

MID-YEAR
PERFORMANCE ASSESSMENT
REPORT
(Section 72)
FOR THE PERIOD
1 JULY 2023 TO 31 DECEMBER
2023



NAMA KHOI MUNICIPALITY

PERFORMANCE REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

CONTENTS

1

FORMAT AND CONTENTS OF IN-YEAR REPORTS	5
PURPOSE	5
AUTHORITY	5
LEGAL / STATUTORY REQUIREMENTS	5
BACKGROUND	5
PART 1 – IN-YEAR REPORT	6
1. SECTION A	6
1.1 Mayor Report.....	6
1.2 Recommendation by the Mayor.....	6
2. SECTION B	6
2.1 NOTIFICATIONS	6
2.2 RECOMMENDATIONS FROM MUNICIPAL MANAGEMENT.....	6
2.3 COMMENTS ON ADJUSTMENT BUDGET	7
3. SECTION C – EXECUTIVE SUMMARY	7
3.1 NOTES ON REVENUE	8
3.2 NOTES ON EXPENDITURE	9
3.3 SUMMARY OF CAPITAL EXPENDITURE/GRANT REGISTER	10
3.3.2 From the table above the following conclusions can be made:	10
3.4 SUMMARY OF CASH FLOW STATEMENT /BANK RECONCILIATION	11
3.4.1 The following table shows the cash and cash equivalents at mid-year assessment.	11
3.5 Summary of Debtors Age Analysis	11
3.5 DEBTOR'S AGE ANALYSIS	12
3.5.1 Debtors outstanding from 31 December 2022 to 31 December 2023.....	12
3.6 CREDITORS AGE ANALYSIS.....	12
3.7 STAFF EXPENDITURE REPORT (SC2 – C SCHEDULE).....	13
3.7.1 Employee Related Cost and Council Remuneration.....	14
RATIO ANALYSIS MID-YEAR ASSESSMENT 2023-24	15
3.8 FINANCIAL ANALYSIS	17
3.8.1 Borrowings.....	17
3.8.2 Investments and Cash Management	17
3.8.3 Summary of the impact of the national adjustments budget and the relevant provincial adjustment budget.....	17

NAMA KHOI MUNICIPALITY

PERFORMANCE REPORT FOR THE MID-YEAR PERIOD 1 JULY TO 31 DECEMBER 2023

4.	SECTION D	18
4.1	IN-YEAR BUDGET STATEMENT TABLES.....	18
4.2	MUNICIPAL ENTITY FINANCIAL PERFORMANCE	24
4.2.1	Supporting documents and charts.....	24
4.2.2	Revenue by Vote – C2 on C-Schedule.....	24
4.2.3	Expenditure by Vote – C2 on C-schedule	25
4.2.4	Revenue by Source – C4 on C-Schedule.....	26
4.2.5	Expenditure by Type – C4 on C-Schedule	28
4.3	CASH FLOW STATEMENT – C7 ON C-SCHEDULE	30
4.3.1	Table 1	30
	PART 2 – SUPPORTING DOCUMENTATION	31
5.	SECTION E	31
5.1	Debtor's age analysis.....	31
5.1.1	Table A	31
5.1.2	Table B	31
5.1.3	Graph as per Table A	32
5.1.4	Explanations on tables above	32
5.1.5	Table C	32
5.1.6	Table D	32
5.1.7	Explanations on tables	33
6.	SECTION F	34
6.1	CREDITOR'S AGE ANALYSIS.....	34
6.1.2	Table A	34
6.1.3	Table B	34
6.1.4	Graph as per table A	35
6.1.5	Explanations on tables	35
6.2	SEDIBENG WATER ANALYSIS FOR JULY TO DECEMBER 2023	36
6.2.1	Analysis of Water Purchases and Sales.....	36
6.4	ESKOM ANALYSIS FOR JULY TO DECEMBER 2023	37
7.	SECTION G	40
7.1	INVESTMENT PORTFOLIO ANALYSIS.....	40
8.	SECTION H.....	41
8.1	ALLOCATION AND GRANTS RECEIPTS AND EXPENDITURE.....	41
9.	SECTION I	43

NAMA KHOI MUNICIPALITY

PERFORMANCE REPORT FOR THE MID-YEAR PERIOD 1 JULY TO 31 DECEMBER 2023

9.1	EXPENDITURE ON COUNCILLORS AND BOARD MEMBERS' ALLOWANCES AND EMPLOYEE BENEFITS	43
9.2	MONTHLY EMPLOYEE COST	43
9.2.1	Notes on Salaries	43
10.	SECTION J	44
10.1	MATERIAL VARIANCE TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 44	
10.1.1	Items that must be Adjust	44
10.1.2	Operational Revenue	44
10.1.3	STATEMENT OF FINANCIAL POSITION	44
10.1.4	Capital Expenditure	44
11.	SECTION K	45
11.1	PARENT MUNICIPALITY FINANCIAL PERFORMANCE	45
12.	SECTION L	46
12.1	CAPITAL PROGRAMME PERFORMANCE	46
13.	SERVICE DELIVERY PERFORMANCE PLANNING	48
13.1	LEGISLATIVE OVERVIEW	48
13.2	CREATING A CULTURE OF PERFORMANCE	48
13.3	LINK TO THE IDP AND THE BUDGET	49
13.3.1	Performance indicators set in the approved Top Layer SDBIP for 2023/24 per strategic objective	49
13.3.2	Budget spending per IDP objective	57
14.	MID-YEAR PERFORMANCE AGAINST THE PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2023/24	62
14.1	OVERALL ACTUAL PERFORMANCE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2023	62
14.2	Actual performance per strategic objective of indicators for the mid-year ending 31 December 2023	64
14.2.1	Actual performance per strategic objective of indicators for the mid-year ending 31 December 2023	64
15.	ADJUSTMENT OF THE TOP LAYER SDBIP FOR 2023/24	70
16.	ANNUAL REPORT 2022/23	70
	ACKNOWLEDGMENT OF RECEIPT BY THE MAYOR	72
	LIST OF TABLES	73
	LIST OF FIGURES	74
	LIST OF GRAPHS	74

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

FORMAT AND CONTENTS OF IN-YEAR REPORTS

An in-year report of a municipality must have all headings in the sequence shown in the table of contents below, contain the information described in this Schedule and be appropriately numbered, considering any guidelines issued by the Minister in terms of section 168(1) of the Act.

PURPOSE

The purpose of the report is for Council to consider the 2023-24 mid-year budget and performance assessment for the 2023-24 financial year. -

AUTHORITY

Council

LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 6, 2003 Chapter 8, Section 72

BACKGROUND

In terms of Section 72, of the Municipal Finance Management Act No. 56, 2003, Chapter 8, the accounting officer of the municipality must by 25 January of each year submit a mid-year performance assessment report of the municipality of the mayor of the municipality.

In terms of Section 54 (1), (2) and (3) of the Municipal Finance Management Act No. 56, 2003 Chapter 7, the following applies: -

“(1) on receipt of a statement or report by the accounting officer of the Municipality in terms of section 72, the mayor must -

- (a) Consider the statement or report.
- (b) Check whether the municipality's approved budget is implemented by the service delivery and budget implementation plan.
- (c) Issue any appropriate instruction to the accounting officer to ensure -
 - (i) That the budget is implemented by the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceeds by the budget
- (d) Submit a report to the Council by 31 January 2023

In terms of Section 34: Publication of mid-year budget performance assessments -

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

- (1) Within five working days of 25 January each year the municipal manager must make the mid-year budget and performance assessment public by placing it on the municipal website.
- (2) The municipal manager must make public any other information that the municipal council considers appropriate to facilitate public awareness of the mid-year budget and performance assessment, including –
 - (a) Summaries in the alternate language predominant in the community, and
 - (b) Information relevant to each ward in the municipality

PART 1 – IN-YEAR REPORT

1. SECTION A

1.1 MAYOR REPORT

To be added as an Attachment

1.2 RECOMMENDATION BY THE MAYOR

To be added as an Attachment

2. SECTION B

2.1 NOTIFICATIONS

As per the overspent report, several items are overspent, this needs to be adjusted as virements cannot be done.

Corrections need to be done on the monthly budgeting items.

Corrections need to be done to mistakes made during the Original Budget as stated in the monthly Section 71 reports.

Capital Budget needs to adjust as funding sources became available after the Original Budget was approved.

2.2 RECOMMENDATIONS FROM MUNICIPAL MANAGEMENT

The Council takes cognizance of the Mid-Year and Performance Assessment as tabled in terms of Section 72 of the Municipal Finance Management Act.

The Council takes cognizance of the Budget Report as well as the recommendations made on point 20 and page 43.

That the capital budget aligned with the Development Department Project Plans.

Capital Grants adjusted by Treasury be adjusted using an Adjustment Budget

That the Cash Flow is corrected to ensure actual cash align with the budgeted cash flow.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

That Council considers the adjustments during the tabling of the proposed Adjustment Budget in February by taking into account the following:

- Revenue and Expenditure Reports
- Changes to Capital Projects

That a revised budget for 2023/24 is submitted to Council at the latest by 28 February 2024 to accommodate all new allocations and any adjustments to the budget as well as the Service Delivery Budget and Implementation Plan.

2.3 COMMENTS ON ADJUSTMENT BUDGET

Regulation 23(1) of the Municipal Budget and Reporting Regulations provides, inter alia for the following: "An Adjustment budget may be tabled in the Municipal Council at any time after the Mid-Year Budget and Performance Assessment has been tabled in the Council, but no later than 28 February of each year.

An Adjustment budget is the revision of an approved annual budget, usually by the utilization of savings in one vote towards spending under another vote. Furthermore, except under certain circumstances only one adjustment budget in the Municipal Council during the financial year. Accordingly, a report on adjustments to the budget will be submitted for consideration by Council at its meeting to be held at the latest 28 February 2024.

3. SECTION C – EXECUTIVE SUMMARY

NC062 Nama Khoi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) Mid Year Assessment 2023-24					
Description	Budget Year 2023/24				
Revenue	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Total Revenue (excluding capital transfers and contributions)	411 638 254	208 949 581	205 819 128	3 130 453	102
Total Expenditure	504 123 361	151 451 342	252 061 806	- 100 610 464	60
Surplus/(Deficit)	- 92 485 107	57 498 239	- 46 242 678	103 740 917	

Table 1: Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure) Mid-year assessment 2023/24

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

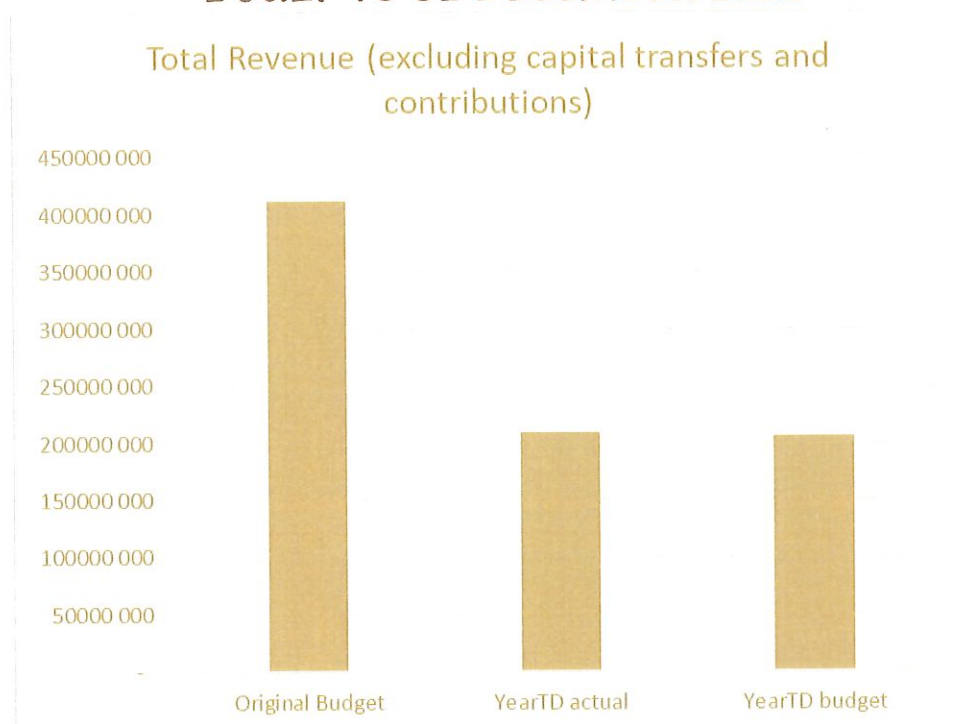


Figure 1: Total Revenue (excluding capital transfers and contributions)

3.1 NOTES ON REVENUE

3.1.1 From the table above the following conclusions can be made:

The municipality budget to receive revenue of R411638 254 for 2023-24 excluding capital grants, at the Mid-year assessment the municipality billed R208 949 581 amounting to 51% of the Total Budget. Please refer to in-year budget tables statements tables and number 11 of this report for a thorough explanation of each vote and variance

3.1.2 Remedial or corrective steps

The municipality needs to ensure that all revenue billed results in actual cash. The municipality must ensure that the accounts issued are correct and that the consumer database is up to date.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

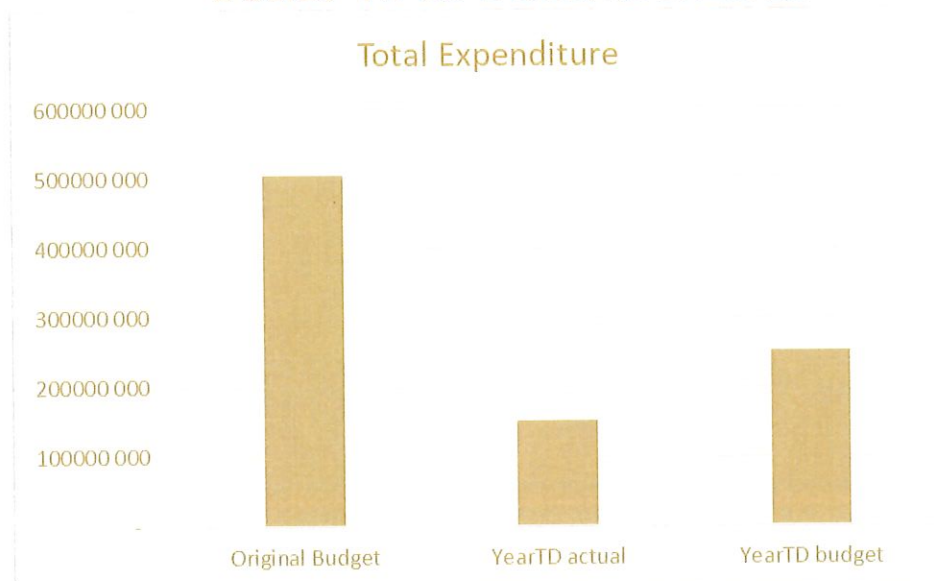


Figure 2: Total Expenditure

3.2 NOTES ON EXPENDITURE

3.2.1 From the table above the following conclusions can be made:

The municipality budget to spend R504 123 361 for 2023-24, at the Mid-year assessment municipality expenditure was R151 451 342, amounting to 30% of the Total Budget,

Please refer to the in-year budget table statements tables and number 11 of this report for a thorough explanation of each vote and variance.

3.2.2 Remedial or corrective steps

At this stage, there are line items that are overspent. The heads of Departments must ensure that they take control of their respective budgets and ensure that they do the necessary planning to avoid overspending at year-end. The cash flow situation is also resulting in the municipality being underspent on repair and maintenance.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

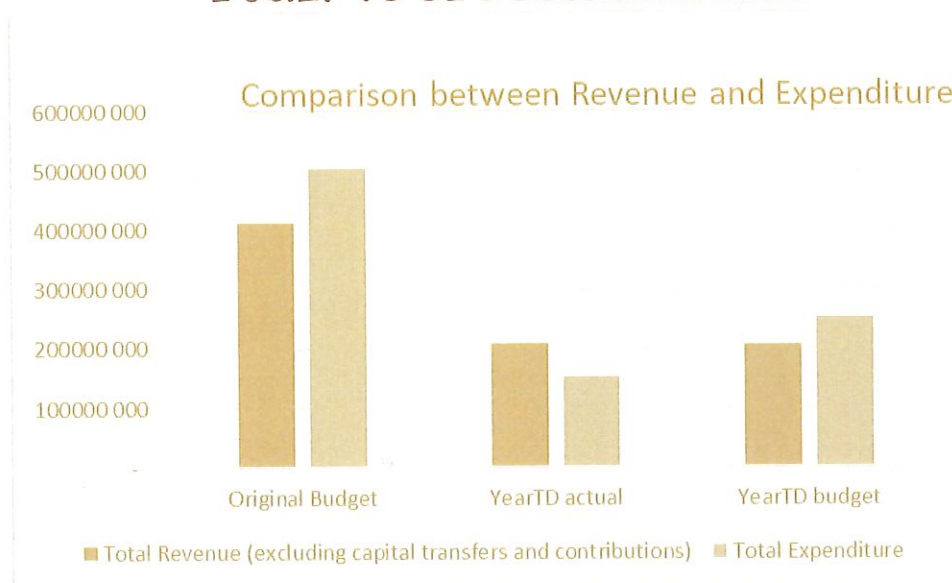


Figure 3: Comparison between Revenue and Expenditure

3.3 SUMMARY OF CAPITAL EXPENDITURE/GRANT REGISTER

Capital Expenditure Mid Year Assessment 2023-24					
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Capital Expenditure - Functional Classification					
Total Capital Expenditure - Functional Classification	55 899 000	2 703 889	27 949 500	- 25 245 611	10
Funded by:					
National Government	36 599 000	2 480 982	18 299 502	- 15 818 520	14
Internally generated funds	19 300 000	222 907	9 649 998	- 9 427 091	2
Total Capital Funding	55 899 000	2 703 889	27 949 500	- 25 245 611	10

Table 2: Capital Expenditure – Mid-year Assessment 2023/24

3.3.2 FROM THE TABLE ABOVE THE FOLLOWING CONCLUSIONS CAN BE MADE:

From the information above the municipality spent R2 703 889 against a budgeted amount of R55 899 000 which is 10%.

Please refer to the in-year budget table statements tables for the detailed grant register.

3.3.2.1 Remedial or corrective steps

Capital projects must be correctly aligned to the payment schedule of the National Treasury 2023-24; this must be corrected by an adjusted budget. Finalizing SCM processes for outstanding projects must line with the revised MIG implementation plan, and expenditure from own funding must be corrected. System reports must be corrected by

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Service Provider to ensure all reports drafted from the Financial System aligns with its other.

