



Nama Khoi Municipality

12 September 2025

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY REPORT FOR THE PERIOD ENDING 31 August 2025 (MONTHLY BUDGET STATEMENT) – 2024/2025 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 31 August 2025

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 31 August 2025

This report is based on financial information, as of 31 August 2025, and is available during preparation.

The financial results for the period ended 31 August 2025 are summarised as follows:

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

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| Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August | | | | | | | |
|--|---------------------|---------------------|-------------------|-------------------|--------------------|---------------------|----------------|
| Description | Budget Year 2025/26 | | | | | | |
| | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| Revenue | | | | | | | |
| Service charges - Electricity | 159,926,757 | 159,926,757 | 17,006,982 | 18,307,301 | 26,654,460 | - 8,347,159 | 69 |
| Service charges - Water | 61,257,394 | 61,257,394 | 4,089,154 | 4,638,663 | 10,209,568 | - 5,570,905 | 45 |
| Service charges - Waste Water Management | 22,600,169 | 22,600,169 | 1,322,967 | 1,375,572 | 3,766,694 | - 2,391,122 | 37 |
| Service charges - Waste management | 26,984,303 | 26,984,303 | 1,603,654 | 1,616,433 | 4,497,384 | - 2,880,951 | 36 |
| Sale of Goods and Rendering of Services | 4,389,195 | 4,389,195 | 74,425 | 109,972 | 731,534 | - 621,562 | 15 |
| Agency services | 97,913 | 97,913 | - | - | 16,318 | - 16,318 | - |
| Interest earned from Receivables | 23,280,602 | 23,280,602 | 6,718,694 | 6,775,116 | 3,880,100 | 2,895,016 | 175 |
| Interest from Current and Non Current Assets | 16,932,576 | 16,932,576 | 69,643 | 84,631 | 2,822,100 | - 2,737,469 | 3 |
| Rent on Land | 1,308,109 | 1,308,109 | - | - | 218,018 | - 218,018 | - |
| Rental from Fixed Assets | 3,548,593 | 3,548,593 | 71,645 | 103,791 | 591,432 | - 487,641 | 18 |
| Licence and permits | 4,023,621 | 4,023,621 | 391,311 | 612,682 | 670,602 | - 57,920 | 91 |
| Operational Revenue | 577,243 | 577,243 | 64,615 | 78,921 | 96,208 | - 17,287 | 82 |
| Property rates | 59,953,295 | 59,953,295 | 4,535,077 | 4,562,731 | 9,992,222 | - 5,429,491 | 46 |
| Fines, penalties and forfeits | 634,553 | 634,553 | 1,176 | 1,398 | 105,760 | - 104,362 | 1 |
| Transfers and subsidies - Operational | 77,232,000 | 77,232,000 | 191,631 | 30,600,209 | 12,872,004 | 17,728,205 | 238 |
| Interest | 4,585,170 | 4,585,170 | 2,289,890 | 2,311,062 | 764,196 | 1,546,866 | 302 |
| Operational Revenue | - | - | 248,236 | 248,236 | - | 248,236 | - |
| Other Gains | 60,588,000 | 60,588,000 | - | - | 10,098,000 | - 10,098,000 | - |
| Total Revenue (excluding capital transfers and | 527,919,493 | 527,919,493 | 38,679,100 | 71,426,718 | 87,986,600 | - 16,559,882 | 81 |
| Expenditure By Type | | | | | | | |
| Employee related costs | 119,327,557 | 119,327,562 | 8,442,776 | 17,631,017 | 19,887,950 | - 2,256,933 | 89 |
| Remuneration of councillors | 8,044,502 | 8,044,502 | 660,346 | 1,284,386 | 1,340,752 | - 56,366 | 96 |
| Bulk purchases - electricity | 152,145,000 | 152,145,000 | 17,065,627 | 34,013,015 | 25,357,500 | 8,655,515 | 134 |
| Inventory consumed | 54,490,724 | 54,490,724 | 7,006,423 | 7,523,342 | 9,081,786 | - 1,558,444 | 83 |
| Debt impairment | 42,900,000 | 42,900,000 | 80,725 | 80,725 | 7,150,002 | - 7,069,277 | 1 |
| Depreciation and amortisation | 72,391,567 | 72,391,567 | - | - | 12,065,262 | - 12,065,262 | - |
| Interest | 20,653,218 | 20,653,218 | 525,755 | 909,293 | 3,442,202 | - 2,532,909 | 26 |
| Contracted services | 45,075,084 | 45,075,084 | 3,876,296 | 5,012,565 | 7,512,512 | - 2,499,947 | 67 |
| Irrecoverable debts written off | 1,100,000 | 1,100,000 | - | - | 183,336 | - 183,336 | - |
| Operational costs | 37,827,573 | 37,827,573 | 1,398,455 | 1,792,825 | 6,304,604 | - 4,511,779 | 28 |
| Other Losses | 10,152,061 | 10,152,061 | - | - | 1,692,010 | - 1,692,010 | - |
| Total Expenditure | 564,107,286 | 564,107,291 | 39,056,402 | 68,247,168 | 94,017,916 | - 25,770,748 | 73 |
| Surplus/(Deficit) | - 36,187,793 | - 36,187,798 | - 377,302 | 3,179,550 | - 6,031,316 | 9,210,866 | |

| | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
|---|--------------------|--------------------|-------------------|-------------------|-------------------|---------------------|----------------|
| Revenue | | | | | | | |
| Service charges - Electricity | 159,926,757 | 159,926,757 | 17,006,982 | 18,307,301 | 26,654,460 | - 8,347,159 | 69 |
| Service charges - Water | 61,257,394 | 61,257,394 | 4,089,154 | 4,638,663 | 10,209,568 | - 5,570,905 | 45 |
| Service charges - Waste Water Management | 22,600,169 | 22,600,169 | 1,322,967 | 1,375,572 | 3,766,694 | - 2,391,122 | 37 |
| Service charges - Waste management | 26,984,303 | 26,984,303 | 1,603,654 | 1,616,433 | 4,497,384 | - 2,880,951 | 36 |
| Sale of Goods and Rendering of Services | 4,389,195 | 4,389,195 | 74,425 | 109,972 | 731,534 | - 621,562 | 15 |
| Agency services | 97,913 | 97,913 | - | - | 16,318 | - 16,318 | - |
| Interest earned from Receivables | 23,280,602 | 23,280,602 | 6,718,694 | 6,775,116 | 3,880,100 | 2,895,016 | 175 |
| Interest from Current and Non Current Assets | 16,932,576 | 16,932,576 | 69,643 | 84,631 | 2,822,100 | - 2,737,469 | 3 |
| Rent on Land | 1,308,109 | 1,308,109 | - | - | 218,018 | - 218,018 | - |
| Rental from Fixed Assets | 3,548,593 | 3,548,593 | 71,645 | 103,791 | 591,432 | - 487,641 | 18 |
| Licence and permits | 4,023,621 | 4,023,621 | 391,311 | 612,682 | 670,602 | - 57,920 | 91 |
| Operational Revenue | 577,243 | 577,243 | 64,615 | 78,921 | 96,208 | - 17,287 | 82 |
| Property rates | 59,953,295 | 59,953,295 | 4,535,077 | 4,562,731 | 9,992,222 | - 5,429,491 | 46 |
| Fines, penalties and forfeits | 634,553 | 634,553 | 1,176 | 1,398 | 105,760 | - 104,362 | 1 |
| Transfers and subsidies - Operational | 77,232,000 | 77,232,000 | 191,631 | 30,600,209 | 12,872,004 | 17,728,205 | 238 |
| Interest | 4,585,170 | 4,585,170 | 2,289,890 | 2,311,062 | 764,196 | 1,546,866 | 302 |
| Operational Revenue | - | - | 248,236 | 248,236 | - | 248,236 | - |
| Other Gains | 60,588,000 | 60,588,000 | - | - | 10,098,000 | - 10,098,000 | - |
| Total Revenue (excluding capital transfers and | 527,919,493 | 527,919,493 | 38,679,100 | 71,426,718 | 87,986,600 | - 16,559,882 | 81 |

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.

Variations to be discussed in the Institutional and Finance Committee

Notes on the Table above

The YTD actual figures do not reflect the correct amounts as it appears that the July figures are not included, resulting in the municipal management being unable to make comments on the variance as per the table above, of the figures of August should be use as a comparative figure it would appear that the municipality is making progress on Electricity while the other services will result in being less than the anticipated budget. Interest on outstanding accounts is, however, much higher than the anticipated budget, while property rates appear to be nearly within the acceptable variance.

| Expenditure By Type | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
|---------------------------------|--------------------|--------------------|-------------------|-------------------|-------------------|---------------------|----------------|
| Employee related costs | 119,327,557 | 119,327,562 | 8,442,776 | 17,631,017 | 19,887,950 | - 2,256,933 | 89 |
| Remuneration of councillors | 8,044,502 | 8,044,502 | 660,346 | 1,284,386 | 1,340,752 | - 56,366 | 96 |
| Bulk purchases - electricity | 152,145,000 | 152,145,000 | 17,065,627 | 34,013,015 | 25,357,500 | 8,655,515 | 134 |
| Inventory consumed | 54,490,724 | 54,490,724 | 7,006,423 | 7,523,342 | 9,081,786 | - 1,558,444 | 83 |
| Debt impairment | 42,900,000 | 42,900,000 | 80,725 | 80,725 | 7,150,002 | - 7,069,277 | 1 |
| Depreciation and amortisation | 72,391,567 | 72,391,567 | - | - | 12,065,262 | - 12,065,262 | - |
| Interest | 20,653,218 | 20,653,218 | 525,755 | 909,293 | 3,442,202 | - 2,532,909 | 26 |
| Contracted services | 45,075,084 | 45,075,084 | 3,876,296 | 5,012,565 | 7,512,512 | - 2,499,947 | 67 |
| Irrecoverable debts written off | 1,100,000 | 1,100,000 | - | - | 183,336 | - 183,336 | - |
| Operational costs | 37,827,573 | 37,827,573 | 1,398,455 | 1,792,825 | 6,304,604 | - 4,511,779 | 28 |
| Other Losses | 10,152,061 | 10,152,061 | - | - | 1,692,010 | - 1,692,010 | - |
| Total Expenditure | 564,107,286 | 564,107,291 | 39,056,402 | 68,247,168 | 94,017,916 | - 25,770,748 | 73 |

Notes on the Table above

Bulk Purchases – The municipality spent more than the anticipated budget this is as result of the winter months ESKOM accounts being higher than the rest of the year, and the municipality budgeted for equal monthly payments

Interest – Interest and penalties are lower than the anticipated budget and might be even less in the coming months.

