV01-SV05) are implemented into the financial system. Status: Was done, SV01: Implemented on the 01st July 2021. SV02: Implemented on the 01st July 2022. SV03: Implemented on the 01st July 2023. 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: Done - Objections: 8 objections were received and sent to the Municipal Valuer for respond. SV05: Status: The roll has 362 entries - Inspection: closed on the 15th November 2024. - Advert Newspaper: 11 and 18 October 2024 - Promulgation: 15th and 22nd October 2024 - Section 49: Done - Objections: 5 objections were received and sent to the Municipal Valuer for respond

2025-2029 GENERAL VALUATION ROLL

- ✓ The Valuation Roll was certified by the Municipal Manager on the 30th January 2025 with **110 935** properties.
- ✓ Some properties that were not included on the current General Valuation Roll (GVR) due to municipal boundaries were identified and included on 2025-29 GVR.
- ✓ Developed or improved properties which were valued less due to clerical error were identified and will be corrected on the current GVR via MPRA Section 78 entries and shall be correctly inserted on the 2025-29 GVR.
- ✓ MPRA Section 49 will be executed within 21 days as prescribed by the act. Due to South African Post Office (SAPO) status quo, a deviation from the act will be requested from National and Provincial COGTA to deliver Section 49 notices to township property owners via the office of the Executive Mayor and or Office of the Speaker via Ward Councilors and ward committees.
- ✓ Inspection and Objection of the GVR will be opened as from the 01st March until 30th April 2025.

3. Variance on the Reconciliation are addressed as follows:

- Reconciliation will be done monthly and variances identified will be addressed accordingly.

Status: In progress

Monthly report will be submitted to Budget Office (Naledi, Meitje and Lesego) for Upload on the portal.

+/- 90% variances are addressed and +/- 10% variance will be dealt with as soon as the below are addressed.

-The last report sent to Budget was December 2024.
- January 2025 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.

Challenges

About 1653 stands that needs to be addressed on various townships

Jouberton

Kanana

Khuma

Alabama

Tigane

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.

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 November 2024.

Designation of the Municipal Valuer was resolved by the Council on the 29th November 2024 and SLA addendum is waiting for the Municipal Manager's approval.

6.8.2	- 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://iguploadportal.treasury.gov.za? Monitor and report on implementation – - 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? - 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? - 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? - 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? <i>Note - a municipality with a FRP may only benefit from the Municipal Debt Support Programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i> <i>Note - if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.</i>	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	Yes	
6.9				
6.9.1		TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	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. 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. Two Provincial Exco Representatives started on 1 February 2024 to ensure the implementation of the FRP.
6.9.2		TO Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	
6.9.3		MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/ finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	Yes	
6.9.4		MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/ finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	No	The monthly progress report is submitted by Provincial Exco Representatives to Provincial Treasury, then Provincial Treasury submit report to National Treasury.
6.11	Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	There are currently no plans to borrow as the Municipality is under FRP.

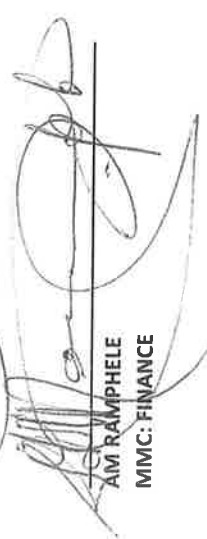
6.12	Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme For the duration of the Municipal Debt Relief (to ensure proper management of resources): - has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?			
6.12.1		MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	Partially	The ring fencing is done although it is still a challenge to ring-fence every cent of income received from services due to cash flow challenges. So far, a maximum of R50 million is ring-fenced for Electricity and R30 million for Water.
6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.11.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	No	CoM is still facing challenges in fully servicing Eskom and Midvaal accounts.
	Note: A request will be made to the Minister of Finance immediately succeeding the application to exempt municipalities formally from MFMA s.8(3) to facilitate this condition.			
	Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	Tsaone Sekgala (Deputy Director Budget) 018 487 8040 osek gala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	
6.13	Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	No	One third has been written off and the accounting and reporting will be done at year end
6.14	'NERSA License - has the municipality during the month failed to comply with any condition if the Municipal Debt Relief?	MM Phetla (CFO) 018 487 8040 mphetla@klerksdorp.org/finance@klerksdorp.org L Seametso (MM) 018 487 8009 lseametso@klerksdorp.org dnkosi@klerksdorp.org	Yes	CoM is currently having challenges of fully meeting the conditions of Debt Relief.
	Note: By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 18 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006).			

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 14 February 2025


MM PHETLA
CHIEF FINANCIAL OFFICER


L SEAMETSO
MUNICIPAL MANAGER


AM RAMPHELE
MMC: FINANCE

17/02/2025


SL MONDLANE
SPEAKER OF COUNCIL


FC WARLOPHE
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)

Total average collection	DECEMBER 2024		JANUARY 2025		Rand value of Current Month Billing NOT COLLECTED per ward (R)	Quarter 1 actual Collection %	Quarter 2 actual Collection %
	Previous Month actual Collection %	Current Month actual collection %	Current Month actual collection %	Current Month actual collection %			
1 The total average collection of all revenue excluding Equitable Share and conditional grants	51%	49%			158 037 610	49%	55%
1A The total average collection of all revenue in 1 above - excluding the Eskom supply areas	63%	60%			98 610 341	59%	66%
2 The total average collection of municipal property rates	86%	76%			9 363 443	58%	103%
3 The total average collection of Electricity	88%	80%			15 708 435	90%	85%
4 The total average collection of Water	40%	41%			37 314 105	40%	38%
5 The total average collection of Wastewater	48%	48%			6 427 640	49%	55%
4 The total average collection of Solid Waste	36%	34%			11 085 561	35%	36%
4 The total average collection of VAT	58%	56%			11 554 047	58%	57%
4 The total average collection of Interest	2%	3%			63 945 874	3%	3%
4 The total average collection of Sundries	21%	42%			2 638 506	13%	141%

MFMA Circular 124 - condition 6.7.2

1

COLLECTION RATE - per ward - rates and per service - (Month YYYY) *Note - the municipality to add rows below to facilitate reporting on all wards within the demarcation

