



Nama Khoi Municipality

12 October 2023

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY REPORT FOR THE PERIOD ENDING 30 September 2023 (MONTHLY BUDGET STATEMENT) – 2023/2024 FINANCIAL YEAR.

1. PURPOSE

71. (1) The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the financial affairs for that month and the financial year up to the end of that month:

2. STRATEGIC OBJECTIVE

The strategic objective of this report is to ensure good governance, financial viability, and optimal institutional transformation with the capacity to execute its mandate.

For the reporting period ended 30 September 2023

3. QUERIES AND SUGGESTIONS

***The financial services division will appreciate it if all queries and suggestions can be addressed to the Chief Financial Officer in writing.**

Please note that the municipality wishes to notify the reader that information is subject to correction.

4. REPORT FOR THE PERIOD ENDING 30 September 2023

This report is based on financial information, as of 30 September 2023, and is available at the time of preparation.

The financial results for the period ended 30 September are summarised as follows:

Statement of Financial Performance (SFP) (Annexure B – TABLE C4)

The summary report indicates the following:

Table of Contents

Page 3	Table C4-Financial Performance
Page 4	CHART 1- Revenue by source
Page 5	CHART 2 – Expenditure by type
Page 6	Table C3 – Revenue and Expenditure by Vote
Page 8	CHART 3 – Revenue by Vote & Variances
Page 8	CHART 4 – Expenditure by Vote & Variances
Page 9	Capital Expenditure
Page 10	Cash Flow Statement
Page 11	Debtors Age Analysis
Page 14	Creditors age analysis
Page 16	Employee Related Cost
Page 17	Other Financial Information
Page 21	Financial Implications/Recommendations
Page 24	Interdepartmental and Cluster Impact
Page 25	Quality Certificate
Page 26	Annexure A
Page 28	C-Schedule Table of contents

NC062 Nama Khoi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September						
Description	Budget Year 2023/24					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue						
Service charges - Electricity	149 047 037	8 995 569	28 583 428	37 261 761	- 8 678 333	77
Service charges - Water	57 175 742	3 473 182	10 023 376	14 293 935	- 4 270 559	70
Service charges - Waste Water Management	22 427 989	1 254 660	3 840 943	5 607 000	- 1 766 057	69
Service charges - Waste management	26 639 689	1 453 060	4 457 882	6 659 919	- 2 202 037	67
Sale of Goods and Rendering of Services	791 655	85 372	256 220	197 916	58 304	129
Agency services	399 827	-	13 927	99 957	- 86 030	14
Interest earned from Receivables	15 342 307	1 752 175	5 327 277	3 835 575	1 491 702	139
Interest from Current and Non Current Assets	2 084 695	374 775	1 252 750	521 172		240
Rent on Land	1 194 450	94 299	283 573	298 614	- 15 041	95
Rental from Fixed Assets	3 240 262	238 100	575 405	810 069	- 234 664	71
Licence and permits	1 586 366	84 019	418 899	396 591	22 308	106
Operational Revenue	339 897	35 857	99 208	84 975	14 233	117
Property rates	57 427 711	33 874	50 790 942	14 356 920	36 434 022	354
Fines, penalties and forfeits	574 854	9 983	23 098	143 715	- 120 617	16
Transfers and subsidies - Operational	69 179 000	1 272 495	28 163 527	17 294 751	10 868 776	163
Interest	4 186 773	464 739	1 417 246	1 046 694	370 552	135
Total Revenue (excluding capital transfers and contributions)	411 638 254	19 622 159	135 527 701	102 909 564	32 618 137	132
Expenditure By Type						
Employee related costs	102 966 854	8 127 237	24 471 203	25 741 743	- 1 270 540	95
Remuneration of councillors	6 758 975	563 247	1 690 241	1 689 741	500	100
Bulk purchases - electricity	138 000 000	11 381 004	37 492 166	34 500 000	2 992 166	109
Inventory consumed	65 596 037	3 608 480	9 597 645	16 399 023	- 6 801 378	59
Depreciation and amortisation	81 663 419	-	-	20 415 855	- 20 415 855	-
Interest	2 702 525	1 895 290	7 757 143	675 630	7 081 513	1 148
Contracted services	42 469 709	1 820 399	3 692 973	10 617 453	- 6 924 480	35
Irrecoverable debts written off	21 985 649	-	-	5 496 417	- 5 496 417	-
Operational costs	33 559 641	1 060 571	5 287 304	8 389 902	- 3 102 598	63
Other Losses	8 420 552	-	-	2 105 139	- 2 105 139	-
Total Expenditure	504 123 361	28 456 228	89 988 675	126 030 903	36 042 228	71
Surplus/(Deficit)	- 92 485 107	- 8 834 069	45 539 026	- 23 121 339	68 660 365	-

Description	Budget Year 2023/24					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue						
Service charges - Electricity	149 047 037	8 995 569	28 583 428	37 261 761	- 8 678 333	77
Service charges - Water	57 175 742	3 473 182	10 023 376	14 293 935	- 4 270 559	70
Service charges - Waste Water Management	22 427 989	1 254 660	3 840 943	5 607 000	- 1 766 057	69
Service charges - Waste management	26 639 689	1 453 060	4 457 882	6 659 919	- 2 202 037	67
Sale of Goods and Rendering of Services	791 655	85 372	256 220	197 916	58 304	129
Agency services	399 827	-	13 927	99 957	- 86 030	14
Interest earned from Receivables	15 342 307	1 752 175	5 327 277	3 835 575	1 491 702	139
Interest from Current and Non Current Assets	2 084 695	374 775	1 252 750	521 172		240
Rent on Land	1 194 450	94 299	283 573	298 614	- 15 041	95
Rental from Fixed Assets	3 240 262	238 100	575 405	810 069	- 234 664	71
Licence and permits	1 586 366	84 019	418 899	396 591	22 308	106
Operational Revenue	339 897	35 857	99 208	84 975	14 233	117
Property rates	57 427 711	33 874	50 790 942	14 356 920	36 434 022	354
Fines, penalties and forfeits	574 854	9 983	23 098	143 715	- 120 617	16
Transfers and subsidies - Operational	69 179 000	1 272 495	28 163 527	17 294 751	10 868 776	163
Interest	4 186 773	464 739	1 417 246	1 046 694	370 552	135
Total Revenue (excluding capital transfers and contributions)	411 638 254	19 622 159	135 527 701	102 909 564	32 618 137	132

Explanation on YTD variance % - e.g. 104% means that the municipality billed 4% more than what was budgeted and 98% means the municipality billed 2% less than what was budgeted.

Variances to be discussed in the Institutional and Finance Committee

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; additionally, it should not be confused with the collection rate as variances relate to the expected budgeted versus the actual billing.

The municipality is struggling to bill for all services as required meaning that services such as water and electricity are not being used as budgeted mostly because of by-passing.