Inventory Consumed – The actual figures does not appear to reflect the full invoice amounts as per the waterboard for the two months

Other Expenditure – Expenditure is linked to the available cash

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) - M02 August | | | | | | |
|---|----------------------------|-----------------------|----------------------|----------------------|---------------------|-----------------------|
| Vote Description | Budget Year 2025/26 | | | | | |
| | Original Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| Revenue by Vote | | | | | | |
| Vote 1 - MAYOR COUNCIL | 405,235 | 43,049 | 43,049 | 67,540 | - 24,491 | 64 |
| Vote 2 - MUNICIPAL MANAGER | 2,099,609 | 750,716 | 752,826 | 349,936 | 402,890 | 215 |
| Vote 3 - CORPORATE SERVICES | 3,612,575 | 82,543 | 122,414 | 602,096 | - 479,682 | 20 |
| Vote 4 - FINANCIAL SERVICES | 153,255,788 | 14,545,490 | 45,097,705 | 25,542,644 | 19,555,061 | 177 |
| Vote 5 - COMMUNITY SERVICES: COMM DEV | 19,532,602 | 263,925 | 291,280 | 3,255,436 | - 2,964,156 | 9 |
| Vote 6 - COMMUNITY SERVICES: PUBLSAFETY | 4,049,351 | 406,757 | 636,785 | 674,892 | - 38,107 | 94 |
| Vote 7 - INFRASTRUCTURE;ENG TECHNICAL | 367,660,335 | 25,246,778 | 27,142,817 | 61,276,722 | - 34,133,905 | 44 |
| Total Revenue by Vote | 550,615,495 | 41,339,258 | 74,086,876 | 91,769,266 | - 17,682,390 | 81 |
| Expenditure by Vote | | | | | | |
| Vote 1 - MAYOR COUNCIL | 14,927,781 | 1,175,390 | 2,325,661 | 2,487,964 | - 162,303 | 93 |
| Vote 2 - MUNICIPAL MANAGER | 13,871,824 | 1,514,545 | 2,193,450 | 2,311,984 | - 118,534 | 95 |
| Vote 3 - CORPORATE SERVICES | 35,268,378 | 1,863,323 | 2,864,848 | 5,878,066 | - 3,013,218 | 49 |
| Vote 4 - FINANCIAL SERVICES | 64,873,873 | 2,735,960 | 5,403,063 | 10,812,310 | - 5,409,247 | 50 |
| Vote 5 - COMMUNITY SERVICES: COMM DEV | 74,325,447 | 1,391,104 | 2,951,102 | 12,387,580 | - 9,436,478 | 24 |
| Vote 6 - COMMUNITY SERVICES: PUBLSAFETY | 14,909,450 | 851,036 | 1,704,644 | 2,484,906 | - 780,262 | 69 |
| Vote 7 - INFRASTRUCTURE;ENG TECHNICAL | 345,930,533 | 29,525,043 | 50,804,400 | 57,655,106 | - 6,850,706 | 88 |
| Total Expenditure by Vote | 564,107,286 | 39,056,401 | 68,247,168 | 94,017,916 | - 25,770,748 | 73 |
| Surplus/ (Deficit) for the year | - 13,491,791 | 2,282,857 | 5,839,708 | - 2,248,650 | 8,088,358 | |