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)	Quarter 1 actual Collection %	Quarter 2 actual Collection %
Ward 1	Property Rates Tax	24%	6 483 189,14	1 834 523,42	28%	4 648 666	27%	26%
	Electricity	68%	397 948,65	227 112,05	57%	170 837	22%	102%
	Water	42%	742 317,60	692 440,39	93%	49 877	46%	49%
	Refuse	32%	2 318 528,07	601 335,30	26%	1 717 193	37%	27%
	Waste Water	8%	401 415,41	40 647,53	10%	360 768	10%	8%
	VAT	16%	238 129,67	35 322,99	15%	202 807	17%	15%
	Sundries	30%	558 037,68	200 454,33	36%	357 583	39%	29%
	Interest	4%	100 623,94	2 145,45	2%	98 478	40%	9%
		2%	1 726 188,11	35 065,38	2%	1 691 123	3%	2%
		1%	3 779 336,04	28 583,20	1%	3 750 753	1%	13%
Ward 2	Property Rates Tax	5%	45 518,77	2 402,38	5%	43 116	0%	51%
	Electricity	0%	926,88	-	0%	927	0%	0%
	Water	2%	1 761 117,57	13 377,20	1%	1 747 740	2%	2%
	Refuse	2%	262 092,03	5 624,31	2%	256 468	3%	3%
	Waste Water	1%	150 014,51	2 080,22	1%	147 934	1%	29%
	VAT	2%	326 255,10	3 201,96	1%	323 053	2%	5%
	Sundries	0%	-	447,99	0%	-448	2%	0%
	Interest	0%	1 233 411,18	1 449,14	0%	1 231 962	0%	2%
		45%	3 749 161,09	1 536 010,47	41%	2 213 151	26%	75%
		53%	400 937,91	234 253,53	58%	166 684	11%	303%
Ward 3	Property Rates Tax	82%	636 012,90	432 831,04	68%	203 182	48%	74%
	Electricity	42%	1 033 048,45	462 044,22	45%	571 004	40%	45%
	Water	49%	193 835,91	85 777,25	44%	108 059	40%	54%
	Refuse	35%	236 479,23	101 370,28	43%	135 109	37%	71%
	Waste Water	52%	323 620,65	153 855,62	48%	169 765	39%	48%
	VAT	26%	59 119,32	32 409,60	55%	26 710	36%	168%
	Sundries	5%	866 106,73	33 468,93	4%	832 638	3%	7%
	Interest	6%	9 238 046,87	516 039,21	6%	8 722 008	11%	10%
		122%	191 651,89	97 728,13	51%	93 924	82%	280%
		12%	943 080,81	138 040,06	15%	805 041	8%	12%
Ward 4	Property Rates Tax	5%	2 512 710,86	135 814,36	5%	2 376 896	2%	3%
	Electricity	4%	831 711,85	58 017,05	7%	773 695	3%	4%
	Water	5%	416 411,13	27 085,45	7%	389 326	4%	4%
	Refuse	3%	733 201,77	33 077,76	5%	700 124	3%	4%
	Waste Water	4%	201 431,26	6 399,83	3%	195 031	3%	51%
	VAT	1%	3 407 847,30	19 876,58	1%	3 387 971	3%	3%
	Sundries	2%	3 127 590,49	194 576,85	6%	2 933 014	6%	7%
	Interest	11%	35 147,80	11 552,61	33%	23 595	1%	338%
		8%	288 449,91	60 086,09	21%	228 364	22%	12%
		2%	811 066,34	70 130,88	9%	740 935	5%	3%
Ward 5	Property Rates Tax	2%	218 073,78	10 819,87	5%	207 254	7%	3%
	Electricity	2%	123 104,14	3 945,59	3%	119 159	32%	11%
	Water	3%	215 611,67	20 200,02	9%	195 412	9%	5%
	Refuse	44%	5 839,92	2 092,59	36%	3 747	1%	406%
	Waste Water	0%	1 430 296,93	15 749,21	1%	1 414 548	1%	1%
	VAT	4%	5 015 995,20	275 485,42	5%	4 740 510	5%	7%
	Sundries	48%	123 528,30	63 255,47	51%	60 273	19%	113%
	Interest	12%	478 818,42	60 759,98	13%	418 058	16%	10%
		3%	1 361 880,52	74 576,48	5%	1 287 304	3%	4%
		3%	408 777,32	18 596,24	5%	390 181	4%	4%
Ward 6	Property Rates Tax	4%	195 249,07	16 123,92	8%	179 125	5%	10%
	Electricity	3%	368 629,53	21 102,17	6%	347 527	5%	4%
	Water	11%	18 166,95	2 071,94	11%	16 095	3%	356%
	Refuse	0%	2 060 945,08	18 999,20	1%	2 041 946	1%	1%
	Waste Water	4%	3 149 946,72	203 296,98	6%	2 946 650	5%	10%
	VAT	10%	112 018,32	19 868,07	18%	92 150	4%	140%
	Sundries	5%	296 466,64	57 539,43	19%	238 927	12%	8%
	Interest	5%	924 999,12	70 034,69	8%	854 964	8%	8%
		7%	196 070,38	17 412,95	9%	178 657	6%	6%
		6%	97 540,17	8 265,23	8%	89 275	6%	10%
Ward 7	Property Rates Tax	3%	226 682,20	18 887,16	8%	207 795	7%	7%
	Electricity	107%	1 334,59	4 095,79	307%	-2 761	2%	57%
	Water	1%	1 294 835,30	7 193,65	1%	1 287 642	0%	1%
	Refuse	17%	3 198 346,77	709 071,94	22%	2 489 275	18%	26%
	Waste Water	34%	248 452,06	98 208,21	40%	150 244	9%	169%
	VAT	27%	416 837,71	176 479,77	42%	240 358	45%	26%
	Sundries	22%	615 917,59	229 918,00	37%	386 000	23%	22%
	Interest	25%	249 429,62	63 202,00	25%	186 228	26%	26%
		15%	163 432,39	31 494,29	19%	131 938	16%	16%
		19%	217 166,86	69 402,90	32%	147 764	19%	21%
Ward 8	Property Rates Tax	269%	3 776,87	10 719,82	284%	-6 943	8%	362%
	Electricity	2%	1 283 333,67	29 646,94	2%	1 253 687	2%	3%
	Water	6%	3 536 654,72	203 235,84	6%	3 333 419	6%	4%
	Refuse	36%	71 441,61	17 610,83	25%	53 831	24%	26%
	Waste Water	22%	325 605,77	81 888,09	25%	243 718	23%	17%
	VAT	5%	1 066 408,53	49 610,07	5%	1 016 798	5%	4%
	Sundries							
	Interest							