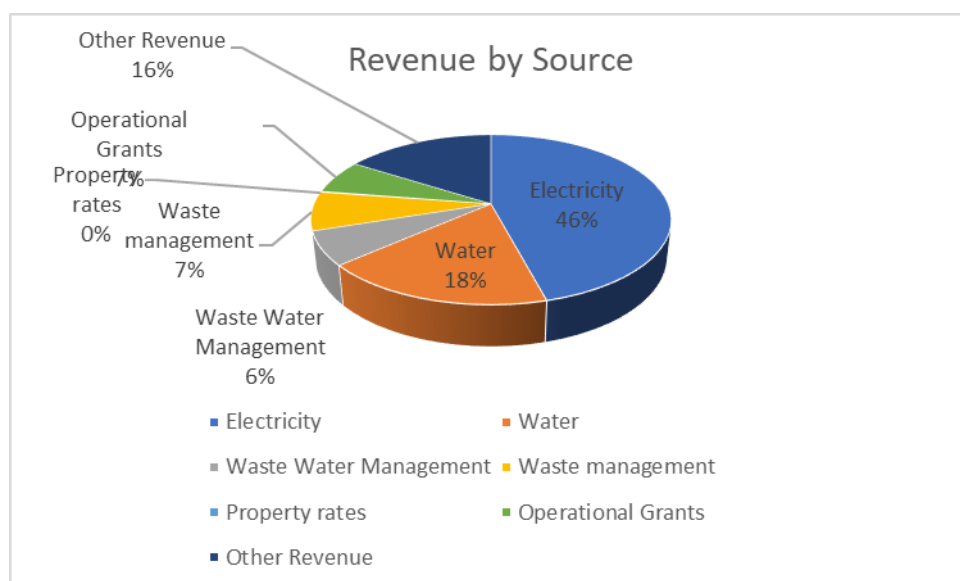
Fines, licenses, & permits vary from month to month and are difficult to budget.

Property rates were billed as ones, but it is also indicated as a monthly bill on the customer statement as per the budgeted amount.

Equitable share is received in three phases although the usage is spread over several months.

CHART 1

The following chart shows the revenue by source for the month of 30 September 2023 in terms of revenue as a percentage of total revenue.



Expenditure By Type	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Employee related costs	102 966 854	8 127 237	24 471 203	25 741 743	- 1 270 540	95
Remuneration of councillors	6 758 975	563 247	1 690 241	1 689 741	500	100
Bulk purchases - electricity	138 000 000	11 381 004	37 492 166	34 500 000	2 992 166	109
Inventory consumed	65 596 037	3 608 480	9 597 645	16 399 023	- 6 801 378	59
Depreciation and amortisation	81 663 419	-	-	20 415 855	- 20 415 855	-
Interest	2 702 525	1 895 290	7 757 143	675 630	7 081 513	1 148
Contracted services	42 469 709	1 820 399	3 692 973	10 617 453	- 6 924 480	35
Irrecoverable debts written off	21 985 649	-	-	5 496 417	- 5 496 417	-
Operational costs	33 559 641	1 060 571	5 287 304	8 389 902	- 3 102 598	63
Other Losses	8 420 552	-	-	2 105 139	- 2 105 139	-
Total Expenditure	504 123 361	28 456 228	89 988 675	126 030 903	- 36 042 228	71

Notes on variances above/under 10%

Variances to be discussed in the Institutional and Finance Committee

Matter of Concern

Finance Charges - These relate to the expenses incurred on the ESKOM account which is a fruitless and wasteful expenditure, The municipality cannot budget for such expenditures although the municipality anticipates that they might be incurred in the financial year. The municipality also received interest on an outstanding account from Vaal Central Water (Bloem Water)

Bulk Electricity and Water Inventory – Please see invoices and payments below under creditors analysis.

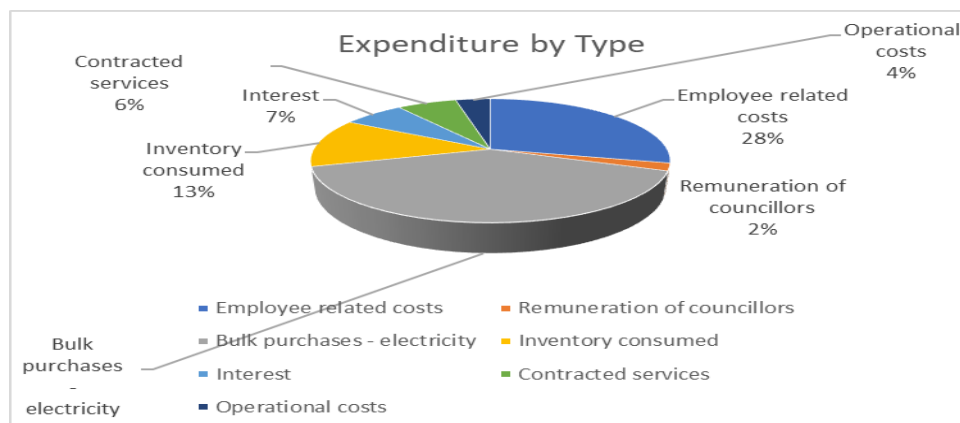
Debt impairment and Depreciation - the municipality asset register is not linked to the financial systems and journals are only passed at year-end

Contracted services and other expenditures – related to the day-to-day operations are mostly dependent on a positive cash flow, if the municipality does not have the necessary funds available expenditures are only incurred for the most important expenditure items.

Inventory consumed – The municipality did not make any payments towards Bloem Water as it did not receive payments from Bloem Water towards the electricity account.

CHART 2

The following chart shows the expenditure by type in terms of expenditure at a percentage of total expenditure, Chart as per the information above



The table below indicates revenue and expenditure by vote

Annexure B – Table C3

NC062 Nama Khoi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September						
Vote Description	Budget Year 2023/24					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue by Vote						
Vote 1 - EXECUTIVE MAYOR AND COUNCIL (10: IE)	317 835	31 227	94 566	79 458	15 108	119
Vote 2 - MUNICIPAL MANAGER (11: IE)	1 490 993	262 862	412 024	372 747	39 277	111
Vote 3 - CORPORATE SERVICES (13: IE)	3 073 746	223 530	439 108	768 441	- 329 333	57
Vote 4 - FINANCIAL SERVICES (15: IE)	145 696 631	3 573 375	86 361 250	36 424 149	49 937 101	237
Vote 5 - COMMUNITY SERVICES: COMM DEV (16: IE)	30 134 440	1 710 803	5 459 230	7 533 615	- 2 074 385	72
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY (17: IE)	2 066 610	96 951	313 776	516 651	- 202 875	61
Vote 7 - INFRASTRUCTURE;ENG AND TECHNICAL (18: IE)	265 456 999	13 723 411	42 447 747	66 364 254	- 23 916 507	64
Total Revenue by Vote	448 237 254	19 622 159	135 527 701	112 059 315	23 468 386	121
Expenditure by Vote						
Vote 1 - EXECUTIVE MAYOR AND COUNCIL (10: IE)	10 100 816	731 938	2 088 279	2 525 199	- 436 920	83
Vote 2 - MUNICIPAL MANAGER (11: IE)	14 728 580	1 119 271	3 379 802	3 682 149	- 302 347	92
Vote 3 - CORPORATE SERVICES (13: IE)	33 853 494	1 978 608	5 501 065	8 463 387	- 2 962 322	65
Vote 4 - FINANCIAL SERVICES (15: IE)	37 437 975	3 988 978	15 145 167	9 359 493	5 785 674	162
Vote 5 - COMMUNITY SERVICES: COMM DEV (16: IE)	63 746 744	1 315 174	3 899 084	15 936 699	- 12 037 615	24
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY (17: IE)	11 667 561	776 575	2 431 133	2 916 891	- 485 758	83
Vote 7 - INFRASTRUCTURE;ENG AND TECHNICAL (18: IE)	332 588 191	18 545 684	57 544 145	83 147 085	- 25 602 940	69
Total Expenditure by Vote	504 123 361	28 456 228	89 988 675	126 030 903	- 36 042 228	71
Surplus/ (Deficit) for the year	- 55 886 107	- 8 834 069	45 539 026	- 13 971 588	59 510 614	