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

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

| Vote Description | Ref | 2024/25 | | Budget Year 2025/26 | | | | | | |
|--|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|----------------|----------------|--------------------|
| | | 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 | | - | - | - | - | - | - | - | - | - |
| Vote 2 - MUNICIPAL MANAGER | | 259 | - | - | - | - | - | - | - | - |
| Vote 3 - CORPORATE SERVICES | | - | - | - | - | - | - | - | - | - |
| Vote 4 - FINANCIAL SERVICES | | 8,311 | 1,050 | 1,050 | - | - | 175 | (175) | -100% | 1,050 |
| Vote 5 - COMMUNITY SERVICES: COMM DEV | | - | - | - | - | - | - | - | - | - |
| Vote 6 - COMMUNITY SERVICES: PUBLSAFETY | | - | - | - | - | - | - | - | - | - |
| Vote 7 - INFRASTRUCTURE:ENG TECHNICAL | | 99,961 | 50,212 | 50,212 | 2,313 | 3,844 | 8,369 | (4,524) | -54% | 50,212 |
| 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 | 108,532 | 51,262 | 51,262 | 2,313 | 3,844 | 8,544 | (4,699) | -55% | 51,262 |
| Single Year expenditure appropriation | 2 | | | | | | | | | |
| Vote 1 - EXECUTIVE MAYOR COUNCIL | | - | - | - | - | - | - | - | - | - |
| 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 | | 50,473 | 26,380 | 26,380 | - | - | 4,397 | (4,397) | -100% | 26,380 |
| 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 | 50,473 | 26,380 | 26,380 | - | - | 4,397 | (4,397) | -100% | 26,380 |
| Total Capital Expenditure | | 159,005 | 77,642 | 77,642 | 2,313 | 3,844 | 12,940 | (9,096) | -70% | 77,642 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | | 3,914 | 1,050 | 1,050 | - | - | 175 | (175) | -100% | 1,050 |
| Executive and council | | - | - | - | - | - | - | - | - | - |
| Finance and administration | | 3,914 | 1,050 | 1,050 | - | - | 175 | (175) | -100% | 1,050 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | - | - | - | - | - | - | - | - | - |
| Community and social services | | - | - | - | - | - | - | - | - | - |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 259 | 9,063 | 9,063 | - | - | 1,510 | (1,510) | -100% | 9,063 |
| Planning and development | | 259 | - | - | - | - | - | - | - | - |
| Road transport | | - | 9,063 | 9,063 | - | - | 1,510 | (1,510) | -100% | 9,063 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 154,832 | 67,529 | 67,529 | 2,313 | 3,844 | 11,255 | (7,411) | -66% | 67,529 |
| Energy sources | | 39,713 | 4,517 | 4,517 | - | - | 753 | (753) | -100% | 4,517 |
| Water management | | 10,760 | 9,695 | 9,695 | - | - | 1,616 | (1,616) | -100% | 9,695 |
| Waste water management | | 104,359 | 53,317 | 53,317 | 2,313 | 3,844 | 8,886 | (5,042) | -57% | 53,317 |
| Waste management | | - | - | - | - | - | - | - | - | - |
| Other | | - | - | - | - | - | - | - | - | - |
| Total Capital Expenditure - Functional Classification | 3 | 159,005 | 77,642 | 77,642 | 2,313 | 3,844 | 12,940 | (9,096) | -70% | 77,642 |
| Funded by: | | | | | | | | | | |
| National Government | | 100,060 | 47,139 | 47,139 | 2,313 | 2,313 | 7,857 | (5,543) | -71% | 47,139 |
| Provincial Government | | - | - | - | - | - | - | - | - | - |
| District Municipality | | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educ Institutions) | | - | - | - | - | - | - | - | - | - |
| Transfers recognised - capital | | 100,060 | 47,139 | 47,139 | 2,313 | 2,313 | 7,857 | (5,543) | -71% | 47,139 |
| Borrowing | 6 | - | - | - | - | - | - | - | - | - |
| Internally generated funds | | 58,945 | 30,503 | 30,503 | - | 1,531 | 5,084 | (3,553) | -70% | 30,503 |
| Total Capital Funding | | 159,005 | 77,642 | 77,642 | 2,313 | 3,844 | 12,940 | (9,096) | -70% | 77,642 |

Project and Capital expenditure progress is discussed in the Infrastructure Committee meetings

CASH FLOW STATEMENT ON 31 August 2025

0 - Table C7 Monthly Budget Statement - Cash Flow - M02 August

| Description | Ref | 2024/25 | Budget Year 2025/26 | | | | | | | |
|--|-----|-----------------|---------------------|------------------|----------------|----------------|-----------------|-----------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Property rates | | 10,800 | 47,117 | 47,117 | 3 | 5 | 7,853 | (7,848) | -100% | 47,117 |
| Service charges | | - | 236,208 | 236,208 | 4,781 | 6,071 | 39,368 | (33,297) | -85% | 236,208 |
| Other revenue | | 712,668 | 70,374 | 70,374 | 3,424 | 9,505 | 11,729 | (2,224) | -19% | 70,374 |
| Transfers and Subsidies - Operational | | 453,998 | 77,232 | 77,232 | 45,734 | 132,331 | 12,872 | 119,459 | 928% | 77,232 |
| Transfers and Subsidies - Capital | | - | 22,696 | 22,696 | - | 6,426 | 3,783 | 2,643 | 70% | 22,696 |
| Interest | | - | 40,213 | 40,213 | 70 | 85 | 6,702 | (6,618) | -99% | 40,213 |
| Dividends | | - | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Suppliers and employees | | (518,481) | (508,527) | (508,527) | (33,726) | (95,127) | (55,593) | 39,534 | -71% | (508,527) |
| Interest | | - | (20,653) | (20,653) | - | - | (3,442) | (3,442) | 100% | (20,653) |
| Transfers and Subsidies | | - | - | - | - | - | - | - | - | - |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 658,985 | (35,340) | (35,340) | 20,286 | 59,296 | 23,271 | (36,025) | -155% | (35,340) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | - | - | - | - | - | - | - | - | - |
| Decrease (increase) in non-current receivables | | (1,191) | - | - | - | - | - | - | - | - |
| Decrease (increase) in non-current investments | | - | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Capital assets | | - | (89,289) | (89,289) | (2,660) | (4,498) | (14,881) | (10,383) | 70% | (89,289) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (1,191) | (89,289) | (89,289) | (2,660) | (4,498) | (14,881) | (10,383) | 70% | (89,289) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Short term loans | | - | - | - | - | - | - | - | - | - |
| Borrowing long term/refinancing | | - | - | - | - | - | - | - | - | - |
| Increase (decrease) in consumer deposits | | - | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Repayment of borrowing | | 254 | - | - | - | - | - | - | - | - |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | 254 | - | - | - | - | - | - | - | - |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 658,048 | (124,628) | (124,628) | 17,626 | 54,798 | 8,390 | | | (124,628) |
| Cash/cash equivalents at beginning: | | 44,220 | 253,877 | 253,877 | - | - | 253,877 | | | - |
| Cash/cash equivalents at month/year end: | | 702,268 | 129,249 | 129,249 | 17,626 | 54,798 | 262,267 | | | (124,628) |