Ward 10		9%	2 358 522,32	355 169,83	15%	2 003 352	12%	16%
Property Rates Tax		17%	130 610,50	37 133,31	28%	93 477	7%	184%
Electricity	Municipal supplied	24%	317 478,36	124 685,54	39%	192 793	38%	20%
Water		8%	581 994,93	109 841,07	19%	472 154	7%	8%
Refuse		11%	151 103,16	20 481,47	14%	130 622	2%	10%
Waste Water		12%	79 025,36	16 492,93	21%	62 532	1%	16%
VAT		11%	169 496,93	35 678,95	21%	133 818	7%	11%
Sundries		0%	382,60	1 465,13	383%	-1 083	1%	30%
Interest		1%	928 430,48	9 391,44	1%	919 039	1%	1%
Ward 11		16%	2 479 287,05	399 765,95	16%	2 079 521	9%	34%
Property Rates Tax		67%	148 469,41	21 879,90	15%	126 590	3%	311%
Electricity	Municipal supplied	29%	365 607,95	119 705,29	31%	245 903	10%	39%
Water		18%	333 596,44	144 099,45	43%	189 497	11%	15%
Refuse		13%	189 124,26	26 598,30	14%	162 526	7%	16%
Waste Water		18%	163 938,76	32 109,00	20%	131 830	18%	61%
VAT		18%	158 264,36	43 016,69	27%	115 248	1%	23%
Sundries		307%	2 832,60	1 327,89	47%	1 505	0%	2133%
Interest		1%	1 117 453,27	11 029,43	1%	1 106 424	0%	3%
Ward 12		2%	7 541 730,25	117 955,21	2%	7 423 775	2%	2%
Property Rates Tax		166%	73 651,24	5 199,90	7%	68 451	9%	68%
Electricity	Municipal supplied	1%	676 025,31	17 607,02	3%	658 418	2%	2%
Water		1%	1 921 908,12	44 711,81	2%	1 877 196	2%	1%
Refuse		1%	619 441,80	15 923,57	3%	603 518	2%	2%
Waste Water		1%	260 180,13	9 864,31	4%	250 316	2%	1%
VAT		1%	521 631,39	11 975,56	2%	509 656	2%	1%
Sundries		0%	1 336,35	2 435,88	182%	-1 100	1%	441%
Interest		0%	3 467 555,91	10 237,16	0%	3 457 319	0%	0%
Ward 13		4%	3 554 337,47	320 369,40	9%	3 233 868	2%	11%
Property Rates Tax		6%	62 659,46	8 455,85	13%	54 204	0%	256%
Electricity	Municipal supplied	19%	293 516,68	54 801,91	19%	238 715	2%	19%
Water		3%	1 160 659,92	169 338,67	15%	991 321	5%	7%
Refuse		3%	214 398,79	29 921,26	14%	184 478	1%	7%
Waste Water		2%	121 870,23	4 378,68	4%	117 492	1%	27%
VAT		5%	268 225,80	33 726,72	13%	234 499	7%	9%
Sundries		295%	1 355,08	2 102,67	155%	-748	1%	672%
Interest		0%	1 431 651,52	17 643,63	1%	1 414 008	0%	1%
Ward 14		3%	3 872 768,22	105 956,85	3%	3 766 811	6%	7%
Property Rates Tax		4%	52 320,61	2 268,13	4%	50 052	41%	108%
Electricity	Municipal supplied	6%	326 594,76	34 499,85	11%	292 095	8%	12%
Water		5%	1 253 072,87	37 032,72	3%	1 216 040	3%	5%
Refuse		2%	232 945,95	6 622,63	3%	226 323	5%	2%
Waste Water		11%	124 158,53	9 404,48	8%	114 754	6%	19%
VAT		3%	290 578,76	9 750,19	3%	280 829	4%	4%
Sundries		3861%	430,65	1 301,72	302%	-871	3%	8142%
Interest		0%	1 592 666,09	5 077,14	0%	1 587 589	1%	1%
Ward 15		78%	10 554 609,49	8 232 053,56	78%	2 322 556	78%	86%
Property Rates Tax		81%	1 979 991,78	1 580 178,80	80%	399 813	65%	97%
Electricity	Municipal supplied	95%	3 479 638,58	3 366 161,38	97%	113 477	94%	100%
Water		78%	2 152 281,19	1 635 212,66	76%	517 069	76%	75%
Refuse		74%	531 246,79	354 109,71	67%	177 137	77%	73%
Waste Water		75%	529 219,98	352 246,60	67%	176 973	71%	74%
VAT		80%	1 011 223,65	809 176,40	80%	202 047	80%	82%
Sundries		21%	73 557,82	61 234,96	83%	12 323	72%	91%
Interest		10%	797 449,72	73 733,04	9%	723 717	38%	17%
Ward 16		90%	9 788 641,25	7 719 845,39	79%	2 068 796	84%	89%
Property Rates Tax		92%	2 397 336,58	1 901 067,18	79%	496 269	87%	90%
Electricity	Municipal supplied	99%	2 481 573,27	2 172 656,20	88%	308 917	90%	96%
Water		99%	2 322 590,50	2 039 734,46	88%	282 856	91%	92%
Refuse		94%	516 723,94	417 518,27	81%	99 206	90%	88%
Waste Water		87%	521 943,47	423 180,13	81%	98 763	86%	86%
VAT		87%	882 084,33	698 597,57	79%	183 487	82%	83%
Sundries		28%	90 543,24	36 242,53	40%	54 301	33%	63%
Interest		11%	575 845,90	30 849,05	5%	544 997	12%	29%
Ward 17		106%	26 636 762,58	23 206 545,13	87%	3 430 217	86%	96%
Property Rates Tax		97%	7 841 194,82	6 935 971,49	88%	905 223	82%	100%
Electricity	Municipal supplied	136%	8 509 169,44	7 893 945,47	93%	615 224	97%	104%
Water		110%	4 630 328,50	4 492 444,41	97%	137 884	91%	97%
Refuse		98%	875 785,09	779 784,50	89%	96 001	89%	91%
Waste Water		93%	981 116,72	879 946,75	90%	101 170	86%	94%
VAT		110%	2 469 295,50	1 960 569,72	79%	508 726	86%	88%
Sundries		29%	271 269,91	105 605,12	39%	165 665	45%	39%
Interest		17%	1 058 602,60	158 277,67	15%	900 325	11%	24%
Ward 18		61%	3 357 402,58	1 661 376,39	49%	1 696 026	47%	69%
Property Rates Tax		82%	737 624,65	576 736,79	78%	160 888	37%	106%
Electricity	Municipal supplied	90%	867 729,08	567 071,70	65%	300 657	86%	81%
Water		56%	492 265,55	217 236,24	44%	275 029	79%	63%
Refuse		69%	63 353,49	50 453,66	80%	12 900	79%	68%
Waste Water		55%	75 827,27	50 480,82	67%	25 346	55%	76%
VAT		69%	237 421,75	124 062,51	52%	113 359	72%	67%
Sundries		4%	91 211,06	15 155,06	17%	76 056	30%	62%
Interest		5%	791 969,73	60 179,61	8%	731 790	15%	11%
Ward 19		85%	62 459 798,87	53 173 450,74	85%	9 286 348	79%	90%
Property Rates Tax		93%	10 099 559,14	7 150 050,86	71%	2 949 508	49%	100%
Electricity	Municipal supplied	90%	33 224 927,19	30 228 637,49	91%	2 996 290	91%	90%
Water		82%	6 314 566,09	5 801 901,11	92%	512 665	81%	92%
Refuse		78%	1 775 415,30	1 322 873,07	75%	452 542	70%	80%
Waste Water		68%	2 187 638,66	1 477 666,19	68%	709 972	71%	80%
VAT		90%	6 132 300,65	5 753 792,42	94%	378 508	83%	92%
Sundries		13%	100 709,42	1 066 752,36	1059%	-966 043	19%	265%
Interest		11%	2 624 682,42	371 777,24	14%	2 252 905	11%	13%
Ward 20		3%	3 102 895,73	266 770,28	9%	2 836 125	2%	16%
Property Rates Tax		7%	135 382,01	32 924,47	24%	102 458	1%	142%
Electricity	Eskom Supplied	0%	419,64	-	0%	420	0%	0%
Water		4%	853 683,04	88 455,68	10%	765 227	2%	7%
Refuse		10%	252 423,77	26 453,31	10%	225 970	1%	13%
Waste Water		7%	134 693,87	11 619,71	9%	123 074	0%	26%
VAT		6%	203 059,63	18 615,02	9%	184 445	2%	11%
Sundries		25%	240 096,64	5 625,54	2%	234 471	1%	3090%
Interest		0%	1 283 137,12	83 076,54	6%	1 200 061	0%	1%
Ward 21		90%	439 580,74	348 463,46	79%	91 117	35%	90%
Property Rates Tax		95%	416 848,26	348 463,46	84%	68 385	28%	94%
Electricity	Eskom Supplied	0%	-	-	0%	0	0%	0%
Water		0%	-	-	0%	0	0%	0%
Refuse		0%	-	-	0%	0	0%	0%
Waste Water		0%	-	-	0%	0	0%	0%
VAT		0%	-	-	0%	0	0%	0%
Sundries		0%	-	-	0%	0	0%	0%
Interest		0%	22 732,48	-	0%	22 732	0%	3%