Reasons for variances above/under 10%

Variances to be discussed in the Institutional and Finance Committee

CHART 3

The following chart shows the revenue by vote for 30 September 2023

	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue by Vote						
Vote 1 - EXECUTIVE MAYOR AND COUNCIL (10: IE)	317 835	31 227	94 566	79 458	15 108	119
Vote 2 - MUNICIPAL MANAGER (11: IE)	1 490 993	262 862	412 024	372 747	39 277	111
Vote 3 - CORPORATE SERVICES (13: IE)	3 073 746	223 530	439 108	768 441	- 329 333	57
Vote 4 - FINANCIAL SERVICES (15: IE)	145 696 631	3 573 375	86 361 250	36 424 149	49 937 101	237
Vote 5 - COMMUNITY SERVICES: COMM DEV (16: IE)	30 134 440	1 710 803	5 459 230	7 533 615	- 2 074 385	72
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY (17: IE)	2 066 610	96 951	313 776	516 651	- 202 875	61
Vote 7 - INFRASTRUCTURE;ENG AND TECHNICAL (18: IE)	265 456 999	13 723 411	42 447 747	66 364 254	- 23 916 507	64
Total Revenue by Vote	448 237 254	19 622 159	135 527 701	112 059 315	23 468 386	121

Notes on Table Above

Revenue billed does not necessarily mean the monies have collected the actual cash

It must be noted Revenue by function includes capital revenue recognized resulting in the difference when compared to revenue by source.

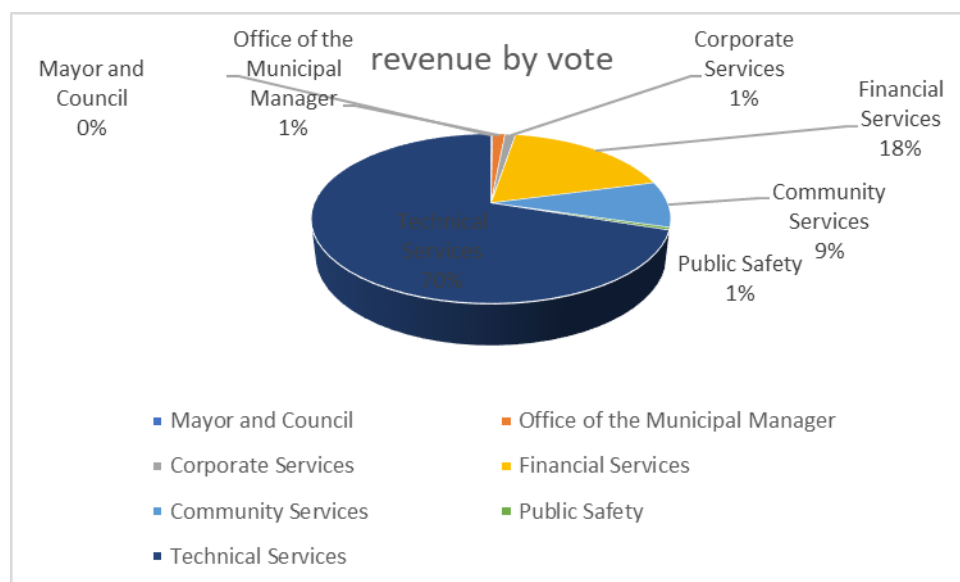
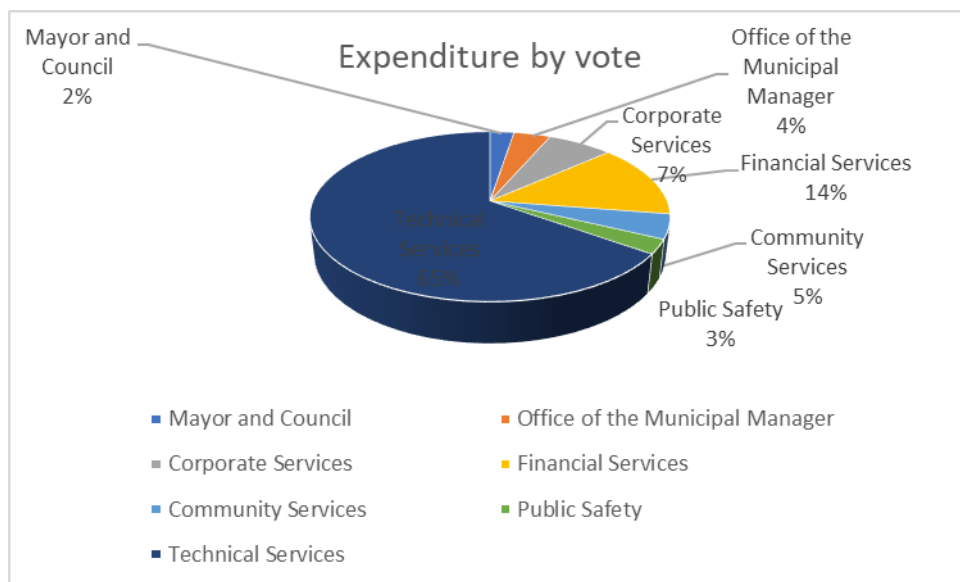


CHART 4

Expenditure by Vote	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Vote 1 - EXECUTIVE MAYOR AND COUNCIL (10: IE)	10 100 816	731 938	2 088 279	2 525 199	- 436 920	83
Vote 2 - MUNICIPAL MANAGER (11: IE)	14 728 580	1 119 271	3 379 802	3 682 149	- 302 347	92
Vote 3 - CORPORATE SERVICES (13: IE)	33 853 494	1 978 608	5 501 065	8 463 387	- 2 962 322	65
Vote 4 - FINANCIAL SERVICES (15: IE)	37 437 975	3 988 978	15 145 167	9 359 493	5 785 674	162
Vote 5 - COMMUNITY SERVICES: COMM DEV (16: IE)	63 746 744	1 315 174	3 899 084	15 936 699	- 12 037 615	24
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY (17: IE)	11 667 561	776 575	2 431 133	2 916 891	- 485 758	83
Vote 7 - INFRASTRUCTURE;ENG AND TECHNICAL (18: IE)	332 588 191	18 545 684	57 544 145	83 147 085	- 25 602 940	69
Total Expenditure by Vote	504 123 361	28 456 228	89 988 675	126 030 903	- 36 042 228	71

The following chart shows the expenditure by vote for 30 September 2023



Reasons for variances above/under 10%

Variances to be discussed in the Institutional and Finance Committee

Capital expenditure report (Annexure B – Table C5)

The Capital expenditure report shown in Annexure B has been prepared based on the format required by the National Treasury.

Please note Capital Expenditure is subject to correction.