3.4 SUMMARY OF CASH FLOW STATEMENT /BANK RECONCILIATION

Cash Flow/Bank Balance Mid Year Assessment 2023-24						
	JUL	AUG	SEP	OCT	NOV	DEC
Reconciled bank balance : Last day of Month	9 433 648,48	12 085 696,38	13 674 632,30	11 858 836,92	7 228 469,90	14 993 386,96

Table 3: Cash flow/ Bank balance Mid-year assessment 2023/24

3.4.1 THE FOLLOWING TABLE SHOWS THE CASH AND CASH EQUIVALENTS AT MID-YEAR ASSESSMENT.

The municipality maintained a positive cash balance throughout the period; however, it must be stated that the municipality had not settled all debt at month-end.

3.4.1.1 Remedial or corrective steps

The municipality must ensure that all revenue budgeted results in actual cash, collection of old outstanding debt must be prioritized, and revenue enhancement initiatives must be fast-tracked.

3.5 SUMMARY OF DEBTORS AGE ANALYSIS

Debtors Mid Year ASSESSMENT 2023-24						
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	4 507 092	2 770 469	1 865 695	1 780 593	98 291 672	109 215 521
Electricity	5 291 283	1 835 612	1 332 985	1 068 132	84 843 398	94 371 410
Property Rates	3 607 014	1 637 152	1 312 085	2 798 157	70 465 880	79 820 288
Waste Water Management	1 291 319	680 930	568 066	527 552	23 713 305	26 781 172
Waste Management	1 810 658	1 092 915	951 032	902 626	48 879 335	53 636 566
Property Rental Debtors	332 563	309 484	401 540	253 761	15 288 272	16 585 620
Total By Income Source	16 839 929	8 326 562	6 431 403	7 330 821	341 481 862	380 410 577

Table 4: Debtors Mid-year Assessment 2023/24

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

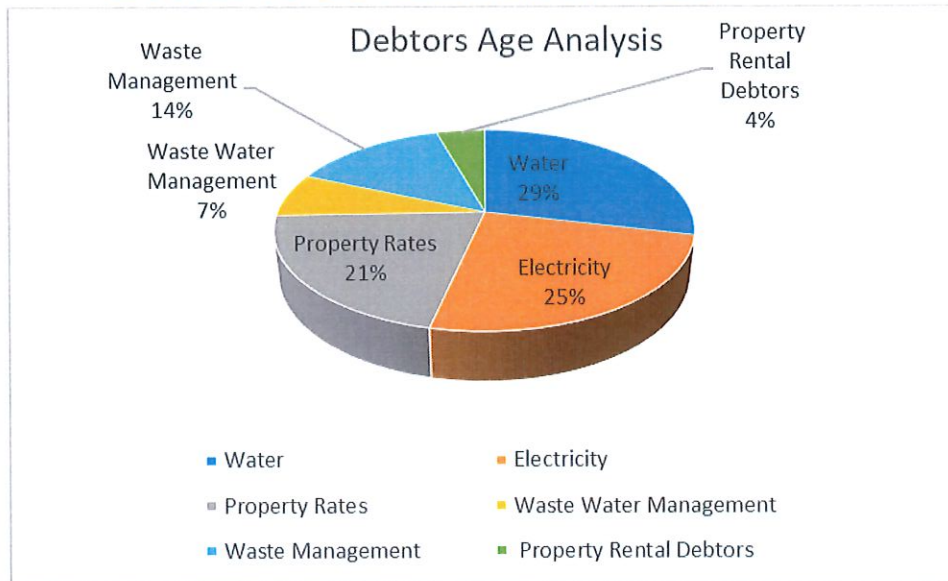


Table 5: Debtors Age Analysis

3.5 DEBTOR'S AGE ANALYSIS

The table above shows the debtors outstanding for the different periods, debtors outstanding for more than 121 days is very high at 90% of the outstanding debtors.

3.5.1 DEBTORS OUTSTANDING FROM 31 DECEMBER 2022 TO 31 DECEMBER 2023

- Outstanding Debtors on 31 December 2022 – R 334 039 306
- Outstanding Debtors on 31 December 2023 – R380 410 577
- Debtors increased by R 46 371 271 from the previous year's Mid-Year Assessment

3.6 CREDITORS AGE ANALYSIS

Creditors Age Analysis Mid Year Assessment 2023-24						
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121+ Days	Total
Creditors Age Analysis By Customer Type						
Bulk Electricity	-	11 031 282	4 486 555	4 008 964	226 405 048	214 896 175
Bulk Water	-	3 476 506	4 020 252	2 607 207	210 580 361	220 684 326
Trade Creditors	194 771	110 893	78 744	76 801	111 781	197 602
Auditor General	1 054 241	1 300 630	250 000	804 528	179 776	3 089 175
Other	655 297	627 642	300 374	223 660	369 236	182 453
Total By Customer Type	204 173	5 515 611	1 095 421	7 273 840	437 422 640	438 289 621

Table 6: Creditors Age Analysis Mid-year Assessment 2023/24

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

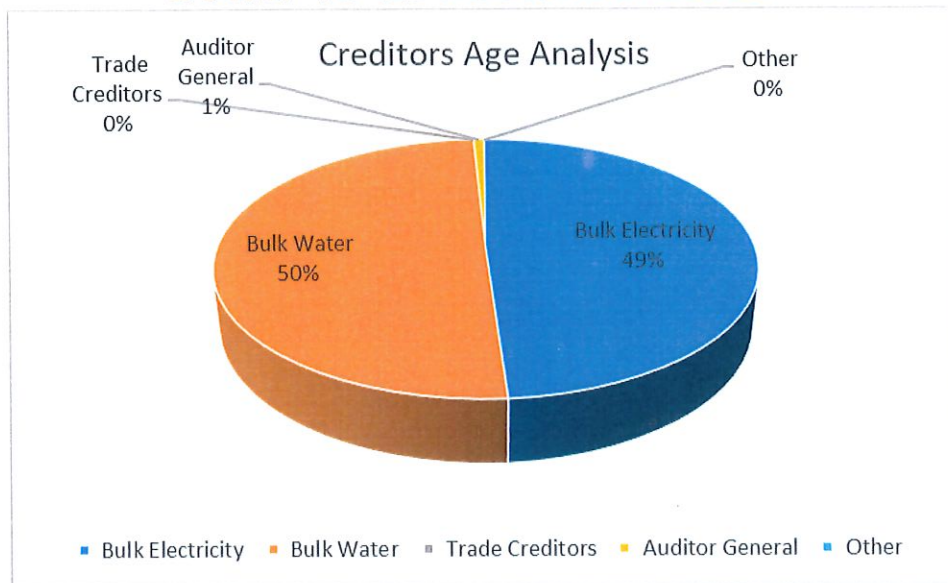


Table 7: Creditors Age Analysis

From the table above it is clear that creditors outstanding for more than 120 days makes out the biggest part of the outstanding amount.

3.6.1.1 Remedial or corrective steps

The municipality must put measures in place to collect outstanding money from debtors to ensure they have funding for creditors.

The municipality must ensure disputes are finalized as a matter of urgency.

The municipality must ensure payment agreements entered will be affordable.

3.6.1.2 Creditors outstanding from 31 December 2022 to 31 December 2023

- Outstanding creditors on 31 December 2022 – R423 678 458
- Outstanding creditors on 31 December 2023 – R438 289 621

Outstanding creditors increased by R14 611 163 From the previous year's Mid-Year Assessment.

There is a direct link between the increase debtors and the increased creditors showing if the municipality does not collect all revenue due it will not be able to settle its creditors.

3.7 STAFF EXPENDITURE REPORT (SC2 – C SCHEDULE)

The Staff Expenditure report is submitted in terms of Section 66 of the Municipal Finance Management Act, which states that the Accounting Officer of a Municipality must, in a format and for periods as may be prescribed, report to the Council on all expenditures

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

incurred by the municipality on staff salaries, allowances, and benefits, and in a manner that discloses such expenditure per type of expenditure.

NC062 Nama Khoi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Mid-Year Assessment					
Summary of Employee and Councillor remuneration	Budget Year 2023/24				
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Councillors (Political Office Bearers plus Other)					
Sub Total - Councillors	6 758 975	4 126 017	3 379 482	746 535	122
Senior Managers of the Municipality					
Sub Total - Senior Managers of Municipality	5 839 714	2 324 133	2 919 864	- 595 731	80
Other Municipal Staff					
Sub Total - Other Municipal Staff	91 042 816	44 059 775	45 521 424	- 1 461 649	97
Total Parent Municipality	103 641 505	50 509 925	51 820 770	- 1 310 845	97

Table 8: Supporting table SC8 Monthly Budget Statement – Councillor and staff benefits

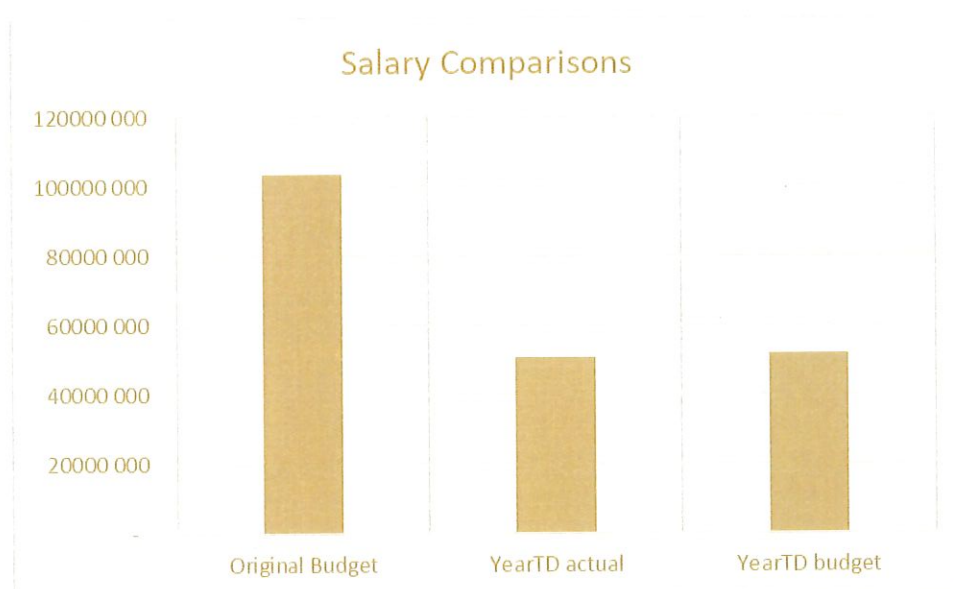


Figure 1: Salary Comparison

3.7.1 EMPLOYEE RELATED COST AND COUNCIL REMUNERATION

At the Mid-Year Assessment stage, the municipality spent 49% of its Salary budget.

3.7.1.1 Remedial Action

The salary budget must be monitored to avoid overspending at year-end

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

RATIO ANALYSIS MID-YEAR ASSESSMENT 2023-24

NAMA KHOI MUNICIPALITY - RATIO ANALYSIS - MID YEAR ASSESSMENT 2023/2024						
RATIO	FORMUL A	DATA SOURCE	NORM/RAN GE	INPUT DESCRIPTION	DATA INPUTS AND RESUL TS	
Debtors Management						
1	Collection Rate	(Gross Debtors Closing Balance + Billed Revenue - Gross Debtors Opening Balance - Bad Debts Written Off)/Billed Revenue x 100	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget , In-Year Reports, IDP and AR	95%		75%
					Gross Debtors closing balance	380 410 577
					Gross Debtors opeining balance	376 118 190
					Bad debts written Off	-
					Billed Revenue	17 288 033
Liquidity Management						
2	Current Ratio	Current Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		0.43
					Current Assets	242 562 996
					Current Liabilities	565 908 807
Liability Management						
3	Capital Cost(Interest Paid and Redemption) as a % of Total Operating Expenditure	Capital Cost(Inter est Paid and Redempti on) / Total Operating Expenditu re x 00	Statement of Financial Position, Statement of Cash Flows, Statement of Financial Performan ce, Budget, IDP, In-Year	6% - 8%		6%
					Interest Paid	8 612 669
					Redemption	-
					Total Operating Expenditure	151 451 342
					Taxation Expense	-

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Sustainability

4	Level of Cash Backed Reserves (Net Assets - Accumulated Surplus)	(Cash and Cash Equivalents - Bank overdraft + Short Term Investment + Long Term Investment - Unspent grants) / (Net Assets - Accumulated Surplus - Non Controlling Interest Share Premium - Share Capital - Fair Value Adjustment - Revaluation Reserve) x 100	Statement Financial Position, Budget and AR	100%		32%
					Cash and cash Equivalents	14 993 387
					Bank Overdraft	-
					Short Term Investment	20 990 326
					Long Term Investment	-
					Unspent Grants	16 442 659
					Net Assets	307 955 627
					Share Premium	-
					Share Capital	-
					Revaluation Reserve	-
					Fair Value Adjustment Reserve	-
					Accumulated Surplus	247 374 226

5	Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget, In year Reports and AR	1 - 3 Months		2 Month
					Cash and cash equivalents	14 993 387
					Unspent Conditional Grants	16 442 659
					Overdraft	-
					Short Term Investments	20 990 326
					Total Annual Operational Expenditure	151 451 342

Expenditure Management

6	Creditors Payment	Trade Creditors Outstanding /	Statement of Financial Performance,	30 days		1 742 days
					Trade Creditors	438 289 621

Table 9: Ration Analysis Mid-Year Assessment 2023/24

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

3.8 FINANCIAL ANALYSIS

3.8.1 BORROWINGS

There are currently no borrowings.

3.8.2 INVESTMENTS AND CASH MANAGEMENT

Investments consist of conditional grants invested on a short-term basis.

3.8.3 SUMMARY OF THE IMPACT OF THE NATIONAL ADJUSTMENTS BUDGET AND THE RELEVANT PROVINCIAL ADJUSTMENT BUDGET.

Inputs from Treasury on Mid-Year Assessment will be address on the session scheduled for
7 February 2024

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

4. SECTION D

4.1 IN-YEAR BUDGET STATEMENT TABLES

NC062 Nama Khoi - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2022/23	Budget Year 2023/24							
	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	–	57 428	–	46	50 902	28 714	22 189	77%	57 428
Service charges	174 139	255 290	–	15 005	91 887	127 645	(35 758)	-28%	255 290
Investment revenue	2 714	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational	2 714	2 085	–	38	2 043	1 042	1 000	96%	2 085
Other own revenue	98 626	96 835	–	19 403	64 117	48 418	15 700	32%	–
Total Revenue (excluding capital transfers and contributions)	278 192	411 638	–	34 491	208 950	205 819	3 130	2%	411 638
Employee costs	102 641	102 967	–	8 276	49 588	51 483	(1 896)	–	102 967
Remuneration of Councilors	6 759	6 759	–	586	4 126	3 379	747	–	6 759
Depreciation and amortisation	38 848	81 663	–	–	–	40 832	(40 832)	–	81 663
Interest	19 787	2 703	–	4	8 613	1 351	7 261	–	2 703
Inventory consumed and bulk purchases	145 235	203 596	–	130	66 615	101 798	(35 183)	–	203 596
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Other expenditure	101 855	106 436	–	5 673	22 510	53 218	(30 708)	-58%	106 436
Total Expenditure	415 125	504 123	–	14 669	151 451	252 062	(100 610)	-40%	504 123
Surplus/(Deficit)	(136 933)	(92 485)	–	19 823	57 498	(46 243)	103 741	-224%	(92 485)
Transfers and subsidies - capital (monetary allocations)	10 442	36 599	–	655	2 853	18 300	###	-84%	36 599
Transfers and subsidies - capital (in-kind)	2 250	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(124 241)	(55 886)	–	20 478	60 351	(27 943)	88 295	-316%	(55 886)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(124 241)	(55 886)	–	20 478	60 351	(27 943)	88 295	-316%	(55 886)
Capital expenditure & funds sources									
Capital expenditure	(2 793)	55 899	–	616	2 704	27 950	(25 246)	-90%	55 899
Capital transfers recognised	–	36 599	–	570	2 481	18 300	(15 819)	-86%	36 599
Borrowing	(2 793)	–	–	–	–	–	–	–	–
Internally generated funds	–	19 300	–	46	223	9 650	(9 427)	-98%	19 300
Total sources of capital funds	(2 793)	55 899	–	616	2 704	27 950	(25 246)	-90%	55 899
Financial position									
Total current assets	162 972	119 199	–	–	242 563	–	–	–	119 199
Total non current assets	767 260	811 611	–	–	769 837	–	–	–	811 611
Total current liabilities	546 192	455 162	–	–	565 909	–	–	–	455 162
Total non current liabilities	140 956	162 191	–	–	138 536	–	–	–	162 191
Community wealth/Equity	320 766	313 457	–	–	247 604	–	–	–	313 457
Cash flows									
Net cash from (used) operating	31 718	36 654	–	10 227	110 019	18 327	(91 692)	-500%	36 654
Net cash from (used) investing	(5 070)	(55 899)	–	544	638	–	(638)	#DIV/0!	–
Net cash from (used) financing	24 560	–	–	6 000	(1 274)	–	1 274	#DIV/0!	–
Cash/cash equivalents at the month/year end	46 770	5 272	–	9 261	63 277	14 894	(48 382)	-325%	–
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	16 840	8 327	6 431	7 331	5 793	6 118	41 014	288 557	380 411
Creditors Age Analysis									
Total Creditors	204	(5 516)	(1 095)	7 274	487	4 807	16 681	415 448	438 290