Ward 22		0%	8 050 065,71	51 697,37	1%	7 998 368	1%	1%
Property Rates Tax		1%	139 374,39	2 950,84	2%	136 424	2%	2%
Electricity	Eskom Supplied	27%	897,67	240,88	27%	657	12%	31%
Water		0%	2 192 225,89	22 659,69	1%	2 169 566	1%	1%
Refuse		0%	785 104,60	10 859,38	1%	774 245	2%	1%
Waste Water		1%	325 497,35	5 037,02	2%	320 460	2%	1%
VAT		0%	495 456,19	5 469,92	1%	489 986	1%	1%
Sundries		39%	2 483,03	944,03	38%	1 539	63%	107%
Interest		0%	4 109 026,59	3 535,61	0%	4 105 491	0%	0%
Ward 23		1%	5 772 869,38	44 574,07	1%	5 728 295	1%	5%
Property Rates Tax		0%	76 479,84	1 956,24	3%	74 524	1%	147%
Electricity	Eskom Supplied	0%	897,85	-	0%	898	0%	0%
Water		1%	1 598 979,27	17 832,47	1%	1 581 147	1%	2%
Refuse		1%	677 918,99	10 396,23	2%	667 523	2%	2%
Waste Water		1%	309 379,28	6 010,68	2%	303 369	1%	12%
VAT		1%	387 635,19	4 567,09	1%	383 068	1%	3%
Sundries		27%	-	985,18	0%	-985	371%	3805%
Interest		0%	2 721 578,96	2 826,17	0%	2 718 753	0%	1%
Ward 24		1%	4 255 189,16	84 562,02	2%	4 170 627	1%	10%
Property Rates Tax		2%	90 697,40	4 780,63	5%	85 917	0%	128%
Electricity	Eskom Supplied	0%	-	-	0%	0	0%	0%
Water		3%	1 242 095,02	40 970,68	3%	1 201 124	1%	3%
Refuse		2%	399 588,45	10 847,15	3%	388 741	1%	7%
Waste Water		1%	182 554,45	3 654,20	2%	178 900	1%	6%
VAT		1%	273 416,94	9 017,14	3%	264 400	2%	4%
Sundries		0%	-	6 726,78	0%	-6 727	5%	0%
Interest		0%	2 066 836,90	8 565,44	0%	2 058 271	0%	1%
Ward 25		8%	4 535 749,44	506 996,34	11%	4 028 753	8%	25%
Property Rates Tax		47%	418 696,21	204 402,85	49%	214 293	2%	140%
Electricity	Eskom Supplied	0%	(1 124,05)	-	0%	-1 124	0%	0%
Water		5%	1 323 823,80	159 605,24	12%	1 164 219	1%	14%
Refuse		8%	408 727,38	31 764,80	8%	376 963	15%	17%
Waste Water		7%	214 585,51	26 627,93	12%	187 958	16%	33%
VAT		6%	291 357,44	31 950,77	11%	259 407	12%	13%
Sundries		134%	3 069,37	9 383,37	306%	-6 314	-65%	1088%
Interest		0%	1 876 613,77	43 261,38	2%	1 833 352	5%	3%
Ward 26		1%	4 132 014,03	53 004,27	1%	4 079 010	3%	1%
Property Rates Tax		4%	133 269,36	10 689,57	8%	122 580	5%	5%
Electricity	Eskom Supplied	0%	224,52	-	0%	225	0%	0%
Water		1%	1 241 485,58	16 728,02	1%	1 224 758	1%	1%
Refuse		2%	329 142,22	9 641,97	3%	319 500	1%	3%
Waste Water		1%	137 456,10	5 124,66	4%	132 331	0%	2%
VAT		1%	255 037,78	4 685,40	2%	250 352	2%	2%
Sundries		3%	12 420,00	1 037,79	8%	11 382	1%	13%
Interest		0%	2 022 978,47	5 096,86	0%	2 017 882	1%	0%
Ward 27		1%	6 142 664,37	23 111,87	0%	6 119 553	1%	3%
Property Rates Tax		1%	111 958,70	2 029,87	2%	109 929	1%	97%
Electricity	Eskom Supplied	0%	-	-	0%	0	0%	0%
Water		1%	1 747 909,97	9 716,76	1%	1 738 193	1%	1%
Refuse		1%	480 673,77	4 903,56	1%	475 770	1%	3%
Waste Water		6%	222 781,70	1 443,51	1%	221 338	1%	3%
VAT		1%	367 762,51	2 401,38	1%	365 361	1%	1%
Sundries		0%	-	850,66	0%	-851	-22%	1504%
Interest		0%	3 211 577,72	1 766,13	0%	3 209 812	0%	0%
Ward 28		78%	10 765 665,90	8 153 404,46	76%	2 612 261	66%	82%
Property Rates Tax		86%	1 962 439,40	1 533 787,57	78%	428 652	49%	98%
Electricity	Municipal supplied	88%	3 265 571,16	2 925 628,21	90%	339 943	84%	90%
Water		82%	1 771 228,48	1 827 682,55	103%	-56 454	82%	85%
Refuse		94%	533 463,20	455 511,08	85%	77 952	83%	92%
Waste Water		83%	581 949,86	505 941,14	87%	76 009	76%	84%
VAT		78%	990 898,46	798 373,07	81%	192 525	77%	77%
Sundries		9%	717 985,91	27 762,04	4%	690 224	4%	39%
Interest		8%	942 129,42	78 718,80	8%	863 411	9%	10%
Ward 29		76%	14 439 581,33	7 622 333,81	53%	6 817 248	81%	78%
Property Rates Tax		86%	1 578 146,67	1 197 538,64	76%	380 608	79%	102%
Electricity	Municipal supplied	81%	7 903 505,44	3 607 653,75	46%	4 295 852	100%	79%
Water		81%	1 354 454,73	1 270 636,60	94%	83 818	81%	79%
Refuse		86%	451 638,12	349 514,54	77%	102 124	81%	82%
Waste Water		80%	435 792,16	322 275,69	74%	113 516	78%	78%
VAT		74%	1 571 904,05	767 373,62	49%	804 530	84%	72%
Sundries		19%	395 442,39	39 312,50	10%	356 130	25%	25%
Interest		13%	748 697,78	68 028,47	9%	680 669	12%	14%
Ward 30		76%	9 785 280,69	6 532 728,81	67%	3 252 552	72%	74%
Property Rates Tax		88%	1 666 722,11	1 289 221,86	77%	377 500	77%	74%
Electricity	Municipal supplied	90%	2 667 443,26	2 167 218,24	81%	500 225	75%	83%
Water		71%	2 319 478,03	1 593 160,33	69%	726 318	75%	70%
Refuse		89%	447 369,62	376 357,08	84%	71 013	85%	81%
Waste Water		86%	476 871,39	388 948,45	82%	87 923	85%	82%
VAT		79%	916 817,72	620 961,23	68%	295 856	74%	74%
Sundries		18%	604 474,85	43 573,05	7%	560 902	32%	147%
Interest		16%	686 103,72	53 288,57	8%	632 815	22%	12%
Ward 31		40%	12 349 846,91	3 696 533,12	30%	8 653 314	37%	46%
Property Rates Tax		68%	848 812,60	604 286,77	71%	244 526	28%	134%
Electricity	Partial Eskom and Municipal Supplied	72%	3 385 590,54	1 282 269,08	38%	2 103 321	62%	68%
Water		47%	2 457 490,99	870 334,61	35%	1 587 156	64%	36%
Refuse		33%	597 972,55	225 252,34	38%	372 720	37%	37%
Waste Water		49%	492 890,09	255 850,52	52%	237 040	47%	55%
VAT		50%	1 130 705,50	376 358,97	33%	754 347	55%	47%
Sundries		32%	621 424,53	26 101,82	4%	595 323	38%	288%
Interest		2%	2 814 960,11	56 079,02	2%	2 758 881	2%	3%
Ward 32		5%	4 125 603,28	290 772,31	7%	3 834 831	8%	6%
Property Rates Tax		37%	55 843,32	29 659,98	53%	26 183	35%	43%
Electricity	Eskom Supplied	47%	154 073,48	113 165,38	73%	40 908	56%	51%
Water		4%	1 369 463,91	68 272,01	5%	1 301 192	7%	4%
Refuse		4%	288 863,71	13 916,61	5%	274 947	5%	4%
Waste Water		12%	157 283,18	30 929,83	20%	126 353	18%	14%
VAT		8%	294 374,48	32 606,59	11%	261 768	13%	9%
Sundries		81%	82 633,79	617,07	1%	82 017	HHHHHHHHHHHHHHHHHH	107%
Interest		0%	1 723 067,41	1 604,85	0%	1 721 463	0%	0%
Ward 33		1%	4 643 167,50	104 846,02	2%	4 538 321	1%	5%
Property Rates Tax		8%	433 862,27	51 290,37	12%	382 572	4%	39%
Electricity	Eskom Supplied	0%	12 745,94	-	0%	12 746	0%	0%
Water		0%	1 019 068,98	29 586,32	3%	989 483	1%	1%
Refuse		1%	356 032,72	12 068,70	3%	343 964	1%	2%
Waste Water		1%	157 008,85	2 982,76	2%	154 026	1%	1%
VAT		0%	245 323,38	6 412,03	3%	238 911	1%	1%
Sundries		188%	91 934,46	405,15	0%	91 529	144%	45%

