



Nama Khoi Municipality

14 July 2026

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY REPORT FOR THE PERIOD ENDING 30 June 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 30 June 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. The municipality has been experiencing issues with the alignment of the different system and it has resulted in misalignment of certain figures as indicated in the report

4. REPORT FOR THE PERIOD ENDING 30 June 2026

This report is based on financial information as of 30 June 2026 and is available during preparation.

The financial results for the period ended 30 June 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) - M12 June

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										
Revenue										
Exchange Revenue										
Service charges - Electricity		179,509	159,927	179,779	15,994	171,556	179,779	(8,224)	-5%	179,779
Service charges - Water		47,193	61,257	63,470	3,236	49,799	63,470	(13,670)	-22%	63,470
Service charges - Waste Water Management		15,924	22,600	16,359	1,311	15,172	16,359	(1,187)	-7%	16,359
Service charges - Waste management		18,900	26,984	18,972	1,625	18,172	18,972	(800)	-4%	18,972
Sale of Goods and Rendering of Services		460	4,389	4,186	24	3,740	4,186	(446)	-11%	4,186
Agency services		-	98	98	-	-	98	(98)	-100%	98
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		32,042	23,281	55,780	7,092	54,875	55,780	(905)	-2%	55,780
Interest from Current and Non Current Assets		10,551	16,933	23,576	1,755	21,885	23,576	(1,691)	-7%	23,576
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		693	1,308	1,308	-	-	1,308	(1,308)	-100%	1,308
Rental from Fixed Assets		1,233	3,549	2,513	89	1,182	2,513	(1,331)	-53%	2,513
Licence and permits		3,015	4,024	3,726	338	2,835	3,726	(891)	-24%	3,726
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		640	577	651	59	639	651	(12)	-2%	651
Non-Exchange Revenue										
Property rates		55,907	59,953	61,276	2,955	49,526	61,276	(11,749)	-19%	61,276
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		330	635	599	14	135	599	(464)	-77%	599
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		23,293	77,232	77,227	739	76,874	77,227	(353)	0%	77,227
Interest		6,829	4,585	17,574	2,504	19,050	17,574	1,476	8%	17,574
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		1,742	-	2,125	201	2,208	2,125	83	4%	2,125
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		339,144	60,588	60,588	-	-	60,588	(60,588)	-100%	60,588
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		737,407	527,919	589,809	37,936	487,651	589,809	(102,158)	-17%	589,809
Expenditure By Type										
Employee related costs		102,368	119,328	118,575	10,158	115,418	118,575	(3,157)	-3%	118,575
Remuneration of councillors		7,307	8,045	8,286	655	7,879	8,286	(407)	-5%	8,286
Bulk purchases - electricity		140,719	152,145	165,000	12,080	162,805	165,000	(2,195)	-1%	165,000
Inventory consumed		42,298	54,491	74,573	7,277	65,700	74,573	(8,874)	-12%	74,573
Debt impairment		-	42,900	63,500	73	39,107	63,500	(24,393)	-38%	63,500
Depreciation and amortisation		57,829	72,392	57,829	-	-	57,829	(57,829)	-100%	57,829
Interest		59,239	20,653	5,670	1,013	5,960	5,670	290	5%	5,670
Contracted services		30,174	45,075	82,788	6,222	59,488	82,788	(23,300)	-28%	82,788
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		52,068	1,100	2,500	-	-	2,500	(2,500)	-100%	2,500
Operational costs		27,046	37,828	43,531	1,237	18,685	43,531	(24,846)	-57%	43,531
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		2,016	10,152	2,500	-	-	2,500	(2,500)	-100%	2,500
Total Expenditure		521,064	564,107	624,752	38,715	475,041	624,752	(149,711)	-24%	624,752
Surplus/(Deficit)		216,343	(36,188)	(34,944)	(779)	12,609	(34,944)	47,553	(0)	(34,944)
Transfers and subsidies - capital (monetary allocations)		16,094	22,696	22,696	8,138	25,330	22,696	2,634	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.

