



**Nama Khoi Municipality**

**13 March 2026**

**MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY REPORT FOR THE PERIOD ENDING  
28 February 2026 (MONTHLY BUDGET STATEMENT) – 2025/2026 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 28 February 2026

## **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 the information is subject to correction.**

## **4. REPORT FOR THE PERIOD ENDING 28 February 2026**

**This report is based on financial information, as of 28 February 2026, and is available during preparation.**

The financial results for the period ended 28 February 2026 are summarised as follows:

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

## Table of Contents

---

Page 3	Table C4-Financial Performance
Page 4	Expenditure by Type
Page 5	Table C3 – Revenue and Expenditure by Vote
Page 6	Capital Expenditure
Page 7	Cash Flow Statement
Page 10	Debtors Age Analysis
Page 11	Creditors age analysis
Page 12	Employee Related Cost
Page 13	Other Required Financial Information as per Treasury Guidelines
Page 17	Financial Implications/Recommendations
Page 19	Interdepartmental and Cluster Impact
Page 21	Quality Certificate
Page 25	Annexure A
Page 26	C-Schedule Table of contents

---

**NC062 Nama Khoi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February**

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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		179,509	159,927	179,779	16,105	108,540	119,853	(11,313)	-9%	179,779
Service charges - Water		47,193	61,257	63,470	5,411	32,907	42,313	(9,406)	-22%	63,470
Service charges - Waste Water Management		15,924	22,600	16,359	1,346	9,719	10,906	(1,187)	-11%	16,359
Service charges - Waste management		18,900	26,984	18,972	1,673	11,644	12,648	(1,004)	-8%	18,972
Sale of Goods and Rendering of Services		460	4,389	4,186	50	375	2,791	(2,416)	-87%	4,186
Agency services		-	98	98	-	-	65	(65)	-100%	98
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		32,042	23,281	55,780	4,753	34,610	37,187	(2,577)	-7%	55,780
Interest from Current and Non Current Assets		11,826	16,933	23,576	1,633	14,741	15,717	(977)	-6%	23,576
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		693	1,308	1,308	-	-	872	(872)	-100%	1,308
Rental from Fixed Assets		1,233	3,549	2,513	81	861	1,675	(814)	-49%	2,513
Licence and permits		3,015	4,024	3,726	259	1,847	2,484	(637)	-26%	3,726
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		640	577	651	58	411	434	(23)	-5%	651
<b>Non-Exchange Revenue</b>										
Property rates		55,907	59,953	61,276	5,995	33,962	40,851	(6,889)	-17%	61,276
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		330	635	599	2	99	399	(300)	-75%	599
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		339,926	77,232	77,227	129	57,220	51,485	5,735	11%	77,227
Interest		6,829	4,585	17,574	1,671	11,880	11,716	164	1%	17,574
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		1,742	-	2,125	172	1,386	1,417	(31)	-2%	2,125
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		339,144	60,588	60,588	-	-	40,392	(40,392)	-100%	60,588
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1,055,316</b>	<b>527,919</b>	<b>589,809</b>	<b>39,340</b>	<b>320,202</b>	<b>393,206</b>	<b>(73,004)</b>	<b>-19%</b>	<b>589,809</b>
<b>Expenditure By Type</b>										
Employee related costs		103,102	119,328	118,575	9,783	75,737	79,050	(3,313)	-4%	118,575
Remuneration of councillors		7,307	8,045	8,286	814	5,256	5,524	(267)	-5%	8,286
Bulk purchases - electricity		140,719	152,145	165,000	11,525	104,281	110,000	(5,719)	-5%	165,000
Inventory consumed		42,585	54,491	74,573	451	30,420	49,716	(19,295)	-39%	74,573
Debt impairment		10,646	42,900	63,500	(88)	36,286	36,374	(88)	0%	63,500
Depreciation and amortisation		57,829	72,392	57,829	-	-	38,552	(38,552)	-100%	57,829
Interest		59,239	20,653	5,670	439	3,662	3,780	(118)	-3%	5,670
Contracted services		30,174	45,075	82,788	4,816	38,967	55,192	(16,226)	-29%	82,788
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		52,068	1,100	2,500	-	-	1,667	(1,667)	-100%	2,500
Operational costs		27,046	37,828	43,531	1,188	12,739	29,021	(16,282)	-56%	43,531
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		2,016	10,152	2,500	-	-	-	-	-	2,500
<b>Total Expenditure</b>		<b>532,730</b>	<b>564,107</b>	<b>624,752</b>	<b>28,928</b>	<b>307,349</b>	<b>408,876</b>	<b>(101,526)</b>	<b>-25%</b>	<b>624,752</b>
<b>Surplus/(Deficit)</b>		<b>522,586</b>	<b>(36,188)</b>	<b>(34,944)</b>	<b>10,413</b>	<b>12,852</b>	<b>(15,670)</b>	<b>28,522</b>	<b>(0)</b>	<b>(34,944)</b>
Transfers and subsidies - capital (monetary allocations)		16,094	22,696	22,696	-	13,513	15,131	(1,618)	(0)	22,696

