



Nama Khoi Municipality

12 July 2024

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY REPORT FOR THE PERIOD ENDING 30 June 2024 (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 Mr R Kritzinger 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 June 2024

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 June 2024

This report is based on financial information, as of 30 June 2024, and is available during preparation.

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

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

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 17	Employee Related Cost
Page 17	Other Required Financial Information as per Treasury Guidelines
Page 22	Financial Implications/Recommendations
Page 24	Interdepartmental and Cluster Impact
Page 25	Quality Certificate
Page 26	Annexure A
Page 31	C-Schedule Table of contents

Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June							
Description	Budget Year 2023/24						
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue							
Service charges - Electricity	149,047,037	103,934,214	10,884,226	119,402,834	103,934,214	15,468,620	115
Service charges - Water	57,175,742	55,175,742	4,063,752	44,703,108	55,175,742	- 10,472,634	81
Service charges - Waste Water Management	22,427,989	20,427,989	1,224,562	14,871,172	20,427,989	- 5,556,817	73
Service charges - Waste management	26,639,689	24,639,689	1,410,702	17,171,781	24,639,689	- 7,467,908	70
Sale of Goods and Rendering of Services	791,655	3,738,861	69,904	2,227,156	3,738,861	- 1,511,705	60
Agency services	399,827	89,405	-	100,021	89,405	10,616	112
Interest earned from Receivables	15,342,307	21,257,795	1,976,722	21,773,415	21,257,795	515,620	102
Interest from Current and Non Current Assets	2,084,695	4,218,641	1,118,275	4,321,711	4,218,641		102
Rent on Land	1,194,450	1,194,450	93,358	1,128,620	1,194,450	- 65,830	94
Rental from Fixed Assets	3,240,262	3,240,262	173,824	2,008,270	3,240,262	- 1,231,992	62
Licence and permits	1,586,366	1,586,366	299,196	1,970,022	1,586,366	383,656	124
Operational Revenue	339,897	389,140	53,509	462,935	389,140	73,795	119
Property rates	57,427,711	57,426,530	3,760,675	66,028,112	57,426,530	8,601,582	115
Fines, penalties and forfeits	574,854	574,854	307	274,687	574,854	- 300,167	48
Transfers and subsidies - Operational	69,179,000	69,996,355	1,004,192	68,865,733	69,996,355	- 1,130,622	98
Interest	4,186,773	4,186,773	472,791	5,677,968	4,186,773	1,491,195	136
Operational Revenue	-	-	196,711	815,312	-	815,312	
Other Gains	-	-	-	1,773	-	- 1,773	
Total Revenue (excluding capital transfers and contributions)	411,638,254	372,077,066	26,802,706	371,801,084	372,077,066	- 275,982	100
Expenditure By Type							
Employee related costs	102,966,854	94,803,176	7,885,312	97,966,475	94,803,089	3,163,386	103
Remuneration of councillors	6,758,975	7,302,050	601,590	7,409,637	7,302,044	107,593	101
Bulk purchases - electricity	138,000,000	120,000,000	12,315,946	117,686,026	120,000,000	- 2,313,974	98
Inventory consumed	65,596,037	50,796,000	9,366,460	45,599,142	50,796,000	- 5,196,858	90
Debt impairment	-	22,200,000	-	-	22,200,000	- 22,200,000	-
Depreciation and amortisation	81,663,419	72,391,567	-	-	72,391,567	- 72,391,567	-
Interest	2,702,525	17,225,338	2,700,944	13,860,844	17,225,338	- 3,364,494	80
Contracted services	42,469,709	20,919,000	1,312,565	18,714,577	20,919,000	- 2,204,423	89
Irrecoverable debts written off	21,985,649	1,000,000	-	14,557	1,000,000	- 985,443	1
Operational costs	33,559,641	26,896,882	4,559,296	24,814,395	26,896,856	- 2,082,461	92
Other Losses	8,420,552	3,420,552	-	-	3,420,552	- 3,420,552	-
Total Expenditure	504,123,361	436,954,565	38,742,114	326,065,654	436,954,446	- 110,888,792	75
Surplus/(Deficit)	- 92,485,107	- 64,877,499	- 11,939,408	45,735,430	- 64,877,380	110,612,810	

	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue							
Service charges - Electricity	149,047,037	103,934,214	10,884,226	119,402,834	103,934,214	15,468,620	115
Service charges - Water	57,175,742	55,175,742	4,063,752	44,703,108	55,175,742	- 10,472,634	81
Service charges - Waste Water Management	22,427,989	20,427,989	1,224,562	14,871,172	20,427,989	- 5,556,817	73
Service charges - Waste management	26,639,689	24,639,689	1,410,702	17,171,781	24,639,689	- 7,467,908	70
Sale of Goods and Rendering of Services	791,655	3,738,861	69,904	2,227,156	3,738,861	- 1,511,705	60
Agency services	399,827	89,405	-	100,021	89,405	10,616	112
Interest earned from Receivables	15,342,307	21,257,795	1,976,722	21,773,415	21,257,795	515,620	102
Interest from Current and Non Current Assets	2,084,695	4,218,641	1,118,275	4,321,711	4,218,641		102
Rent on Land	1,194,450	1,194,450	93,358	1,128,620	1,194,450	- 65,830	94
Rental from Fixed Assets	3,240,262	3,240,262	173,824	2,008,270	3,240,262	- 1,231,992	62
Licence and permits	1,586,366	1,586,366	299,196	1,970,022	1,586,366	383,656	124
Operational Revenue	339,897	389,140	53,509	462,935	389,140	73,795	119
Property rates	57,427,711	57,426,530	3,760,675	66,028,112	57,426,530	8,601,582	115
Fines, penalties and forfeits	574,854	574,854	307	274,687	574,854	- 300,167	48
Transfers and subsidies - Operational	69,179,000	69,996,355	1,004,192	68,865,733	69,996,355	- 1,130,622	98
Interest	4,186,773	4,186,773	472,791	5,677,968	4,186,773	1,491,195	136
Operational Revenue	-	-	196,711	815,312	-	815,312	
Other Gains	-	-	-	1,773	-	- 1,773	
Total Revenue (excluding capital transfers and contributions)	411,638,254	372,077,066	26,802,706	371,801,084	372,077,066	- 275,982	100

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

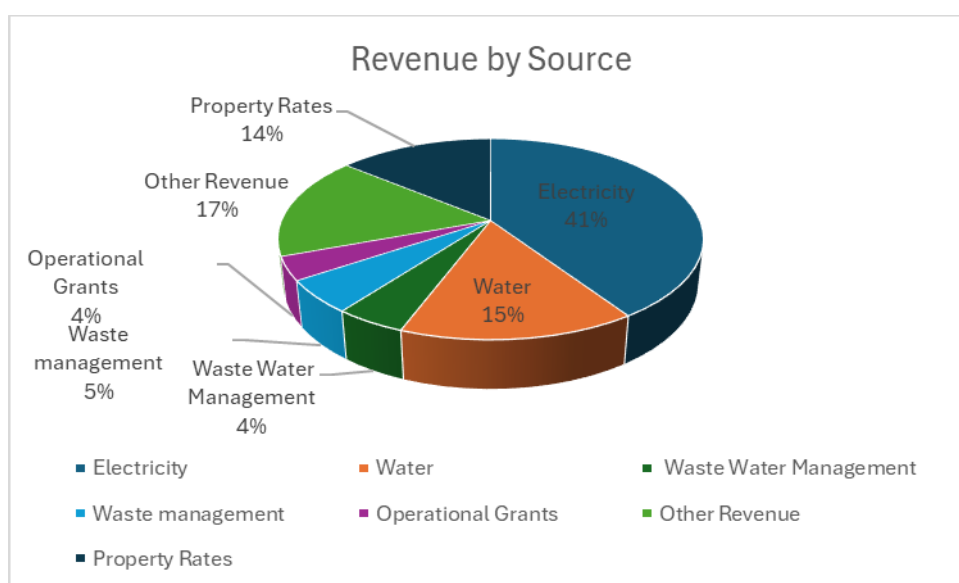
Matters of Concern

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 underperformance of Service Charges is of concern, Cost of Supply studies also indicated that the current tariff structure is not sustainable as the municipality is operating at a loss.