Capital Expenditure 30 September 2023					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
Capital Expenditure - Functional Classification					
Executive and council	17 100 000	-	-	4 275 000	- 4 275 000
Planning and development	-	28 556	28 556	-	28 556
Energy sources	1 600 000	-	-	399 999	- 399 999
Water management	600 000	-	-	150 000	- 150 000
Waste water management	36 599 000	-	-	9 149 751	- 9 149 751
Waste management	-	-	-	-	-
Other	-	-	-	-	-
Total Capital Expenditure - Functional Classification	55 899 000	28 556	28 556	13 974 750	- 13 946 194
Funded by:					
National Government	36 599 000	-	-	9 149 751	- 9 149 751
Internally generated funds	19 300 000	28 556	28 556	4 824 999	- 4 796 443
Total Capital Funding	55 899 000	28 556	28 556	13 974 750	- 13 946 194

Capital expenditure and projects are discussed in the Infrastructure Committee meeting

CASH FLOW STATEMENT AT 30 September 2023

NC062 Nama Khoi - Table C7 Monthly Budget Statement - Cash Flow - M03 September

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		4 165	13 744	-	13 744	#DIV/0!	-
Service charges		170 063	306 391		10 568	18 581	-	18 581	#DIV/0!	-
Other revenue		42 029	7 876		6 193	36 471	106 593	(70 123)	-66%	426 372
Transfers and Subsidies - Operational		59 387	14 029		2 706	69 042	-	69 042	#DIV/0!	-
Transfers and Subsidies - Capital		9 375	36 599		2 021	2 033	-	2 033	#DIV/0!	-
Interest		-	2 085		-	-	521	(521)	-100%	2 085
Dividends		-	-		-	-	-	-		-
Payments										
Suppliers and employees		(290 632)	(389 100)		(17 654)	(64 790)	(97 275)	(32 485)	33%	(389 100)
Interest		(2 275)	(2 703)		-	(3 577)	(676)	2 901	-429%	(2 703)
Transfers and Subsidies		-	-		-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		31 718	36 654	-	7 999	71 504	9 164	(62 340)	-680%	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)		-	94	-	(94)	#DIV/0!	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 070)	(55 899)	-	-	94	-	(94)	#DIV/0!	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-		-	-	-	-		-
Borrowing long term/refinancing		25 000	-		-	-	-	-		-
Increase (decrease) in consumer deposits		-	-		-	-	-	-		-
Payments										
Repayment of borrowing		(440)	-		-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		24 560	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		51 208	(19 245)	-	7 999	71 598	9 164			36 654
Cash/cash equivalents at beginning:		(4 438)	24 517		(2 450)	(7 008)	24 517			(7 008)
Cash/cash equivalents at month/year end:		46 770	5 272		5 549	64 590	19 706			-

Notes on the Cash Flow Statement

Please note that opening and closing balances are subject to correction and include conditional grants.

Balance in condition grants also includes a loan that was transferred to the interest-bearing account and incorrectly shows under operational grants.

Municipality Council has approved the upgrade from Promun 2 to Promun 3 where the Cash Flow Statement amongst other issues on the C-Schedule will be dealt with.

Debtors Age Analysis - Annexure B -Table SC3

The debtor's age analysis report shown in Annexure B has been prepared based on the format required by the National Treasury. The following report shows the debtor's outstanding on 30 September 2023.

Debtors Age Analysis 30 September 2023						
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	4 183 195	2 535 767	2 131 308	1 662 333	94 328 251	104 840 854
Electricity	6 277 204	3 271 926	1 952 620	1 524 037	80 909 290	93 935 077
Property Rates	5 544 377	1 615 047	1 370 173	1 173 284	68 884 816	78 587 697
Waste Water Management	1 320 666	730 922	616 343	480 871	22 559 536	25 708 338
Waste Management	1 860 061	1 138 921	1 022 045	813 767	46 686 581	51 521 375
Receivables from Exchange Transactions - Property Rental Debtors	373 470	327 078	256 907	227 451	14 832 806	16 017 712
Total By Income Source	19 558 973	9 619 661	7 349 396	5 881 743	328 201 280	370 611 053
Debtors Age Analysis By Customer Group					-	
Organs of State	2 786 920	968 324	595 796	341 703	8 365 020	13 057 763
Commercial	7 908 432	3 833 431	2 356 476	1 973 389	101 679 636	117 751 364
Households	8 863 621	4 817 906	4 397 124	3 566 651	218 156 624	239 801 926
Total By Customer Group	19 558 973	9 619 661	7 349 396	5 881 743	328 201 280	370 611 053

The debtor's outstanding for more than 121 days amounts to R328 201 280.

Debtors are increasing every month if the period is more than 60 days and 90 days are checked it is clear there is a constant increase, on the debtor's books there are many disputes which result in no or low payments on accounts. Several past action plans and debt collection procedures have been introduced but have not been successful. Debt control reports will be submitted to show the success and challenges of recovering debt.

Actions done by the Income Department

Actions done by the Income Department

Month statements were sent to consumers via SMS – [9474](#) and via e-mail [3241](#)

[DISCONNECTIONS NOTICES: 74](#)

[CUT OF LIST: 75](#)

[FINAL DEMANDS: 22](#)

Water team:

Repair water pipe - [2](#)

Meter Replacement – [13](#)

Inspections - [7](#)

ELECTRICITY Team:

Bypass Repair – 3

Inspections - 26

Cut off - 75

Bypasses Confirmed - 19

Meter Replacement - 7

Disconnection on Pole - 4

Indigents

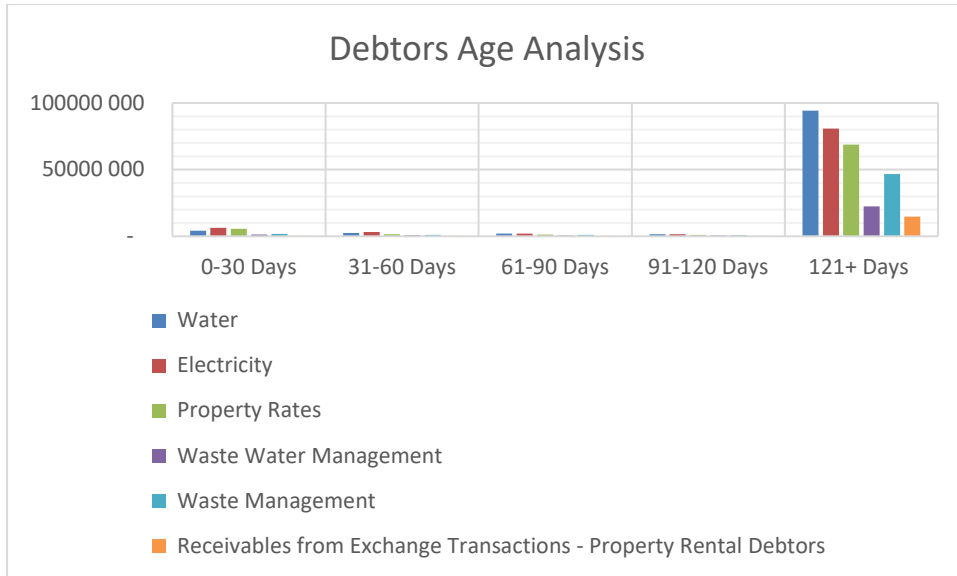
For the month ended 30 September 2023 Nama Khoi - 5144 indigents

Increase: 116 from the previous month, Consumers can apply throughout the financial year

Chart 8 – Debtors per revenue source

Debtors Age Analysis 30 September 2023						
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	4 183 195	2 535 767	2 131 308	1 662 333	94 328 251	104 840 854
Electricity	6 277 204	3 271 926	1 952 620	1 524 037	80 909 290	93 935 077
Property Rates	5 544 377	1 615 047	1 370 173	1 173 284	68 884 816	78 587 697
Waste Water Management	1 320 666	730 922	616 343	480 871	22 559 536	25 708 338
Waste Management	1 860 061	1 138 921	1 022 045	813 767	46 686 581	51 521 375
Receivables from Exchange Transactions - Property Rental Debtors	373 470	327 078	256 907	227 451	14 832 806	16 017 712
Total By Income Source	19 558 973	9 619 661	7 349 396	5 881 743	328 201 280	370 611 053

The following chart shows the debtors outstanding per revenue source, Chart as per the information above