**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, and the issues between the billing systems do not appear to be 100% corrected. The municipality and the Service Providers have consistently worked on correcting the alignment between the two systems, and improvements in the errors have been made, as is evident in the monthly reported figures; however, comparing the YTD Actual and the YTD Budget figures is unrealistic, as it will point out that the municipality did not bill as per the anticipated budget. It must be noted that the municipality has appointed an independent Financial System Expert to investigate and propose a plan to correct all errors and to ensure that the municipality complies with all the necessary MSCOA and other legislation.

**Notes on the Table above**

The municipality must ensure that the classification of expenditure items is correctly mapped to avoid spending that might lead to unauthorised expenditure.

**NC062 Nama Khoi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February**

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
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		<b>627,631</b>	<b>159,579</b>	<b>209,308</b>	<b>(37,473)</b>	<b>109,978</b>	<b>139,539</b>	(29,561)	-21%	<b>209,308</b>
Executive and council		214,506	2,492	2,239	43	2,244	1,493	751	50%	2,239
Finance and administration		413,124	157,087	207,069	(37,516)	107,734	138,046	(30,312)	-22%	207,069
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>2,416</b>	<b>3,695</b>	<b>4,442</b>	<b>154</b>	<b>1,521</b>	<b>2,961</b>	(1,440)	-49%	<b>4,442</b>
Community and social services		2,322	3,551	4,367	154	1,490	2,911	(1,422)	-49%	4,367
Sport and recreation		94	144	75	-	31	50	(19)	-37%	75
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		<b>3,309</b>	<b>3,862</b>	<b>3,746</b>	<b>262</b>	<b>1,925</b>	<b>2,497</b>	(572)	-23%	<b>3,746</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		3,309	3,862	3,746	262	1,925	2,497	(572)	-23%	3,746
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>650,180</b>	<b>383,145</b>	<b>394,708</b>	<b>76,393</b>	<b>220,211</b>	<b>263,139</b>	(42,928)	-16%	<b>394,708</b>
Energy sources		528,176	226,672	253,879	29,546	122,837	169,253	(46,416)	-27%	253,879
Water management		59,996	78,173	82,099	18,837	47,109	54,732	(7,623)	-14%	82,099
Waste water management		44,759	62,812	57,314	14,699	36,944	38,210	(1,266)	-3%	57,314
Waste management		17,250	15,488	1,416	13,311	13,321	944	12,377	1311%	1,416
<i><b>Other</b></i>	4	<b>79</b>	<b>334</b>	<b>300</b>	<b>4</b>	<b>79</b>	<b>200</b>	(121)	-60%	<b>300</b>
<b>Total Revenue - Functional</b>	2	<b>1,283,615</b>	<b>550,615</b>	<b>612,505</b>	<b>39,340</b>	<b>333,714</b>	<b>408,336</b>	(74,622)	-18%	<b>612,505</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>206,957</b>	<b>136,081</b>	<b>168,423</b>	<b>9,372</b>	<b>78,722</b>	<b>112,282</b>	(33,559)	-30%	<b>168,423</b>
Executive and council		22,276	27,078	27,121	1,631	14,657	18,081	(3,424)	-19%	27,121
Finance and administration		182,937	107,307	139,372	7,580	62,797	92,915	(30,118)	-32%	139,372
Internal audit		1,745	1,696	1,929	161	1,268	1,286	(18)	-1%	1,929
<i><b>Community and public safety</b></i>		<b>32,451</b>	<b>36,973</b>	<b>39,122</b>	<b>1,737</b>	<b>14,626</b>	<b>26,081</b>	(11,455)	-44%	<b>39,122</b>
Community and social services		7,959	11,303	10,766	762	5,890	7,177	(1,288)	-18%	10,766
Sport and recreation		18,863	16,880	21,316	376	4,797	14,211	(9,414)	-66%	21,316
Public safety		5,629	8,790	7,041	598	3,940	4,694	(754)	-16%	7,041
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		<b>19,355</b>	<b>25,798</b>	<b>29,080</b>	<b>2,391</b>	<b>18,028</b>	<b>19,386</b>	(1,358)	-7%	<b>29,080</b>
Planning and development		7,619	7,860	11,032	1,069	7,244	7,354	(111)	-2%	11,032
Road transport		11,737	17,938	18,048	1,322	10,784	12,032	(1,248)	-10%	18,048
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>274,433</b>	<b>365,255</b>	<b>388,128</b>	<b>15,428</b>	<b>195,972</b>	<b>251,126</b>	(55,154)	-22%	<b>388,128</b>
Energy sources		187,391	207,768	269,475	12,945	150,557	174,648	(24,091)	-14%	269,475
Water management		60,178	88,539	84,028	898	33,865	54,114	(20,249)	-37%	84,028
Waste water management		16,099	20,743	19,189	753	5,842	12,396	(6,554)	-53%	19,189
Waste management		10,764	48,205	15,436	832	5,709	9,969	(4,260)	-43%	15,436
<i><b>Other</b></i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	<b>533,196</b>	<b>564,107</b>	<b>624,752</b>	<b>28,928</b>	<b>307,349</b>	<b>408,876</b>	(101,526)	-25%	<b>624,752</b>
<b>Surplus/ (Deficit) for the year</b>		<b>750,419</b>	<b>(13,492)</b>	<b>(12,248)</b>	<b>10,413</b>	<b>26,365</b>	<b>(539)</b>	<b>26,904</b>	<b>-49.87343</b>	<b>(12,248)</b>