CHART 1

The following chart shows the revenue by source for the month of 30 June 2024 in terms of revenue as a percentage of total revenue.



Expenditure By Type	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Employee related costs	102,966,854	94,803,176	7,885,312	97,966,475	94,803,089	3,163,386	103
Remuneration of councillors	6,758,975	7,302,050	601,590	7,409,637	7,302,044	107,593	101
Bulk purchases - electricity	138,000,000	120,000,000	12,315,946	117,686,026	120,000,000	- 2,313,974	98
Inventory consumed	65,596,037	50,796,000	9,366,460	45,599,142	50,796,000	- 5,196,858	90
Debt impairment	-	22,200,000	-	-	22,200,000	- 22,200,000	-
Depreciation and amortisation	81,663,419	72,391,567	-	-	72,391,567	- 72,391,567	-
Interest	2,702,525	17,225,338	2,700,944	13,860,844	17,225,338	- 3,364,494	80
Contracted services	42,469,709	20,919,000	1,312,565	18,714,577	20,919,000	- 2,204,423	89
Irrecoverable debts written off	21,985,649	1,000,000	-	14,557	1,000,000	- 985,443	1
Operational costs	33,559,641	26,896,882	4,559,296	24,814,395	26,896,856	- 2,082,461	92
Other Losses	8,420,552	3,420,552	-	-	3,420,552	- 3,420,552	-
Total Expenditure	504,123,361	436,954,565	38,742,114	326,065,654	436,954,446	- 110,888,792	75

Notes on variances above/under 10%

Variances to be discussed in the Institutional and Finance Committee

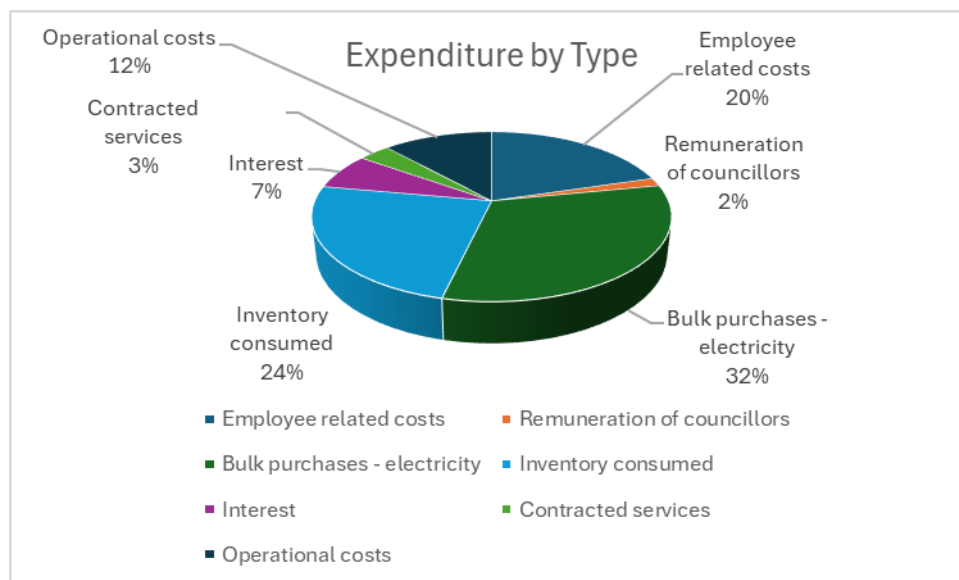
Matter of Concern

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

Low expenditure is due to the cash flow situation of the municipality, the low spending has a direct impact on service delivery initiatives.

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

Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June							
Vote Description	Budget Year 2023/24						
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue by Vote							
MAYOR and COUNCIL	317,835	370,027	29,893	375,606	370,027	5,579	102
MUNICIPAL MANAGER	1,490,993	1,558,286	281,360	1,397,778	1,558,286	- 160,508	90
CORPORATE SERVICES	3,073,746	3,079,599	209,307	1,896,826	3,079,599	- 1,182,773	62
FINANCIAL SERVICES	145,696,631	93,195,657	10,963,773	163,614,002	93,195,657	70,418,345	176
COMMUNITY SERVICES: COMM DEV	30,134,440	43,989,096	- 298,809	11,425,204	43,989,096	- 32,563,892	26
COMMUNITY SERVICES: PUBLSAFETY	2,066,610	1,765,067	306,133	2,017,548	1,765,067	252,481	114
INFRASTRUCTURE;ENG TECHNICAL	265,456,999	264,375,913	20,790,511	203,664,541	264,375,913	- 60,711,372	77
Total Revenue by Vote	448,237,254	408,333,645	32,282,168	384,391,505	408,333,645	- 23,942,140	94
Expenditure by Vote							
MAYOR and COUNCIL	10,100,816	9,408,068	2,076,210	11,005,121	9,408,044	1,597,077	117
MUNICIPAL MANAGER	14,728,580	6,550,807	674,902	12,850,277	6,550,795	6,299,482	196
CORPORATE SERVICES	33,853,494	36,859,520	3,671,387	22,996,858	36,859,506	- 13,862,648	62
FINANCIAL SERVICES	37,437,975	51,382,568	4,866,255	46,235,576	51,382,558	- 5,146,982	90
COMMUNITY SERVICES: COMM DEV	63,746,744	58,505,341	1,380,872	15,559,070	58,505,314	- 42,946,244	27
COMMUNITY SERVICES: PUBLSAFETY	11,667,561	9,870,639	1,004,133	10,255,960	9,870,633	385,327	104
INFRASTRUCTURE;ENG TECHNICAL	332,588,191	264,377,622	25,068,355	207,162,792	264,377,596	- 57,214,804	78
Total Expenditure by Vote	504,123,361	436,954,565	38,742,114	326,065,654	436,954,446	- 110,888,792	75
Surplus/ (Deficit) for the year	- 55,886,107	- 28,620,920	- 6,459,946	58,325,851	- 28,620,801	86,946,652	

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 June 2024

	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue by Vote							
MAYOR and COUNCIL	317,835	370,027	29,893	375,606	370,027	5,579	102
MUNICIPAL MANAGER	1,490,993	1,558,286	281,360	1,397,778	1,558,286	- 160,508	90
CORPORATE SERVICES	3,073,746	3,079,599	209,307	1,896,826	3,079,599	- 1,182,773	62
FINANCIAL SERVICES	145,696,631	93,195,657	10,963,773	163,614,002	93,195,657	70,418,345	176
COMMUNITY SERVICES: COMM DEV	30,134,440	43,989,096	- 298,809	11,425,204	43,989,096	- 32,563,892	26
COMMUNITY SERVICES: PUBLSAFETY	2,066,610	1,765,067	306,133	2,017,548	1,765,067	252,481	114
INFRASTRUCTURE;ENG TECHNICAL	265,456,999	264,375,913	20,790,511	203,664,541	264,375,913	- 60,711,372	77
Total Revenue by Vote	448,237,254	408,333,645	32,282,168	384,391,505	408,333,645	- 23,942,140	94

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.