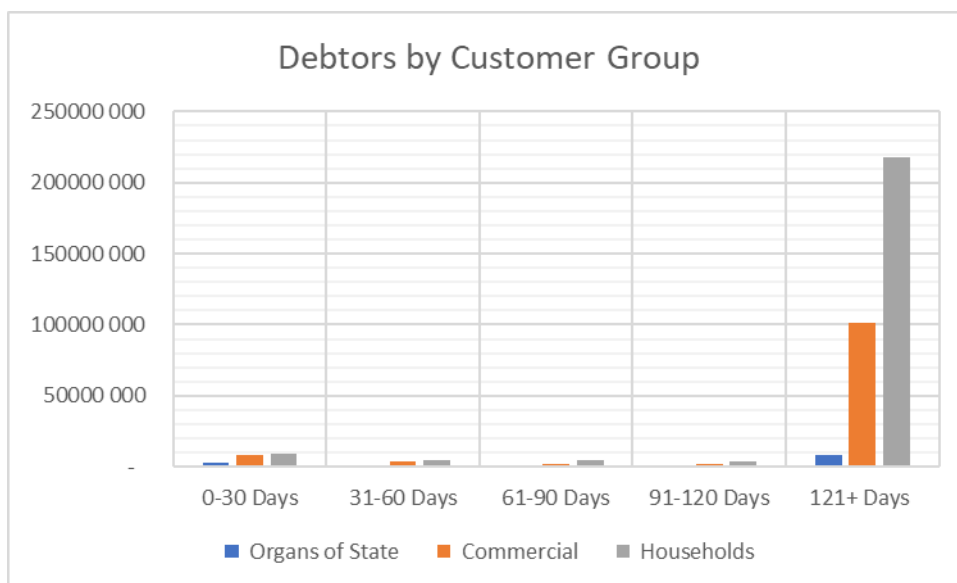


Debtor Age Analysis by Category

Debtors Age Analysis By Customer Group	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Organs of State	2 786 920	968 324	595 796	341 703	8 365 020	13 057 763
Commercial	7 908 432	3 833 431	2 356 476	1 973 389	101 679 636	117 751 364
Households	8 863 621	4 817 906	4 397 124	3 566 651	218 156 624	239 801 926
Total By Customer Group	19 558 973	9 619 661	7 349 396	5 881 743	328 201 280	370 611 053

CHART 9

The following chart shows the outstanding debtors per category, as per the information above.



CREDITORS Age Analysis - Annexure B -Table SC4

The creditor's age analysis report shown in Annexure B has been prepared based on the format required by the National Treasury.

The following report shows the creditor's outstanding on 30 September 2023.

Creditors Ane Analysis 30 September 2023						
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121+ Days	Total
Creditors Age Analysis By Customer Type						
Bulk Electricity	14 848 490	- 1 702 725	2 343 508	6 156 722	219 607 543	241 253 538
Bulk Water	3 607 207	- 12 449 419	4 210 619	4 124 044	214 695 115	214 187 566
Trade Creditors	- 73 151	590 415	- 416 435	1 464 836	640 820	2 206 485
Auditor General	-	413 050	-	-	810 816	1 223 866
Other	7 654	- 421 058	- 78 942	- 250 000	1 095 202	352 856
Total By Customer Type	18 390 200	- 13 569 737	6 058 750	11 495 602	436 849 496	459 224 311

Creditors Analysis

Please note creditors' report is subject to correction

From the creditors' age analysis, the municipality has two main creditors: ESKOM and Sedibeng.

The municipality applied for the Debt Relief Program and was successful in the application, furthermore payments made during September and October is per agreement with ESKOM.

The municipality have a National Dispute with Sedibeng Water now Central Vaal Water

The municipality has all other creditors in control with the municipality either having verbal agreements or payment arrangements.

SEDIBENG WATER / Bloem 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	The municipality made a payment to Central Vaal Water in relation to outstanding payments for the previous financial, this was after a payment was received from Central Vaal Water, reconciliation will be made and the difference in outstanding balances will discuss between the parties
AUG	4 913 224	2 552 317	- 1 658 302	5 807 239	3 880 457	3 250 073	- 1 032 768	Payment was made for the account on July 2023
SEPT	3 607 207	-	- 2 606 033	1 001 174	4 030 935	2 527 288	- 7 638 142	
OCT			- 1 000 000	1 000 000			-	Partial payment made
	10 178 734	2 552 317	- 18 362 643	- 5 631 592	3 501 808	8 444 677	- 6 676 926	

ESKOM							
2023-2024 BULK ELECTRICITY							
	ESKOM BILLING	AMOUNT PAID	SHORTFALL IN ESKOM PAYMENT	Nama Khoi Billing	Actual Cash Received	Difference in Billing	Notes

NC062 Nama Khoi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September						
Summary of Employee and Councillor remuneration	Budget Year 2023/24					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Councillors (Political Office Bearers plus Other)						
Basic Salaries and Wages	5 648 146	466 180	1 423 040	1 412 034	11 006	101
Cellphone Allowance	693 600	57 800	173 400	173 400	-	100
Other benefits and allowances	417 229	39 267	93 801	104 307	- 10 506	90
Sub Total - Councillors	6 758 975	563 247	1 690 241	1 689 741	500	100
Senior Managers of the Municipality						
Basic Salaries and Wages	3 530 398	265 573	920 368	882 600	37 768	104
Pension and UIF Contributions	10 855	354	1 062	2 715	- 1 653	39
Performance Bonus	443 740	-	-	110 937	- 110 937	-
Motor Vehicle Allowance	1 546 588	25 764	77 292	386 649	- 309 357	20
Cellphone Allowance	80 864	2 637	7 911	20 217	- 12 306	39
Housing Allowances	190 770	11 809	35 427	47 691	- 12 264	74
Other benefits and allowances	664	16 375	66	165	- 99	40
Long service awards	35 835	-	-	8 958	- 8 958	-
Sub Total - Senior Managers of Municipality	5 839 714	322 512	1 042 126	1 459 932	- 417 806	71
Other Municipal Staff						
Basic Salaries and Wages	61 062 509	5 125 849	15 308 078	15 265 632	42 446	100
Pension and UIF Contributions	9 700 260	803 485	2 411 964	2 425 065	- 13 101	99
Medical Aid Contributions	4 328 448	331 960	925 097	1 082 112	- 157 015	85
Overtime	6 962 609	624 312	1 996 083	1 740 654	255 429	115
Performance Bonus	4 621 059	525 798	1 300 322	1 155 264	145 058	113
Motor Vehicle Allowance	3 109 403	4 263	13 707	777 354	- 763 647	2
Cellphone Allowance	213 156	17 762	53 286	53 286	-	100
Housing Allowances	1 045 372	73 014	221 924	261 345	- 39 421	85
Other benefits and allowances		265 657			-	
Payments in lieu of leave		9 550			-	
Acting and post related allowance		23 075			-	
Sub Total - Other Municipal Staff	91 042 816	7 804 725	22 230 461	22 760 712	- 530 251	98
Total Parent Municipality	103 641 505	8 690 484	24 962 828	25 910 385	- 947 557	96
Total Employee Cost	96 882 530	8 127 237	23 272 587	24 220 644		
Revenue	411 638 254	19 622 159	135 527 701	102 909 564		
Expenditure	504 123 361	28 456 228	89 988 675	126 030 903		
%Employee Cost to Revenue	24	41	17	24		
%Employee Cost to Expenditure	19	29	26	19		

Employee-related cost to total expenditure – Please note employee cost against expenditure amounts to 29

Example MFMA Circular 124 (paragraphs 3.7.)