Ward 34		1%	3 294 943,21	41 121,06	1%	3 253 822	2%	9%
Property Rates Tax		3%	138 079,37	5 406,40	4%	132 673	1%	47%
Electricity	Eskom Supplied	0%	669,12	-	0%	669	0%	0%
Water		1%	925 679,86	17 532,27	2%	908 148	5%	3%
Refuse		3%	280 984,49	7 318,07	3%	273 666	5%	3%
Waste Water		2%	147 601,37	1 993,70	1%	145 608	4%	18%
VAT		2%	211 917,21	3 710,89	2%	208 206	4%	7%
Sundries		0%	69 874,58	593,99	1%	69 281	120%	110360%
Interest		0%	1 520 137,22	4 565,74	0%	1 515 571	0%	0%
Ward 35		1%	4 750 808,51	43 255,24	1%	4 707 553	1%	6%
Property Rates Tax		2%	121 318,21	3 987,29	3%	117 331	1%	172%
Electricity	Eskom Supplied	0%	-	-	0%	0	0%	0%
Water		1%	1 296 600,88	17 911,23	1%	1 278 690	2%	1%
Refuse		1%	411 134,37	10 611,71	3%	400 523	4%	2%
Waste Water		3%	192 125,54	4 344,57	2%	187 781	3%	8%
VAT		1%	300 131,16	4 370,94	1%	295 760	2%	2%
Sundries		0%	102 337,45	807,05	1%	101 530	315%	2181%
Interest		0%	2 327 160,90	1 222,45	0%	2 325 938	0%	1%
Ward 36		36%	7 246 480,16	2 126 318,47	29%	5 120 162	33%	39%
Property Rates Tax		78%	592 377,20	456 230,40	77%	136 147	12%	73%
Electricity	Partial Eskom and Municipal Supplied	80%	1 025 470,22	680 682,28	66%	344 788	106%	88%
Water		30%	1 842 175,72	472 683,12	26%	1 369 493	45%	32%
Refuse		31%	517 362,45	132 924,45	26%	384 438	30%	28%
Waste Water		38%	318 174,45	145 452,51	46%	172 722	44%	36%
VAT		41%	568 809,30	194 495,48	34%	374 314	61%	48%
Sundries		93%	115 388,75	19 429,23	17%	95 960	27%	23%
Interest		1%	2 266 722,07	24 421,00	1%	2 242 301	2%	2%
Ward 37		28%	4 579 995,48	1 591 448,86	35%	2 988 547	36%	34%
Property Rates Tax		82%	359 633,98	298 823,58	83%	60 810	35%	130%
Electricity	Municipal supplied	73%	1 064 021,75	995 575,68	94%	68 446	111%	75%
Water		5%	1 079 581,35	81 434,87	8%	998 146	6%	6%
Refuse		4%	195 162,61	25 848,75	13%	169 314	5%	5%
Waste Water		18%	112 952,26	15 108,55	13%	97 844	10%	35%
VAT		34%	367 780,89	162 765,23	44%	205 016	50%	35%
Sundries		7%	1 918,47	754,18	39%	1 164	3%	225%
Interest		0%	1 398 944,17	11 138,02	1%	1 387 806	1%	1%
Ward 38		2%	3 565 219,03	172 992,91	5%	3 392 226	3%	18%
Property Rates Tax		20%	120 817,93	24 206,41	20%	96 612	3%	288%
Electricity	Eskom Supplied	0%	-	-	0%	0	0%	0%
Water		3%	1 115 053,46	63 367,12	6%	1 051 686	5%	4%
Refuse		2%	264 305,02	22 597,48	9%	241 708	3%	4%
Waste Water		5%	150 062,25	15 608,95	10%	134 453	6%	50%
VAT		3%	240 592,40	13 479,74	6%	227 113	3%	5%
Sundries		28%	74 058,54	8 527,36	12%	65 531	527%	7883%
Interest		0%	1 600 329,42	25 205,85	2%	1 575 124	0%	1%
Ward 39		94%	18 256 931,89	17 600 938,33	96%	655 994	95%	93%
Property Rates Tax		94%	4 932 262,77	5 026 072,31	102%	-93 810	93%	90%
Electricity	Municipal supplied	103%	6 163 266,31	6 553 744,67	106%	-390 478	96%	100%
Water		99%	2 981 110,01	2 919 462,26	98%	61 648	124%	96%
Refuse		97%	914 627,71	578 048,73	63%	336 579	87%	87%
Waste Water		82%	884 900,27	727 605,86	82%	157 294	98%	86%
VAT		90%	1 653 477,13	1 505 307,57	91%	148 170	94%	89%
Sundries		25%	83 967,53	62 876,12	75%	21 091	21%	39%
Interest		28%	643 320,16	227 820,80	35%	415 499	34%	39%
Ward 100		0%	1 729,56	-	0%	1 730	0%	0%
Property Rates Tax		0%	-	-	0%	0	0%	0%
Electricity	Municipal supplied	0%	-	-	0%	0	0%	0%
Water		0%	-	-	0%	0	0%	0%
Refuse		0%	-	-	0%	0	0%	0%
Waste Water		0%	-	-	0%	0	0%	0%
VAT		0%	-	-	0%	0	0%	0%
Sundries		0%	-	-	0%	0	0%	0%
Interest		0%	1 729,56	-	0%	1 730	0%	0%
Ward 777		29%	374 127,35	305 758,33	82%	68 369	49%	123%
Property Rates Tax		0%	-	-	0%	0	0%	0%
Electricity	Municipal supplied	0%	-	-	0%	0	0%	0%
Water		0%	-	-	0%	0	0%	0%
Refuse		0%	-	-	0%	0	0%	0%
Waste Water		0%	-	-	0%	0	0%	0%
VAT		27%	20 163,40	14 757,87	73%	5 406	37%	42%
Sundries		38%	218 853,23	264 785,35	121%	-45 932	69%	189%
Interest		10%	135 110,72	26 215,11	19%	108 896	8%	22%
Ward 999		0%	16,50	-	0%	17	0%	0%
Property Rates Tax		0%	-	-	0%	0	0%	0%
Electricity	Municipal supplied	0%	-	-	0%	0	0%	0%
Water		0%	-	-	0%	0	0%	0%
Refuse		0%	-	-	0%	0	0%	0%
Waste Water		0%	-	-	0%	0	0%	0%
VAT		0%	-	-	0%	0	0%	0%
Sundries		0%	-	-	0%	0	0%	0%
Interest		0%	16,50	-	0%	17	0%	0%