Variances 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) - M12 June

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									
Revenue - Functional										
<i>Governance and administration</i>		360,313	159,579	209,308	17,305	189,807	209,308	(19,501)	-9%	209,308
Executive and council		214,506	2,492	2,239	(297)	2,076	2,239	(163)	-7%	2,239
Finance and administration		145,806	157,087	207,069	17,602	187,731	207,069	(19,338)	-9%	207,069
Internal audit		—	—	—	—	—	—	—	—	—
<i>Community and public safety</i>		2,416	3,695	4,442	183	2,197	4,442	(2,245)	-51%	4,442
Community and social services		2,322	3,551	4,367	182	2,153	4,367	(2,215)	-51%	4,367
Sport and recreation		94	144	75	1	44	75	(31)	-41%	75
Public safety		—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		3,309	3,862	3,746	353	2,953	3,746	(793)	-21%	3,746
Planning and development		—	—	—	—	—	—	—	—	—
Road transport		3,309	3,862	3,746	353	2,953	3,746	(793)	-21%	3,746
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		599,589	383,145	394,708	28,225	317,922	394,708	(76,787)	-19%	394,708
Energy sources		515,528	226,672	253,879	16,162	186,467	253,879	(67,411)	-27%	253,879
Water management		47,348	78,173	82,099	3,403	64,577	82,099	(17,522)	-21%	82,099
Waste water management		32,111	62,812	57,314	9,506	54,401	57,314	(2,913)	-5%	57,314
Waste management		4,602	15,488	1,416	(847)	12,477	1,416	11,060	781%	1,416
<i>Other</i>	4	79	334	300	8	101	300	(199)	-66%	300
Total Revenue - Functional	2	965,706	550,615	612,505	46,074	512,980	612,505	(99,524)	-16%	612,505
Expenditure - Functional										
<i>Governance and administration</i>		206,210	136,081	168,423	11,364	119,409	168,423	(49,014)	-29%	168,423
Executive and council		22,276	27,078	27,121	1,125	20,901	27,121	(6,220)	-23%	27,121
Finance and administration		182,190	107,307	139,372	10,076	96,510	139,372	(42,863)	-31%	139,372
Internal audit		1,745	1,696	1,929	163	1,999	1,929	70	4%	1,929
<i>Community and public safety</i>		32,451	36,973	39,122	1,752	21,244	39,122	(17,878)	-46%	39,122
Community and social services		7,959	11,303	10,766	695	8,906	10,766	(1,860)	-17%	10,766
Sport and recreation		18,863	16,880	21,316	623	6,669	21,316	(14,647)	-69%	21,316
Public safety		5,629	8,790	7,041	435	5,669	7,041	(1,371)	-19%	7,041
Housing		—	—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		19,082	25,798	29,080	3,103	28,418	29,080	(661)	-2%	29,080
Planning and development		7,619	7,860	11,032	1,069	11,333	11,032	301	3%	11,032
Road transport		11,463	17,938	18,048	2,034	17,085	18,048	(963)	-5%	18,048
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		263,787	365,255	388,128	22,495	305,970	388,128	(82,158)	-21%	388,128
Energy sources		176,746	207,768	269,475	13,616	216,001	269,475	(53,474)	-20%	269,475
Water management		60,178	88,539	84,028	7,261	71,216	84,028	(12,812)	-15%	84,028
Waste water management		16,099	20,743	19,189	875	9,426	19,189	(9,763)	-51%	19,189
Waste management		10,764	48,205	15,436	743	9,327	15,436	(6,109)	-40%	15,436
<i>Other</i>		—	—	—	—	—	—	—	—	—
Total Expenditure - Functional	3	521,530	564,107	624,752	38,715	475,041	624,752	(149,711)	-24%	624,752
Surplus/ (Deficit) for the year		444,176	(13,492)	(12,248)	7,359	37,939	(12,248)	50,187	-409.77%	(12,248)