Quarterly average collection rate (MFMA Circular 124 paragraphs 3.7.1 - 3.7.3)

Total average collection for July 2023 - September 2023) (quarter preceding the application)

1. The total average quarterly collection of all revenue excluding Equitable Share and conditional grants
2. The total average quarterly collection of municipal property rates
3. The total average quarterly collection of Electricity
4. The total average quarterly collection of Water
5. The total average quarterly collection of Wastewater
4. The total average quarterly collection of Solid Waste

104%
155%
121%
75%
58%
68%

MFMA Circular 124 - paragraphs 3.7.4 and 3.7.5

COLLECTION RATE - per ward - rates and per service - (July 2023 to September 2023) (quarter preceding the application)

Wards / Services	Municipal supplied/ Eskom supplied/ Partial Eskom and municipal supplied	July billed	July Collected	August billed	August Collected	September billed	September collected	Collection %	Quarter 1 Billed	Quarter 1 collected	Collection %
Total September 2023		19 459 493	15 895 893	19 872 176	26 295 205	19 193 668	18 465 228	96%	58 525 337	60 656 325	104%
Ward/Service point - Komaggas		-	-	-	-	-	-	43%	-	-	38%
Property Rates Tax		142 105	31 346	142 105	61 121	140 209	224 399	160%	424 419	316 866	75%
Electricity	Eskom supplied	-	-	-	-	-	-	-	-	-	-
Water		344 789	50 129	201 240	142 930	278 111	37 006	13%	824 140	230 065	28%
Refuse		220 269	33 381	220 269	87 673	220 430	18 817	9%	660 968	139 871	21%
Sewerage		36 525	7 670	36 525	63 489	36 525	8 545	23%	109 575	79 704	73%
VAT		743 687	122 526	600 139	355 213	675 275	288 768		2 019 102	766 507	
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Steinkopf		-	-	-	-	-	-	33%	-	-	42%
Property Rates Tax		299 245	144 425	299 245	167 607	290 372	162 062	56%	888 862	474 094	53%
Electricity	Eskom supplied	-	-	-	-	-	-	-	-	-	-
Water		670 969	225 698	586 091	339 568	707 448	222 406	31%	1 964 509	787 672	40%
Refuse		370 337	76 255	370 337	177 121	370 661	86 083	23%	1 111 335	339 459	31%
Sewerage		290 843	72 144	290 843	292 810	290 428	71 927	25%	872 114	436 881	50%
VAT		1 631 395	518 522	1 546 516	977 106	1 658 909	542 477		4 836 820	2 038 105	
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Springbok		-	-	-	-	-	-	112%	-	-	110%
Property Rates Tax		2 526 552	2 884 308	2 526 552	5 169 265	2 459 418	4 903 047	199%	7 512 522	12 956 620	172%
Electricity	Municipal supplied	5 575 608	4 982 797	5 634 059	6 240 394	5 172 173	5 129 036	99%	16 381 841	16 352 227	100%
Water		2 016 551	1 906 593	2 035 384	2 101 232	2 351 392	1 944 474	83%	6 403 327	5 952 299	93%
Refuse		1 005 204	816 147	1 005 204	888 869	1 005 268	783 684	78%	3 015 676	2 488 700	83%
Sewerage		994 332	707 461	994 332	850 664	994 684	693 335	70%	2 983 347	2 251 460	75%
VAT		12 118 247	11 297 307	12 195 532	15 250 424	11 982 935	13 453 576		36 296 713	40 001 307	
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Okiep		-	-	-	-	-	-	70%	-	-	155%
Property Rates Tax		297 183	320 752	301 094	420 691	293 326	473 391	161%	891 603	1 214 833	136%
Electricity	Municipal supplied	671 233	558 931	640 378	5 122 951	549 081	242 651	44%	1 860 692	5 924 533	318%
Water		528 969	415 740	546 769	546 288	555 376	360 416	65%	1 631 114	1 322 445	81%
Refuse		329 113	172 844	329 113	183 231	329 113	161 015	49%	987 339	517 090	52%
Sewerage		242 693	157 939	242 693	169 859	242 693	145 834	60%	728 078	473 632	65%
VAT		2 069 190	1 626 206	2 060 046	6 443 020	1 969 589	1 383 307		6 098 825	9 452 534	
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Nababeep		-	-	-	-	-	-	94%	-	-	93%
Property Rates Tax		305 735	309 536	305 735	711 547	301 663	606 926	201%	913 133	1 628 010	178%
Electricity	Municipal supplied	438 717	542 336	456 578	575 576	282 556	325 842	115%	1 177 651	1 443 854	123%
Water		420 644	303 068	645 360	328 720	473 968	255 009	54%	1 548 972	886 797	57%
Refuse		268 674	115 718	268 674	128 054	268 836	163 347	61%	806 183	407 120	50%
Sewerage		226 526	97 487	226 526	188 276	226 526	111 774	49%	679 577	397 537	58%
VAT		1 669 295	1 368 145	1 902 873	1 932 274	1 553 348	1 462 899		5 125 516	4 763 317	
Interest		-	-	-	-	-	-	-	-	-	-
Ward/Service point - Concordia		-	-	-	-	-	-	99%	-	-	88%
Property Rates Tax		267 946	200 513	267 946	437 865	262 826	456 481	174%	798 718	1 094 859	137%
Electricity	Municipal supplied	260 643	307 510	446 585	316 822	375 050	454 962	121%	1 082 278	1 079 294	100%
Water		314 599	272 427	468 047	362 202	330 760	247 165	75%	1 113 405	881 794	79%
Refuse		313 384	139 251	313 384	165 028	313 869	135 699	43%	940 637	439 977	47%
Sewerage		71 108	43 487	71 108	55 250	71 108	39 895	56%	213 324	138 631	65%
VAT		1 227 679	963 187	1 567 070	1 337 167	1 353 614	1 334 201		4 148 363	3 634 555	
Interest		-	-	-	-	-	-	-	-	-	-

Notes on Collection Rate Above

The municipality managed an average collection rate of 96% for August.

Property rates payments boosted the collection rates overall

<p style="text-align: center;">NAMA KHOI LOCAL MUNICIPALITY</p> <p style="text-align: center;">Financial Year: 2023/2024</p> <p style="text-align: center;">Consolidated Report on Various Deposits</p> <p style="text-align: center;">Period: All Periods Ended 31 September 2023</p> <p style="text-align: center;">Nedbank: Interest Account: 037881154675</p>					
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				5 000 000,00	5 000 000,00
Balance : 01 July 2023	17 725 632,85			2 056 921,29	19 782 554,14
<u>Receipts</u>	0,00	26 421 000,00	553 327,12	2 726 682,47	29 701 009,59
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
<u>Withdrawal</u>	0,00	-24 546 591,91	0,00	0,00	-24 546 591,91
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
<u>Closing Balance: 30 September 2023</u>	17 725 632,85	1 874 408,09	553 327,12	14 783 603,76	29 936 971,82

Notes on the Table above

The municipality has call accounts where Grants are kept while there are unspent, these call accounts generate interest, and the interest generated is transferred to an interest-bearing account.

The municipality uses the interest-bearing account for various transfers as illustrated above, the nature of the transactions above will be discussed at the Financial Economic Institutional Committee.