ANNEXURE C**SUMMARY OF COLLECTIONS**

	Nov-24	Dec-24	Jan-25
Credit Control Actions	9 440 541,83	7 429 301,56	9 231 018,04
Over 90 days Internal Credit Control Collected	20 915 283,40	16 760 464,89	17 847 452,03
Current Accounts Paid	137 285 482,37	129 265 293,93	123 398 858,05
Total Income for the month	167 641 307,57	153 455 060,38	150 477 328,12

	Nov-24	Dec-24	Jan-25
Current Accounts paid	137 285 482,37	129 265 293,93	123 398 858,05
Actions and arrears collected	30 355 825,23	24 189 766,45	27 078 470,07
Total Collected	167 641 307,57	153 455 060,38	150 477 328,12

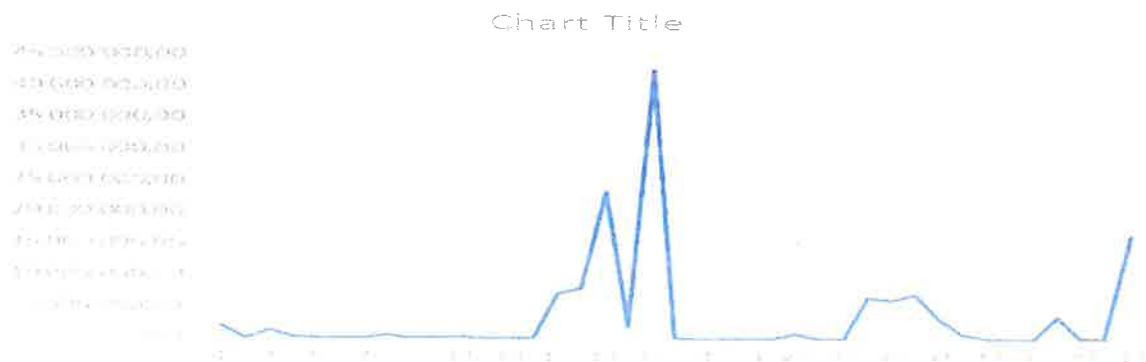
The total outstanding balances as of 31 January 2025 were as follows:

Area	Nov-24	Dec-24	Jan-25
Klerksdorp	1 664 097 209	1 702 499 700	1 724 518 464
Jouberton	2 661 493 588	2 707 950 585	2 770 146 662
Stilfontein	271 724 158	277 524 155	285 661 126
Khuma	1 630 217 731	1 652 868 770	1 675 388 352
Orkney	226 642 581	235 570 430	240 473 973
Kanana	2 900 958 890	2 939 665 183	2 978 020 405
Hartbeesfontein	90 526 141	91 908 107	93 181 373
Tigane	367 037 637	372 919 683	380 604 612
	9 893 512 697	9 980 906 612	10 147 994 901

Payments received per ward as of 31 January 2025 were as follows:

Ward	Councillor	Area	Payments received Jan 2025	Licenced
1	Nqikela P	Tigane	1 834 523	Eskom
2	Mothupi A	Tigane	28 583	Eskom
3	Tagaree FI	Alabama	1 536 010	Municipality
4	Barrendse SOW	Alabama	516 039	Municipality
5	Jonas SL	Jouberton	194 577	Municipality
6	Muhlanga SR	Jouberton	275 485	Municipality
7	Mabeke KE	Jouberton	203 297	Municipality
8	Mbele MN	Jouberton	709 072	Municipality

9	Maseko NM	Jouberton	203 236	Municipality
10	Kgwasi JT	Jouberton	355 170	Municipality
11	Mangesi MI	Jouberton	399 766	Municipality
12	Mtshawulana PY	Jouberton	117 955	Municipality
13	Pelele MS	Jouberton	320 369	Municipality
14	Mokoto NP	Jouberton	105 957	Municipality
15	Swart PJ	Klerksdorp	8 232 054	Municipality
16	Basson J	Klerksdorp	7 719 845	Municipality
17	Strydom AG	Klerksdorp	23 206 545	Municipality
18	Seitisho MN	Klerksdorp	1 661 376	Municipality
19	Le Grange JJ	Klerksdorp	53 173 451	Municipality
20	Sello RM	Kanana	266 770	Eskom
21	Ndincede K	Vaal Reefs	348 463	Eskom
22	Seabeng TS	Kanana	51 697	Eskom
23	Mahumapelo ML	Kanana	44 574	Eskom
24	Kgwabane OE	Kanana	84 562	Eskom
25	Tiyo GN	Kanana	506 996	Eskom
26	Mokgatla MA	Kanana	53 004	Eskom
27	Mokhele IM	Kanana	23 112	Eskom
28	Bester CJ	Orkney	8 153 404	Municipality
29	Bornman JGR	Orkney	7 622 334	Municipality
30	Du Preez PA	Stilfontein	6 532 729	Municipality
31	Majiji SJ	Khuma	3 696 533	Eskom
32	Morake AM	Khuma	290 772	Eskom
33	Latha KR	Khuma	104 846	Eskom
34	Ntshanga ZE	Khuma	41 121	Eskom
35	Sitshero KV	Khuma	43 255	Eskom
36	Foboكة VO	Kanana	2 126 318	Eskom
37	Plaatjie BM	Jouberton	1 591 449	Municipality
38	Zitwane WG	Khuma	172 993	Eskom
39	Wilken I	Klerksdorp	17 600 938	Municipality



The following indicates the outstanding balances per ward.