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

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
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		3,914	1,050	2,902	-	-	-	-	-	2,902
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		3,914	1,050	2,902	-	-	-	-	-	2,902
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		259	9,063	9,063	-	72	6,042	(5,969)	-99%	9,063
Planning and development		259	-	-	-	-	-	-	-	-
Road transport		-	9,063	9,063	-	72	6,042	(5,969)	-99%	9,063
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		154,832	67,529	80,729	3,193	17,026	41,212	(24,186)	-59%	80,729
Energy sources		39,713	4,517	4,517	-	-	3,011	(3,011)	-100%	4,517
Water management		10,760	9,695	19,200	3,193	3,193	4,726	(1,533)	-32%	19,200
Waste water management		104,359	53,317	57,012	-	13,833	33,475	(19,641)	-59%	57,012
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	159,005	77,642	92,694	3,193	17,098	47,254	(30,155)	-64%	92,694
<b>Funded by:</b>										
National Government		100,060	47,139	47,139	-	11,161	31,426	(20,265)	-64%	47,139
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)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		100,060	47,139	47,139	-	11,161	31,426	(20,265)	-64%	47,139
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		58,945	30,503	45,555	3,193	5,937	15,828	(9,891)	-62%	45,555
<b>Total Capital Funding</b>		159,005	77,642	92,694	3,193	17,098	47,254	(30,155)	-64%	92,694

## Notes On Capital Expenditure

Progress on projects is discussed in the Technical Monthly report that is submitted to the Infrastructure Committee

It must be highlighted that the municipality has purchased additional fleet through the RT57 process.

## CASH FLOW STATEMENT ON 28 February 2026

NC062 Nama Khoi - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		10,800	47,117	47,117	4	18	27,485	(27,467)	-100%	47,117
Service charges		-	236,208	236,208	6,739	32,286	137,788	(105,502)	-77%	236,208
Other revenue		712,668	70,374	70,374	31	11,001	41,051	(30,051)	-73%	70,374
Transfers and Subsidies - Operational		452,313	77,232	77,232	60,511	504,969	45,052	459,917	1021%	77,232
Transfers and Subsidies - Capital		-	22,696	22,696	-	13,000	13,239	(239)	-2%	22,696
Interest		-	40,213	40,213	37	163	23,458	(23,295)	-99%	40,213
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(518,112)	(508,527)	(508,527)	(54,340)	(373,568)	(194,577)	178,991	-92%	(508,527)
Interest		-	(20,653)	(20,653)	-	-	(12,048)	(12,048)	100%	(20,653)
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>657,669</b>	<b>(35,340)</b>	<b>(35,340)</b>	<b>12,983</b>	<b>187,869</b>	<b>81,449</b>	<b>(106,420)</b>	<b>-131%</b>	<b>(35,340)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		(1,191)	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		-	(89,289)	(89,289)	(15)	(16,721)	(52,085)	(35,364)	68%	(89,289)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(1,191)</b>	<b>(89,289)</b>	<b>(89,289)</b>	<b>(15)</b>	<b>(16,721)</b>	<b>(52,085)</b>	<b>(35,364)</b>	<b>68%</b>	<b>(89,289)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		254	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>254</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>656,732</b>	<b>(124,628)</b>	<b>(124,628)</b>	<b>12,968</b>	<b>171,148</b>	<b>29,364</b>			<b>(124,628)</b>
Cash/cash equivalents at beginning:		44,220	253,877	253,877	323,917	323,917	253,877			323,917
Cash/cash equivalents at month/year end:		700,952	129,249	129,249	336,885	495,065	283,241			199,289