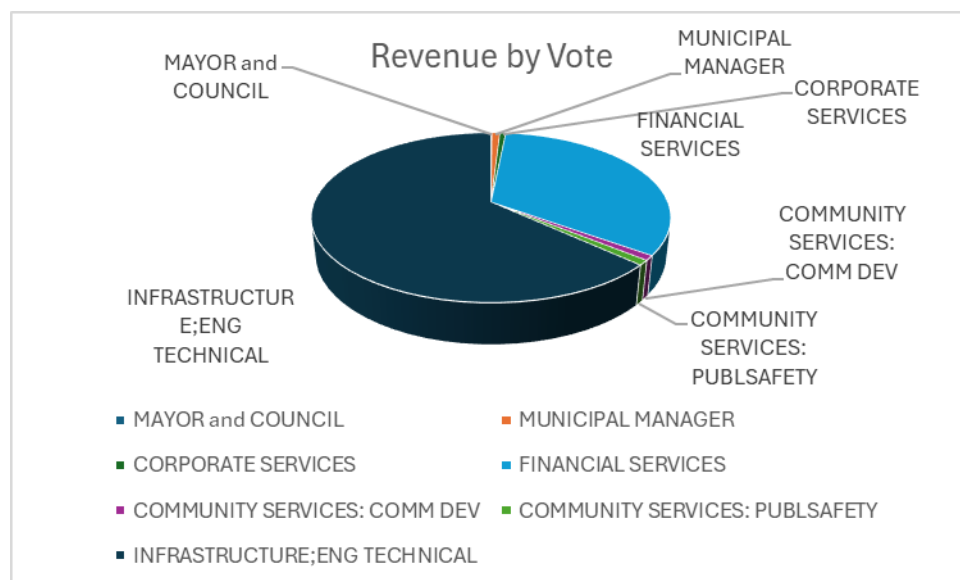
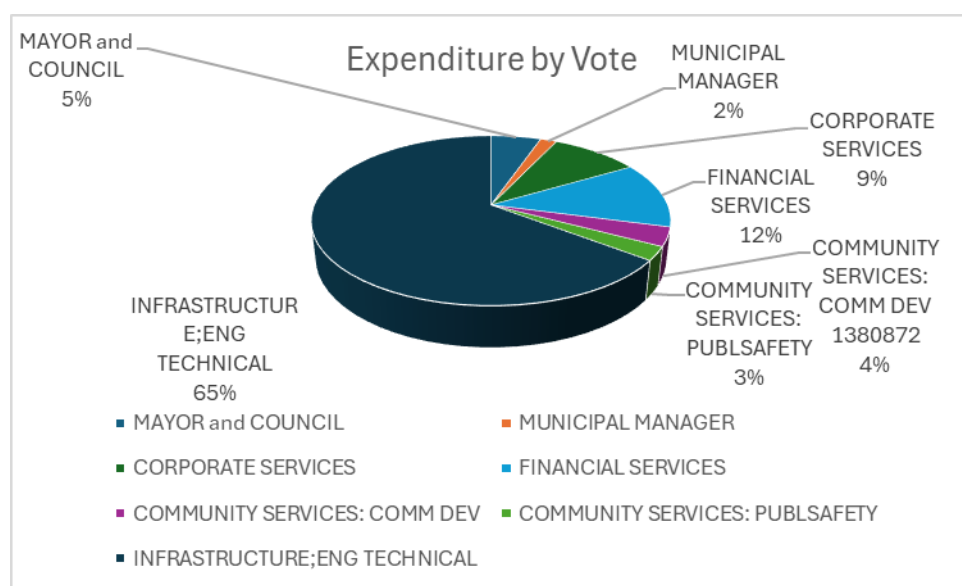


CHART 4

Expenditure by Vote	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
MAYOR and COUNCIL	10,100,816	9,408,068	2,076,210	11,005,121	9,408,044	1,597,077	117
MUNICIPAL MANAGER	14,728,580	6,550,807	674,902	12,850,277	6,550,795	6,299,482	196
CORPORATE SERVICES	33,853,494	36,859,520	3,671,387	22,996,858	36,859,506	- 13,862,648	62
FINANCIAL SERVICES	37,437,975	51,382,568	4,866,255	46,235,576	51,382,558	- 5,146,982	90
COMMUNITY SERVICES: COMM DEV	63,746,744	58,505,341	1,380,872	15,559,070	58,505,314	- 42,946,244	27
COMMUNITY SERVICES: PUBLSAFETY	11,667,561	9,870,639	1,004,133	10,255,960	9,870,633	385,327	104
INFRASTRUCTURE;ENG TECHNICAL	332,588,191	264,377,622	25,068,355	207,162,792	264,377,596	- 57,214,804	78
Total Expenditure by Vote	504,123,361	436,954,565	38,742,114	326,065,654	436,954,446	- 110,888,792	75

The following chart shows the expenditure by vote for 30 June 2024



Reasons for variances above/under 10%

Variances to be discussed in the Institutional and Finance Committee

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. Errors have been submitted to the Service Provider

Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote 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									
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE MAYOR COUNCIL		-	-	-	-	78	-	78	#DIV/0!	-
Vote 2 - MUNICIPAL MANAGER		-	-	550	-	413	550	(137)	-25%	550
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - FINANCIAL SERVICES		-	-	-	-	(5,528)	-	(5,528)	#DIV/0!	-
Vote 5 - COMMUNITY SERVICES: COMM DEV		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY		-	-	-	-	-	-	-	-	-
Vote 7 - INFRASTRUCTURE:ENG TECHNICAL		-	13,599	17,415	4,211	6,478	17,415	(10,937)	-63%	17,415
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	13,599	17,965	4,211	1,439	17,965	(16,525)	-92%	17,965
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE MAYOR COUNCIL		-	17,100	6,000	-	2,451	6,000	(3,549)	-59%	6,000
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY SERVICES: COMM DEV		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY SERVICES: PUBLSAFETY		-	-	-	-	-	-	-	-	-
Vote 7 - INFRASTRUCTURE:ENG TECHNICAL		-	25,200	24,529	778	3,952	24,529	(20,578)	-84%	24,529
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	42,300	30,529	778	6,403	30,529	(24,126)	-79%	30,529
Total Capital Expenditure		-	55,899	48,494	4,989	7,842	48,494	(40,652)	-84%	48,494
Capital Expenditure - Functional Classification										
Governance and administration		-	17,100	6,000	-	(5,480)	6,000	(11,480)	-191%	6,000
Executive and council		-	17,100	6,000	-	2,529	6,000	(3,471)	-58%	6,000
Finance and administration		-	-	-	-	(8,009)	-	(8,009)	#DIV/0!	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	550	-	413	550	(137)	-25%	550
Planning and development		-	-	550	-	413	550	(137)	-25%	550
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	38,799	41,944	4,989	12,910	41,944	(29,034)	-69%	41,944
Energy sources		-	1,600	4,200	-	1,738	4,200	(2,462)	-59%	4,200
Water management		-	600	670	-	-	670	(670)	-100%	670
Waste water management		-	36,599	37,074	4,989	11,172	37,074	(25,902)	-70%	37,074
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	55,899	48,494	4,989	7,842	48,494	(40,652)	-84%	48,494
Funded by:										
National Government		-	36,599	36,257	4,989	11,172	36,257	(25,084)	-69%	36,257
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	36,599	36,257	4,989	11,172	36,257	(25,084)	-69%	36,257
Borrowing	6	-	-	-	-	78	-	78	#DIV/0!	-
Internally generated funds		-	19,300	12,237	-	4,602	12,237	(7,635)	-62%	12,237
Total Capital Funding		-	55,899	48,494	4,989	15,852	48,494	(32,642)	-67%	48,494