Table 10: Table C1 In-year Budget Statement

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

NC062 Nama Khoi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		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>		151 833	150 602	-	19 141	114 559	75 301	39 259	52%	150 602
Executive and council		3 823	1 806	-	154	1 146	903	243	27%	1 806
Finance and administration		148 009	148 796	-	18 987	113 413	74 398	39 015	52%	148 796
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		2 929	3 397	-	226	1 678	1 698	(20)	-1%	3 397
Community and social services		2 812	3 273	-	217	1 614	1 637	(23)	-1%	3 273
Sport and recreation		87	124	-	9	64	62	2	4%	124
Public safety		-	-	-	-	-	-	-	-	-
Housing		30	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		2 795	1 902	-	41	621	951	(330)	-35%	1 902
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		2 795	1 902	-	41	621	951	(330)	-35%	1 902
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		184 581	292 092	-	15 719	94 859	146 046	(51 187)	-35%	292 092
Energy sources		102 724	149 263	-	8 615	54 757	74 632	(19 874)	-27%	149 263
Water management		42 864	57 163	-	3 826	21 056	28 581	(7 525)	-26%	57 163
Waste water management		22 720	59 027	-	1 867	10 362	29 514	(19 151)	-65%	59 027
Waste management		16 273	26 640	-	1 411	8 684	13 320	(4 636)	-35%	26 640
<i>Other</i>	4	196	244	-	19	85	122	(37)	-30%	244
Total Revenue - Functional	2	342 333	448 237	-	35 147	211 803	224 119	(12 316)	-5%	448 237
Expenditure - Functional										
<i>Governance and administration</i>		171 003	116 630	-	9 326	56 788	58 315	(1 527)	-3%	116 630
Executive and council		20 756	22 536	-	2 073	12 049	11 268	781	7%	22 536
Finance and administration		149 203	92 747	-	7 205	44 385	46 374	(1 989)	-4%	92 747
Internal audit		1 044	1 347	-	48	354	673	(319)	-47%	1 347
<i>Community and public safety</i>		14 454	24 668	-	854	5 545	12 334	(6 789)	-55%	24 668
Community and social services		4 672	7 247	-	378	2 334	3 623	(1 289)	-36%	7 247
Sport and recreation		7 325	14 098	-	372	1 881	7 049	(5 168)	-73%	14 098
Public safety		2 456	3 323	-	105	1 330	1 662	(332)	-20%	3 323
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		21 046	23 396	-	1 222	7 341	11 698	(4 357)	-37%	23 396
Planning and development		2 437	1 629	-	19	447	815	(367)	-45%	1 629
Road transport		18 609	21 767	-	1 203	6 894	10 883	(3 989)	-37%	21 767
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		208 623	339 430	-	3 266	81 777	169 715	(87 938)	-52%	339 430
Energy sources		123 699	180 888	-	1 030	52 376	90 444	(38 068)	-42%	180 888
Water management		56 590	89 022	-	830	21 783	44 511	(22 728)	-51%	89 022
Waste water management		14 556	27 219	-	791	3 941	13 609	(9 668)	-71%	27 219
Waste management		13 777	42 301	-	614	3 677	21 151	(17 474)	-83%	42 301
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	415 125	504 123	-	14 669	151 451	252 062	(100 610)	-40%	504 123
Surplus/ (Deficit) for the year		(72 793)	(55 886)	-	20 478	60 351	(27 943)	88 295	-316%	(55 886)

Table 11: Table C2 -Financial Performance (functional classification)

1 JULY TO 31 DECEMBER 2023

[illegible]

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

NC062 Nama Khoi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		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		100 768	149 047		8 556	54 638	74 524	(19 885)	-27%	149 047
Service charges - Water		42 869	57 176		3 826	21 056	28 588	(7 532)	-26%	57 176
Service charges - Waste Water Management		14 228	22 428		1 212	7 509	11 214	(3 705)	-33%	22 428
Service charges - Waste management		16 273	26 640		1 411	8 684	13 320	(4 636)	-35%	26 640
Sale of Goods and Rendering of Services		729	792		50	1 840	396	1 444	365%	792
Agency services		288	400		-	45	200	(155)	-78%	400
Interest		-	-		-	-	-	-	-	-
Interest earned from Receivables		17 459	15 342		1 776	10 629	7 671	2 958	39%	15 342
Interest from Current and Non Current Assets		2 714	2 085		38	2 043	1 042	-	-	2 085
Dividends		-	-		-	-	-	-	-	-
Rent on Land		1 055	1 194		94	566	597	(32)	-	1 194
Rental from Fixed Assets		2 765	3 240		280	1 075	1 620	(545)	-34%	3 240
Licence and permits		1 298	1 586		60	729	793	(64)	-8%	1 586
Operational Revenue		3 401	340		29	194	170	25	14%	340
Non-Exchange Revenue										
Property rates		-	57 428		46	50 902	28 714	22 189	77%	57 428
Surcharges and Taxes		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		1 487	575		60	172	287	(115)	-	575
Licence and permits		-	-		-	-	-	-	-	-
Transfers and subsidies - Operational		64 198	69 179		16 595	46 065	34 590	11 476	-	69 179
Interest		3 972	4 187		459	2 802	2 093	709	-	4 187
Fuel Levy		-	-		-	-	-	-	-	-
Operational Revenue		-	-		-	-	-	-	-	-
Gains on disposal of Assets		-	-		-	-	-	-	-	-
Other Gains		4 688	-		-	-	-	-	-	-
Discontinued Operations		-	-		-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		278 192	411 638	-	34 491	208 950	205 819	3 130	2%	411 638
Expenditure By Type										
Employee related costs		102 641	102 967		8 276	49 588	51 483	(1 896)	-4%	102 967
Remuneration of councillors		6 759	6 759		586	4 126	3 379	747	22%	6 759
Bulk purchases - electricity		102 578	138 000		-	45 010	69 000	(23 990)	-	138 000
Inventory consumed		42 657	65 596		130	21 604	32 798	(11 194)	-	65 596
Debt impairment		48 527	-		-	-	-	-	-	-
Depreciation and amortisation		38 848	81 663		-	-	40 832	(40 832)	-100%	81 663
Interest		19 787	2 703		4	8 613	1 351	7 261	537%	2 703
Contracted services		14 647	42 470		1 423	9 168	21 235	(12 067)	-57%	42 470
Transfers and subsidies		-	-		-	-	-	-	-	-
Irrecoverable debts written off		-	21 986		-	-	10 993	(10 993)	-	21 986
Operational costs		29 516	33 560		4 251	13 342	16 780	(3 437)	-20%	33 560
Losses on Disposal of Assets		782	-		-	-	-	-	-	-
Other Losses		8 383	8 421		-	-	4 210	(4 210)	-	8 421
Total Expenditure		415 125	504 123	-	14 669	151 451	252 062	(100 610)	-40%	504 123
Surplus/(Deficit)		(136 933)	(92 485)	-	19 823	57 498	(46 243)	103 741	(0)	(92 485)

Table 12: Table C4- Financial Performance (revenue and expenditure)

1 JULY TO 31 DECEMBER 2023

NC062 Nama Khol - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

[illegible]

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

NC062 Nama Khoi - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		46 770	5 272		63 277	5 272
Trade and other receivables from exchange transactions		42 858	65 735		61 076	65 735
Receivables from non-exchange transactions		2 221	31 297		34 910	31 297
Current portion of non-current receivables		–	–		–	–
Inventory		2 482	(5 844)		3 649	(5 844)
VAT		69 417	23 256		79 939	23 256
Other current assets		(775)	(518)		(287)	(518)
Total current assets		162 972	119 199	–	242 563	119 199
Non current assets						
Investments		–	–		–	–
Investment property		124 391	138 836		124 391	138 836
Property, plant and equipment		648 474	677 492		651 178	677 492
Biological assets		–	–		–	–
Living and non-living resources		–	–		–	–
Heritage assets		1 484	1 484		1 484	1 484
Intangible assets		152	96		152	96
Trade and other receivables from exchange transactions		(8 732)	(7 662)		(9 015)	(7 662)
Non-current receivables from non-exchange transactions		1 490	1 364		1 646	1 364
Other non-current assets		–	–		–	–
Total non current assets		767 260	811 611	–	769 837	811 611
TOTAL ASSETS		930 231	930 810	–	1 012 400	930 810
LIABILITIES						
Current liabilities						
Bank overdraft		–	–		–	–
Financial liabilities		3 615	466		4 532	466
Consumer deposits		3 734	3 570		3 851	3 570
Trade and other payables from exchange transactions		463 795	414 490		458 619	414 490
Trade and other payables from non-exchange transactions		16 214	18 701		27 013	18 701
Provision		16 494	17 444		16 375	17 444
VAT		42 340	491		55 519	491
Other current liabilities		–	–		–	–
Total current liabilities		546 192	455 162	–	565 909	455 162
Non current liabilities						
Financial liabilities		21 624	704		19 085	704
Provision		119 332	161 487		119 451	161 487
Long term portion of trade payables		–	–		–	–
Other non-current liabilities		–	–		–	–
Total non current liabilities		140 956	162 191	–	138 536	162 191
TOTAL LIABILITIES		687 149	617 353	–	704 445	617 353
NET ASSETS	2	243 083	313 457	–	307 956	313 457
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		320 536	313 227		247 374	313 227
Reserves and funds		230	230		230	230
Other		–	–		–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	320 766	313 457	–	247 604	313 457

Table 13: Table C6 – Financial Position

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

NC062 Nama Khoi - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		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		43 771	61 477		2 987	24 922	-	24 922	#DIV/0!	-
Service charges		170 063	306 391		14 082	71 484	-	71 484	#DIV/0!	-
Other revenue		42 029	7 876		1 687	68 894	213 186	(144 292)	-68%	426 372
Transfers and Subsidies - Operational		59 387	14 029		16 374	88 518	-	88 518	#DIV/0!	-
Transfers and Subsidies - Capital		9 375	36 599		215	2 273	-	2 273	#DIV/0!	-
Interest		-	2 085		-	-	1 042	(1 042)	-100%	2 085
Dividends		-	-		-	-	-	-		-
Payments										
Suppliers and employees		(290 632)	(389 100)		(25 116)	(142 489)	(194 550)	(52 061)	27%	(389 100)
Interest		(2 275)	(2 703)		(3)	(3 584)	(1 351)	2 232	-165%	(2 703)
Transfers and Subsidies		-	-		-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		31 718	36 654	-	10 227	110 019	18 327	(91 692)	-500%	36 654
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		11	-		-	-	-	-		-
Decrease (increase) in non-current receivables		-	-		-	-	-	-		-
Decrease (increase) in non-current investments		-	-		-	-	-	-		-
Payments										
Capital assets		(5 081)	(55 899)		544	638	-	(638)	#DIV/0!	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 070)	(55 899)	-	544	638	-	(638)	#DIV/0!	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-		-	-	-	-		-
Borrowing long term/financing		25 000	-		6 000	(1 274)	-	(1 274)	#DIV/0!	-
Increase (decrease) in consumer deposits		-	-		-	-	-	-		-
Payments										
Repayment of borrowing		(440)	-		-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		24 560	-	-	6 000	(1 274)	-	1 274	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		51 208	(19 245)	-	16 771	109 383	18 327			36 654
Cash/cash equivalents at beginning:		(4 438)	24 517		(7 511)	(46 106)	24 517			(46 106)
Cash/cash equivalents at month/year end:		46 770	5 272	-	9 261	63 277	14 894			-

Table 14: Table C7 – Cash flow

4.2 MUNICIPAL ENTITY FINANCIAL PERFORMANCE

This does not apply to Nama Khoi Municipality as it does not have entities.

4.2.1 SUPPORTING DOCUMENTS AND CHARTS

The following charts and explanations are drawn using the in-year budget statements:

4.2.2 REVENUE BY VOTE – C2 ON C-SCHEDULE

Revenue - Functional	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Executive and council	1 879 564	838 762	939 780	- 101 018	89
Finance and administration	133 775 317	94 986 731	66 887 658	28 099 073	142
Community and social services	2 949 237	1 458 580	1 474 626	- 16 046	99
Sport and recreation	62 287	53 919	31 146	22 773	173
Road transport	1 088 328	740 848	544 164	196 684	136
Energy sources	134 681 149	56 538 360	67 340 574	- 10 802 214	84
Water management	49 718 036	24 107 803	24 859 026	- 751 223	97
Waste water management	57 168 479	9 599 487	28 584 246	- 18 984 759	34
Waste management	25 062 282	8 259 749	12 531 138	- 4 271 389	66
Other	161 971	96 908	80 988	15 920	120
Total Revenue - Functional	406 546 650	196 681 147	203 273 346	- 6 592 199	97

Table 15: Revenue by Vote

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

The following chart is derived from the information above.

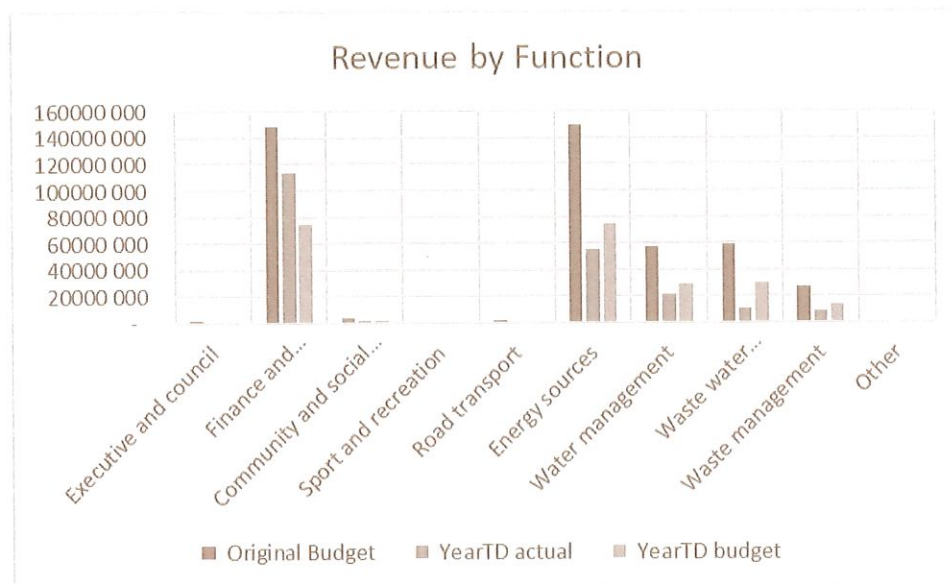


Figure 2: Revenue by Function

4.2.3 EXPENDITURE BY VOTE – C2 ON C-SCHEDULE

Expenditure - Functional	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Executive and council	22 535 895	12 049 155	11 267 946	781 209	107
Finance and administration	92 747 063	44 384 823	46 373 562	- 1 988 739	96
Internal audit	1 346 544	354 199	673 266	- 319 067	53
Community and social services	7 246 802	2 334 349	3 623 418	- 1 289 069	64
Sport and recreation	14 097 928	1 881 198	7 048 974	- 5 167 776	27
Public safety	3 323 183	1 329 866	1 661 586	- 331 720	80
Planning and development	1 629 126	447 101	814 578	- 367 477	55
Road transport	21 766 893	6 894 064	10 883 466	- 3 989 402	63
Energy sources	180 888 231	52 376 063	90 444 150	- 38 068 087	58
Water management	89 021 880	21 782 595	44 510 946	- 22 728 351	49
Waste water management	27 218 678	3 941 159	13 609 344	- 9 668 185	29
Waste management	42 301 138	3 676 770	21 150 570	- 17 473 800	17
Total Expenditure - Functional	504 123 361	151 451 342	252 061 806	- 100 610 464	60

Table 16: Expenditure by Vote

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

The following chart is derived from the information above.

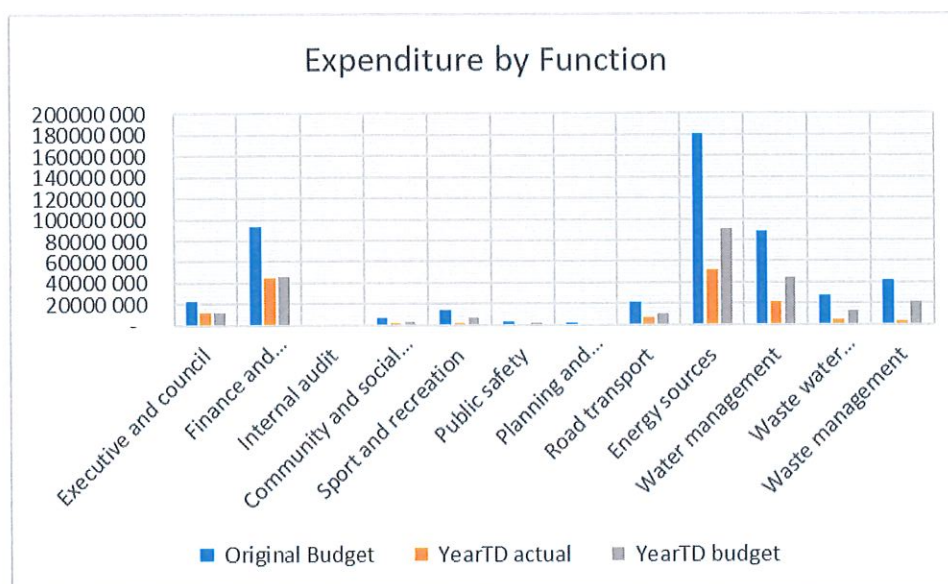


Figure 3: Expenditure by Function

4.2.4 REVENUE BY SOURCE – C4 ON C-SCHEDULE

	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue						
Service charges - Electricity	149 047 037	8 555 574	54 638 433	74 523 522	- 19 885 089	73
Service charges - Water	57 175 742	3 825 964	21 056 284	28 587 870	- 7 531 586	74
Service charges - Waste Water Management	22 427 989	1 211 634	7 508 902	11 214 000	- 3 705 098	67
Service charges - Waste management	26 639 689	1 411 336	8 683 556	13 319 838	- 4 636 282	65
Sale of Goods and Rendering of Services	791 655	49 721	1 840 018	395 832	1 444 186	465
Agency services	399 827	-	44 703	199 914	- 155 211	22
Interest earned from Receivables	15 342 307	1 775 516	10 628 897	7 671 150	2 957 747	139
Interest from Current and Non Current Assets	2 084 695	37 802	2 042 609	1 042 344	1 000 265	196
Rent on Land	1 194 450	93 990	565 708	597 228	- 31 520	95
Rental from Fixed Assets	3 240 262	280 398	1 074 870	1 620 138	- 545 268	66
Licence and permits	1 586 366	59 768	729 092	793 182	- 64 090	92
Operational Revenue	339 897	28 873	194 498	169 950	24 548	114
Property rates	57 427 711	46 098	50 902 369	28 713 840	22 188 529	177
Fines, penalties and forfeits	574 854	59 967	172 476	287 430	- 114 954	60
Transfers and subsidies - Operational	69 179 000	16 595 435	46 065 181	34 589 502	11 475 679	133
Interest	4 186 773	459 229	2 801 985	2 093 388	708 597	134
Total Revenue (excluding capital transfers and c	411 638 254	34 491 305	208 949 581	205 819 128	3 130 453	102

Table 17: Revenue by Source

4.2.4.1 Matters of Concern

Revenue billed should not be seen as actual cash received, the Statement of Financial Performance sometimes gives the reader the idea that the municipality already collected the billed revenue.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Property Rates matter has again remained, and it creates the incorrect picture for the Council as well as the reader of the report, Property Rates are billed and it does not necessarily mean actual cash, this issue has been raised numerous times in the past.

Electricity revenue was billed R19.8 million less than the anticipated budget, there are various reasons but more commonly it is found that users used less electricity in some cases as a result of tampering.