### 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.

Ring-Fenced Account

---

Nama Khoi Municipality (NC062)  
Bank Reconciliation Report

CashBook : - Nedbank Rural  
Account

Processing Month :8

Statement Number:1386-1526

Statement Date :3/13/2026  
12:00:00 AM

---

Reconciliation Summary

---

Cashbook Opening Balance	8,676,026.24
Payments for Period	--25,252,499.75
Receipts for Period	25,238,326.20
Item/Cashbook	8,661,852.69

---

Uncleared Payments	0.00
Uncleared Receipts	0.00
Unknown Items	0.00
Sub Total	8,661,852.69

---

Statement Balance	-8,661,852.69
Difference	0.00

---

## Primary Account

Nama Khoi Municipality (NC062)  
**Bank Reconciliation Report**

CashBook :19\_Nedbank Main Account  
Statement Number:11901-11972

Processing Month :8

Statement Date :28/02/2026

---

### Reconciliation Summary

---

Cashbook Opening Balance	1 429 011.21
Payments for Period	-46 073 588.17
Receipts for Period	47 384 321 .11
Item/Cashbook	2 739 744.15
Uncleared Payments	0
Uncleared Receipts	0
Unknown Items	0
Sub Total	2 739 744.15
Statement Balance	-2 739 744.15
Difference	0

---

### Notes on Bank Reconciliations

It must be noted that Service Charges are collected in the Ring Fenced Account and transferred to the Primary Bank Account, and therefore receipts and payments should not be added between the two accounts.

## 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 28 February 2026.

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

NC062 Nama Khoi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

Description	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	4,401	2,923	2,743	2,232	2,288	2,209	1,845	114,848	133,489	123,422	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7,423	4,198	4,619	4,772	2,909	2,141	1,013	88,736	115,811	99,571	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	2,201	1,632	1,480	1,335	1,231	683	3,000	73,881	85,445	80,132	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	966	802	741	635	615	594	565	26,990	31,909	29,400	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,377	1,215	1,157	992	980	967	942	55,190	62,820	59,072	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	16	13	12	11	10	10	10	397	478	438	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	250	239	228	181	171	172	166	17,050	18,457	17,740	–	–
<b>Total By Income Source</b>	<b>2000</b>	<b>16,634</b>	<b>11,021</b>	<b>10,980</b>	<b>10,157</b>	<b>8,205</b>	<b>6,776</b>	<b>7,542</b>	<b>377,093</b>	<b>448,409</b>	<b>409,774</b>	<b>–</b>	<b>–</b>
<b>2024/25 - totals only</b>		<b>16633812</b>	<b>11021227</b>	<b>10979669</b>	<b>10157219</b>	<b>8205499</b>	<b>6776037</b>	<b>7542361</b>	<b>377093246</b>	<b>448,409</b>	<b>409,774</b>	<b>0</b>	<b>0</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	1,092	782	628	560	386	402	1,827	6,206	11,883	9,381	–	–
Commercial	2300	7,396	4,331	4,809	4,911	3,283	2,454	1,535	106,827	135,545	119,010	–	–
Households	2400	8,146	5,909	5,543	4,686	4,536	3,920	4,181	264,060	300,980	281,383	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total By Customer Group</b>	<b>2600</b>	<b>16,634</b>	<b>11,021</b>	<b>10,980</b>	<b>10,157</b>	<b>8,205</b>	<b>6,776</b>	<b>7,542</b>	<b>377,093</b>	<b>448,409</b>	<b>409,774</b>	<b>–</b>	<b>–</b>

### 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.

The municipality has communicated the issue of the debtors' age analysis to the Main Financial Service Provider, and processes are underway to correct the debtors' age analysis.

The municipality is also in the process of credit control procedures, which will result in write-offs as well as limiting the services of consumers with long outstanding accounts.

The municipality has identified consumers to be added to a similar programme to the debt relief and water incentive scheme.