Notes on the Cash Flow Statement

The Cash Flow Statement does not appear to reflect the correct data and does not correspond with the actual bank accounts. The bank reconciliations reflect the correct information and will be submitted separately to this report.

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 31 August 2025.

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

| Debtors' Age Analysis 31 August 2025 | | | | | | |
|---|-------------------|-------------------|-------------------|-------------------|--------------------|--------------------|
| | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121+ Days | Total |
| Debtors Age Analysis By Income Source | | | | | | |
| Water | 4,401,211 | 2,923,066 | 2,742,910 | 2,231,869 | 121,190,004 | 133,489,060 |
| Electricity | 7,423,179 | 4,198,170 | 4,618,677 | 4,771,608 | 94,799,147 | 115,810,781 |
| Property Rates | 2,201,301 | 1,631,802 | 1,480,096 | 1,335,464 | 78,796,281 | 85,444,944 |
| Waste Water Management | 965,930 | 802,426 | 740,699 | 635,438 | 28,764,495 | 31,908,988 |
| Waste Management | 1,376,805 | 1,214,559 | 1,157,301 | 991,597 | 58,080,020 | 62,820,282 |
| Property Rental Debtors | 15,675 | 12,659 | 11,921 | 10,601 | 427,293 | 478,149 |
| Other | 249,785 | 238,620 | 228,139 | 180,716 | 17,559,625 | 18,456,885 |
| Total By Income Source | 16,633,886 | 11,021,302 | 10,979,743 | 10,157,293 | 399,616,865 | 448,409,089 |
| Debtors Age Analysis By Customer Group | | | | | | |
| Organs of State | 1,092,411 | 781,582 | 628,261 | 559,840 | 8,821,381 | 11,883,475 |
| Commercial | 7,395,622 | 4,331,060 | 4,808,503 | 4,910,972 | 114,099,085 | 135,545,242 |
| Households | 8,145,853 | 5,908,660 | 5,542,979 | 4,686,481 | 276,696,399 | 300,980,372 |
| Total By Customer Group | 16,633,886 | 11,021,302 | 10,979,743 | 10,157,293 | 399,616,865 | 448,409,089 |

Notes on Debtors' Age Analysis

The debtors' age analysis does not appear to show any movement from the previous month and therefore reflects the incorrect outstanding amounts. The municipality did write off the debt for the Water Board as part of the Water Incentive Scheme negotiations, and the balance does not reflect it.

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 31 August 2025.

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

| Description R thousands | NT Code | Budget Year 2025/26 | | | | | | | | Total |
|--|-------------|---------------------|-----------------|-----------------|------------------|-------------------|-------------------|----------------------|----------------|----------------|
| | | 0 - 30 Days | 31 - 60 Days | 61 - 90 Days | 91 - 120 Days | 121 - 150 Days | 151 - 180 Days | 181 Days - 1 Year | Over 1 Year | |
| Creditors Age Analysis By Customer Type | | | | | | | | | | |
| Bulk Electricity | 0100 | 19,969 | - | - | 25 | 1,908 | - | 39 | 224,118 | 246,059 |
| Bulk Water | 0200 | - | - | - | - | - | - | - | 225,737 | 225,737 |
| PAYE deductions | 0300 | - | - | - | - | - | - | - | - | - |
| VAT (output less input) | 0400 | - | - | - | - | - | - | - | - | - |
| Pensions / Retirement deductions | 0500 | - | - | - | - | - | - | - | - | - |
| Loan repayments | 0600 | - | - | - | - | - | - | - | - | - |
| Trade Creditors | 0700 | 8,082 | 148 | 3,961 | 1,152 | 18 | 187 | 8,255 | 8,030 | 29,835 |
| Auditor General | 0800 | - | - | 149 | - | - | - | - | 889 | 1,038 |
| Other | 0900 | - | - | - | - | - | - | 5 | 1 | 7 |
| Medical Aid deductions | 0950 | 606 | - | - | - | - | - | - | - | 606 |
| Total By Customer Type | 1000 | 28,657 | 148 | 4,110 | 1,178 | 1,926 | 187 | 8,300 | 458,775 | 503,282 |

Creditors Analysis

Please note creditors' report is subject to correction

The Creditors Age Analysis does not reflect the correct information, as the municipality already had the Eskom debt relief write-off, as well as the Water Board write-off.