Notes

A corrective journal on Finance and Administration passed but does not reflect

Grant expenditure reports are tabled in the Infrastructure Committee

CASH FLOW STATEMENT ON 30 June 2024

Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - M12 June

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		–	61,477	97,512	4,438	48,321	97,512	(49,191)	-50%	97,512
Service charges		–	306,391	241,574	16,798	188,813	241,574	(52,761)	-22%	241,574
Other revenue		–	7,876	–	702	8,924	–	8,924	#DIV/0!	–
Transfers and Subsidies - Operational		–	14,029	–	–	69,545	–	69,545	#DIV/0!	–
Transfers and Subsidies - Capital		–	36,599	–	–	20,272	–	20,272	#DIV/0!	–
Interest		–	2,085	4,219	1,898	29,574	4,219	25,355	601%	4,219
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		–	(389,100)	(265,373)	(23,124)	(187,095)	(145,373)	41,721	-29%	(265,373)
Interest		–	(2,703)	(17,225)	–	(3,584)	(17,225)	(13,642)	79%	(17,225)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	36,654	60,706	713	174,771	180,706	5,936	3%	60,706
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	1,364	125	–	1,710	1,490	220	15%	125
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		–	(55,899)	(47,677)	(5,737)	(10,441)	(47,677)	(37,235)	78%	(47,677)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(54,535)	(47,551)	(5,737)	(8,732)	(46,187)	(37,455)	81%	(47,551)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	19,442	–	19,442	#DIV/0!	–
Borrowing long term/refinancing		–	–	–	–	(1,274)	–	(1,274)	#DIV/0!	–
Increase (decrease) in consumer deposits		–	–	–	7,885	97,966	–	97,966	#DIV/0!	–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	7,885	116,134	–	(116,134)	#DIV/0!	–
NET INCREASE/ (DECREASE) IN CASH HELD										
		–	(17,880)	13,155	2,861	282,173	134,519			13,155
Cash/cash equivalents at beginning:		–	24,517	46,770		46,846	46,770			46,846
Cash/cash equivalents at month/year end:		–	6,637	59,925		329,019	181,289			60,001

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.

Please see the letter from the Service Provider on the errors on the Balance Sheet and the Cash Flow Statement

Reconciliation Summary

Cashbook Opening Balance	✓	1,728,780.19
Payments for Period		--28,151,326.39
Receipts for Period	✓	31,411,710.14
Item/Cashbook	✓	4,989,163.94
Uncleared Payments	✓	0.00
Uncleared Receipts	✓	0.00
	✓	0.00
Unknown Items		
Sub Total	✓	4,989,163.94
Statement Balance	✓	-4,989,163.94
Difference	✓	0.00

Capturer: D SAAL

Approver : H CLOETE

Date :7/12/2024 12:00:00 AM

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 June 2024.

Debtors are subject to correction, municipality experienced challenges while converting to the new system.

Debtors Age Analysis 30 June 2024						
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Debtors Age Analysis By Income Source						
Water	9,807,223	2,843,760	2,588,416	2,511,176	106,082,329	123,832,904
Electricity	14,485,128	2,372,556	1,301,942	954,444	86,584,812	105,698,882
Property Rates	6,697,853	1,664,696	1,501,341	1,380,408	73,158,854	84,403,152
Waste Water Management	2,467,929	682,583	624,603	580,521	25,404,732	29,760,368
Receivables from Exchange Transactions - Waste Management	3,393,512	1,088,420	1,012,376	963,217	52,123,874	58,581,399
Receivables from Exchange Transactions - Property Rental Debtors	48,562	12,794	10,519	10,670	369,922	452,467
Other	159,739	34,398	20,890	141,802	9,936,935	10,293,764
Total By Income Source	37,059,946	8,699,207	7,060,087	6,542,238	353,661,458	413,022,936
Debtors Age Analysis By Customer Group						
Organs of State	2,193,167	474,480	547,180	330,060	8,151,945	11,696,832
Commercial	16,552,155	2,795,096	1,526,482	1,338,940	102,297,812	124,510,485
Households	18,314,624	5,429,631	4,986,425	4,873,238	243,211,701	276,815,619
Total By Customer Group	37,059,946	8,699,207	7,060,087	6,542,238	353,661,458	413,022,936

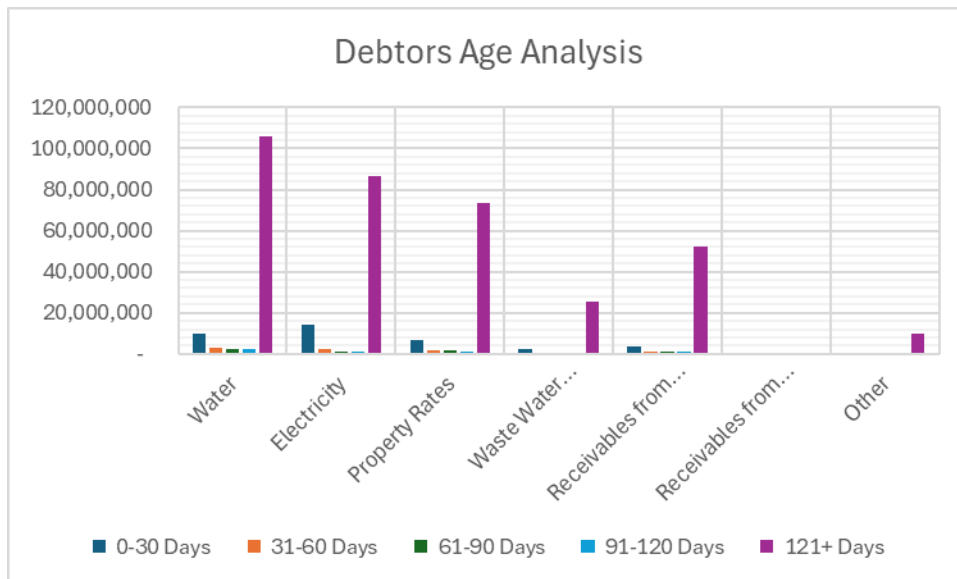
The debtor's outstanding for more than 121 days amounts to R353 661 458

The municipality through the TID rollover process has started to replace faulty and by-passed meters, the results of these actions can be found in the monthly progress reports. Additionally, the municipality has started to write off debt for customers if they are prepared to take prepaid meters to control the municipal outstanding accounts and collect monies before the service is delivered.