Refuse Removal and Sanitation Services was billed less than budgeted and it will result in the municipality adjusting the revenue downwards at the adjustment budget.

Rental of facilities is less than the anticipated revenue, the rental register is not fully updated and some of the contracts have expired.

Interest from outstanding debtors is more than the budget this means that debtors keep on increasing, and the interest does not necessarily result in cash.

Fines and licenses & permits – vary from month to month and are difficult to budget.

The following chart is derived from the information above:

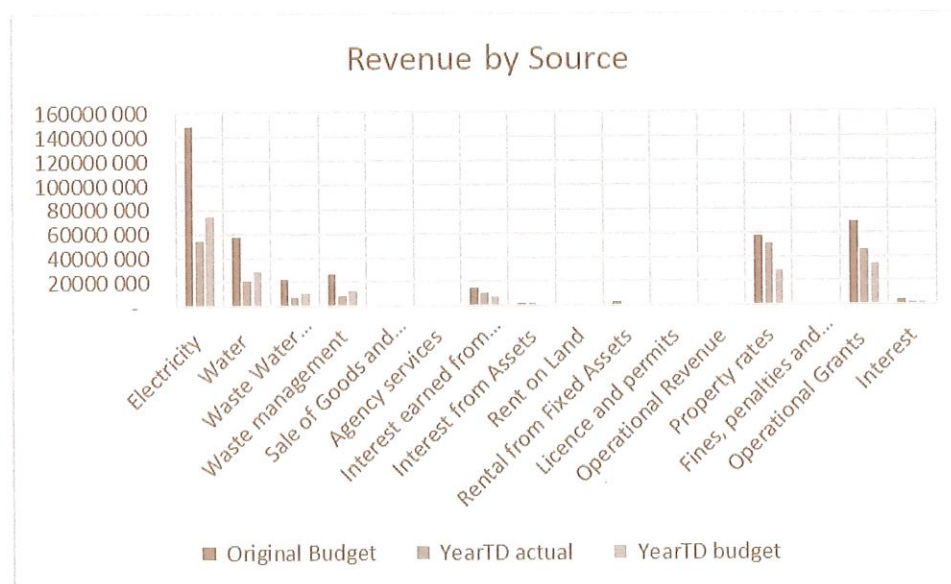


Figure 4:

Revenue by Source

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

4.2.5 EXPENDITURE BY TYPE – C4 ON C-SCHEDULE

Expenditure By Type	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Employee related costs	102 966 854	49 587 807	51 483 486	- 1 895 679	96
Remuneration of councillors	6 758 975	4 126 017	3 379 482	746 535	122
Bulk purchases - electricity	138 000 000	45 010 432	69 000 000	- 23 989 568	65
Inventory consumed	65 596 037	21 604 254	32 798 046	- 11 193 792	66
Depreciation and amortisation	81 663 419	-	40 831 710	- 40 831 710	-
Interest	2 702 525	8 612 669	1 351 260	7 261 409	637
Contracted services	42 469 709	9 167 786	21 234 906	- 12 067 120	43
Irrecoverable debts written off	21 985 649	-	10 992 834	- 10 992 834	-
Operational costs	33 559 641	13 342 377	16 779 804	- 3 437 427	80
Other Losses	8 420 552	-	4 210 278	- 4 210 278	-
Total Expenditure	504 123 361	151 451 342	252 061 806	- 100 610 464	60

Table 18: Expenditure by Type

The following chart is derived from the information above.

4.2.5.1 Matter of Concern

Remuneration of Councillors – Upper limits were implemented after the Council approved the Government Gazette and payments were made to Councillors backdated to July 2022.

Debt Impairment and Depreciation – At this point municipality is still processing journals manually at year-end and therefore no figure is illustrated at the Mid-Year Stage.

Finance Charges – Municipality is still paying for penalties on the ESKOM account.

Contracted Services and Other Expenditure – these expenditures are reliant on a positive cash flow, due to the municipality's poor cash flow over the last few months the municipality was not able to attend to day-to-day operations as budgeted.

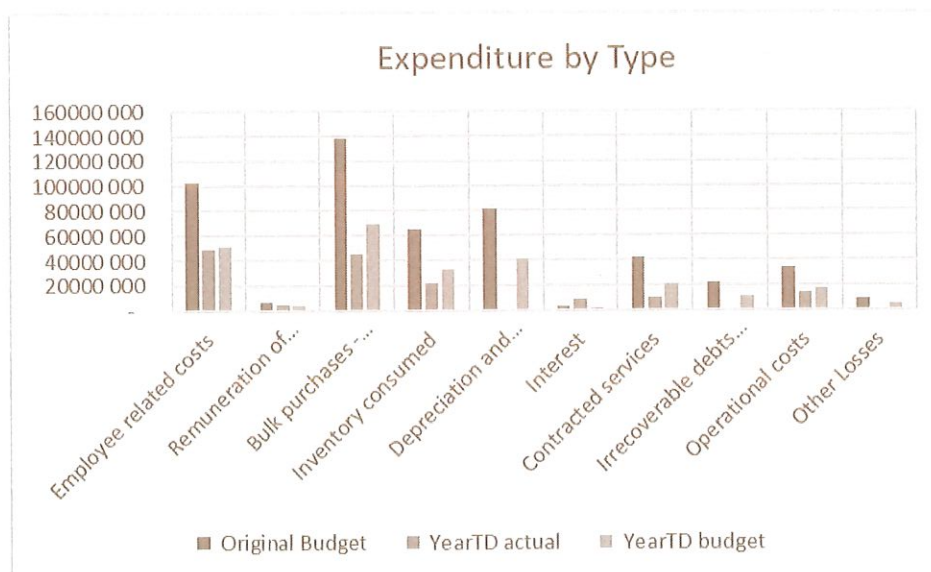


Figure 5: Expenditure by Type

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Capital Expenditure Mid Year Assessment 2023-24					
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance
Capital Expenditure - Functional Classification					
Executive and council	17 100 000	-	8 550 000	- 8 550 000	-
Planning and development	-	222 907	-	222 907	
Energy sources	1 600 000	-	799 998	- 799 998	-
Water management	600 000	-	300 000	- 300 000	-
Waste water management	36 599 000	2 480 982	18 299 502	- 15 818 520	14
Total Capital Expenditure - Functional Classification	55 899 000	2 703 889	27 949 500	- 25 245 611	10
Funded by:					
National Government	36 599 000	2 480 982	18 299 502	- 15 818 520	14
Internally generated funds	19 300 000	222 907	9 649 998	- 9 427 091	2
Total Capital Funding	55 899 000	2 703 889	27 949 500	- 25 245 611	10

Table 19: Capital Expenditure

Capital projects and expenditures will be submitted by the Technical Departments, and projects and progress will also be discussed by the Technical Department

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

4.3 CASH FLOW STATEMENT – C7 ON C-SCHEDULE

4.3.1 TABLE 1

Nama Khoi Local Municipality Bank Reconciliation Financial Year: 2023/2024 Period: JULY 2023 TILL DEC 2023 Nedbank: Primary Account, Current, 1192371690						
	JUL	AUG	SEP	OCT	NOV	DEC
Cashbook balance : 1st day of Month	4 883 312,26	9 433 648,48	12 085 696,38	13 674 632,30	11 858 836,92	7 228 469,90
Add: Deposits for the month	53 460 721,01	49 575 648,58	24 568 265,59	55 600 966,44	32 300 704,21	40 140 402,23
Less: Withdrawals for the month	-48 869 711,21	-46 870 007,91	-22 931 698,58	-57 373 881,78	-36 887 729,01	-32 335 536,06
Less: Other charges and cost for the month	-40 673,58	-53 592,77	-47 631,09	-42 880,04	-43 342,22	-39 949,11
Cashbook balance : Last day of month	9 433 648,48	12 085 696,38	13 674 632,30	11 858 836,92	7 228 469,90	14 993 386,96
Bank balance : 1st day of Months	9 024 922,81	12 687 538,16	12 423 329,73	9 887 099,59	8 037 121,90	14 420 266,75
<u>Deposits</u>						
Add: Outstanding deposits recorded in cashbook, but not reflecting on bank statements	480 894,57	462 874,18	252 062,43	314 336,72	368 672,16	106 638,24
Less: Outstanding deposits reflecting on bank statement, but not recorded in cashbook	-343 867,91	-1 684 039,08	-54 266,52	-38 659,43	-144 495,30	-314 829,28
<u>Withdrawals</u>						
Less: Outstanding withdrawals recorded in cashbook, but not reflecting on bank statements	-16 144,00				-1 032 828,86	
Add: Outstanding debits & bank charges withdrawals reflecting on bank statements, but not recorded in cashbook	287 843,01	619 323,12	1 053 506,66	1 696 060,04		781 311,25
Reconciled bank balance : Last day of Month	9 433 648,48	12 085 696,38	13 674 632,30	11 858 836,92	7 228 469,90	14 993 386,96

4.3.1.1 Notes on Table Above

The Bank Reconciliation illustrates the correct amounts and shows that although the Cash Flow Statement might be incorrect processes are still followed to ensure the municipality's money is always safeguarded.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

PART 2 – SUPPORTING DOCUMENTATION

5. SECTION E

5.1 DEBTOR'S AGE ANALYSIS

5.1.1 TABLE A

Debtors Mid Year ASSESSMENT 2023-24						
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	4 507 092	2 770 469	1 865 695	1 780 593	98 291 672	109 215 521
Electricity	5 291 283	1 835 612	1 332 985	1 068 132	84 843 398	94 371 410
Property Rates	3 607 014	1 637 152	1 312 085	2 798 157	70 465 880	79 820 288
Waste Water Management	1 291 319	680 930	568 066	527 552	23 713 305	26 781 172
Waste Management	1 810 658	1 092 915	951 032	902 626	48 879 335	53 636 566
Property Rental Debtors	332 563	309 484	401 540	253 761	15 288 272	16 585 620
Total By Income Source	16 839 929	8 326 562	6 431 403	7 330 821	341 481 862	380 410 577
Debtors Age Analysis By Customer Group					-	
Organs of State	1 127 914	617 624	421 347	1 781 318	8 918 052	12 866 255
Commercial	6 866 530	2 404 772	1 821 126	1 596 848	105 380 841	118 070 117
Households	8 845 485	5 304 166	4 188 930	3 952 655	227 182 969	249 474 205
Total By Customer Group	16 839 929	8 326 562	6 431 403	7 330 821	341 481 862	380 410 577

Table 20: Table A: Debtors

5.1.2 TABLE B

NC062 Nama Khoi - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment						
Description	Budget Year 2022/23					
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	4 120 076	2 476 786	1 745 872	2 614 613	80 534 190	91 491 537
Electricity	5 222 963	3 648 505	3 355 522	1 473 292	76 690 272	90 390 554
Property Rates	3 514 616	1 508 817	1 127 687	3 190 021	60 328 134	69 669 275
Waste Water Management	1 205 346	622 393	506 360	466 292	19 746 911	22 547 302
Waste Management	1 659 630	962 763	798 520	754 229	41 188 430	45 363 572
Property Rental Debtors	329 982	246 025	237 678	191 450	13 571 931	14 577 066
Total By Income Source	16 052 613	9 465 289	7 771 639	8 689 897	292 059 868	334 039 306
2021/22 - totals only	-	-	-	-	-	-
Debtors Age Analysis By Customer Group						
Organs of State	953 851	609 521	502 905	2 003 312	6 191 956	10 261 545
Commercial	6 856 765	4 321 562	3 737 315	2 227 915	93 778 327	110 921 884
Households	8 241 997	4 534 206	3 531 419	4 458 670	192 089 585	212 855 877
Total By Customer Group	16 052 613	9 465 289	7 771 639	8 689 897	292 059 868	334 039 306

Table 21: Table B: Supporting Table SC3 Monthly Budget Statement – aged debtors

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

5.1.3 GRAPH AS PER TABLE A

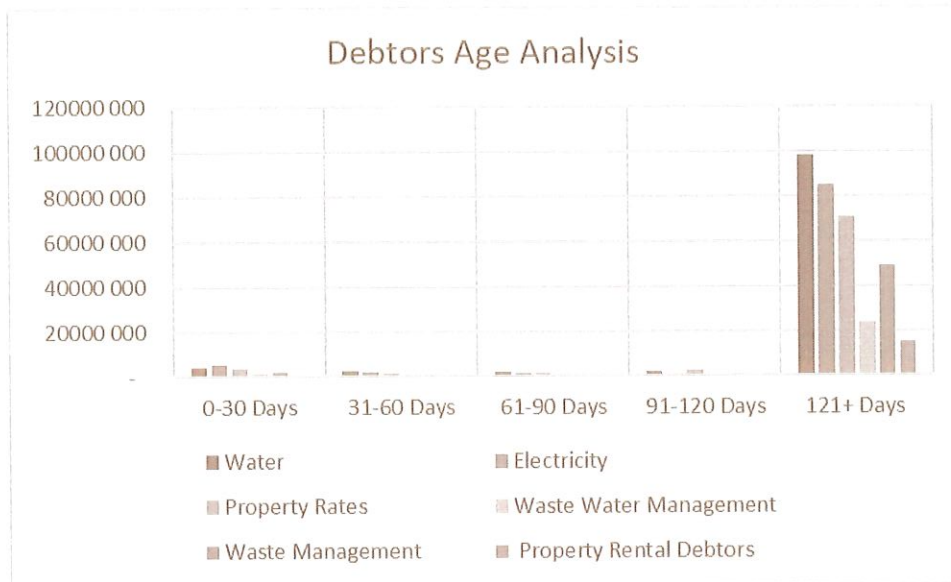


Figure 6: Debtors Age Analysis

5.1.4 EXPLANATIONS ON TABLES ABOVE

Debtors outstanding on 31 December 2023 were R380 410 577; debtors outstanding on 31 December 2022 were R334 039 306. There was an increase in debtors of R 46 371 271.

Debtors outstanding for more than 120 is at R341 481 862 and the likelihood of collecting such monies can be very challenging.

5.1.5 TABLE C

December 2023

Debtors Age Analysis By Customer Group	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Organs of State	1 127 914	617 624	421 347	1 781 318	8 918 052	12 866 255
Commercial	6 866 530	2 404 772	1 821 126	1 596 848	105 380 841	118 070 117
Households	8 845 485	5 304 166	4 188 930	3 952 655	227 182 969	249 474 205
Total By Customer Group	16 839 929	8 326 562	6 431 403	7 330 821	341 481 862	380 410 577

Table 22: Table C – Debtors Age Analysis by Customer Group – December 2023

5.1.6 TABLE D

December 2022

Debtors Age Analysis By Customer Group	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Organs of State	953 851	609 521	502 905	2 003 312	6 191 956	10 261 545
Commercial	6 856 765	4 321 562	3 737 315	2 227 915	93 778 327	110 921 884
Households	8 241 997	4 534 206	3 531 419	4 458 670	192 089 585	212 855 877
Total By Customer Group	16 052 613	9 465 289	7 771 639	8 689 897	292 059 868	334 039 306

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Table 23: Table D: Debtors Age Analysis by Customer Group – December 2022

The following chart is derived from the information above

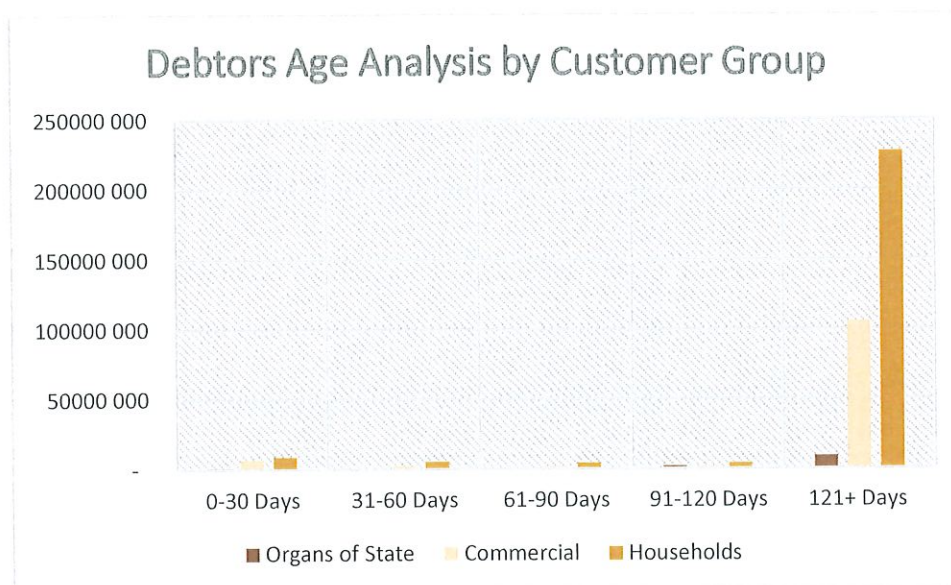


Figure 7: Debtors Age Analysis by Customer Group

Please refer to C-Schedule SC3 for the full debtor's age analysis.

5.1.7 EXPLANATIONS ON TABLES

Households' debt outstanding on 31 December 2022 was R212 855 877 and on 31 December 2023 it was R249 474 205

Commercial debt outstanding on 31 December 2022 was R110 921 719 and on 31 December 2023, it was R118 070 117.

Organs of State debt outstanding on 31 December 2022 were R 10 261 545 and on 31 December 2023 were R12 866 255.

It must be noted that the municipality is in contact with several businesses to resolve long outstanding disputes, consumers are encouraged to enter arrangements to settle their long outstanding debts, and credit control is implemented.

5.1.7.1 Remedial Actions

Municipality has embarked on a Revenue enhancement program this includes amongst other initiatives, TID rollover with debt audit, prepaid meters as well as bulk meters and green energy solutions.

Prepaid meters installations must be fast track.

Incorrect billing and old standing debt must be finalised.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Debt write off approved by the Committee must be journalised and pre-paid meters should be installed to ensure the outstanding will be lowered and that the debt does not accumulate again.