Ward	Councillor	Area	Total debt owing Nov-24	Total debt owing Dec-24	Total debt owing Jan-25
1	Nqikela P	Tigane	247 524 094	251 602 405	256 220 890
2	Mothupi A	Tigane	172 001 638	174 839 909	178 590 662
3	Tagaree FI	Alabama	121 507 059	124 934 149	127 135 793
4	Barrendse SOW	Alabama	466 840 241	480 121 876	489 945 091
5	Jonas SL	Jouberton	223 445 290	227 215 271	231 769 455
6	Mulhanga SR	Jouberton	287 357 570	292 727 076	299 519 671
7	Mabeke KE	Jouberton	190 394 705	193 685 348	198 291 141
8	Mbele MN	Jouberton	182 986 850	186 595 302	190 930 379
9	Maseko NM	Jouberton	210 965 121	214 774 792	219 966 210
10	Kgwasi JT	Jouberton	135 781 557	138 219 791	141 508 121
11	Mangesi MI	Jouberton	157 089 675	159 991 203	163 468 404
12	Mtshawulana PY	Jouberton	495 424 871	503 853 481	515 395 234
13	Pelele MS	Jouberton	215 265 729	219 041 221	224 242 093
14	Mokoto NP	Jouberton	236 773 028	240 989 047	246 928 428
15	Swart PJ	Klerksdorp	116 159 533	118 476 600	120 785 602
16	Basson J	Klerksdorp	88 993 726	90 279 757	92 374 777
17	Strydom AG	Klerksdorp	178 269 405	179 368 343	182 447 781
18	Seitisho MN	Klerksdorp	117 758 206	119 025 317	120 842 339
19	Le Grange JJ	Klerksdorp	407 322 675	418 857 589	419 202 975
20	Sello RM	Kanana	207 149 104	209 930 994	212 700 025
21	Ndincede K	Vaal Reefs	2 434 990	2 478 365	2 569 482
22	Seabeng TS	Kanana	624 733 262	633 021 036	641 076 077

23	Mahumapelo ML	Kanana	402 754 354	408 354 667	414 057 583
24	Kgwabane OE	Kanana	312 570 887	316 673 031	320 843 658
25	Tiyo GN	Kanana	273 877 759	278 383 287	282 420 799
26	Mokgatla MA	Kanana	310 031 494	313 949 114	318 043 692
27	Mokhele IM	Kanana	481 382 700	487 498 011	493 617 158
28	Bester CJ	Orkney	128 040 759	130 829 476	133 576 543
29	Bornman JGR	Orkney	114 687 708	122 026 985	124 630 830
30	Du Preez PA	Stilfontein	97 187 567	99 408 292	102 341 597
31	Majiji SJ	Khuma	413 303 892	420 207 936	428 901 813
32	Morake AM	Khuma	255 530 874	259 278 396	263 038 766
33	Latha KR	Khuma	347 439 102	351 883 128	356 422 829
34	Ntshanga ZE	Khuma	223 446 478	226 628 867	229 882 094
35	Sitshero KV	Khuma	343 490 478	348 242 568	352 950 121
36	Foboke VO	Kanana	338 354 792	343 267 996	348 446 733
37	Plaatjie BM	Jouberton	218 380 289	222 018 900	226 658 356
38	Zitwane WG	Khuma	237 029 864	240 633 675	244 007 487
39	Wilken I	Klerksdorp	106 047 656	108 495 291	109 293 209
	TOTAL		9 812 697 935	9 876 679 060	10 147 994 901

ANNEXURE: D

CREDIT CONTROL ACTIONS

Disconnection / Reconnection of Services

Electricity Actions

Notices issued	18 343
Electricity disconnections	22
Electricity Reconnections	15
Electricity no reactions	7
Reactions	68%

WATER ACTIONS

Water Restrictions	7 784
Water unrestricting	2 512
Water no reactions	5 272
Reactions	32%

	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%
Sep-24	238 666 710,17	157 760 853,77	66%
Oct-24	284 354 606,63	207 527 500,07	73%
Nov-24	237 386 364,43	167 641 307,57	71%
Dec-24	229 186 388,56	153 455 060,38	67%
Jan-25	234 108 170,22	150 477 328,12	64%
Totals	1 710 039 024,22	1 139 435 462,12	67%

ANNEXURE E

REGISTRATION OF INDIGENT PERSONS FOR SUBSIDIES ON SERVICE ACCOUNTS: 31 JANUARY 2025

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 that the municipality can provide.
- **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 January 2025 were as follows.

January-25				
	Number Indigents Approved	Total Subsidy Allocated Rand Amount as at January 2025	Budget 2024/2025	% Budget Spent
FBS	23 042	141 137 265	233 490 179	60.45%
FBAE	17 609	0	20 000 000	0%

FREE BASIC ALTERNATIVE ENERGY INDIGENT RECIPIENTS

There are 17 609 rural indigents on 31 January 2025 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.

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

Ward	CLR	Area	Nov-24	Dec-24	Jan-25
1	Nqikela P	Tigane	349	349	350
2	Mothupi A	Tigane	381	381	381
3	Tagaree FI	Alabama	985	988	993
4	Barrendse SOW	Alabama	1702	1722	1807
5	Jonas SL	Jouberton	657	717	746
6	Mulhanga SR	Jouberton	973	984	1015
7	Mabeke KE	Jouberton	965	968	971
8	Mbele MN	Jouberton	1140	1141	1168
9	Maseko NM	Jouberton	841	874	889
10	Kgwasi JT	Jouberton	790	797	796
11	Mangesi MI	Jouberton	734	738	752
12	Mtshawulana PY	Jouberton	1135	1140	1243
13	Pelele MS	Jouberton	1138	1152	1182
14	Mokoto NP	Jouberton	1011	1018	1117
15	Swart PJ	Klerksdorp	268	273	276
16	Basson J	Klerksdorp	184	186	184
17	Strydom AG	Klerksdorp	124	126	126
18	Seitisho MN	Klerksdorp	23	23	23
19	Le Grange JJ	Klerksdorp	365	362	366
20	Sello RM	Kanana	492	491	490
21	Ndincede K	Vaal Reefs	0	0	0
22	Seabeng TS	Kanana	813	812	813
23	Mahumapelo M	Kanana	663	663	699
24	Kgwabane OE	Kanana	570	570	573
25	Tiyo GN	Kanana	438	446	448
26	Mokgatla MA	Kanana	536	536	546
27	Mokhele IM	Kanana	519	520	520
28	Bester CJ	Orkney	307	309	311
29	Bornman JGR	Orkney	345	348	347
30	Du Preez PA	Stilfontein	282	281	283
31	Majiji SJ	Khuma	480	480	486
32	Morake AM	Khuma	297	297	297
33	Latha KR	Khuma	442	442	444
34	Ntshanga ZE	Khuma	197	198	198
35	Sitshero KV	Khuma	359	359	360
36	Fobokey VO	Kanana	276	276	302
37	Plaatjie BM	Jouberton	859	895	935
38	Zitwane WG	Khuma	474	474	475
39	Wilken I	Klerksdorp	130	129	130
			22244	22465	23042

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 JANUARY 2025

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 Delay in the appointment of Panel of Service Providers which was done on the 23rd August 2024	Request budget during Adjustment Budget. We have concluded occupancy audit in Alabama Ext. 3. Report is available. We are developing and finalizing action plan to implement recommendations.
Housing Development Revenue Enhancement	Land Expected Inflow R63,277,200	Proclamation of additional 13 020 stands and to be billed Kanana Extension 5 Kanana Extension 16 Jouberton Extension 31 Jouberton Extension 34 Sunny Side	01/07/2024- 30/06/2025	Residential Permits registered in Kanana Ext. 5, Tigane Ext. 7 & 8. Awaiting installation of water meters so accounts can be opened	-Kanana Ext. 16 (illegal occupation) -Jouberton Ext. 31 & 34 Installation of internal reticulation project is underway - Sunnyside: Town planning process still underway.	Awaiting Projects completions so we can let finance to open accounts.