Chart 8 – Debtors per revenue source

Debtors Age Analysis By Income Source	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Water	9,807,223	2,843,760	2,588,416	2,511,176	106,082,329	123,832,904
Electricity	14,485,128	2,372,556	1,301,942	954,444	86,584,812	105,698,882
Property Rates	6,697,853	1,664,696	1,501,341	1,380,408	73,158,854	84,403,152
Waste Water Management	2,467,929	682,583	624,603	580,521	25,404,732	29,760,368
Receivables from Exchange Transactions - Waste Management	3,393,512	1,088,420	1,012,376	963,217	52,123,874	58,581,399
Receivables from Exchange Transactions - Property Rental Debtors	48,562	12,794	10,519	10,670	369,922	452,467
Other	159,739	34,398	20,890	141,802	9,936,935	10,293,764
Total By Income Source	37,059,946	8,699,207	7,060,087	6,542,238	353,661,458	413,022,936

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

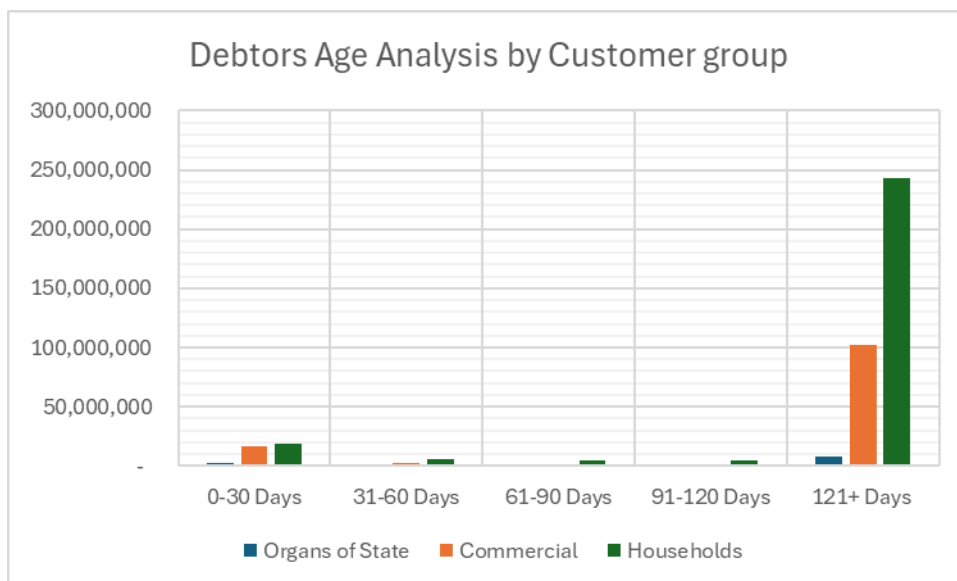


Debtor Age Analysis by Category

Debtors Age Analysis By Customer Group	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121+ Days	Total
Organs of State	2,193,167	474,480	547,180	330,060	8,151,945	11,696,832
Commercial	16,552,155	2,795,096	1,526,482	1,338,940	102,297,812	124,510,485
Households	18,314,624	5,429,631	4,986,425	4,873,238	243,211,701	276,815,619
Total By Customer Group	37,059,946	8,699,207	7,060,087	6,542,238	353,661,458	413,022,936

CHART 9

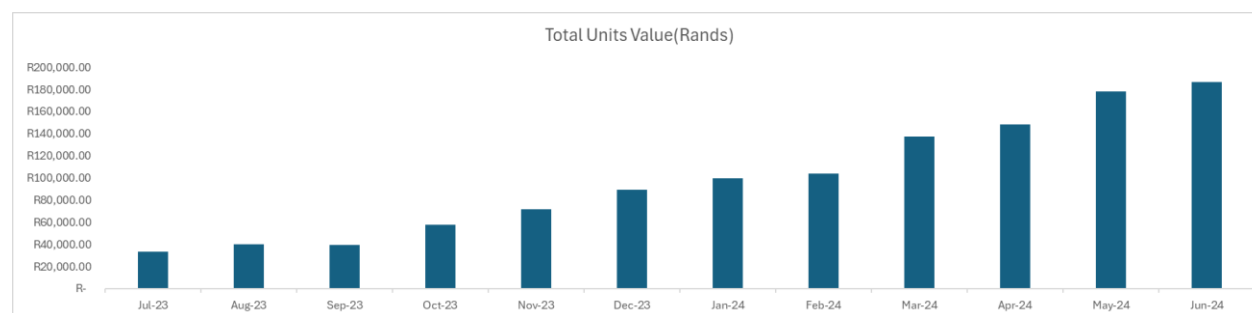
The following chart shows the outstanding debtors per category, as per the information above.



Revenue Enhancement Initiatives/Progress

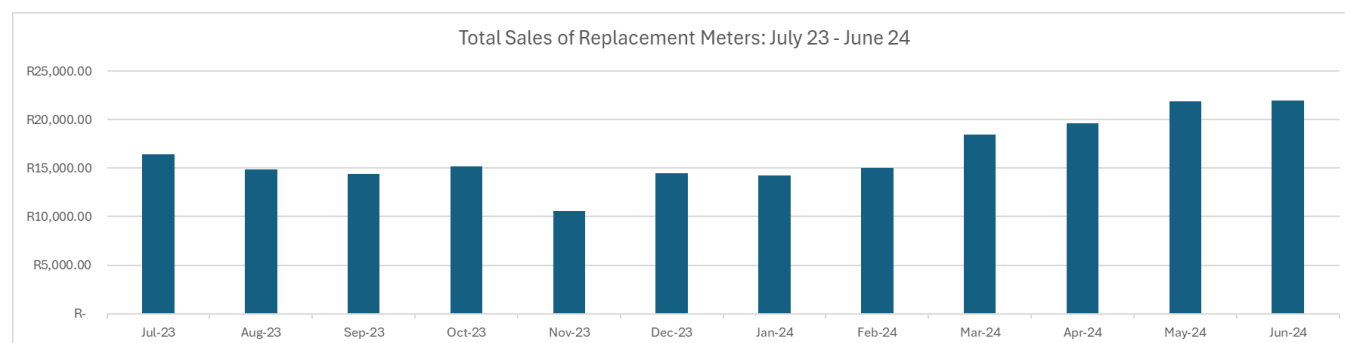
New Meters Installed

Transaction Month	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Total
Total Units Value(Rands)	R33,642.00	R40,375.00	R39,533.00	R57,701.00	R71,725.00	R89,094.00	R99,969.00	R104,108.00	R137,440.00	R148,440.00	R178,149.40	R186,971.00	R1,187,147.40