6. SECTION F

6.1 CREDITOR'S AGE ANALYSIS

6.1.2 TABLE A

Creditors Age Analysis Mid Year Assessment 2023-24						
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121+ Days	Total
Creditors Age Analysis By Customer Type						
Bulk Electricity	-	11 031 282	- 4 486 555	4 008 964	226 405 048	214 896 175
Bulk Water	-	3 476 506	4 020 252	2 607 207	210 580 361	220 684 326
Trade Creditors	- 194 771	110 893	- 78 744	76 801	- 111 781	- 197 602
Auditor General	1 054 241	1 300 630	- 250 000	804 528	179 776	3 089 175
Other	- 655 297	627 642	- 300 374	- 223 660	369 236	- 182 453
Total By Customer Type	204 173	- 5 515 611	- 1 095 421	7 273 840	437 422 640	438 289 621

Table 24: Table A: Creditors Age Analysis

6.1.3 TABLE B

NC062 Nama Khoi - Supporting Table SC4 Monthly Budget Statement - aged creditors -Mid-Year						
Description	Budget Year 2022/23					
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121+ Days	Total
Creditors Age Analysis By Customer Type						
Bulk Electricity	5 524 880	4 646 654	4 494 731	7 399 342	196 972 456	219 038 063
Bulk Water	3 766 172	-	-	-	201 596 808	205 362 980
Trade Creditors	- 2 913 195	- 166 472	358 043	462 427	- 32 372	- 2 291 569
Auditor General	-	- 900 000	716 884	623 913	1 333 399	1 774 196
Other	- 1 255 536	841 308	- 113 139	- 32 896	355 051	- 205 212
Total By Customer Type	5 122 321	4 421 490	5 456 519	8 452 786	400 225 342	423 678 458

Table 25: Table B: Supporting Table SC4 Monthly Budget Statement – aged creditors

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

6.1.4 GRAPH AS PER TABLE A

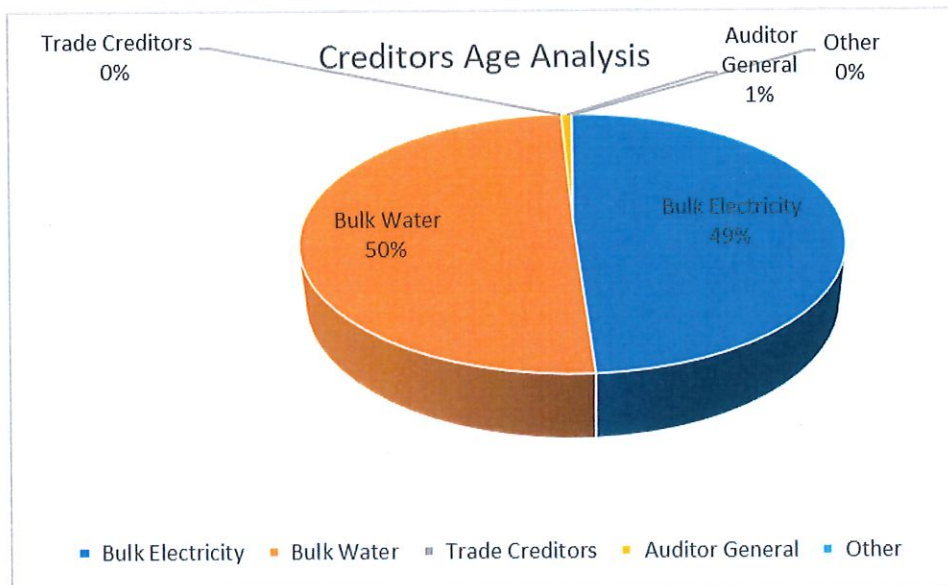


Figure 8: Creditors Age Analysis

Please refer to C-Schedule SC4 for the full creditor's age analysis.

6.1.5 EXPLANATIONS ON TABLES

Creditors outstanding on 31 December 2023 were R438 289 621 and on 31 December 2022 outstanding creditors were R423 678 458; this is an increase of R 14 611 163 for the period.

There is a direct link between the collection and the debtor's report of the municipality, for the same period the municipal debtor's book increased by R46 371 271.

The municipality currently part of the Eskom Debt Write Off whereby at the end of June 2024 a third of the Eskom debt will be written off if the municipality adhered to all the requirements of the Circular 124.

The municipality are in a dispute with Vaal Central Water previously Bloem Water/Sedibeng Water, the Human Rights Commission as well as Department of Water and Sanitation has been included in discussions and negotiations, and outcome however is still awaited.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

6.2 SEDIBENG WATER ANALYSIS FOR JULY TO DECEMBER 2023

SEDIBENG WATER / Bloem Water / Central Vaal Water							
2023 - 2024 BULK WATER							
	BLOEM WATER BILLING	INTEREST ON ACCOUNT	AMOUNT PAID	SHORTFALL IN BLOEM WATER PAYMENT	Nama Khoi Billing	Actual Cash Received	Difference in Billing
							Comments
JUL	1 658 302	-	13 098 308	11 440 006	3 652 286	2 667 316	1 993 984
AUG	4 913 224	2 552 317	1 658 302	5 807 239	3 880 457	3 250 073	1 032 768
SEPT	3 607 207	-	2 606 033	1 001 174	4 030 935	2 527 288	423 728
OCT	5 020 252	-	1 000 000	4 020 252	3 816 489	3 010 326	1 203 763
NOV	4 476 506	-	1 000 000	3 476 506	4 612 573	3 768 681	136 067
DES	4 649 146	-	1 000 000	3 649 146	4 455 645	3 213 728	
JAN		-	2 000 000				
	24 324 637,98	2 552 317,04	22 362 643,05		24 448 384,76	18 437 412,00	317 247,68

Table 26: Sedibeng Water Analysis for July to December 2023

6.2.1 ANALYSIS OF WATER PURCHASES AND SALES

Nama Khoi municipality billed more water for the period than Bloem Water this is a result of meters that were identified during the audit that was not properly metered and corrections were made.

Nama Khoi municipality manage to make payments as and when the cash was available and paid more than the invoice amount received for the first 6 months.

Water collection is a major challenge as it is clear from the billed amount vs the actual cash received, it is important that the revenue enhancement in terms of pre-paid water meters be fast-tracked.

SLA between Nama Khoi Municipality and Bloem Water needs to be finalized as the additional cost is incurred by the municipality during water breakdowns.

The community also is supplied water free of cost, furthermore because of the water breakdowns community members request that the water accounts are written off or a portion of it be written off which impacts collection.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

6.4 ESKOM ANALYSIS FOR JULY TO DECEMBER 2023

ESKOM						
2023-2024 BULK ELECTRICITY						
	ESKOM BILLING	AMOUNT PAID	SHORTFALL IN ESKOM PAYMENT	Nama Khoi Billing	Actual Cash Received	Difference in Billing
						Notes
JUL	15 478 457 -	14 227 558	1 250 899	9 551 456	8 651 062 -	5 927 001
AUG	17 386 895	-	17 386 895	9 932 838	14 952 712 -	7 454 057
SEPT	14 979 895 -	4 862 061	10 117 834	8 932 490	8 608 114 -	6 047 405
OCT	8 825 041 -	10 970 931 -	2 145 890	8 729 752	9 257 251 -	95 289
NOV	10 171 833 -	13 311 596 -	3 139 764	8 664 661	10 959 136 -	1 507 172
DEC	8 396 119 -	11 031 282 -	2 635 164	8 490 208	8 976 653	94 090
JAN	-	10 119 346 -	10 119 346			
	75 238 239 -	64 522 775	10 715 464	54 301 405	61 404 928 -	20 936 834

Please note there is R4.6 million difference between Eskom billing and Nama Khoi billing to the community, this is as result of losses but also as result of difference between winter tariffs. The municipality also made the payment for July in August as payment due as per invoice date, the amount paid exclude interest/penalties

High difference in Nama Khoi Mun and Eskom Billing

High difference in Nama Khoi Mun and Eskom Billing

Payment made as per arrangement with Eskom

Payment made as per arrangement with Eskom

Payment made as per arrangement with Eskom

Table 27: Eskom Analysis for July to December 2023

6.4.1 Analysis of Electricity Purchases and Sales

From the analysis above it is clear that the municipality did not make all payments as required to ESKOM, this is a result of the municipality not having the necessary funds to make payments, however since July 2023 agreements has been reached with Eskom as to how and when to make payments, within the monthly invoices there is interest portion being written off and a reconciliation between Eskom and Nama Khoi must still be done.

It is also clear that there is a difference between the billing from Eskom and billing from Nama Khoi Municipality to the community, this can be a result of meter tampering and because there is a difference in tariff structures. The billing from December is more in line with Eskom billing.

The municipality manage to collect more than what was billed this is a result of the credit control initiatives.

It is important to note that the municipality submitted the D-FORMS and Cost of Supply Study to ESKOM and will apply for a restructuring of tariffs based on the studies that was don

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Wards / Services	Municipal supplied/ Eskom supplied/ Partial Eskom and municipal supplied	July billed	July Collected	August billed	August Collected	September billed	September collected	October billed	October collected	November billed	November collect
Total November 2023		19 459 493	19 395 150	19 872 176	29 984 265	19 193 668	21 834 210	18 688 254	16 450 489	19 634 454	20 443 051
Ward/Service point - Komaggas		-	-	-	-	-	-	-	-	-	-
Property Rates Tax	Eskom supplied	142 105	31 346	142 105	61 121	140 209	224 399	139 758	33 216	139 758	418 112
Electricity		-	-	-	-	-	-	-	-	-	-
Water		344 789	50 129	201 240	142 930	278 111	37 006	336 807	43 715	412 688	60 282
Refuse		220 269	33 381	220 269	87 673	220 430	18 817	220 430	21 010	220 430	24 761
Sewerage		36 525	7 670	36 525	63 489	36 525	8 545	36 525	7 742	36 525	6 586
TOTAL		743 687	122 526	600 139	355 213	675 275	288 768	733 520	105 684	809 402	509 741
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Steinkopf		-	-	-	-	-	-	-	-	-	-
Property Rates Tax	Eskom supplied	299 245	144 425	299 245	167 607	290 372	162 062	295 565	142 604	296 704	193 876
Electricity		-	-	-	-	-	-	-	-	-	-
Water		670 969	225 698	586 091	339 568	707 448	222 406	618 699	214 543	822 612	274 002
Refuse		370 337	76 255	370 337	177 121	370 661	86 083	370 822	90 647	370 822	111 076
Sewerage		290 843	72 144	290 843	292 810	290 428	71 927	290 844	80 434	290 844	90 145
TOTAL		1 631 395	518 522	1 546 516	977 106	1 658 909	542 477	1 575 930	528 227	1 780 981	669 100
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Springbok		-	-	-	-	-	-	-	-	-	-
Property Rates Tax	Municipal supplied	2 526 552	2 884 308	2 526 552	5 169 265	2 459 418	4 903 047	2 471 072	2 604 712	2 520 048	4 207 763
Electricity		5 575 608	4 982 797	5 634 059	6 240 394	5 172 173	5 129 036	4 804 399	5 360 683	4 407 981	5 472 401
Water		2 016 551	1 906 593	2 035 384	2 101 232	2 351 392	1 944 474	2 203 870	2 171 309	2 561 641	2 486 376
Refuse		1 005 204	816 147	1 005 204	888 869	1 005 268	783 684	1 005 042	817 419	1 004 596	888 346
Sewerage		994 332	707 461	994 332	850 664	994 684	693 335	994 057	732 946	994 225	830 477
TOTAL		12 118 247	11 297 307	12 195 532	15 250 424	11 982 935	13 453 576	11 478 440	11 687 069	11 488 492	13 885 364

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Ward/Service point - Okiep											
Property Rates Tax	Municipal supplied	297 183	320 752	301 094	420 691	293 326	473 391	294 649	363 459	295 777	314 988
Electricity		671 233	558 931	640 378	5122 951	549 081	242 651	570 330	551 517	679 970	1 088 226
Water		528 969	415 740	546 769	546 288	555 376	360 416	586 316	483 443	653 826	479 407
Refuse		329 113	172 844	329 113	183 231	329 113	161 015	329 113	177 737	329 275	190 073
Sewerage		242 693	157 939	242 693	169 859	242 693	145 834	242 693	158 460	242 693	181 527
TOTAL		2 069 190	1 626 206	2 060 046	6 443 020	1 969 589	1 383 307	2 023 101	1 734 617	2 201 540	2 254 221
Interest											
Ward/Service point - Nababeep											
Property Rates Tax	Municipal supplied	305 735	309 536	305 735	711 547	301 663	606 926	300 907	323 269	300 810	348 694
Electricity		438 717	542 336	456 578	575 676	282 356	325 842	270 518	186 758	286 523	596 928
Water		429 644	303 068	645 360	328 720	473 968	255 009	371 526	230 033	702 550	609 003
Refuse		268 674	115 718	268 674	128 054	268 836	163 347	268 836	106 501	268 836	135 478
Sewerage		226 526	97 487	226 526	188 276	226 526	111 774	226 526	108 977	226 526	120 879
TOTAL		1 669 295	1 368 145	1 902 873	1 932 274	1 553 348	1 462 899	1 438 312	955 538	1 785 244	1 810 983
Interest											
Ward/Service point - Concordia											
Property Rates Tax	Municipal supplied	267 946	200 513	267 946	437 865	262 826	456 481	261 095	277 604	263 590	301 168
Electricity		260 643	307 510	446 585	316 822	375 050	454 962	382 424	479 496	364 951	492 237
Water		314 599	272 427	468 047	362 202	330 760	247 165	410 455	289 276	554 909	315 786
Refuse		313 384	139 251	313 384	165 028	313 869	135 699	313 869	341 225	314 031	159 460
Sewerage		71 108	43 487	71 108	55 250	71 108	39 895	71 108	51 754	71 316	44 991
TOTAL		1 227 679	963 187	1 567 070	1 337 167	1 353 614	1 334 201	1 438 950	1 439 354	1 568 796	1 313 642

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

7. SECTION G

7.1 INVESTMENT PORTFOLIO ANALYSIS

NAMA KHOI LOCAL MUNICIPALITY Financial Year: 2023/2024 Consolidated Report on Various Deposits Period: All Periods Ended 31 December 2023 <u>Nedbank: Various Own Funding Accounts</u>					
Description	Loan (Fleet)	Equitable Share	Car Allowance	Interest	Total
<u>Opening Balance 01 July 2023</u>	17 725 632,85	0,00	0,00	7 056 921,29	24 782 554,14
Security Against Loan Balance : 01 July 2023	17 725 632,85			5 000 000,00 2 056 921,29	5 000 000,00 19 782 554,14
<u>Receipts</u>	6 000 000,00	26 421 000,00	829 990,68	3 718 707,24	36 969 697,92
Deposits July		26 421 000,00		410 041,16	26 831 041,16
Deposits August			553 327,12		553 327,12
Deposits September				357 158,91	357 158,91
Deposits September				1 638 577,50	1 638 577,50
Deposits September				320 904,90	320 904,90
Deposits October			276 663,56	345 215,62	621 879,18
Deposits November				319 137,61	319 137,61
Deposits December	6 000 000,00			327 671,54	6 327 671,54
<u>Withdrawal</u>	-8 762 509,01	-26 421 000,00	0,00	-641 138,24	-35 824 647,25
Monthly operational needs		-9 000 000,00			-9 000 000,00
Monthly operational needs		-11 101 536,00		0,00	-11 101 536,00
Monthly operational needs		-4 445 055,91			-4 445 055,91
Monthly operational needs	-2 762 509,01			-188 670,74	-2 951 179,75
Monthly operational needs					0,00
Monthly operational needs		-1 874 408,09		-452 467,50	-2 326 875,59
Monthly operational needs	-6 000 000,00				-6 000 000,00
					0,00
<u>Closing Balance: 30 September 2023</u>	14 963 123,84	0,00	829 990,68	10 134 490,29	25 927 604,81

Table 28: Investment Portfolio Analysis

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

8. SECTION H

8.1 ALLOCATION AND GRANTS RECEIPTS AND EXPENDITURE

NAMA KHOI LOCAL MUNICIPALITY

GRANTS AND SUBSIDIES FOR THE YEAR ENDED 31 DEC 2023

	ORIGINAL ALLOCATION	FINAL 2023 /24 ALLOCATION	OPENING BALANCE R	GRANTS RECEIVED R	GRANTS REPAID R	TRANSFERRED TO REVENUE (OPERATING) R	TRANSFERRED TO REVENUE (CAPITAL) R	CLOSING BALANCE R
NATIONAL GOVERNMENT								
Finance Management Grant (FMG)	3 100 000	3 100 000	-	3 100 000		(1 827 372)		1 272 628
Municipal Infrastructure Grant (MIG)	16 599 000	15 489 000	4 645 673	2 000 000	(4 645 673)		(1 463 969)	536 031
Expanded Public Works Programme (EPWP)	1 103 000	1 103 000	69 270	772 000	(69 270)	(756 728)		15 272
Integrated National Electrification Programme (INEP)		-	49 223	-	(49 223)		-	-
Water Service Infrastructure Grant (WSIG)	20 000 000	13 000 000	7 767 579	10 000 000			(1 389 160)	16 378 419
Total	40 802 000	32 692 000	12 531 745	15 872 000	(4 764 166)	(2 584 100)	(2 853 129)	18 202 350
PROVINCIAL GOVERNMENT								
Libraries, Archives and Museums	1 565 000	1 565 000	185 697	782 500	-	(691 426)	-	276 771
Housing		-	1 265 273	200 000	-	-	-	1 465 273
LG SETA		-	228 576	-	-	-	-	228 576
Municipal Disaster Recovery Grant		-	817 356	-	-	-	-	817 356
Total	1 565 000	1 565 000	2 496 902	982 500	-	(691 426)	-	2 787 976
ALL SPHERES OF GOVERNMENT	42 367 000	34 257 000	15 028 647	16 854 500	(4 764 166)	(3 275 526)	(2 853 129)	20 990 326

Table 29: Grants and Subsidies for the year end December 2023

OFFICE OF THE MAYOR

DONATIONS RECEIVED:

DATE	REFERENCE	COMPANY	DESCRIPTION	BENEFICIARY	VAT EXCLUSIVE	COMMENTS
24-08-2023	K1508	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD HAMPERS	KOSPAKKIES UITGEDEEL AAN BEHOEFTEGIE FAMILIES - NAMA KHOI WYKE	R20 000,00	9/201-502-946

DONATIONS PAID:

DATE	REFERENCE	COMPANY	DESCRIPTION	BENEFICIARY	VAT EXCLUSIVE	COMMENTS
24-08-2023	K1508	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD HAMPERS	KOSPAKKIES UITGEDEEL AAN BEHOEFTEGIE FAMILIES - NAMA KHOI WYKE	R10 717,00	9/201-502-946
				KWARTAAL 1 - TOTAAL	R10 717,00	
06-10-2023	K1522	J MILFORD	REIMBURSEMENT	PAYMENT OF WATER AND CUTTING OF KEYS ON BEHALF OF NAMA KHOI MUNICIPALITY	R1 330,00	9/201-502-946
17-11-2023	K1552	RCW SUPPLIES	FOOD HAMPERS FOR FINAL EXAMS	SA VAN WYK HOËRSKOOL MATRIC CAMP	R11 811,11	9/201-502-946
24-11-2023	K1542	YOUNG STARS	DONATION: AFFILIATION FEES FOR THE SPORTS PROGRAMME FOR CHILDREN	YOUNG STARS: TO GET YOUTH INTERESTED IN SPORTS IN BERSIG AREA	R2 000,00	9/201-502-946
24-11-2023	K1542	LINGUSWAS FUNERAL & CATERING	DONATION : FUNERAL SERVICES - MATJIESKLOOF	FAMILY OF LEIGHTON MAARMAN (ELECTROCUTED VICTIM)	R12 485,00	9/201-502-946
24-11-2023	K1543	HOERSKOOL NAMAKWALAND	DONATION OF 10 TICKETS FOR STUDENTS TO PARTICIPATE	HOËRSKOOL NAMAKWALAND SPORT LEARNERS	R2 000,00	9/201-502-946
29-11-2023	K1545	J ROSENBERG	DONATION: HUMANITARIAN HELP FOR 2 MONTHS	J ROSENBERG: HULP AAN FAMILIE TYDENS EIENDOMS BESKADIGING	R19 000,00	9/201-502-946
				KWARTAAL 2 - TOTAAL	R48 626,11	
				TOTAAL TOT OP HEDE	R59 343,11	

Table 30: Donations Received

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

OFFICE OF THE SPEAKER

Donations Made

DATE	REFERENCE	COMPANY	DESCRIPTION	BENEFICIARY	AMOUNT	
18-07-2023	K1487	R KRITZINGER	UITGAWES AANGEGAAN OM TE HELP BY WYK 8	BUFFELSRIVIER AREA: RAMPSPOEDIGE OORSTROMINGS	R6 481,53	9/202-50-50
18-07-2023	K1488	A ENGELBRECHT	UITGAWES AANGEGAAN OM TE HELP BY WYK 8	BUFFELSRIVIER AREA: RAMPSPOEDIGE OORSTROMINGS	R3 626,45	9/202-50-50
31-07-2023	K1530	BLUE PETROLEUM (PTY) LTD	BLACK REFUGE BAGS	NAMA KHOI WYKE - SKOONMAAK VAN DORPE	R13 478,26	9/202-50-50
10-08-2023	K1497	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	BEWUSMAKING VAN GBV PROGRAM VIR VROUEMAAND TE CAROLUSBURG	R5 768,74	9/202-50-50
10-08-2023	K1497	APD BENEDE ORJANJE	FINANCIAL ASSISTANCE WITH FUNERAL	DONATION: JOHANNES MILFORD FUNERAL	R3 200,00	9/202-50-50
25-08-2023	K1505	ROSY'S KITCHEN - RJ LOUW	FOOD & BEVERAGE ITEMS	VROUEDAG SPESIALE PROGRAM - FUNKSIE 31 AUG 2023 TE BULLETRAP - CWP	R2 205,00	9/202-50-50
30-08-2023	K1507	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	CAROLUSBURG KINDER PRETLOOP HARLEKYNTJIE	R2 988,00	9/202-50-50
31-08-2023	K1508	ENAZ (EDMS) BPK T/A SPRINGBOK	SANITARY PRODUCTS	VROUE HIGIENE PROJECT VIR SKOOLDOGTERS	R4 998,00	9/202-50-50
05-09-2023	K1510	ENAZ (EDMS) BPK T/A SPRINGBOK	TOOTPASTE AND TOOTHBRUSHES	MOND HIGIENE PROGRAM - KLEUTERSKOOL KINDERS IN NAMA KHOI AREAS	R4 237,60	9/202-50-50
20-09-2023	K1511	PHARMACY AT SPAR NAMAQUALAND	FEMAGENE HEAT PATCHES	VROUEMAAND PROJECT - VROUE EN DOGTERS	R3 372,25	9/202-50-50
				KWARTAAL 1 - TOTAAL	R50 355,83	
30-10-2023	K1535	SPRINGBOK ONE HOUR LAB	PA SYSTEM AND SCREEN TAXI	SPRINGBOK RUGBY FINAL FAN PARK: RWC 2023	R13 800,00	9/202-50-50
30-11-2023	K1547	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	SPORTS AGAINST CRIME PROGRAM TE KOUROEP	R2 302,95	9/202-50-50
30-11-2023	K1550	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	16 DAE VAN AKTIVISME: NABABEEP SAPD PROGRAM	R4 055,90	9/202-50-50
30-11-2023	K1550	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	DR IZAK VAN NIEKERK PRIMERE SKOOL AFSKEID FUNKSIE	R3 177,91	9/202-50-50
07-12-2023	K1553	ENAZ (EDMS) BPK T/A SPRINGBOK	FOOD & BEVERAGE ITEMS	UITREIKINGS PROGRAM NA VERSKILLENDE WIJKE - 8 DESEMBER 2023	R8 309,80	9/202-50-50
				KWARTAAL 2 - TOTAAL	R31 646,56	
				TOTAAL TOT OP HEDE	R82 002,39	

Table 31: Donations Made

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

9. SECTION I

9.1 EXPENDITURE ON COUNCILLORS AND BOARD MEMBERS' ALLOWANCES AND EMPLOYEE BENEFITS

NC062 Nama Khoi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Mid Year Assessment					
Summary of Employee and Councillor remuneration	Budget Year 2023/24				
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Councillors (Political Office Bearers plus Other)					
Basic Salaries and Wages	5 648 146	3 490 133	2 824 068	666 065	124
Cellphone Allowance	693 600	408 000	346 800	61 200	118
Other benefits and allowances	417 229	227 884	208 614	19 270	109
Sub Total - Councillors	6 758 975	4 126 017	3 379 482	746 535	122
Senior Managers of the Municipality					
Basic Salaries and Wages	3 530 398	1 716 696	1 765 200	- 48 504	97
Pension and UIF Contributions	10 855	2 124	5 430	- 3 306	39
Performance Bonus	443 740	333 921	221 874	112 047	151
Motor Vehicle Allowance	1 546 588	184 584	773 298	- 588 714	24
Cellphone Allowance	80 864	15 822	40 434	- 24 612	39
Housing Allowances	190 770	70 854	95 382	- 24 528	74
Other benefits and allowances	664	132	330	- 198	40
Long service awards	35 835	-	17 916	- 17 916	-
Sub Total - Senior Managers of Municipality	5 839 714	2 324 133	2 919 864	- 595 731	80
Other Municipal Staff					
Basic Salaries and Wages	61 062 509	30 114 356	30 531 264	- 416 908	99
Pension and UIF Contributions	9 700 260	4 773 856	4 850 130	- 76 274	98
Medical Aid Contributions	4 328 448	1 880 932	2 164 224	- 283 292	87
Overtime	6 962 609	3 816 282	3 481 308	334 974	110
13th Cheque	4 621 059	2 548 767	2 310 528	238 239	110
Motor Vehicle Allowance	3 109 403	411 811	1 554 708	- 1 142 897	26
Cellphone Allowance	213 156	103 541	106 572	- 3 031	97
Housing Allowances	1 045 372	410 230	522 690	- 112 460	78
Sub Total - Other Municipal Staff	91 042 816	44 059 775	45 521 424	- 1 461 649	97
Total Parent Municipality	103 641 505	50 509 925	51 820 770	- 1 310 845	97
Total Employee Cost	96 882 530	46 383 908	48 441 288		
Revenue	411 638 254	208 949 581	205 819 128		
Expenditure	504 123 361	151 451 342	252 061 806		
%Employee Cost to Revenue	24	22	24		
%Employee Cost to Expenditure	19	31	19		

Table 32: Councillor and Staff Benefits

9.2 MONTHLY EMPLOYEE COST

	July	August	September	October	November	December
2023-24 Employee Cost	8 369 755	8 172 282	8 127 237	7 982 632	8 857 620	8 276 352
2022-23 Employee Cost	8 278 792	8 675 130	8 474 020	8 439 059	8 314 389	8 395 251
Difference	90 963	- 502 848	- 346 783	- 456 427	543 231	- 118 899

Table 33: Monthly Employee Cost

9.2.1 NOTES ON SALARIES

% Employee Cost to Revenue amounts to 22%, while % employee cost to Expenditure amounts to 31%.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Comparison between the 2022-23 and the 2023-24 financial year it shows that the municipality spend less in certain months on salaries although an increase on salaries was implemented in the current financial year.

The municipality spent R3 816 282 on overtime and R3 355 969 on temporary workers for the first six months.

10. SECTION J

10.1 MATERIAL VARIANCE TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

Information will be presented by Performance Management Unit

In the mid-year budget and performance assessment provide an explanation of the cause of variances from the approved annual budget and the impact on any contractual agreements and the overall budget if any

10.1.1 ITEMS THAT MUST BE ADJUST

From the Analysis of the Statement of Financial Performance, it's clear that some items are underspent while other is overspent, there is also some revenue items that are collected and for that reason adjustments as per Sec 28 of the MFMA must be done can summarized as follows:

10.1.2 OPERATIONAL REVENUE

- Electricity Revenue to be reduced.
- Operational Expenditure
- Various line items corrections to be made – reducing the expenditure to constitute a saving.
- Legal expenses to be increased to fund legal cases pending
- Overall fixture of the structure of expenses to accommodate mSCOA VERSION 6.7
- Considering Non-Cash Items
- Depreciation, Debt impairment, actuaries valuation as well as rehabilitation of landfill sites provision.

10.1.3 STATEMENT OF FINANCIAL POSITION

Overall Mapping of the structure of financial position to accommodate version 6.7 of Mscoa

Linking of cash flow statement budget to indicate accurate cash receipt and payments.

10.1.4 CAPITAL EXPENDITURE

Adjustment should be made in line with the approved rollovers.

The municipality must ensure that all outstanding projects are properly budgeted for to ensure payments can commence.

All other capital expenditure incurred during the first six months and captured as repair and maintenance should be corrected.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

11. SECTION K

11.1 PARENT MUNICIPALITY FINANCIAL PERFORMANCE

NC062 Nama Khoi - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue										
Exchange Revenue										
Service charges - Electricity								-		
Service charges - Water								-		
Service charges - Waste Water Management								-		
Service charges - Waste management								-		
Sale of Goods and Rendering of Services								-		
Agency services								-		
Interest								-		
Interest earned from Receivables								-		
Interest earned from Current and Non Current Assets								-		
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets								-		
Licence and permits								-		
Operational Revenue								-		
Non-Exchange Revenue										
Property rates								-		
Surcharges and Taxes								-		
Fines, penalties and forfeits								-		
Licences or permits								-		
Transfer and subsidies - Operational								-		
Interest								-		
Fuel Levy								-		
Operational Revenue								-		
Gains on disposal of Assets								-		
Other Gains								-		
Discontinued Operations								-		
Total Revenue (excluding capital transfers and contributions)		-	-	-	-	-	-	-		-
Expenditure By Type										
Employee related costs								-		
Remuneration of councillors								-		
Bulk purchases - electricity								-		
Inventory consumed								-		
Debt impairment								-		
Depreciation and amortisation								-		
Interest								-		
Contracted services								-		
Transfers and subsidies								-		
Irrecoverable debts written off								-		
Operational costs								-		
Losses on disposal of Assets								-		
Other Losses								-		
Total Expenditure		-	-	-	-	-	-	-		-
Surplus/(Deficit)		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations)								-		
Transfers and subsidies - capital (in-kind)								-		
Surplus/(Deficit) after capital transfers & contributions		-	-	-	-	-	-	-		-
Income Tax								-		
Surplus/(Deficit) after income tax		-	-	-	-	-	-	-		-

Table 34: Parent Municipal Financial Performance

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

12. SECTION L

12.1 CAPITAL PROGRAMME PERFORMANCE

NC062 Nama Khoi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		–	18 799	–	570	1 273	9 399	8 126	86,5%	18 799
Roads Infrastructure		–	–	–	–	–	–	–	–	–
Roads		–	–	–	–	–	–	–	–	–
Road Structures		–	–	–	–	–	–	–	–	–
Road Furniture		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Drainage Collection		–	–	–	–	–	–	–	–	–
Storm water Conveyance		–	–	–	–	–	–	–	–	–
Attenuation		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	1 600	–	–	–	800	800	100,0%	1 600
Power Plants		–	–	–	–	–	–	–	–	–
HV Substations		–	–	–	–	–	–	–	–	–
HV Switching Station		–	–	–	–	–	–	–	–	–
HV Transmission Conductors		–	–	–	–	–	–	–	–	–
MV Substations		–	–	–	–	–	–	–	–	–
MV Switching Stations		–	–	–	–	–	–	–	–	–
MV Networks		–	–	–	–	–	–	–	–	–
LV Networks		–	1 600	–	–	–	800	800	100,0%	1 600
Capital Spares		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure		–	600	–	–	–	300	300	100,0%	600
Dams and Weirs		–	–	–	–	–	–	–	–	–
Boreholes		–	–	–	–	–	–	–	–	–
Reservoirs		–	–	–	–	–	–	–	–	–
Pump Stations		–	–	–	–	–	–	–	–	–
Water Treatment Works		–	–	–	–	–	–	–	–	–
Bulk Mains		–	600	–	–	–	300	300	100,0%	600
Distribution		–	–	–	–	–	–	–	–	–
Distribution Points		–	–	–	–	–	–	–	–	–
PRV Stations		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	16 599	–	570	1 273	8 300	7 026	84,7%	16 599
Pump Station		–	–	–	–	–	–	–	–	–
Reticulation		–	16 599	–	570	1 273	8 300	7 026	84,7%	16 599
Computer Equipment		–	–	–	29	144	–	(144)	#DIV/0!	–
Computer Equipment		–	–	–	29	144	–	(144)	#DIV/0!	–
Furniture and Office Equipment		–	–	–	17	79	–	(79)	#DIV/0!	–
Furniture and Office Equipment		–	–	–	17	79	–	(79)	#DIV/0!	–
Machinery and Equipment		–	–	–	–	–	–	–	–	–
Machinery and Equipment		–	–	–	–	–	–	–	–	–
Transport Assets		(2 793)	17 100	–	–	(2 793)	8 550	11 343	132,7%	17 100
Transport Assets		(2 793)	17 100	–	–	(2 793)	8 550	11 343	132,7%	17 100
Land		–	–	–	–	–	–	–	–	–
Land		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
Living resources		–	–	–	–	–	–	–	–	–
Mature		–	–	–	–	–	–	–	–	–
Policing and Protection		–	–	–	–	–	–	–	–	–
Zoological plants and animals		–	–	–	–	–	–	–	–	–
Immature		–	–	–	–	–	–	–	–	–
Policing and Protection		–	–	–	–	–	–	–	–	–
Zoological plants and animals		–	–	–	–	–	–	–	–	–
Total Capital Expenditure on new assets	1	(2 793)	35 899	–	616	(1 297)	17 949	19 247	107,2%	35 899

Table 35: Capital Programme Performance

SECTION M

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

25. OTHER SUPPORTING DOCUMENTS,

Budget Report that needs to be adjust report 31 December 2023

C-SCHEDULE

Cost Containment

Budget Funded Plan

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

13. SERVICE DELIVERY PERFORMANCE PLANNING

13.1 LEGISLATIVE OVERVIEW

In terms of Section 72(1)(a) and 52(d) of the Local Government Municipal Finance Management Act (MFMA) No. 56 of 2003 the Accounting Officer must by 25 January of each year assess the performance of the Municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1)(b) of the MFMA be submitted to the Mayor, Provincial Treasury and National Treasury. Once the Mayor has considered the report, it must be submitted to Council by 31 January in terms of Section 54(1)(f) of the MFMA.

The Mayor approved the Top Layer Services Delivery and Budget Implementation Plan (SDBIP) for 2023/24 on 23 June 2023 in terms of Section 53(1)(c)(ii) of the MFMA, MFMA Circular No. 13 and the Budgeting and Reporting Regulation, which include the Municipality's key performance indicators (KPI's) for 2023/24.

13.2 CREATING A CULTURE OF PERFORMANCE

Performance Framework

Regulation 7(1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "A municipality's performance management system entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining the roles of the different role players." This framework, inter alia, reflects the linkage between the Integrated Development Plan (IDP), Budget, SDBIP and individual and service provider performance.

Monitoring Performance

The Municipality utilizes an electronic web-based system on which KPI owners update actual performance on a monthly basis. KPI owners report on the results of the KPI's by documenting the following information on the performance system:

- The actual result in terms of the target set
- The output/outcome of achieving the KPI
- The calculation of the actual performance reported (If %)
- A performance comment
- Actions to improve the performance against the target set, if the target was not achieved
- It is the responsibility of every KPI owner to maintain a portfolio of evidence to support actual performance results updated

Performance results are monitored and reviewed in terms of:

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

- Quarterly KPI monitoring sessions held by the Municipal Manager with all managers
- Quarterly reports tabled before the Portfolio Committees of the Mayor
- Quarterly reports tabled before the Executive Mayoral Committee and Council

13.3 LINK TO THE IDP AND THE BUDGET

The Municipality identified the following strategic objectives based on the inputs from the community in the 5-year IDP:

- Build a capable, corruption-free administration that is able to deliver on developmental mandate
- Grow local economy, create jobs, empower previously disadvantaged, transform ownership patterns
- Manage expenditure prudently, grow revenue base and build long term financial sustainability so as to invest in social and economic development
- Universal access to decent quality of services
- Spatially integrate areas separated by apartheid, promote access for poor to work, recreational and commercial opportunities
- Eradicate poverty and uplift previously disadvantaged communities, promote social cohesion
- An active and engaged citizenry, able to engage with and shape the municipality's programme

13.3.1 PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2023/24 PER STRATEGIC OBJECTIVE

Below tables indicated the planned targets per quarter and annually per Key Performance Indicator for the 2023/24 financial year per strategic objective.