## 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 28 February 2026.

NC062 Nama Khoi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

Description	NT Code	Budget Year 2025/26								Total	Prior year totals for chart (same period)
		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		
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	13,528	-	-	-	4	-	1,915	224,157	239,603	224,157
Bulk Water	0200	-	-	-	-	-	-	-	225,737	225,737	225,737
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	4,375	139	2,282	2,646	1,431	3,525	2,714	11,569	28,681	19,744
Auditor General	0800	39	313	1,465	-	-	-	12	889	2,718	3,313
Other	0900	-	-	2	1	-	-	-	7	9	8
Medical Aid deductions	0950	696	-	-	-	-	-	-	-	696	603
<b>Total By Customer Type</b>	<b>1000</b>	<b>18,638</b>	<b>452</b>	<b>3,748</b>	<b>2,647</b>	<b>1,435</b>	<b>3,525</b>	<b>4,641</b>	<b>462,359</b>	<b>497,444</b>	<b>473,562</b>

### 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.

ESKOM balances should reflect R209 million less the first write-off of R69 million, with the second write-off in progress/process, meaning the municipality should, in fact, be owing ESKOM R69 million +/-

The municipality successfully applied for the Water Incentive Scheme, which has seen R39 million be parked in the scheme to be written off over three years, and the municipality entered into an agreement to settle the outstanding balance of around R12 million in 12 months. The municipality is already compliant with the first two months.

**Employee-related cost to total expenditure –**

NC062 Nama Khoi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 February							
Summary of Employee and Councillor remuneration Budget Year 2025/26							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
<b>Councillors (Political Office Bearers plus Other)</b>							
Basic Salaries and Wages	6,718,937	6,920,505	700,469	4,351,730	4,613,672	- 261,942	94
Medical Aid Contributions	47,348	48,768	9,688	73,791	32,512	- 41,279	227
Motor Vehicle Allowance	101,657	104,707	8,068	64,544	69,808	- 5,264	92
Cellphone Allowance	751,140	773,675	61,200	489,600	515,768	- 26,168	95
Other benefits and allowances	425,420	438,182	34,591	276,727	292,128	- 15,401	95
<b>Sub Total - Councillors</b>	<b>8,044,502</b>	<b>8,285,837</b>	<b>814,016</b>	<b>5,256,392</b>	<b>5,523,888</b>	<b>- 267,496</b>	<b>95</b>
<b>Senior Managers of the Municipality</b>							
Basic Salaries and Wages	4,254,288	5,964,261	324,511	3,776,369	3,976,168	- 199,799	95
Pension and UIF Contributions	13,388	13,511	708	5,845	9,008	- 3,163	65
Performance Bonus	812,474	470,133	-	-	313,416	- 313,416	-
Motor Vehicle Allowance	319,871	785,014	54,717	437,737	523,336	- 85,599	84
Cellphone Allowance	99,700	67,402	5,600	44,800	44,936	- 136	100
Housing Allowances	148,813	148,813	12,199	97,593	99,208	- 1,615	98
Other benefits and allowances	901	906	50	402	616	- 214	65
Scarcity	583,892	384,001	39,143	261,079	256,000	5,079	102
Acting and post related allowance	-	233,966	34,043	170,483	155,976	14,507	109
<b>Sub Total - Senior Managers of Municipality</b>	<b>6,233,327</b>	<b>8,068,007</b>	<b>470,971</b>	<b>4,794,308</b>	<b>5,378,664</b>	<b>- 584,356</b>	<b>89</b>
<b>Other Municipal Staff</b>							
Basic Salaries and Wages	68,732,135	68,074,923	5,627,287	44,521,072	45,383,288	- 862,216	98
Pension and UIF Contributions	9,923,585	8,966,412	824,700	6,009,967	5,977,616	32,351	101
Medical Aid Contributions	6,261,025	4,749,083	417,192	3,177,888	3,166,048	11,840	100
Overtime	9,867,497	11,144,482	859,487	7,353,303	7,429,640	- 76,337	99
Performance Bonus	5,334,217	5,647,473	250,674	2,754,596	3,764,976	- 1,010,380	73
Motor Vehicle Allowance	4,105,811	2,860,373	169,137	2,097,063	1,906,904	190,159	110
Cellphone Allowance	266,023	314,603	26,850	209,100	209,720	- 620	100
Housing Allowances	739,342	643,869	47,979	415,432	429,248	- 13,816	97
Other benefits and allowances	3,275,657	3,699,260	471,679	2,543,328	2,466,208	77,120	103
Payments in lieu of leave	1,897,984	2,295,121	475,023	702,860	1,530,096	- 827,236	46
Long service awards	340,432	439,984	35,029	92,652	293,328	- 200,676	32
Post-retirement benefit obligations	1,449,926	1	-	-	-	-	-
Acting and post related allowance	900,596	1,671,005	107,407	1,065,318	1,114,000	- 48,682	96
In kind benefits	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>113,094,230</b>	<b>110,506,589</b>	<b>9,312,444</b>	<b>70,942,579</b>	<b>73,671,072</b>	<b>- 2,728,493</b>	<b>96</b>
<b>Total Parent Municipality</b>	<b>127,372,059</b>	<b>126,860,433</b>	<b>10,597,431</b>	<b>80,993,279</b>	<b>84,573,624</b>	<b>- 3,580,345</b>	<b>96</b>
<b>Total Employee Cost</b>	<b>119,327,557</b>	<b>118,574,596</b>	<b>9,783,415</b>	<b>75,736,887</b>	<b>79,049,736</b>		
<b>Total Expenditure</b>	<b>564,107,286</b>	<b>624,752,122</b>	<b>28,927,686</b>	<b>307,349,378</b>	<b>408,875,806</b>		
<b>% Employee Cost to Total Expenditure</b>	<b>21</b>	<b>19</b>	<b>34</b>	<b>25</b>	<b>19</b>		