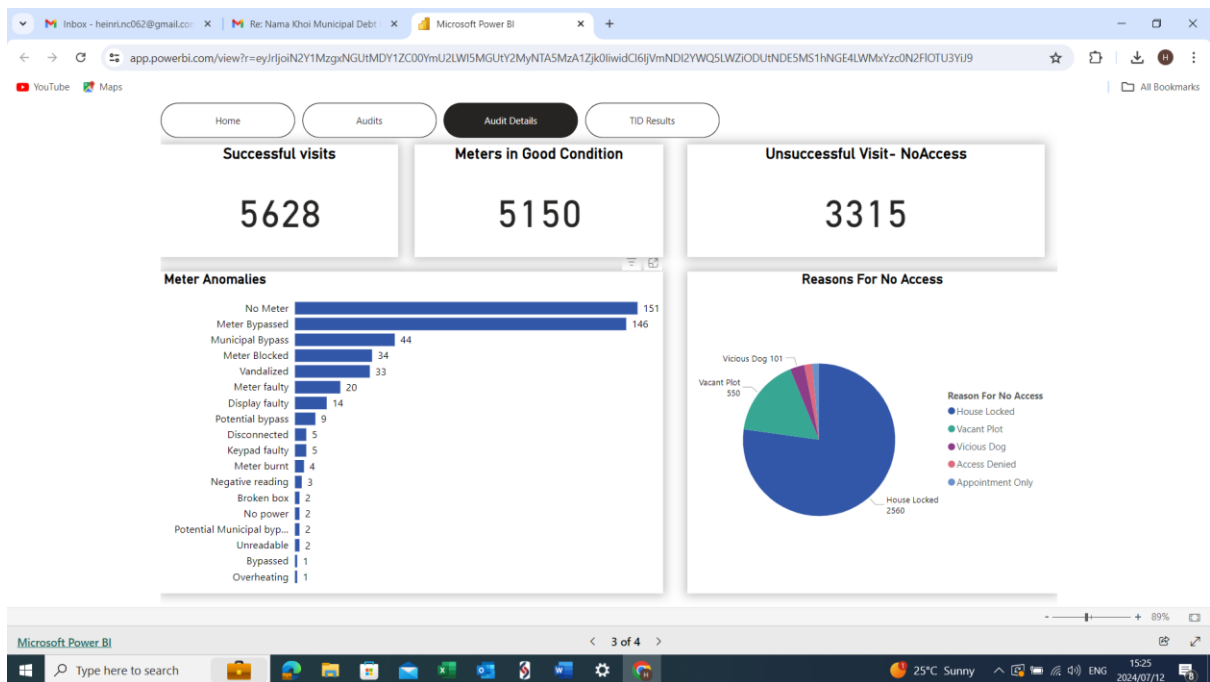
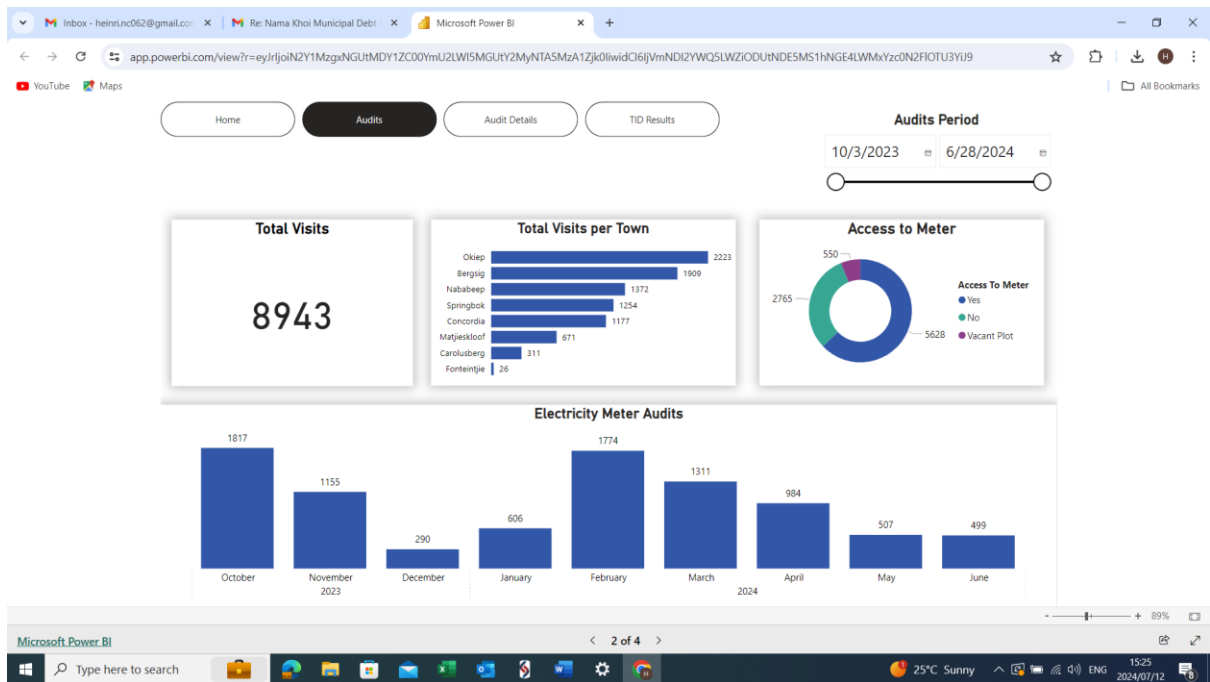
Old Replacement Meters

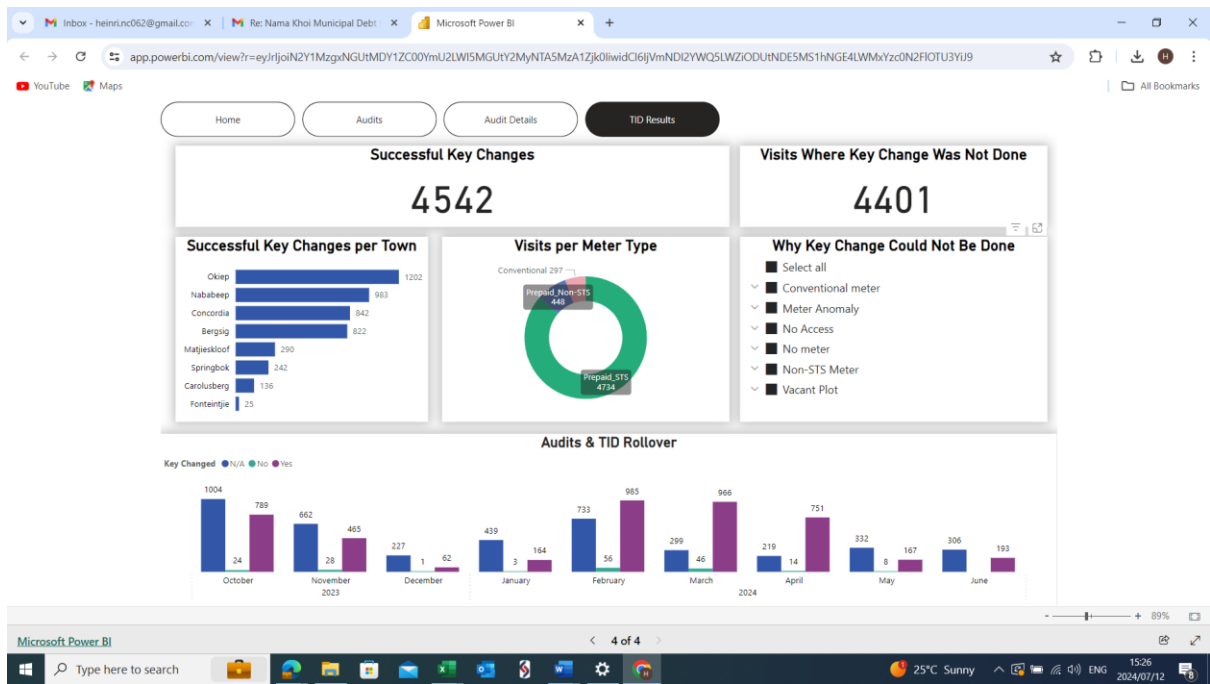
Transaction Month	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Total
Total Value(Vat.Incl)	R16,441.00	R14,875.00	R14,440.00	R15,164.00	R10,610.00	R14,508.00	R14,236.00	R15,034.00	R18,484.00	R19,658.00	R21,912.00	R21,997.00	R197,359.00



Notes on the Above tables

The tables above show the impact the municipality made by installing and replacing faulty electricity meters, progress has been hampered by finances available to purchase prepaid meters, as well as the capacity issues at the municipality, and lastly the availability of a cherry picker to replace meters outside the houses of consumers.





Notes on the information above

The above reports show the progress on the TID Rollover

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 June 2024.

Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June						
Description	Budget Year 2023/24					Total
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121+ Days	
Creditors Age Analysis By Customer Type						
Bulk Electricity	3,920,541	-	8,567,749	22,243	215,556,385	228,066,918
Bulk Water	-	-	-	-	225,737,134	225,737,134
Trade Creditors	18,041,606	653,484	650,370	832,988	3,672,391	23,850,840
Auditor General	-	-	-	-	2,389,173	2,389,173
Other	1,141	44,922	-	-	-	46,063
Total By Customer Type	21,963,288	698,406	9,218,120	855,232	447,355,083	480,090,128

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 thus have been made in consultation with ESKOM.