NAMA KHOI MUNICIPALITY VAT 201 VAT REG. 4890198585 VAT CATEGORY: C ACCOUNTING BASE : PAYMENT BASE VAT RECONCILIATION Financial Year : 2023/2024 PERIOD : SEPTEMBER 2023										
Output										
Date Submit		Description		Standard rate (Excluding capital goods and/or services and accomodation	Standard rate (Excluding capital goods and/or services and accomodation	Zero rate (excluding goods exported)	Exempt & non supplies		VAT Value	Control
	1	VAT JUL		14 568 868,46	1 900 287,19	30 332 514,86	2 793 564,72		1 900 287,19	
	2	VAT AUGUST		20 537 357,57	2 678 785,77	10 366 712,19	2 625 132,07		2 678 785,77	
Total Amount				R 14 568 868,46	R 1 900 287,19	R 30 332 514,86	R 2 793 564,72		4 579 072,96	
Input Tax										
Date Submit	Period	Description	Capital goods and/ or service supplied to you	VAT Value	Other Goods and/ or service supplied to you (not capital goods)	VAT Value	Other	VAT Value	VAT Value	Paid (+) Refund (-)
	1	VAT JUL			14 060 119,06	1 833 928,57			1 833 928,57	66 358,62
	2	VAT AUGUST			31 453 886,48	4 102 680,84			4 102 680,84	-1 423 895,07
Total Amount				R -	R -	R 14 060 119,06	R 1 833 928,57	R -	R -	5 936 609,42
VAT Reconciliation										
OPENING BALANCE 01/07/23										210 284,92
MINUS CORRECTIONS										
MINUS CORRECTIONS (PREVIOUS YEAR BALANCE NOT YET CORRECTED)										
TAX DEDUCTED FROM VAT CREDIT (REFERENCE STATEMENT OF ACCOUNT - JOURNAL DEBT EQUALISATION AUTOMATED PROC) Late payment issue - in relation to Mr Magerman- co authorised payment signee										-92 586,65
MINUS PAYMENT										
TOTAL OUTPUT TAX										-4 579 072,96
TOTAL INPUT TAX										5 936 609,42
REFUNDS DURING THE YEAR										-1 331 308,42
PAYMENTS DURING THE YEAR										66 358,62
VAT PAYABLE/ REFUNDABLE										
CLOSING BALANCE 30/09/23										210 284,92

Notes on the above table

Interest payable by the municipality to be discussed at Financial Economic Institutional Committee.

RFI TRACKER				
RFI TRACKER	Column1	Column2	Column3	Column4
RFI	ISSUE DATE	DUE DATE	SUBMITTED DATE	SUBMITTED
1	08-Aug-23	11-Aug-23	11-Aug-23	YES
2	21-Aug-23	23-Aug-23	23-Aug-23	YES
3	21-Aug-23	23-Aug-23	23-Aug-23	YES
4	22-Aug-23	24-Aug-23	23-Aug-23	YES
5	28-Aug-23	31-Aug-23	31-Aug-23	YES
6	29-Aug-23	01-Sep-23	31-Aug-23	YES
7	29-Aug-23	01-Sep-23	31-Aug-23	YES
8	29-Aug-23	01-Sep-23	01-Sep-23	YES
9	29-Aug-23	01-Sep-23	31-Aug-23	YES
10	30-Aug-23	04-Sep-23	04-Sep-23	YES
11	30-Aug-23	04-Sep-23	04-Sep-23	YES
12	30-Aug-23	04-Sep-23	04-Sep-23	YES (COUNCIL DECLARATION PARTIALLY SUBMITTED)
13	31-Aug-23	05-Sep-23	06-Sep-23	YES
14	31-Aug-23	05-Sep-23	07-Sep-23	YES (PARTIALLY)
15	31-Aug-23	05-Sep-23	07-Sep-23	YES
16	04-Sep-23	07-Sep-23	07-Sep-23	YES
17	05-Sep-23	07-Sep-23	07-Sep-23	YES
18	08-Sep-23	12-Sep-23	13-Sep-23	YES
19	13-Sep-23	15-Sep-23	22-Sep-23	YES
20	13-Sep-23	18-Sep-23	18-Sep-23	YES
21	13--Sep-23	18-Sep-23	18-Sep-23	YES
22	14-Sep-23	19--Sep-23	28-Sep-23	YES
23	20-Sep-23	22-Sep-23	22-Sep-23	YES
24	20-Sep-23	22-Sep-23	29-Sep-23	YES
25	20-Sep-23	26-Sep-23	26-Sep-23	YES (FR QUESTIONNAIRE)
26	20-Sep-23	26-Sep-23	26-Sep-23	YES
27	08-Sep-23	Info that was outsta	29-Sep-23	YES
28	28-Sep-23	03-Oct-23	29-Sep-23	YES
29	28-Sep-23	03-Oct-23	03-Oct-23	YES
30	29-Sep-23	03-Oct-23	03-Oct-23	YES
31	29-Sep-23	03-Sep-23	03-Oct-23	YES (HARD COPIES)
32	02-Oct-23	05-Oct-23	05-Oct-23	YES
33	02-Oct-23	05-Oct-23	10-Oct-23 As agreed With AG	YES (HARD COPIES)
34	03-Oct-23	05-Oct-23	05-Oct-23	YES
35	03-Oct-23	05-Oct-23	04-Oct-23	YES
36	03-Oct-23	05-Oct-23		ASS VERIFICATIONS
37	04-Oct-23	06-Oct-23	06-Oct-23	YES
38	03-Oct-23	06-Oct-23	06-Oct-23	YES
39	03-Oct-23	06-Oct-23	06-Oct-23	YES
40	05-Oct-23	10-Oct-23	10-Oct-23	YES
41	05-Oct-23	10-Oct-23	10-Oct-23	YES
42	06-Oct-23	10-Oct-23	10-Oct-23	YES
43	06-Oct-23	11-Oct-23	11-Oct-23	YES

Notes on the table above

The Municipality managed to keep up to date with the RFI's requested thus far

Financial Implications /Recommendations

Revenue by Type:

64. (1) A municipality's accounting officer is responsible for managing the municipality's revenue. (2) The accounting officer must for the purposes of subsection (1) take all reasonable steps to ensure— (a) that the municipality has effective revenue collection systems consistent with section 95 of the Municipal Systems Act and the municipality's credit control and debt collection policy; (b) that revenue due to the municipality is calculated on a monthly basis; (c) that accounts for municipal tax and charges for municipal services are prepared on a monthly basis, or less often as Augustbe prescribed where monthly accounts are uneconomical; (d) that all money received is promptly deposited in accordance with this Act into the municipality's primary and other bank accounts; (e) that the municipality has and maintains a management, accounting and information system which— (i) recognises revenue when it is earned; (ii) accounts for debtors; and (iii) accounts for receipts of revenue; (f) that the municipality has and maintains a system of internal control in respect of debtors and revenue, as Augustbe prescribed; (g) that the municipality charges interest on arrears, except where the council has granted exemptions in accordance with its budget-related policies and within a prescribed framework; and (h) that all revenue received by the municipality, including revenue received by any collecting agent on its behalf, is reconciled at least on a weekly basis. (3) The accounting officer must immediately inform the National Treasury of any payments due by an organ of state to the municipality regarding municipal tax or for municipal services if such payments are regularly in arrears for more than 30 days. (4) The accounting officer must take all reasonable steps to ensure— (a) that any funds collected by the municipality on behalf of another organ of state are transferred to that organ of state at least every week; and

(b) that such funds are not used for purposes of the municipality

Expenditure by type:

65. (1) The accounting officer of a municipality is responsible for the management of the expenditure of the municipality. (2) The accounting officer must for the purpose of subsection (1) take all reasonable steps to ensure— (a) that the municipality has and maintains an effective system of expenditure control, including procedures for the approval, authorisation, withdrawal and payment of funds; (b) that the municipality has and maintains a management, accounting and information system which— (i) recognises expenditure when it is incurred; (ii) accounts for creditors of the municipality; and (iii) accounts for payments made by the municipality; (c) that the municipality has and maintains a system of internal control in respect of creditors and payments; (d) that payments by the municipality are made— (i) directly to the person to whom it is due unless agreed otherwise for reasons as Augustbe prescribed; and (ii) either electronically or by way of non-transferable cheques, provided that cash payments and payments by way of cash cheques Augustbe made for exceptional reasons only, and only up to a prescribed limit; (e) that all money owing by the municipality be paid within 30 days of receiving the relevant invoice or statement, unless prescribed otherwise for certain categories of expenditure; (f) that the municipality complies with its tax, levy, duty, pension, medical aid, audit fees and other statutory commitments; (g) that any dispute concerning payments due by the

municipality to another organ of state is disposed of in terms of legislation regulating disputes between organs of state; (h) that the municipality's available working capital is managed effectively and economically in terms of the prescribed cash management and investment framework; (i) that the municipality's supply chain management policy referred to in section 111 is implemented in a way that is fair, equitable, transparent, competitive and cost-effective; and (j) that all financial accounts of the municipality are closed at the end of each month and reconciled with its records.