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

| Summary of Employee and Councillor remuneration | Ref | 2024/25 | | | Budget Year 2025/26 | | | | | |
|--|-----|-----------------|-----------------|-----------------|---------------------|---------------|---------------|----------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | A | B | C | | | | | D | |
| Councillors (Political Office Bearers plus Other) | | | | | | | | | | |
| Basic Salaries and Wages | | 6,129 | 6,719 | 6,719 | 548 | 1,059 | 1,120 | (61) | -5% | 6,719 |
| Pension and UIF Contributions | | - | - | - | - | - | - | - | - | - |
| Medical Aid Contributions | | 20 | 47 | 47 | 9 | 18 | 8 | 10 | 127% | 47 |
| Motor Vehicle Allowance | | 97 | 102 | 102 | 8 | 16 | 17 | (1) | -5% | 102 |
| Cellphone Allowance | | 705 | 751 | 751 | 61 | 122 | 125 | (3) | -2% | 751 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 356 | 425 | 425 | 35 | 69 | 71 | (2) | -2% | 425 |
| Sub Total - Councillors | | 7,307 | 8,045 | 8,045 | 660 | 1,284 | 1,341 | (56) | -4% | 8,045 |
| % increase | 4 | | 10.1% | 10.1% | | | | | | 10.1% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | | 2,655 | 4,254 | 4,254 | 238 | 475 | 709 | (234) | -33% | 4,254 |
| Pension and UIF Contributions | | 7 | 13 | 13 | 1 | 1 | 2 | (1) | -37% | 13 |
| Medical Aid Contributions | | - | - | - | - | - | - | - | - | - |
| Overtime | | - | - | - | - | - | - | - | - | - |
| Performance Bonus | | 317 | 812 | 812 | - | - | 135 | (135) | -100% | 812 |
| Motor Vehicle Allowance | | 520 | 320 | 320 | 55 | 109 | 53 | 56 | 105% | 320 |
| Cellphone Allowance | | 59 | 100 | 100 | 6 | 11 | 17 | (5) | -33% | 100 |
| Housing Allowances | | 146 | 149 | 149 | 12 | 24 | 25 | (0) | -2% | 149 |
| Other benefits and allowances | | 0 | 1 | 1 | 0 | 0 | 0 | (0) | -35% | 1 |
| Payments in lieu of leave | | - | - | - | - | - | - | - | - | - |
| Long service awards | | - | - | - | - | - | - | - | - | - |
| Post-retirement benefit obligations | | 1,863 | - | - | - | - | - | - | - | - |
| Entertainment | | - | - | - | - | - | - | - | - | - |
| Scarcity | | 332 | 584 | 584 | 30 | 61 | 97 | (36) | -37% | 584 |
| Acting and post related allowance | | - | - | 0 | 3 | 6 | - | 6 | #DIV/0! | 0 |
| In kind benefits | | - | - | - | - | - | - | - | - | - |
| Sub Total - Senior Managers of Municipality | | 5,900 | 6,233 | 6,233 | 344 | 689 | 1,039 | (350) | -34% | 6,233 |
| % increase | 4 | | 5.6% | 5.6% | | | | | | 5.6% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 59,650 | 68,732 | 68,732 | 4,991 | 10,550 | 11,455 | (905) | -8% | 68,732 |
| Pension and UIF Contributions | | 8,084 | 9,924 | 9,924 | 696 | 1,418 | 1,654 | (236) | -14% | 9,924 |
| Medical Aid Contributions | | 3,358 | 6,261 | 6,261 | 386 | 772 | 1,044 | (272) | -26% | 6,261 |
| Overtime | | 9,893 | 9,867 | 9,867 | 787 | 1,690 | 1,645 | 45 | 3% | 9,867 |
| Performance Bonus | | 4,519 | 5,334 | 5,334 | 424 | 819 | 889 | (70) | -8% | 5,334 |
| Motor Vehicle Allowance | | 2,082 | 4,106 | 4,106 | 212 | 523 | 684 | (161) | -24% | 4,106 |
| Cellphone Allowance | | 233 | 266 | 266 | 24 | 48 | 44 | 4 | 8% | 266 |
| Housing Allowances | | 625 | 739 | 739 | 54 | 108 | 123 | (16) | -13% | 739 |
| Other benefits and allowances | | 4,759 | 3,276 | 3,276 | 252 | 526 | 546 | (20) | -4% | 3,276 |
| Payments in lieu of leave | | 4,936 | 1,898 | 1,898 | 138 | 158 | 316 | (158) | -50% | 1,898 |
| Long service awards | | - | 340 | 340 | - | 13 | 57 | (43) | -77% | 340 |
| Post-retirement benefit obligations | | 747 | 1,450 | 1,450 | - | - | 242 | (242) | -100% | 1,450 |
| Entertainment | | - | - | - | - | - | - | - | - | - |
| Scarcity | | - | - | - | - | - | - | - | - | - |
| Acting and post related allowance | | 1,130 | 901 | 901 | 135 | 317 | 150 | 166 | 111% | 901 |
| In kind benefits | | - | - | - | - | - | - | - | - | - |
| Sub Total - Other Municipal Staff | | 100,016 | 113,094 | 113,094 | 8,098 | 16,942 | 18,849 | (1,907) | -10% | 113,094 |
| % increase | 4 | | 13.1% | 13.1% | | | | | | 13.1% |
| Total Parent Municipality | | 113,223 | 127,372 | 127,372 | 9,103 | 18,915 | 21,229 | (2,313) | -11% | 127,372 |