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

Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June							
Summary of Employee and Councillor remuneration	Budget Year 2023/24						
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Councillors (Political Office Bearers plus Other)							
Basic Salaries and Wages	5,648,146	6,129,003	491,247	6,138,053	6,129,001	9,052	100
Medical Aid Contributions	-	1	7,916	27,139	-	27,139	
Motor Vehicle Allowance	-	1	8,068	24,204	-	24,204	
Cellphone Allowance	693,600	724,202	61,200	775,200	724,200	51,000	107
Other benefits and allowances	417,229	448,843	33,159	445,041	448,843	- 3,802	99
Sub Total - Councillors	6,758,975	7,302,050	601,590	7,409,637	7,302,044	107,593	101
Senior Managers of the Municipality							
Basic Salaries and Wages	3,530,398	843,050	130,114	2,687,781	843,050	1,844,731	319
Pension and UIF Contributions	10,855	156,000	354	4,428	156,000	- 151,572	3
Medical Aid Contributions	-	2	-	-	-	-	
Performance Bonus	443,740	-	-	199,137	-	199,137	
Motor Vehicle Allowance	1,546,588	145,223	26,615	370,023	145,223	224,800	255
Cellphone Allowance	80,864	22,721	2,638	31,654	22,721	8,933	139
Housing Allowances	190,770	12,797	12,199	142,103	12,797	129,306	1,110
Other benefits and allowances	664	630,127	46,761	47,011	630,127	- 583,116	7
Long service awards	35,835	501,000	-	-	501,000	- 501,000	-
Scarcity	-	-	16,893	196,778	-	-	
Sub Total - Senior Managers of Municipality	5,839,714	2,310,920	235,574	3,678,915	2,310,918	1,367,997	159
Other Municipal Staff							
Basic Salaries and Wages	61,062,509	58,476,866	4,813,909	59,366,001	58,476,856	889,145	102
Pension and UIF Contributions	9,700,260	8,672,837	712,184	9,202,107	8,672,820	529,287	106
Medical Aid Contributions	4,328,448	3,167,518	330,078	3,798,600	3,167,512	631,088	120
Overtime	6,962,609	7,476,116	744,759	8,531,802	7,476,114	1,055,688	114
Performance Bonus	4,621,059	4,732,177	344,359	4,673,975	4,732,170	- 58,195	99
Motor Vehicle Allowance	3,109,403	1,316,535	299,218	1,849,019	1,316,530	532,489	140
Cellphone Allowance	213,156	207,844	15,131	198,474	207,841	- 9,367	95
Housing Allowances	1,045,372	878,254	54,887	757,650	878,249	- 120,599	86
Other benefits and allowances	3,297,030	3,245,106	237,439	2,918,073	3,245,085	- 327,012	90
Payments in lieu of leave	1,377,783	2,645,498	31,704	2,173,221	2,645,494	- 472,273	82
Long service awards	307,084	287,134	14,012	254,007	287,133	- 33,126	88
Post-retirement benefit obligations	-	814,000	-	-	814,000	- 814,000	-
Acting and post related allowance	1,102,427	572,371	52,059	564,630	572,367	- 7,737	99
In kind benefits	-	-	-	-	-	-	
Sub Total - Other Municipal Staff	97,127,140	92,492,256	7,649,739	94,287,559	92,492,171	1,795,388	102
Total Parent Municipality	109,725,829	102,105,226	8,486,903	105,376,111	102,105,133	3,270,978	103
Total Employee Cost	102,966,854	94,803,176	7,885,313	97,966,474	94,803,089		
Revenue	411,638,254	372,077,066	26,802,706	371,801,084	372,077,066		
Expenditure	504,123,361	436,954,565	38,742,114	326,065,654	436,954,446		
%Employee Cost to Revenue	25	25	29	26	25		
%Employee Cost to Expenditure	20	22	20	30	22		

Employee-related cost to total expenditure – Please note employee cost against expenditure amounts to 3

National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

Municipal Details						
Northern Cape						
Code		District		Municipality	Period Monitored	No.Of Wards
NC062				Nama Khoi	June	6

Collection Rate Assessment																				
Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2				Q2	Summary - Quarter 3				Q1	Summary - Quarter 4				Q1
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	58,525,337	60,656,325	(2,130,988)	104%	104%	57,292,457	52,310,818	4,981,639	91%	91%	67,495,709	52,002,063	15,493,646	77%	77%	64,777,479	52,897,596	11,879,883	82%	82%
2.Collection <u>excl Eskom supplied areas</u>	51,669,416	57,851,713	(6,182,297)	112%	112%	49,754,091	49,903,493	(149,402)	100%	100%	59,108,209	50,106,468	9,001,741	85%	85%	56,977,794	50,037,994	6,939,800	88%	88%
3.Collection: Property Rates	11,429,257	17,685,282	(6,256,025)	155%	155%	11,305,369	12,978,012	(1,672,643)	115%	115%	11,314,516	11,458,827	(144,311)	101%	101%	11,201,819	12,783,282	(1,581,463)	114%	114%
4.Total average collection: Electricity (Municipal supplied areas)	20,502,462	24,799,908	(4,297,446)	121%	121%	17,186,219	19,979,506	(2,793,287)	116%	116%	21,231,830	19,776,724	1,455,106	93%	93%	27,409,304	23,049,724	4,359,580	84%	84%
5.Total average collection: Water	13,485,466	10,061,073	3,424,393	75%	75%	15,627,782	11,618,410	4,009,372	74%	74%	22,908,237	13,511,248	9,396,989	59%	59%	15,843,487	10,064,077	5,779,410	64%	64%
6.Total average collection: Wastewater	5,586,016	3,777,845	1,808,171	68%	68%	5,648,888	3,454,576	2,194,312	61%	61%	5,195,315	3,214,895	1,980,419	62%	62%	4,522,253	3,439,356	1,082,897	76%	76%
7.Total average collection: Refuse	7,522,137	4,332,218	3,189,919	58%	58%	7,524,198	4,280,313	3,243,885	57%	57%	6,845,812	4,040,369	2,805,443	59%	59%	5,800,616	3,561,157	2,239,459	61%	61%
8.Total average collection: Interest	-	-	-	#DIV/0!	0%	-	-	-	#DIV/0!		-	-	-	#DIV/0!		-	-	-	#DIV/0!	



National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

Province		
NC		
Code	District	Code Description
NC062	Namakwa	Nama Khoi

Monthly Performance Report

Municipal Details			Part A						Part B					Part C				Part D					Part C					Maximization of Revenue Base			Part E												Scoring and Rating				
			Eskom And Bulk water current account						Compliance with a funded MTRF					FRP/BFP & Tariff Assessment				Electricity and water as collection tools					Quarterly collection of property rates and services charges					Oversight																			
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	Rating		
1.July	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	No	No	No	No	Yes	71%	Moderate compliance		
2.August	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	Yes	73%	Moderate compliance			
3.September	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	Yes	73%	Moderate compliance			
4.October	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	No	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	Yes	73%	Moderate compliance			
5.November	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	Yes	N/A	N/A	No	Yes	Yes	No	Yes	N/A	N/A	Yes	Yes	No	Yes	Yes	Yes	N/A	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	83%	Above Moderate	
6.December	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	Yes	N/A	N/A	No	Yes	Yes	No	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	N/A	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	83%	Above Moderate	
7.January	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	No	N/A	N/A	No	Yes	Yes	No	Yes	No	Yes	No	Yes	Yes	No	Yes	Yes	Yes	N/A	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	76%	Moderate compliance	
8.February	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	No	N/A	N/A	No	Yes	Yes	No	Yes	No	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	76%	Moderate compliance	
9.March	Nama Khoi	NC062	No	No	No	Yes	Yes	Yes	No	No	No	No	No	N/A	N/A	No	Yes	Yes	No	Yes	No	Yes	No	Yes	Yes	No	Yes	Yes	N/A	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	68%	Moderate compliance	
10.April	Nama Khoi	NC062	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	83%	Above Moderate	
11.May	Nama Khoi	NC062	Yes	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	N/A	N/A	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	93%	Above Moderate
12.June	Nama Khoi	NC062	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	95%	Above Moderate