13.3.1.1 To provide an overarching framework for sustainable municipal performance improvement

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL1	Submit the Risk-based Three-Year Strategic Plan and Annual Risk Based Audit Plan to the Audit Committee 30 June 2024	Number of plans submitted	All	2	0	0	0	2	2

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL2	Review the Risk Register and submit to Council for consideration by 30 June 2024	Reviewed Risk Register submitted	All	1	0	0	0	1	1

Table 36: To provide an overarching framework for sustainable municipal performance improvement

1.3.1.2 To provide a framework for Municipal Transformation and Institutional development

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL22	Number of people from employment equity target groups appointed in the three highest levels of management during the 2023/24 financial year in compliance with the municipality's approved employment equity plan	Number of people that will be appointed in the three highest levels of management in compliance with a municipality's approved employment equity plan	All	15	0	0	0	8	8
TL23	Spend 0.10% of operational budget on training by 30 June 2024 {(Actual total training expenditure divided by total personnel budget) x100}	% Of the operational budget spent on training	All	0.10%	0%	0%	0%	0.10%	0.10%
TL24	Review and submit the Spatial Development Framework (SDF) to	SDF reviewed and submitted to Council	All	0	0	0	0	1	1

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

	Council for approval by 31 May 2024								
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Table 37: To provide a framework for Municipal Transformation and Institutional development

1.3.1.3 To institutionalize community-based planning at strategic and operational levels

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL6	Submit IDP Process Plan annually to Council for approval by 31 August 2023	Annual IDP Process Plan submitted	All	1	1	0	0	0	1
TL7	Review and submit the 2024/25 IDP to Council by 31 May 2024	IDP submitted to Council	All	1	0	0	0	1	1
TL25	Review and submit the Disaster Management Plan to Council by 31 May 2024	Disaster Management Plan submitted	All	1	0	0	0	1	1

Table 38: To institutionalize community-based planning at strategic and operational levels

1.3.1.4 To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal area

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL18	Create 1000 job opportunities by 30 June 2023	Number of job opportunities created by 30 June	All	2 384	300	200	200	200	1 000

Table 39: To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal Area

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

1.3.1.5 To ensure sustainable delivery in respect of all services to all residents of Nama Khoi

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL14	Provide free basic water to indigent households in terms of the approved indigent policy as at 30 June 2024	Number of households receiving free basic water	All	5 432	5 400	5 400	5 400	5 400	5 400
TL15	Provide free basic electricity to indigent households earning in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic electricity	All	5 432	5 400	5 400	5 400	5 400	5 400
TL16	Provide free basic sanitation to indigent households in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic sanitation	All	5 432	5 400	5 400	5 400	5 400	5 400
TL17	Provide free basic refuse removal to indigent households in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic refuse	All	5 432	5 400	5 400	5 400	5 400	5 400
TL18	Number of formal residential properties that are billed for refuse removal as at 30 June 2024	Number of residential properties that are billed for refuse removal residential tariffs using the erf as a property	All	11 496	11 490	11 490	11 490	11 490	11 490
TL19	Number of residential properties which are billed for electricity or have pre-paid meters as at 30 June 2024 (excluding Eskom areas(Steinkop; Kommagas; Billetrap)	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas)	All	8 673	8 670	8 670	8 670	8 670	8 670

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL20	Number of residential properties that which are billed for water or have pre paid meters that is connected to the municipal water infrastructure network as at 30 June 2024	Number of residential properties which are billed for water or have pre paid meters	All	11 910	11 900	11 900	11 900	11 900	11 900
TL21	Number of residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) which are billed for sewerage as at 30 June 2024	Number of residential properties which are billed for sewerage	All	11 675	11 670	11 670	11 670	11 670	11 670
TL26	Limit unaccounted for electricity to less than 12% by 30 June 2024 {(Number of Electricity Units Purchased - Number of Electricity Units Sold) / Number of Electricity Units Purchased } x 100}	% unaccounted for electricity	All	19%	0%	12%	0%	12%	12%
TL27	Limit unaccounted for water to less than 15% by 30 June 2024 {(Number of Kilotres Water Purchased or Purified - Number of Kilotres Water Sold) / Number of Kilotres Water Purchased or Purified x 100}	% unaccounted for water	All	17%	0%	15%	0%	15%	15%
TL28	95% of water samples comply with SANS 241 microbiological indicators on a quarterly basis	% compliance of samples tested	All	96.06%	95%	95%	95%	95%	95%

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL29	Spend 95% of the allocated budget for the upgrade the internal electrification network in Nababeep by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	All: 9	0%	0%	40%	60%	95%	95%
TL30	Spend 95% of the MIG allocation for the upgrade of sewerage network in Okiep, Rocky Ridge by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	All: 6	0%	0%	40%	60%	95%	95%
TL31	Spend 95% of the WSIQ allocation for the upgrade of Nababeep waste water treatment works phase 4 by 30 June 2024[(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	All: 9	0%	0%	40%	60%	95%	95%

Table 40: To ensure sustainable delivery in respect of all services to all residents of Nama Khoi

1.3.1.6 To enhance public profile, reputation and positioning of the Nama Khoi Municipality

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL3	Sign the Municipal manager and the Senior Managers	Number of Performance agreements signed by Senior managers	All	0	5	0	0	0	5

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
	Performance Agreements by 31 July 2023								
TL4	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects) X100]	% Of capital budget spent	All	0%	0%	40%	60%	95%	95%
TL5	Submit the Oversight Report together with the Annual Report to Council by 31 March 2024	Number of reports submitted	All	1	0	0	1	0	1

Table 41: To enhance public profile, reputation and positioning of the Nama Khoi Municipality

1.3.1.7 Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
TL9	Submit the 2024/25 Procurement Plan to the Municipal Manager for	Number of Procurement Plans submitted to Municipal Manager	All	1	0	0	0	1	1

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
	approval by 30 June 2024								
TL10	Financial viability measured in terms of the municipality's ability to meet its service debt obligations as at 30 June 2024 {(Short Term Borrowing + Long Term Borrowing) / (Total Operating Revenue - Operating Conditional Grant) x 100}	% of debt coverage	All	0%	0%	0%	0%	45%	45%
TL11	Financial viability measured in terms of the outstanding service debtors as at 30 June 2024 {(Total outstanding service debtors/ revenue received for services) X100}	% Of outstanding service debtors	All	90%	0%	0%	0%	90%	90%
TL12	Financial viability measured in terms of the available cash to cover fixed operating expenditure as at 30 June 2024 {(Cash and Cash Equivalents - Unspent Conditional Grants -	Number of months it takes to cover fix operating expenditure with available cash	All	1	0	0	0	1	1

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Region	Actual performance of 2022/23	Target				
					Q1	Q2	Q3	Q4	Annual
	Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets))								
TL13	Achieve a debtor payment percentage of 90% by 30 June 2024 {(Gross Debtors Closing Balance + Billed Revenue - Gross Debtors Opening Balance - Bad Debts Written Off)/Billed Revenue) x 100}	% Debtor payment achieved	All	45.25%	90%	90%	90%	90%	90%

Table 42: Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan

13.3.2 BUDGET SPENDING PER IDP OBJECTIVE

The table below provide an analysis of the budget per Municipal IDP Objective

Municipal IDP Objective		Capital Budget R'000	Operational Budget R'000
1	IDP : Basic Services	55 899	289 299
2	IDP : Economic Development	0	0
3	IDP : Environmental Management & Health	0	0
4	IDP : Financial Viability & Management	0	34 735

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Municipal IDP Objective		Capital Budget R'000	Operational Budget R'000
5	IDP : Governance, Institutional Dev & Community Participation	0	180 089
6	IDP : Infrastructure	0	0
7	IDP : Land & Housing	0	0
8	IDP : Safety & Security	0	0
9	IDP : Social Development	0	0
Total		55 899	504 123

Table 43: Budget capital and operating expenditure (excluding internal transfers) per IDP Key Performance Area

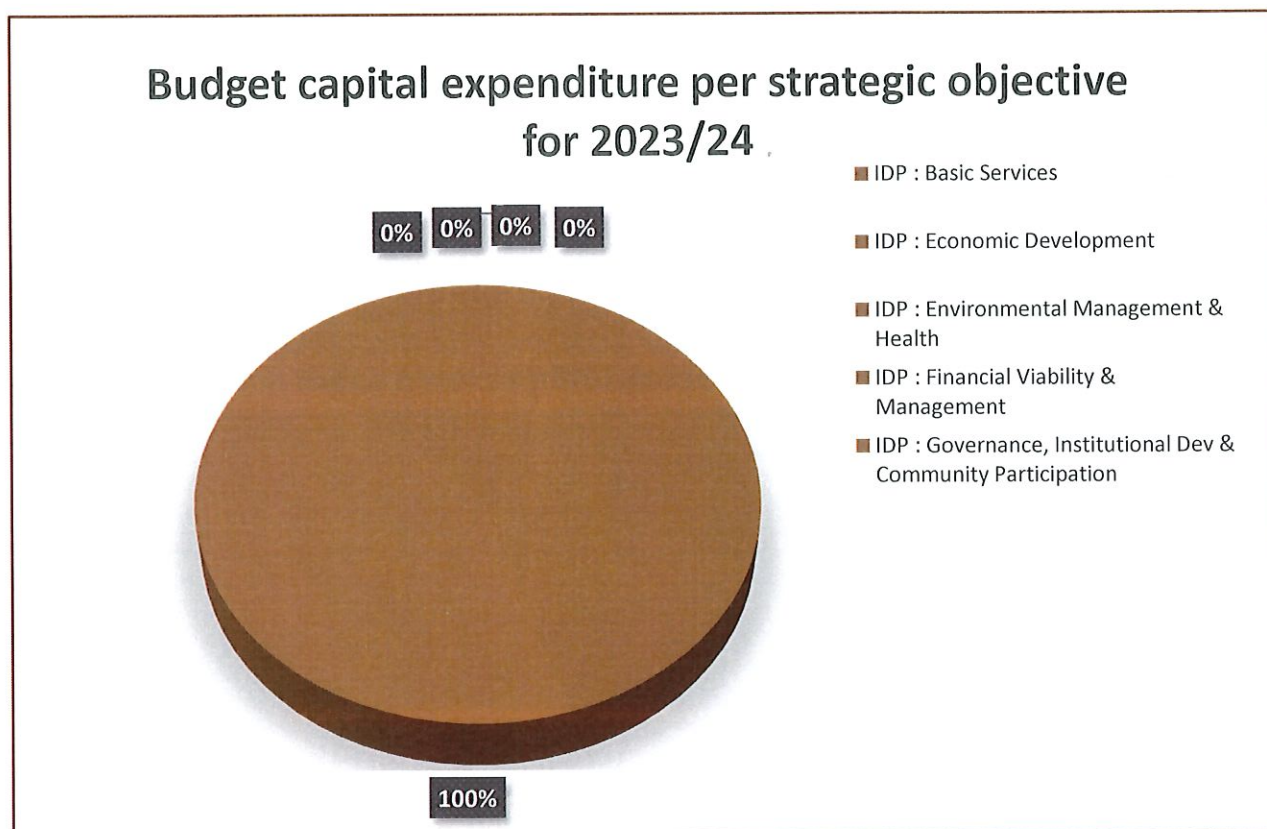


Figure 4: Budgeted capital expenditure for 2022/23

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Budget operating expenditure per strategic objective for 2022/23

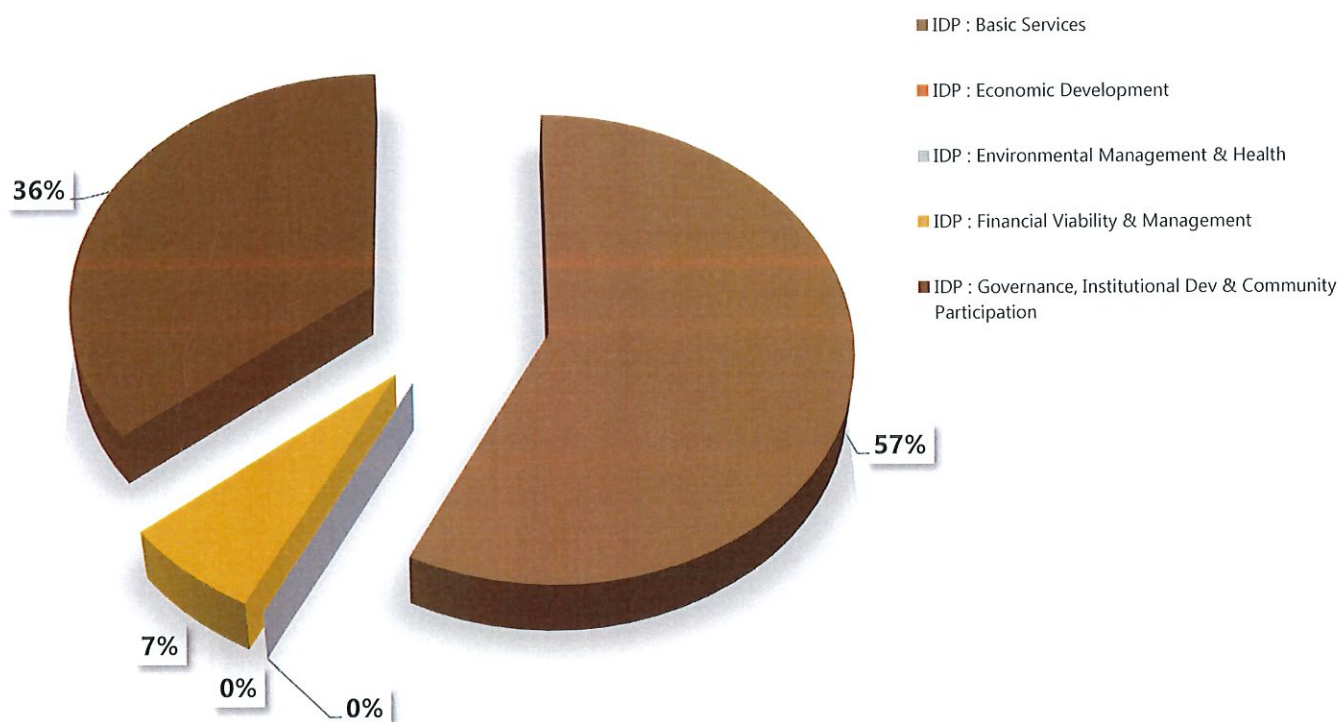


Figure 5: Budgeted operating expenditure for 2022/23

The table below provides an analysis of the actual budget spending per strategic objective for the mid-year ending 31 December 2023

Municipal Strategic Objective		Capital Budget R'000	Operational Budget R'000
1	IDP : Basic Services	2 704	70 184
2	IDP : Economic Development	0	0
3	IDP : Environmental Management and Health	0	0
4	IDP : Financial Viability and Management	0	16 672
5	IDP : Governance, Institutional Dev and Community Participation	0	64 595

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Municipal Strategic Objective		Capital Budget R'000	Operational Budget R'000
6	IDP : Infrastructure	0	0
7	IDP : Land and Housing	0	0
8	IDP : Safety and Security	0	0
9	IDP : Social Development	0	0
Total			

Table 44: Actual expenditure of capital and operating budget per IDP Key Performance Area

Actual operational expenditure per strategic objective for the mid-year ending December 2023

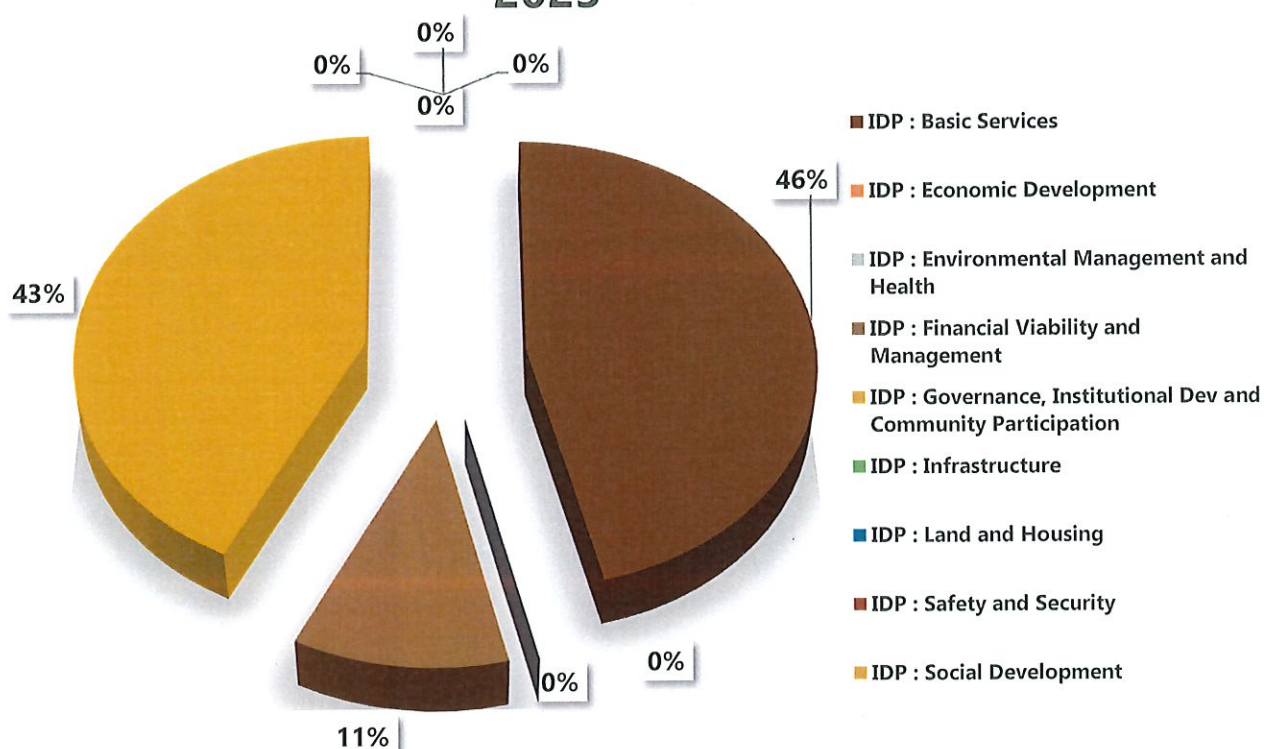


Figure 6: Actual operating expenditure per municipal key performance area for the mid-year ending December 2023

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Actual capital expenditure per strategic objective for the mid-year ending December 2023