Employee-related cost to total expenditure –

No comparison or measurement against Revenue and Expenditure as the amounts does not appear to be correct and therefore a comparison against it will also be incorrect.



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 | | | | | | Part E | | | | | | Scoring and Rating | | | | | | | | | | | | | |
| | | | Eskom And Bulk water current account | | | | | | Compliance with a funded MTREF | | | | | FRP/BFP & Tariff Assessment | | | Electricity and water as collection tools | | | | Quarterly collection of property rates and services charges | | | | | | Maximization of Revenue Base | | | | | | | | 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 | |
| 25.July25 | Nama Khoi | NC062 | Yes | Yes | Yes | Yes | Yes | Yes | Yes | No | Yes | Yes | N/A | N/A | Yes | Yes | Yes | No | Yes | Yes | N/A | Yes | Yes | Yes | Yes | Yes | Yes | Yes | N/A | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | 95% | Above Moderate | |
| 26.August25 | Nama Khoi | NC062 | Yes | Yes | Yes | Yes | Yes | Yes | Yes | No | Yes | Yes | N/A | N/A | Yes | Yes | Yes | No | Yes | Yes | N/A | Yes | Yes | Yes | Yes | Yes | Yes | Yes | N/A | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | 95% | Above Moderate |

Notes on the table above

The municipality is still compliant with the debt relief, but does have issues with the financial system, as it does not give the correct information to draft all the required reports for the debt relief programme; outstanding reports Annexure C and D will be submitted once the issues have been resolved between the Financial System Providers.

| NAMA KHOI LOCAL MUNICIPALITY | | | | | | | | |
|---|----------------------------|--------------------------------|----------------------------|----------------------------|--------------------------|---|---|----------------------------|
| APPENDIX B | | | | | | | | |
| DISCLOSURE OF GRANTS AND SUBSIDIES FOR THE YEAR ENDED 31 AUGUST 2025 | | | | | | | | |
| | OPENING BALANCE | CORRECTION OF ERROR | RESTATE BALANCE | GRANTS RECEIVED | GRANTS REPAID | TRANSFERRED TO REVENUE (OPERATING) | TRANSFERRED TO REVENUE (CAPITAL) | CLOSING BALANCE |
| | R | R | R | R | R | R | R | R |
| NATIONAL GOVERNMENT | | | | | | | | |
| Finance Management Grant (FMG) | 14,372 | - | 14,372 | 3,000,000 | | (55,965) | | 2,958,407 |
| Municipal Infrastructure Grant (MIG) | 4,054,490.71 | - | 4,054,491 | 1,426,000 | | (248,102) | | 5,232,389 |
| Expanded Public Works Programme (EPWP) | - | - | - | 400,000 | | (750,716) | | (350,716) |
| Integrated National Electrification Programme (INEP) | - | - | - | | | | | - |
| Municipal Disaster Response Grant | 22,947,080 | - | 22,947,080 | | | | | 22,947,080 |
| Water Service Infrastructure Grant (WSIG) | 1,475,378 | - | 1,475,378 | 5,000,000 | | (2,412,057) | | 4,063,321 |
| Total | 28,491,321 | - | 28,491,321 | 9,826,000 | - | (3,466,840) | - | 34,850,481 |
| PROVINCIAL GOVERNMENT | | | | | | | | |
| Libraries, Archives and Museums | 753,380 | - | 753,380 | | | (220,528) | | 532,852 |
| Department of Water Affairs - WSACDBP | - | - | - | | | | | - |
| LG SETA | 256,306 | - | 256,306 | | | | | 256,306 |
| Department Sport, Arts and Culture | - | - | - | | | | | - |
| Swimming Pool | 450,000 | - | 450,000 | | | | | 450,000 |
| World Cup 2010 | - | - | - | | | | | - |
| Municipal Drought Relief Grant | (504) | - | (504) | | | | | (504) |
| Fire Equipment | - | - | - | | | | | - |
| Housing | 1,465,273 | - | 1,465,273 | | | | | 1,465,273 |
| Total | 2,924,455 | - | 2,924,455 | - | - | (220,528) | - | 2,703,927 |
| OTHER GRANT PROVIDERS | | | | | | | | |
| Wade Project | - | - | - | - | - | - | - | - |
| Donations | - | - | - | - | - | - | - | - |
| Total | - | - | - | - | - | - | - | - |
| ALL SPHERES OF GOVERNMENT | 31,415,776 | - | 31,415,776 | 9,826,000 | - | (3,687,368) | - | 37,554,408 |