Capital Expenditure:

19. (1) A municipality Augustspend money on a capital project only if— (a) the money for the project, excluding the cost of feasibility studies conducted by or on behalf of the municipality, has been appropriated in the capital budget referred to in section 17(2); (b) the project, including the total cost, has been approved by the council; (c) section 33 has been complied with, to the extent that that section Septemberapplies to the project; and (d) the sources of funding have been considered, are available and have not been committed for other purposes. (2) Before approving a capital project in terms of subsection (1)(b), the council of a municipality must consider— (a) the projected cost covering all financial years until the project is operational; and (b) the future operational costs and revenue on the project, including municipal tax and tariff implications. (3) A municipal council Augustin terms of subsection (1)(b) approves capital projects below a prescribed value either individually or as part of a consolidated capital program.

Cash Flow Statement:

Expenditure should be linked to the cash flow budget, once cash is less than budget corrections must be done to avoid the municipality running into cash flow problems. The municipality should strive to use the cash received wisely and for the intended purpose as planned. The municipality should strive to spend less cash than it has received to avoid going into a negative cash balance. Revenue/Cash recovery must be structured so that the old outstanding funds received will be used to either settle outstanding creditors or fund projects that can enhance revenue recovery.

Debtors Analysis

The municipality needs to ensure better distribution of information to the community as well as Councillors. The distribution of monthly accounts should be 100% correct and all methods of distributing accounts should be explored with the best methods being introduced for the different wards. The municipality must also establish a better workflow between departments to ensure the community won't end up with unnecessary accounts.

Creditors Analysis

The municipality must adhere to paying monthly creditors on time, and old outstanding debt must be prioritized and linked to the Funded Budget Plan. Intervention is needed regarding the outstanding debt of bulk services. The municipality should strive to receive accounts that can be serviced every month; therefore, communication between all relevant parties is vital. The municipality needs to finalize the action plans against the two biggest creditors.

General Note**Circular 124 Debt Relief**

Monthly monitoring tool to be submitted.

Funded Budget Plan and Cost Containment Report

Progress on the Funded Budget completed as required, report will be submitted as required.

Progress on the Cost Containment Report is completed as required, report it will be submitted as required.

6. Interdepartmental and cluster impact

This report is prepared to achieve MFMA compliance.

7. Comments of the Head: Legal Services

The above-mentioned report as such does not call for legal clarification.

8. Conclusion

This report was compiled in accordance compliance with section 71 of the MFMA, by providing a statement to the Council containing certain financial particulars.

Prepared By:

Heinri Cloete

Chief Financial Officer

NAMAKHOI MUNICIPALITY QUALITY CERTIFICATE

I,, the Municipal Manager of Nama Khoi Municipality, hereby certify that
—

- The monthly report on the implementation of the municipal budget and financial state affairs for the month ending 30 September 2023 has been prepared by the Municipal Finance Management Act 71 and regulations made under that Act.

Print Name: J I Swartz

Municipal Manager of Nama Khoi Municipality

Signature:.....

Date:

Annexure A

Reports and reportable matters

Monthly reports statements – Section 71 MFMA

- (1) The accounting officer of a municipality must no later than 10 working days after the end of each month submit to the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and the financial year up to the end of that month:
 - (a) Actual revenue, per revenue source
 - (b) Actual borrowings
 - (c) Actual expenditure per vote
 - (d) Actual capital expenditure per vote
 - (e) The amount of any allocations received
 - (f) Actual expenditure on those allocations, excluding expenditure on –
 - (i) Its share of the local government equitable share, and
 - (ii) Allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
 - (g) When necessary, an explanation of –
 - (i) Any material variances from the municipality projected revenue by source, and from the municipality's expenditure projections per vote;
 - (ii) Any material variances from the service delivery and budget implementation plan; and
 - (iii) Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget
- (2) The statement must include –
 - (a) A projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and
 - (b) The prescribed information relating to the state of the budget of each municipal entity the municipality in terms of section 87 (10)
- (3) The amounts reflected in the statement must in each case be compared with corresponding amounts budgeted for in the municipality's approved budget

- (4) The statement to the provincial treasury must be in the format of a signed document and the electronic format.
- (5) The accounting officer of a municipality that has received an allocation referred to in subsection (1) (e) during any particular month must by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1) (e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.
- (6) The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the municipalities' budgets per municipality and municipal entity
- (7) The provincial treasury must, within 30 days after the end of each quarter, make public as prescribed, a consolidated statement in the prescribed format on the state of municipalities' budget per municipality and municipal entity. The MEC for finance must submit such consolidated statements to the provincial legislature no later than 45 days after the end of each quarter.

NAMA KHOI MUNICIPALITY SCHEDULE C MONTHLY BUDGET STATEMENT	
General information and contact information	
Main tables	Consolidated Monthly Statements
Table C1-SUM	Summary
Table C2-FinPer SC	Financial Performance (standard classification)
Table C2C	Financial Performance (standard classification)
Table C3-Fin Per V	Financial Performance (revenue and expenditure by municipal vote)
Table C3C	Financial Performance (revenue and expenditure by municipal vote)
Table C4-FinPerRE	Financial Performance (revenue and expenditure)
Table C5-CAPEX	Capital Expenditure (municipal vote, standard classification)
Table C5C	Capital Expenditure (municipal vote, standard classification)
Table C6-FinPos	Financial Position
Table C7-Cflow	Cash Flow
Supporting Tables	
Table SC1	Material variance explanations
Table SC2	Monthly Budget Statement – Performance Indicators
Table SC3	Monthly Budget Statement – Aged debtors
Table SC4	Monthly Budget Statement – Aged creditors
Table S5	Monthly Budget Statement – Investment portfolio
Table SC6	Monthly Budget Statement – Transfer and grant receipts
Table SC7	Monthly Budget Statement – Transfer and grant expenditure
Table SC8	Monthly Budget Statement – Councillor and staff benefits
Table SC9	Monthly Budget Statement – Actual and revised targets for cash receipts
Table SC10	Monthly Budget Statement – Parent Municipality Financial Performance
Table SC11	Monthly Budget Statement – Summary of municipal entities
Table SC 12	Consolidated Monthly Budget Statement – Capital expenditure trend
Table SC13 a	Consolidated Monthly Budget Statement – Capital expenditure on new assets by asset class
Table SC b	Consolidated Monthly Budget Statement – Capital expenditure on renewal of existing assets by asset class
Table SC c	Consolidated Monthly Budget Statement – Expenditure on repairs and maintenance by asset class
Table SC d	Consolidated Monthly Budget Statement – depreciation by asset class
Table SC71	Charts