Employee Cost to Total Expenditure amounts to 34%.



**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

Municipal Details		Monthly Performance Report																												Scoring and Rating																		
		Part A					Part B					Part C			Part D				Part C					Part E																								
		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	N/A	Yes	Yes	Yes	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	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	95%	Above Moderate
27.September25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	N/A	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	Above Moderate
28.October25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	N/A	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	Above Moderate
29.November25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	93%	Above Moderate
30.December25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	95%	Above Moderate
31.January26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	Above Moderate
32.February26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	N/A	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	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.

The municipality awaits the write-off of the second cycle in terms of the Debt Relief Programme and will reach the end of the Debt Relief Programme by the end of July 2026.03.13

**NAMA KHOI LOCAL MUNICIPALITY**

**APPENDIX B**

**DISCLOSURE OF GRANTS AND SUBSIDIES FOR THE YEAR ENDED 28 FEBRUARY 2025**

	OPENING BALANCE R	CORRECTION OF ERROR R	RESTATED BALANCE R	GRANTS RECEIVED R	GRANTS REPAID R	TRANSFERRED TO REVENUE (OPERATING) R	TOTRANSFERRED TO REVENUE (CAPITAL) R	CLOSING BALANCE R
<b>NATIONAL GOVERNMENT</b>								
Finance Management Grant (FMG)	14,372	-	14,372	3,000,000	(14,372)	(1,138,873)		1,861,127
Municipal Infrastructure Grant (MIG)	6,177,479.00	-	6,177,479	8,696,000	(2,122,988)	(5,233,756)		7,516,735
Expanded Public Works Programme (EPWP)	-	-	-	1,601,000	-	(1,941,014)		(340,014)
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	8,000,000	(321,883)	(8,278,918)		874,577
<b>Total</b>	<b>30,614,309</b>	<b>-</b>	<b>30,614,309</b>	<b>21,297,000</b>	<b>(2,459,244)</b>	<b>(16,592,561)</b>	<b>-</b>	<b>32,859,505</b>
<b>PROVINCIAL GOVERNMENT</b>								
Libraries, Archives and Museums	753,380	-	753,380	825,000		(852,709)		725,671
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
<b>Total</b>	<b>2,924,455</b>	<b>-</b>	<b>2,924,455</b>	<b>825,000</b>	<b>-</b>	<b>(852,709)</b>	<b>-</b>	<b>2,896,746</b>
<b>OTHER GRANT PROVIDERS</b>								
Wade Project	-	-	-	-	-	-		-
Donations	-	-	-	-	-	-		-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>ALL SPHERES OF GOVERNMENT</b>	<b>33,538,764</b>	<b>-</b>	<b>33,538,764</b>	<b>22,122,000</b>	<b>-</b>	<b>(17,445,270)</b>	<b>-</b>	<b>35,756,250</b>