Notes on the above tables

Interest report shows the various call accounts the municipality has, where interest from grants is transferred and used for operational needs



National Treasury
Water Debt Relief
Water Debt Relief Guideline
Municipal Finance Management Act No. 56 of 2003

| Legend | |
|--------|---------------------|
| 100% | Complied |
| 60-99% | Moderate Compliance |
| 0-59% | Not Compliant |

| Monthly Performance Report | | | | | | | | | | | | | | | | | | | | | | |
|----------------------------|------------------|-------|----------------------------|-----|-----|-----|--|-----|-----|-----|--------------------------------------|-----|-----|-----|-----|--------------------------------|-----|-----|--------------------|-----|-------|----------|
| Municipal Details | | | Part A | | | | Part B | | | | Part C | | | | | Part D | | | Scoring and Rating | | | |
| | | | Bulk water current account | | | | Accounting Treatment and mSCOA Reporting | | | | Monitor and report on implementation | | | | | FRPs & Implementation progress | | | | | | |
| Month | Code Description | Code | C1 | C2 | C3 | C4 | C5 | C6 | C7 | C8 | C9 | C10 | C11 | C12 | C13 | C14 | C15 | C16 | C17 | C18 | Score | Rating |
| 1 July 2025 | Nama Khoi | NC062 | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | N/A | Yes | Yes | Yes | N/A | Yes | N/A | N/A | Yes | 100% | Complied |

Water and Electricity Losses for July 2025

| Nama Khoi Bulk Losses | | | |
|-----------------------|----------------|--------------------------|--|
| Electricity | | Water | |
| Component | Total | Component | Total |
| Billing [kWh] | 5,093,600.64 | Billing [kL] | 119,072.03 |
| Bulk [kWh](Eskom) | 6,268,501.00 | Bulk [kL](Vaal Central \ | 94,856.00 BULK VCW ACCOUNTS NOT |
| | | Bulk [kL](Netview Chec | 150,939.45 Netview Bulk Water Check Met |
| Surplus/(Loss) kWh | -1,174,900.36 | Surplus/L | 24,216.03 Based on VCW Bulk KI's |
| Surplus/(Loss) % | -18.74% | Surplus% | 25.53% Based on VCW Bulk KI's |
| | | (Loss) kL | -31,867.42 Based on Netview Bulk KI's |
| | | (Loss) % | -21.11% Based on Netview Bulk KI's |

| Surplus/(Loss) [R][Excl VAT] | | Surplus/(Loss) [R][Excl VAT] | |
|------------------------------|--------------------|------------------------------|--|
| Technical Losses | 10% | | |
| R2.69 (excl. VAT) | -R1,687,866 | surplus @ R26.10 (excl | R632,038.38 Based on VCW Bulk KI's |
| Technical Losses | 8.74% | | |
| losses @R3.76 (exc | -R2,063,249 |] loss @ R26.10 (excl. | -R831,739.66 Based on Netview Bulk KI's |
| Total | -R3,751,115 | | |

Additional Notes

Check Meters indicated water usage over the July period of **150,939.45**

2. Water Bulk Surplus/(Losses) indicated for both in above calculation

Source Data utilised

[A] Netfin Billing Data for Jul 2025.
[B] Syntell Prepaid Sales Statistics for Jul 2025 (figures marked in yellow)
[C] Eskom and Vaal Central Water accounts for Jul 2025

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 for defaulters all over the municipal jurisdiction.

Distribution of correct consumer accounts and the timely correction of errors should they occur.

Updated and verified the indigent register.

Replacement of faulty meters needs to be fast-tracked.

Implementation of green energy initiatives should be carefully monitored to ensure the municipality does not incur 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 the budget, corrections must be made 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 for 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

The municipality is still having issues with the alignment of the data between the two financial systems, and it is resulting in the monthly report being one-dimensional with no comparison between the actual figures and the budgeted figures, debtors and creditors is not updated and the cash flow is not linked to the transactions as per the bank.

Circular 124 Debt Relief

The monthly monitoring tool is submitted.

Water Incentive Scheme

The municipality included the report for July 2025, but payment was, however, made for August 2025 invoices, and the report will be submitted separately to this report once completed.

Funded Budget Plan and Cost Containment Report

Progress on the Funded Budget is completed as required, and the report 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, Don Malan the Acting 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 31 August 2025 has been prepared by the Municipal Finance Management Act 71 and regulations made under that Act.

Print Name: DON MALAN

Acting Municipal Manager of Nama Khoi Municipality

A signed Quality Certificate is a separate document due to the document being signed by the CFO, Municipal Manager, and Mayor Manually

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 31 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) |
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