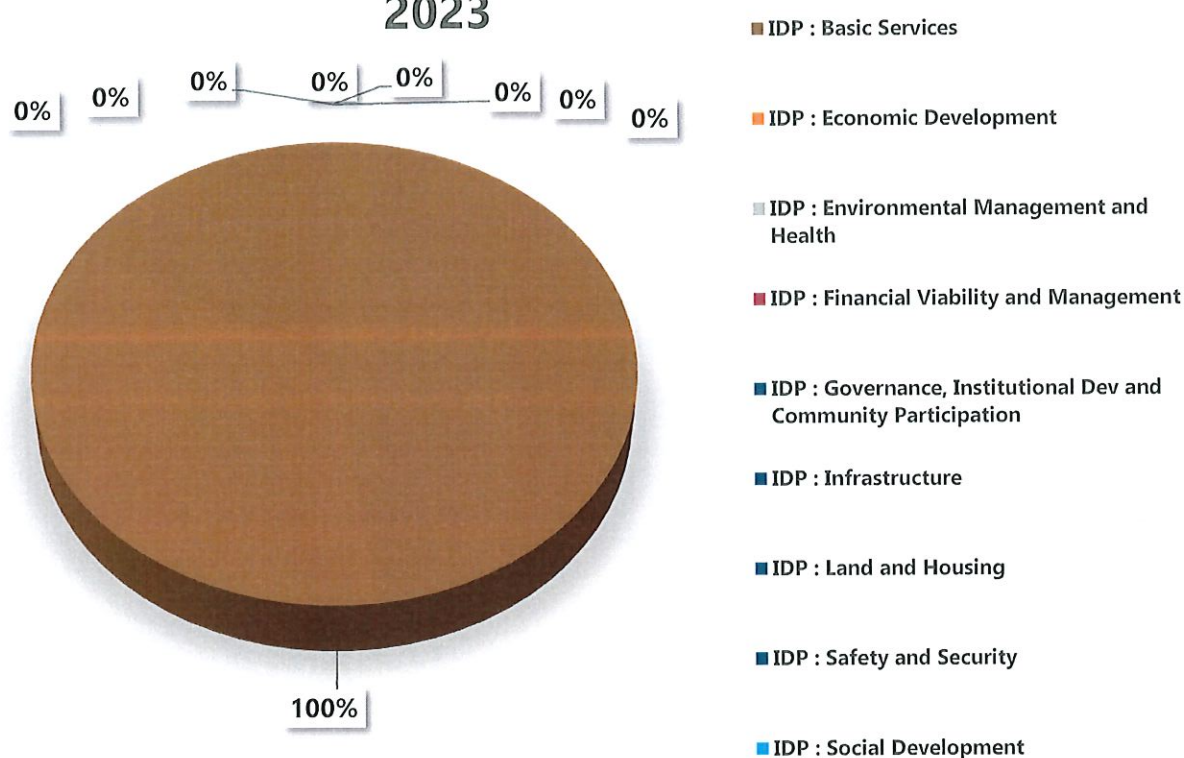


Figure 7: Actual operating expenditure per municipal key performance area for the mid-year ending December 2023

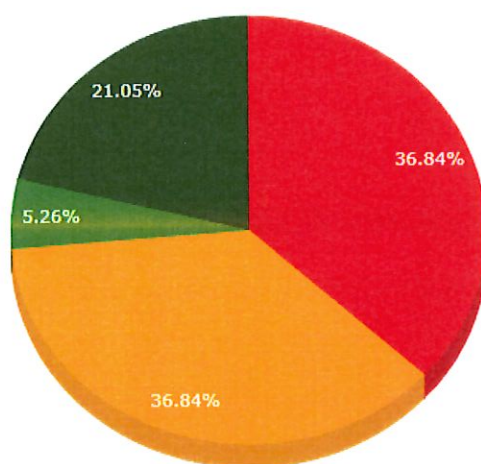
NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

14. MID-YEAR PERFORMANCE AGAINST THE PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2023/24

14.1 OVERALL ACTUAL PERFORMANCE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2023



Graph 1: Overall actual strategic performance

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Nama Khoi Municipality	Strategic Objective				
	To ensure sustainable delivery in respect of all services to all residents of Nama Khoi	To provide an overarching framework for sustainable municipal performance improvement	To provide a framework for Municipal Transformation and Institution development	To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal Area	Total
KPIs not met	5	0	0	0	5
KPIs almost met	6	0	0	0	6
KPIs met	0	0	0	1	1
KPIs well met	3	0	0	0	3
KPIs extremely well met	0	0	0	0	0
Total:	14	0	0	1	15

Figure 8: Overall actual performance of indicators for the mid-year ending 31 December 2023

Nama Khoi Municipality	Strategic Objective						
	To leverage municipal assets and the municipal procurement process with the view to stimulate redistribution and growth	Strategic and sustainable budgeting, revenue protection and debt control, grow and diversify revenue and value for money in expenditure through the integrated financial plan.	To ensure a clean audit report	To institutionalize community-based planning at strategic and operational levels	To enhance the public profile, reputation and positioning of the Nama Khoi Municipality	Total	
	KPIs not met	0	0	0	0	2	2
	KPIs almost met	0	1	0	0	0	1
	KPIs met	0	0	0	1	0	1
	KPIs well met	0	0	0	0	0	0
	KPIs extremely well met	0	0	0	0	0	0
	Total:	0	1	0	1	2	4

Figure 9: Overall actual performance of indicators for the mid-year ending 31 December 2023

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Category	Colour	Explanation
KPI's Not Met		0% >= Actual/Target < 75%
KPI's Almost Met		75% >= Actual/Target < 100%
KPI's Met		Actual/Target = 100%
KPI's Well Met		100% > Actual/Target < 150%
KPI's Extremely Well Met		Actual/Target >= 150%

Figure 10: Performance Key

14.2 ACTUAL PERFORMANCE PER STRATEGIC OBJECTIVE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2023

Detailed below is the unaudited Top Layer SDBIP for the first half of the financial year ending 31 December 2023 which measures the Municipality's overall performance per strategic objective. The tables, furthermore, includes the performance comments and corrective measures indicated for targets not achieved.

The Municipality met 16.13% (5 of 19) of the applicable KPI's for the period as at 31 December 2023. The remainder of the KPI's 38.71% (12) on the Top Layer SDBIP out of the total number of 31 KPI's do not have targets for this period and will be reported on in future quarters when they are due. 45.16.16% (14 of 31) KPI targets were not achieved as at 31 December 2023 of which the details are included in the tables below.

14.2.1 ACTUAL PERFORMANCE PER STRATEGIC OBJECTIVE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2023

14.2.1.1 Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 31 December 2023				
					Q1	Q2	Target	Actual	R
TL13	Achieve a debtor payment percentage of 90% by 30 June 2024 {(Gross Debtors Closing Balance + Billed Revenue - Gross Debtors Opening Balance - Bad Debts Written Off)/Billed Revenue} x 100}	% Debtor payment achieved	All	83%	0	6 000	6 000	5 410	
Corrective Measure			The Municipality will fast track the installation of meters						

Table 45: Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

14.2.1.2 To enhance the public profile, reputation and positioning of the Nama Khoi

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL3	Sign the Municipal manager and the Senior Managers Performance Agreements by 31 July 2023	Number of Performance agreements signed by Senior managers	All	3	2	0	5	2	R
Corrective Measure				The positions are currently vacant and all filled positions have signed contracts. Once the positions are filled the contracts will be signed as prescribed by legislation					
TL4	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects) X100]	% Of capital budget spent	All	21%	0%	10%	40%	10%	R
Corrective Measure				The mid-year assessment will determine the performance of all votes against the budgeted figures. Workshops will be held with the different departments to establish planning for the remainder of the financial year and adjustments will be made to the original budget whilst stricter controls will be implemented to ensure monthly reporting and monitoring is more accurately done					

Table 46: To enhance the public profile, reputation and positioning of the Nama Khoi Municipality

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

14.2.1.3 To ensure sustainable delivery in respect of all services to all residents of the Nama Khoi

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL14	Provide free basic water to indigent households in terms of the approved indigent policy as at 30 June 2024	Number of households receiving free basic water	All	5 538	5 246	5 324	5 400	5 324	○
Corrective Measure				The Municipality will continue to advertise and via the public participation process inform and encourage community members to register					
TL15	Provide free basic electricity to indigent households earning in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic electricity	All	4 799	4 890	5 324	5 400	5 324	○
Corrective Measure				The Municipality will continue to advertise and via the public participation process inform and encourage community members to register					
TL16	Provide free basic sanitation to indigent households in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic sanitation	All	4 035	5 246	5 324	5 400	5 324	○
Corrective Measure				The Municipality will continue to advertise and via the public participation process inform and encourage community members to register					
TL17	Provide free basic refuse removal to indigent households in terms of the approved indigent policy at 30 June 2024	Number of households receiving free basic refuse	All	5 428	5 139	5 324	5 400	5 324	○
Corrective Measure				The Municipality will continue to advertise and via the public participation process inform and encourage community members to register					

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL18	Number of formal residential properties that are billed for refuse removal as at 30 June 2024	Number of residential properties that are billed for refuse removal residential tariffs using the erf as a property	All	16 927	11 515	11 526	11 490	11 526	G2
TL19	Number of residential properties which are billed for electricity or have pre-paid meters as at 30 June 2024 (excluding Eskom areas(Steinkop; Kommagas; Billetrap)	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas)	All	7 346	8 649	8 564	8 670	8 564	O
Corrective Measure				The Municipality is currently busy with the TID Rollover process. This process identifies if all meters will be compatible by the end of November 2024. The Municipality also conducts a household audit whilst doing the TID Rollover, this will result in an accurate household number					
TL20	Number of residential properties that which are billed for water or have pre paid meters that is connected to the municipal water infrastructure network as at 30 June 2024	Number of residential properties which are billed for water or have pre paid meters	All	12 069	12 010	12 044	11 900	12 044	G2
TL21	Number of residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) which are billed for sewerage as at 30 June 2024	Number of residential properties which are billed for sewerage	All	11 692	11 685	11 714	11 670	11 714	G2

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL26	Limit unaccounted for electricity to less than 12% by 30 June 2024 {(Number of Electricity Units Purchased - Number of Electricity Units Sold) / Number of Electricity Units Purchased }x 100}	% unaccounted for electricity	All	19.50%	0%	24.95%	12%	24.95%	R
Corrective Measure				The replacement of bypassed and faulty meters in cooperation with the household and TID Rollover project					
TL27	Limit unaccounted for water to less than 15% by 30 June 2024 {(Number of Kilolitres Water Purchased or Purified - Number of Kilolitres Water Sold) / Number of Kilolitres Water Purchased or Purified x 100}	% unaccounted for water	All	19.46%	0%	28.70%	15%	28.70%	R
Corrective Measure				The Municipality is in the process of installing zonal meters in all towns. Carolusberg is identified as a pilot for non-revenue water. All meters in Carolusberg are tested for correctness. Leak detections was done and the final results will be discussed on the 30th of January 2024 whereafter the Municipality will receive the data in trying to address this matter					
TL28	Achieve 95% of water samples comply with SANS 241 microbiological indicators on a quarterly basis	% compliance of samples tested	All	99.90%	85%	92.80%	95%	92.80%	O
Corrective Measure				The Municipality experienced pipe bursts on the Vaal Central supply lines. These pipelines are currently being repaired whereafter reservoirs and pipelines will be repaired					

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL29	Spend 95% of the allocated budget for the upgrade the internal electrification network in Nababeep by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	9	New Key Performance Indicator for 2023/24 financial year. No comparative actual result available	0%	0%	40%	0%	R
Corrective Measure				No funding was allocated to this project and therefore KPI will be removed with the adjustment budget scheduled for end February 2024					
TL30	Spend 95% of the MIG allocation for the upgrade of sewerage network in Okiep, Rocky Ridge by 30 June 2024 [(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	6	40.81%	0%	9.75%	40%	9.75%	R
Corrective Measure				Work will commence in mid-January 2024 where after expenditure will increase as the project progress					
TL31	Spend 95% of the WSIQ allocation for the upgrade of Nababeep waste water treatment works phase 4 by 30 June 2024[(Actual amount spent on projects /Total amount budgeted for capital projects)X100]	% budget spent	9	22%	0%	9.29%	40%	9.29%	R
Corrective Measure				Contractor has been appointed and finalisation of the contract is currently under way whereafter project will commence and expenditure will increase					

Table 47: To provide a framework for Municipal Transformation and Institutional development

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

14.2.1.4 To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal area

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL8	Create 1000 job opportunities by 30 June 2024	Number of job opportunities created by 30 June	All	2 018	489	123	500	612	Q2

Table 48: To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal Area

14.2.1.5 To institutionalize community-based planning at strategic and operational levels

KPI Ref	KPI	Unit of Measurement	Ward	Actual performance of 2022/23	Overall actual performance for the mid-year ending 30 December 2023				
					Q1	Q2	Target	Actual	R
TL6	Submit IDP Process Plan annually to Council for approval by 31 August 2023	Annual IDP Process Plan submitted	All	1	1	0	1	1	Q1

Table 49: To institutionalize community-based planning at strategic and operational levels

15. ADJUSTMENT OF THE TOP LAYER SDBIP FOR 2023/24

In terms of Section 27(2)(b), when submitting an adjustments budget to the National Treasury and the relevant provincial treasury in terms of Section 28(7) of the MFMA read together with Section 24(3) of the MFMA, the Municipal Manager must also submit the amended SDBIP, within ten working days after the Council has approved the amended plan in terms of Section 54(1)(c) of the MFMA.

The Top Layer SDBIP will be revised if needed and submitted with the Adjustments Budget to Council with the necessary motivation where KPI targets require amendment as a result of the Adjustments Budget and/or corrections as a result of the audit outcomes of 2022/23.

16. ANNUAL REPORT 2022/23

The draft Annual Report of the 2022/23 financial year will be tabled on or before 31 March 2024.

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

As prescribed in Section 72(1)(a)(iii) of the MFMA the Accounting Officer must assess the performance of the Municipality in the first 6 months taking into account the past year's Annual Report and progress on resolving the problems identified in the Annual Report. Council has appointed a Municipal Public Accounts Committee (MPAC), who will compile an oversight report.

This report will subsequently include a summary of comments and conclusions on the Annual Report of the Municipality and will include one or more of the following:

- Misstatements in the Financial Statements
- Material under spending of the budget
- Planned key performance indicators not achieved
- Non-compliance with laws and regulations
- Assessment by Internal Audit on predetermined objectives
- Financial management
- Governance

**Municipal Finance Management Act:
Sections 72(1)(a)(ii)**

Submission by the Municipal Manager

The assessment of the municipality's service delivery performance for the first half of the financial year is herewith submitted in terms of Section 72(1)(a)(ii) of the Municipal Finance Management Act (MFMA). This submission further serves to inform the Executive Mayor that an adjustment budget will be tabled to council.

Print Name

JAN SWARTZ

MUNICIPAL MANAGER OF NAMA KHOI MUNICIPALITY

Signature



Date

25.01.2024

Acknowledgment of receipt by the Mayor

Print Name

Gustav Bock

MAYOR OF NAMA KHOI MUNICIPALITY

Signature



Date

25-01-2024

NAMA KHOI MUNICIPALITY

PERFORMANCE REPORT FOR THE MID-YEAR PERIOD 1 JULY TO 31 DECEMBER 2022

LIST OF TABLES

Table 1:	Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure) Mid-year assessment 2023/24.....	7
Table 2:	Capital Expenditure – Mid-year Assessment 2023/24	10
Table 3:	Cash flow/ Bank balance Mid-year assessment 2023/24	11
Table 4:	Debtors Mid-year Assessment 2023/24	11
Table 5:	Debtors Age Analysis	12
Table 6:	Creditors Age Analysis Mid-year Assessment 2023/24.....	12
Table 7:	Creditors Age Analysis	13
Table 8:	Supporting table SC8 Monthly Budget Statement – Councillor and staff benefits.....	14
Table 9:	Ration Analysis Mid-Year Assessment 2023/24	16
Table 10:	Table C1 In-year Budget Statement.....	18
Table 11:	Table C2 –Financial Performance (functional classification)	19
Table 12:	Table C4– Financial Performance (revenue and expenditure).....	21
Table 13:	Table C6 – Financial Position.....	23
Table 14:	Table C7 – Cash flow	24
Table 15:	Revenue by Vote	24
Table 16:	Expenditure by Vote.....	25
Table 17:	Revenue by Source.....	26
Table 18:	Expenditure by Type.....	28
Table 19:	Capital Expenditure.....	29
Table 20:	Table A: Debtors	31
Table 21:	Table B: Supporting Table SC3 Monthly Budget Statement – aged debtors	31
Table 22:	Table C – Debtors Age Analysis by Customer Group – December 2023	32
Table 23:	Table D: Debtors Age Analysis by Customer Group – December 2022	33
Table 24:	Table A: Creditors Age Analysis.....	34
Table 25:	Table B: Supporting Table SC4 Monthly Budget Statement – aged creditors	34
Table 26:	Sedibeng Water Analysis for July to December 2023	36
Table 27:	Eskom Analysis for July to December 2023.....	37
Table 28:	Investment Portfolio Analysis.....	40
Table 29:	Grants and Subsidies for the year end December 2023	41
Table 30:	Donations Received.....	41
Table 31:	Donations Made.....	42
Table 32:	Councillor and Staff Benefits.....	43
Table 33:	Monthly Employee Cost.....	43
Table 34:	Parent Municipal Financial Performance	45
Table 35:	Capital Programme Performance	46
Table 36:	To provide an overarching framework for sustainable municipal performance improvement.....	50
Table 37:	To provide a framework for Municipal Transformation and Institutional development...	51

NAMA KHOI MUNICIPALITY

SECTION 72 REPORT FOR THE MID-YEAR PERIOD

1 JULY TO 31 DECEMBER 2023

Table 38:	To institutionalize community-based planning at strategic and operational levels	51
Table 39:	To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal Area	51
Table 40:	To ensure sustainable delivery in respect of all services to all residents of Nama Khoi....	54
Table 41:	To enhance public profile, reputation and positioning of the Nama Khoi Municipality	55
Table 42:	Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan.....	57
Table 43:	Budget capital and operating expenditure (excluding internal transfers) per IDP Key Performance Area	58
Table 44:	Actual expenditure of capital and operating budget per IDP Key Performance Area.....	60
Table 45:	Strategic and sustainable budgeting, revenue protection and debt control, grow and diversity revenue and value for money in expenditure through the integrated financial plan.....	64
Table 46:	To enhance the public profile, reputation and positioning of the Nama Khoi Municipality.. ..	65
Table 47:	To provide a framework for Municipal Transformation and Institutional development...	69
Table 48:	To initiate, lead and sustain an environment for job creation in the Nama Khoi Municipal Area	70
Table 49:	To institutionalize community-based planning at strategic and operational levels	70

LIST OF FIGURES

Figure 1:	Total Revenue (excluding capital transfers and contributions)	8
Figure 2:	Total Expenditure	9
Figure 3:	Comparison between Revenue and Expenditure	10
Figure 4:	Budgeted capital expenditure for 2022/23	58
Figure 5:	Budgeted operating expenditure for 2022/23	59
Figure 6:	Actual operating expenditure per municipal key performance area for the mid-year ending December 2023	60
Figure 7:	Actual operating expenditure per municipal key performance area for the mid-year ending December 2023	61
Figure 8:	Overall actual performance of indicators for the mid-year ending 31 December 2023 ..	63
Figure 9:	Overall actual performance of indicators for the mid-year ending 31 December 2023 ..	63
Figure 10:	Performance Key	64

LIST OF GRAPHS

Graph 1:	Overall actual strategic performance.....	62
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