NAMA KHOI MUNICIPALITY										
VAT 201										
VAT REG. 4890198585										
VAT CATEGORY: C										
ACCOUNTING BASE : PAYMENT BASE										
VAT RECONCILIATION										
Financial Year : 2025/2026										
PERIOD : FEB 2025										
Output										
Date Submit	Description	Standard rate ( Excluding capital goods and/or services and accommodation	Standard rate ( Excluding capital goods and/or services and accommodation	Zero rate ( excluding goods exported)	Exempt & non supplies	Other and Imported services	VAT Value	Control		
1	WAT JUL	14,551,984.39	1,898,084.92	40,361,165.47	34,649.61		1,898,084.92			
2	WAT AUGUST	12,179,061.35	1,588,573.22	3,025,992.25	2,249,030.60		1,588,573.22			
3	WAT SEPTEMBER	43,057,806.11	5,616,235.58	5,007,539.60	6,653,160.37		5,616,235.58			
4	WAT OCT	24,937,209.81	3,252,679.54	4,120,730.66	3,603,292.75		3,252,679.54			
5	WAT NOV	16,756,450.97	2,185,624.04	4,712,745.14	3,354,871.65		2,185,624.04			
6	WAT DEC	24,248,131.34	3,162,799.74	30,726,285.68	1,344,568.66		3,162,799.74			
7	WAT JAN	30,869,307.48	4,026,431.41	4,401,023.62	3,710,763.99		4,026,431.41			
<b>Total Amount</b>		<b>R 166,599,951.45</b>	<b>R 21,730,428.45</b>	<b>R 92,355,482.43</b>	<b>R 20,950,337.63</b>	<b>R -</b>	<b>R 21,730,428.45</b>			
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	WAT JUL		1,849,996.64	241,303.91	38,551,407.53	5,028,444.46			5,269,748.37	-3,371,663.45
2	WAT AUGUST		2,660,158.84	346,977.24	9,114,419.45	1,188,837.32			1,535,814.56	52,758.66
3	WAT SEPTEMBER		1,788,604.66	233,296.26	28,715,795.55	3,745,538.55			3,978,834.81	1,637,400.77
4	WAT OCT		94,149.50	12,280.37	25,962,242.76	3,386,379.49			3,398,659.86	-145,980.32
5	WAT NOV		2,170,362.49	283,090.76	21,627,626.88	2,820,994.81			3,104,085.57	-918,461.53
6	WAT DEC		6,834,539.55	891,461.68	34,223,119.79	4,463,885.19			5,355,346.87	-2,192,547.13
7	WAT JAN		14,665.03	1,912.83	32,396,719.61	4,225,659.08			4,227,571.91	-201,140.50
<b>Total Amount</b>			<b>R 15,412,476.72</b>	<b>R 2,010,323.05</b>	<b>R 190,591,331.57</b>	<b>R 24,859,738.90</b>	<b>R -</b>	<b>R -</b>	<b>R 26,870,061.95</b>	<b>R 5,139,633.50</b>
VAT Reconciliation										
OPENING BALANCE 01/07/25										327,015.77
TOTAL OUTPUT TAX										-21,730,428.45
TOTAL INPUT TAX										26,870,061.95
REFUNDS DURING THE YEAR										-9,279,853.34
PAYMENTS DURING THE YEAR										3,763,204.07
CLOSING BALANCE 28/02/26: VAT PAYABLE/ REFUNDABLE										0.00

<b>NAMA KHOI LOCAL MUNICIPALITY</b> Financial Year: 2025/2026 Consolidated Report on Various Deposits Period: YTD ended 28 Feb 2026 Nedbank: Various Own Funding Accounts				
Description		Loan (Fleet)	Interest	Total
<u>Opening Balance 01 July 2025</u>		10,763,123.84	9,028,828.13	19,793,952.69
Security Against Loan			5,000,000.00	5,000,000.00
Balance : 01 July 2025		10,763,123.84	4,028,828.13	14,791,951.97
<u>Receipts</u>		4,200,000.00	19,565,290.41	23,765,290.41
Deposits	Jul	4,200,000.00	1,903,181.34	6,103,181.34
Deposits	August		1,876,267.27	1,876,267.27
Deposits	September		1,829,995.97	1,829,995.97
Deposits	October		1,891,563.58	1,891,563.58
Deposits	November		1,819,274.42	1,819,274.42
Deposits	December		6,818,081.43	6,818,081.43
Deposits	January		1,806,052.71	1,806,052.71
Deposits	February		1,620,873.69	1,620,873.69
<u>Withdrawal</u>		-4,758,734.00	-20,610,978.85	- 25,369,712.85
Monthly operational needs	Jul		-1,278,311.70	- 1,278,311.70
Monthly operational needs	August		-2,120,294.27	- 2,120,294.27
Monthly operational needs	September		-1,312,372.88	- 1,312,372.88
Monthly operational needs	October		-1,400,000.00	- 1,400,000.00
Monthly operational needs	November		-5,000,000.00	- 5,000,000.00
Monthly operational needs	December		-3,500,000.00	- 3,500,000.00
Monthly operational needs	January		-3,500,000.00	- 3,500,000.00
Monthly operational needs	February	-4,758,734.00	-2,500,000.00	- 7,258,734.00
<u>Closing Balance: 28 Feb 2026</u>		10,204,389.84	7,983,139.69	18,189,530.25