Interest on Call Accounts report

<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: YTD ended 30 June 2024</p> <p style="text-align: center;">Nedbank: Various Own Funding Accounts</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 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>	13,041,234.68	26,421,000.00	1,699,967.12	9,901,380.04	50,415,922.37
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
Deposits December				419,075.38	419,075.38
Deposits December				261,748.39	261,748.39
Deposits March				5,500,000.00	5,500,000.00
Deposits March	7,041,234.68		869,976.44		869,976.44
Deposit April				-322,905.22	-322,905.22
Deposit May				324,754.25	-322,905.22
					0.00
<u>Withdrawal</u>	-15,803,743.69	-26,421,000.00	-1,697,966.40	-11,582,653.65	-54,115,863.33
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
Monthly operational needs				-5,000,000.00	-5,000,000.00
Monthly operational needs			-300,000.00		-300,000.00
Monthly operational needs				-500,000.00	-500,000.00
Monthly operational needs	-6,774,986.68				-6,774,986.68
Monthly operational needs				-5,000,000.00	-5,000,000.00
Monthly operational needs			-449,981.40		-449,981.40
Monthly operational needs	-266,248.00				-266,248.00
Monthly operational needs			-947,985.00		
Monthly operational needs				-441,515.41	
<u>Closing Balance: 31 May 2024</u>	14,963,123.84	0.00	2,000.72	5,375,647.68	21,082,613.18

Notes

All funds used for operational needs from the fleet account were deposited back.

Car Allowance to employees was restored and the amount in the account was deposited to the Primary account

It must be noted that the interest account is used to service the meter replacement as well as the TID rollover process.

VAT Report

NAMA KHOI MUNICIPALITY VAT 201 VAT REG. 4890198585 VAT CATEGORY: C ACCOUNTING BASE : PAYMENT BASE VAT RECONCILIATION Financial Year : 2023/2024 PERIOD : June 2024										
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	
	3	VAT SEPTEMBER		15,723,634.44	2,050,908.84	9,608,805.88	2,601,669.68		2,050,908.84	
	4	VAT OCT		17,622,316.49	2,298,563.02	13,744,864.19	2,696,741.08		2,298,563.02	
	5	VAT NOV		18,188,154.97	2,372,368.04	5,904,301.25	2,596,340.07		2,372,368.04	
	6	VAT DEC		14,792,809.64	1,929,496.91	20,021,577.88	2,332,514.65		1,929,496.91	
	7	VAT JAN		16,512,495.95	2,153,803.82	3,717,445.21	2,974,211.34		2,153,803.82	
	8	VAT FEB		15,788,266.59	2,059,339.12	4,188,039.61	2,641,390.43		2,059,339.12	
	9	VAT MARCH		10,347,770.69	1,349,709.22	24,907,500.00			1,349,709.22	
	11	VAT MAY		11,104,564.68	1,448,421.48	2,159,578.72	494,266.50		1,448,421.48	
	12	VAT JUNE		12,457,178.04	1,624,849.31	5,204,607.27	551,850.18		1,624,849.31	
Total Amount			R -	R 167,643,417.52	R 21,866,532.72	R 130,155,947.06	R 22,307,680.72	R -	R 21,866,532.72	
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
	3	VAT SEPTEMBER			9,323,552.49	1,216,115.54			1,216,115.54	834,793.30
	4	VAT OCT	0.00	0.00	15,631,362.73	2,038,873.40			2,038,873.40	259,689.62
	5	VAT NOV	2,197,831.87	286,673.72	18,719,758.66	2,441,707.65			2,728,381.37	-356,013.33
	6	VAT DEC	655,297.03	85,473.53	14,817,335.02	1,932,695.87			2,018,169.40	-88,672.49
	7	VAT JAN			21,624,425.08	2,820,577.18			2,820,577.18	-666,773.36
	8	VAT FEB	1,966,124.45	256,451.02	15,250,911.98	1,989,249.39			2,245,700.40	-186,361.28
	9	VAT MARCH	2,301,678.77	300,218.97	12,903,844.18	1,683,110.11			1,983,329.08	-633,619.86
	11	VAT MAY	2,068,625.67	269,820.74	14,060,277.66	1,833,949.26			2,103,770.00	-655,348.52
	12	VAT JUNE	1,534,881.16	200,201.89	15,308,024.67	1,996,698.87			2,196,900.76	-572,051.45
Total Amount			R 4,819,253.35	R 628,598.26	R 140,881,351.50	R 18,375,828.46	R -	R -	R 25,288,426.56	-R 1,560,874.01
VAT Reconciliation										
OPENING BALANCE 01/07/23										210,284.92
TOTAL OUTPUT TAX										-21,866,532.72
TOTAL INPUT TAX										25,288,426.56
REFUNDS :DURING THE YEAR										-4,220,968.84
PAYMENTS DURING THE YEAR										1,160,841.53
VAT PAYABLE/ REFUNDABLE										0.00
CLOSING BALANCE 30/06/24										572,051.45

Financial Implications /Recommendations

Revenue by Type:

The municipality must apply section 64 of the MFMA to adhere to all the revenue requirements, additionally, the following must be introduced or must be improved on:

Credit control and debt collection using pre-paid water meters not only in Eskom areas but also defaulters all over the municipal jurisdiction.

Distribution of correct consumer accounts and also timely correction of errors should it occur.

Updated and verified indigent register.

Replacement of faulty meters needs to fast fast-tracked.

Implementation of green energy initiatives should be carefully monitored to ensure the municipality does not make a loss.

Expenditure by type:

The municipality must apply section 65 of the MFMA to adhere to all the expenditure requirements, additionally, the following must be introduced or must be improved on:

Cost containment measures and controls must be adhered to.

Repairs and maintenance must be done in a manner that ensures the same asset does not keep being repaired.

Should get a balance between technology and manual labour.

Must ensure that bulk accounts are verified and correct.

Get a balance on the overtime and standby hours.

Capital Expenditure:

The municipality must apply section 19 of the MFMA to adhere to all the expenditure requirements, additionally the following must be introduced or must be improve on:

Must ensure that Procurement Plans aligns to the IDP, Budget and SDBIP.

Business plans are submitted on time

SCM processes start before the start of the financial year

Implementation plans are carefully monitored

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

Central Vaal Water has not been paid as required.

Strict adherence to Credit Control Measures is required.

The municipality has upgraded to Promun 3 and some challenges have been experienced more specifically in the income department, the municipality did have problems with the distribution of accounts with consumers complaining that their accounts were incorrect.

Some challenges are also being experienced with some reports that differ from the reports in Promun 2.

Circular 124 Debt Relief

Monthly monitoring tool to be submitted.

Must be noted that the municipality has not managed to make full payment to Vaal Central Water.

The municipality did design an app that aligns with the debt relief monitoring report.

The municipality requires assistance with the Property Rates recon

Funded Budget Plan and Cost Containment Report

Progress on the Funded Budget completed as required, report will be submitted as required. It must be noted that updates from other departments are not submitted.

Cost Containment from March to May will be submitted in due Course.

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 June 2024 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 31days 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