Housing Development	Land - Expected inflow – R29,534,220	Tigane Extension 7 Tigane Extension 8 (Income expected only from Basic Service Charges)	01/07/2024– 30/06/2025	Permits were issued and accounts registered in Alabama Ext. 5 except about 55 stands where there are double occupation	Kanana Ext. 15: Residential permits registered. Permits are being processed	Submit budget request during adjustment budget
		Alabama Extension 5 Kanana extension 14 Kanana Extension 15 (Income expected only from basic services charges)			Accounts for Ext. 14 Kanana were opened in 2008. Just need to conduct occupancy audit to establish houses which are illegally occupied.	
Housing Development	Land – Expected Inflow R33,044,651.76	Disposal of 205 serviced/ subserviced Municipal owned land for Residential, Commercial & Industrial Developments	01/07/2024– 30/06/2025	Income of R2, 373,300.24 received from Sale of Stands from 01/07/2024–30/11/2024.	This is an ongoing process of Sale of Stands	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
Electricity	Electricity loss reduction by 18% Expected Inflow R2 Million	2024/25 FY 630 •Audits on all bypassed meters	01/07/2024– 30/06/2025	Achieved		
				Not achieved		

Expected Inflow R250 Million	•Revenue improvement and reduction of technical loss through Medium voltage. Network refurbishment & upgrading	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
	•Replacement of non-functional meters	01/07/2024–30/06/2025	Not achieved	Non-availability of meters at the stores	Store to procure meters
	•Replacement of LPU conventional meters with smart meters		Not achieved	Smart meters not yet procured by the municipality. The Council did not approve participation on RT29	Item approved by council awaiting approval from National Treasury for funding
	•Conversion of conventional meters to prepaid/smart meters for all consumers		Partly achieved	The cost implication for the municipality not included in the current budget. It will be submitted for adjustment pending the approval of the item to be submitted to council	Item to be submitted in the next council for consideration in January 2025 and for consideration of funding during budget adjustment
	• Expected inflow due to implementation of disconnection & connection on those in arrears.			Challenge with expected inflow is Illegal re-connection	• To increase effort to stop illegal connections • Investment in anti-tampering meter enclosures • Reduce Court orders as a result of

FAAN MEIENTJES NATURE RESERVE						outstanding account disputes through Speedy addressing of account disputes. To increase effort to stop illegal connections • Investment in anti-tampering meter enclosures • Court orders as a result of outstanding account disputes
	Land Expected Inflow R250 000	Open swimming pool to the public	01/08/2024 - 31/03/2025 (Seasonal)	The swimming pool pumps must still be fixed	Works Order has been submitted to building Section for the job to be done	To be done from September 2024 until March 2025. Swimming pool not yet fixed by Building Section. Follow-ups were done and Building Section indicated that there is a shortage of personnel. The matter has not been attended to. Vote can only be created in the new financial year when tariffs have been
	Expected Inflow R5 000	Selling of braai wood	01/07/2024 - 30/06/2025	Not achieved	Vote has not been created and all chainsaws are broken	

	Expected Inflow R15 000 On Line Booking System	Curio Shop Consumers to book on line to cut down on paper	01/07/2024 - 30/06/2025 01/07/2024 - 30/06/2025	Not done	No budget	approved. A resolution has been passed for the procurement of chainsaws. SCM processes will unfold. The Department is awaiting SCM to finalize the procurement of chain saws.
	Midweek specials (Chalets and caravan sites) Expected Inflow R20 000	To attract midweek booking and visits	01/07/2024 - 30/06/2025	Not done	No network at Faan Meintjes	The Department request that the item be removed during the adjustment budget as Capital budget is needed to build Curio Shop.
	Events in collaboration with Friends of FMNR Expected Inflow R20 000	Awareness of a Nature Reserve	01/07/2024 - 30/06/2025	Not done There were no events during the month of January 2025.	Not yet advertised	The matter was discussed with the CFO on 30/01/2025, and it was agreed that the Deputy Director IT should attend to it. The Chalets have been repaired and a request for marketing of Midweek Specials will be sent to

							Communications Section. There were no events during the month of January 2025.
	Culling of Excess Game Expected Inflow R570 000	Species control	Every 2 years	Game counting done. Recommendations received			Centurion Academy advised that the game does not need to be culled except for the elimination of the blue wildebeest (there are 7 wildebeest). That SCM process will unfold.
CEMETERIES	Land Expected Inflow R5 000	Create a Beautified Hero's Acre	01/07/2024 - 30/06/2025	Done	Trees are in a good condition	The Department has planted trees at Ext 19 Cemetery to beautify the hero's Acre.	
	Expected Inflow R1 000	Selling of flowers and wreaths at the main gate	01/07/2024 - 30/06/2025	Not done		Selling of flowers at the gate will be risky for the employee and handling of cash will be a problem. The Department recommends that the item be removed during adjustment budget.	
		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. IT	Refresher course was done	The system needs to be updated as there are a lot of	

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	discrepancies. The problem has not been resolved by IT. 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 sharing transport with other sections/departments	Not yet done/achieved. The Combi is not working and there are no funds to repair it. Most of the business' dustbins are damaged and the tender for Dustbins closed on the 3rd of December 2024. The Department is awaiting Bid Committees to sit and eventually appoint the Service Providers.
Debt collection and Recovery	Debt Collection Expected Inflow R250 million	Utilize internal debt collectors	01/07/2024 - 30/06/2025	R139 million collected by 31 January 2025 on 90 days accounts. 56% achieved the target	There are challenges with a lot of unauthorized and illegal connections directly made to the municipal water and electricity grid. Water meters are still not installed due to the unavailability of vehicles for water teams. Non-purchasing of pre-	Follow ups are conducted by the credit control officials. Electrical department is disconnecting defaulting consumers. Notices will be issued on a regular basis to customers.

			our meters within the entire Kosh				
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	Achieved	R 7 643 328.95		

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
Wet fuel – Savings: R5 Million Reducing Over expenditure on Wet Fuel from R 550 000 per week to R450 000	01/07/2024–30/06/2025	Not achieved		
Repairs and maintenance Savings: R30 Million Consolidate all repair and maintenance costs to a central vote number at Mechanical Services. Reallocation of 80% of all maintenance votes towards replacement of fleet through lease to buy contract option.	01/07/2024–30/06/2025	Not achieved	The proposal for consolidation of fleet repair vote numbers was rejected during the finalization of the budget The proposal was not approved during the finalization of budget	Finance to investigate the proposal
Provide R80 million to commence with replacement of old fleet with lease of new fleet. This process will eliminate the repairs and maintenance of the current old fleet.	01/07/2024 – 30/06/2025	Not achieved	The proposal was not approved during the finalization of budget	

Installation of Tracking devices Saving: R5 Million Installation of Tracking devices on all our vehicle to eliminate municipal vehicle abuse	01/07/2024 – 30/06/2024	Not achieved	Appointment of the service provider not yet finalized	To finalise the appointment of the service provider for tracking installation
Development of best practice and institutionalize control on municipal vehicles against abuse of fuel Provide Training Saving: R15 Million Full Utilization of Municipal Garage Savings: R25 Million Ideal utilization and optimization of Municipal garage instead of out-sourcing of all municipal fleet	01/07/2024 – 30/06/2025			
Travelling and subsistence Saving: R600 000 Cutting unnecessarily travelling and accommodation (Office of the CFO and Municipal Manager have jointly issued moratorium to suspend all non-essential travelling and accommodation for the whole financial year).	01/07/2024-30/06/2025			

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.	
Contracted Services Savings: R519,920 pa and R42,660 pm To review operational contract to scale down their services and support on the following expenditure items: •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. Agenda is now sent electronically to Councilors to reduce printing costs.	01/07/2024-31/06/2025	No cost	Reducing almost excessive spending on printing/copy	R42,660 pm on R519,920 pa	

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 January 2025 as per section 71 of the MFMA