### Notes on the above tables

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

### Grants Disclosure

Please take note that the municipality still needs to reconcile several items with the Rollover and funds that were repaid to the National Treasury

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
2.August 2025	Nama Khoi	NC062	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No	Yes	Yes	N/A	Yes	N/A	N/A	Yes	89%	Moderate compliance
3.September 2025	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	No	N/A	N/A	Yes	94%	Moderate compliance
4.October 2025	Nama Khoi	NC062	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	No	No	Yes	Yes	N/A	N/A	Yes	83%	Moderate compliance
5.November 2025	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	No	No	N/A	Yes	N/A	N/A	Yes	89%	Moderate compliance
6.December 2025	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	No	No	Yes	Yes	N/A	N/A	Yes	89%	Moderate compliance
7.January 2026	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	No	No	N/A	Yes	Yes	Yes	Yes	89%	Moderate compliance
8.February 2026	Nama Khoi	NC062	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	Yes	N/A	N/A	Yes	94%	Moderate compliance

### Notes on the Water Incentive Scheme

The municipality does have an outstanding meeting with the Water Board to discuss the fluctuations in the meter data

The municipality has some issues with the municipal financial system, which results in certain information, such as the water and electricity losses, being delayed

Nama Khoi Bulk Losses			
Electricity		Water	
Component	Total	Component	Total
Billing [kWh]	4,979,175.89	Billing [kL]	176,554.44
Bulk [kWh](Eskom)	5,829,318.18	Bulk [kL](Vaal Central \	240,336.00 <b>BULK VCW ACCOUNTS NOT</b>
		Bulk [kL](Netview Chec	172,503.80 <b>Netview Bulk Water Check Met</b>
Surplus/(Loss) kWh	-850,142.29	Surplus/L	-63,781.56 <b>Based on VCW Bulk KI's</b>
Surplus/(Loss) %	<b>-14.58%</b>	Surplus%	<b>-26.54%</b> <b>Based on VCW Bulk KI's</b>
		(Loss) kL	4,050.64 <b>Based on Netview Bulk KI's</b>
		(Loss) %	<b>2.35%</b> <b>Based on Netview Bulk KI's</b>

Surplus/(Loss) [R][Excl VAT]		Surplus/(Loss) [R][Excl VAT]	
<b>Technical Losses</b>	<b>10%</b>		
R1.89 (excl. VAT)	-R1,101,113	surplus @ R26.10 (excl	-R1,664,698.72 <b>Based on VCW Bulk KI's</b>
<b>Technical Losses</b>	<b>4.58%</b>		
losses @R3.25 (exc	-R867,330	loss @ R26.10 (excl.	R105,721.70 <b>Based on Netview Bulk KI's</b>
<b>Total</b>	<b>-R1,968,443</b>		

Additional Notes	
requires additional information:	
2. Water Bulk Surplus/(Losses) indicated for both in above calculation	
Source Data utilised	
<b>[A]</b> Netfin Billing Data for Jun - Jan 2026 (yellow)	
<b>[C]</b> Eskom and Vaal Central Water accounts for Jul - Jan 2026	

## **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 are not updated, and the cash flow is not linked to the transactions as per the bank.

The municipality appointed a financial system analyst/consultant to assess the issues and errors on the Financial System, a report with recommendations will be submitted to the Financial Committee.

The municipality has experienced some cash flow issues and will need to enforce credit control procedures more aggressively.

### **Circular 124 Debt Relief**

The monthly monitoring tool is submitted. Outstanding information is related to the ongoing issues the municipality is having with the alignment of the two financial systems.

## **Water Incentive Scheme**

The municipality made the necessary monthly payment as required, but the outstanding issue relating to the metering has not been sorted out as yet.

## **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 28 February 2026 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 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.

<b>NAMA KHOI MUNICIPALITY SCHEDULE C MONTHLY BUDGET STATEMENT</b>	
<b>General information and contact information</b>	
<b>Main tables</b>	<b>Consolidated Monthly Statements</b>
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
<b>Supporting Tables</b>	
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