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
<u>Capital Expenditure - Functional Classification</u>										
Governance and administration		3,914	1,050	2,902	179	219	2,902	(2,683)	-92%	2,902
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		3,914	1,050	2,902	179	219	2,902	(2,683)	-92%	2,902
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	-	83	9,063	(8,980)	-99%	9,063
Planning and development		259	-	-	-	-	-	-	-	-
Road transport		-	9,063	9,063	-	83	9,063	(8,980)	-99%	9,063
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		144,072	67,529	80,729	12,121	38,221	80,729	(42,508)	-53%	80,729
Energy sources		39,713	4,517	4,517	-	-	4,517	(4,517)	-100%	4,517
Water management		-	9,695	19,200	3,881	12,916	19,200	(6,284)	-33%	19,200
Waste water management		104,359	53,317	57,012	8,240	25,306	57,012	(31,707)	-56%	57,012
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	148,245	77,642	92,694	12,300	38,523	92,694	(54,171)	-58%	92,694
<u>Funded by:</u>										
National Government		100,060	47,139	47,139	7,044	21,437	47,139	(25,702)	-55%	47,139
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbrns, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		100,060	47,139	47,139	7,044	21,437	47,139	(25,702)	-55%	47,139
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		48,185	30,503	45,555	5,256	17,086	45,555	(28,469)	-62%	45,555
Total Capital Funding		148,245	77,642	92,694	12,300	38,523	92,694	(54,171)	-58%	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 an additional fleet through the RT57 process.

CASH FLOW STATEMENT ON 30 June 2026

NC062 Nama Khoi - Table C7 Monthly Budget Statement - Cash Flow - M12 June

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		10,800	47,117	69,615	3	35	69,615	(69,581)	-100%	69,615
Service charges		–	236,208	275,944	12,192	71,639	275,944	(204,305)	-74%	275,944
Other revenue		712,667	70,374	82,533	1,788	19,557	82,533	(62,977)	-76%	82,533
Transfers and Subsidies - Operational		452,313	77,232	77,227	54,313	806,634	77,227	729,407	944%	77,227
Transfers and Subsidies - Capital		–	22,696	22,696	–	22,696	22,696	(0)	0%	22,696
Interest		–	40,213	80,456	11	273	80,456	(80,183)	-100%	80,456
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(518,114)	(508,527)	(600,572)	(47,626)	(614,512)	(410,822)	(203,690)	50%	(600,572)
Interest		–	(20,653)	(5,670)	–	–	(5,670)	5,670	-100%	(5,670)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		657,666	(35,340)	2,230	20,683	306,322	191,980	114,341	60%	2,230
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)	(106,598)	(9,464)	(40,211)	(106,598)	66,387	-62%	(106,598)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1,191)	(89,289)	(106,598)	(9,464)	(40,211)	(106,598)	66,387	-62%	(106,598)
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		656,728	(124,628)	(104,367)	11,219	266,111	85,383			(104,367)
Cash/cash equivalents at beginning:		44,220	253,877	323,917	0	323,917	323,917			323,917
Cash/cash equivalents at month/year end:		700,949	129,249	219,550	11,219	590,028	409,300			219,550

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

Statement Number:1972-2129

Processing Month :12

Statement Date :7/14/2026
12:00:00 AM

Reconciliation Summary

Cashbook Opening Balance	7,417,967.08
Payments for Period	--25,962,596.65
Receipts for Period	19,776,200.04
Item/Cashbook	1,231,570.47
Uncleared Payments	0.00
Uncleared Receipts	0.00
	0.00
Unknown Items	
Sub Total	1,231,570.47
Statement Balance	-1,231,570.47
Difference	0.00

Primary Account

Nama Khoi Municipality (NC062)

Bank Reconciliation Report

CashBook : - Nedbank Main

Statement Number:12198-12276

Processing Month :12

Statement Date :7/14/2026

12:00:00 AM

Reconciliation Summary

Cashbook Opening Balance

✓

1,591,293.12

Payments for Period

--46,916,984.68

Receipts for Period

✓

46,663,471.33

Item/Cashbook

✓

1,337,779.77

Uncleared Payments

✓

0.00

Uncleared Receipts

✓

0.00

✓

0.00

Unknown Items

Sub Total

1,337,779.77

Statement Balance

✓

-1,337,779.77

Difference

0.00

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 30 June 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 - M12 June

Description	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e. Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
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	–	–
Total By Income Source	2000	16,634	11,021	10,980	10,157	8,205	6,776	7,542	377,093	448,409	409,774	–	–
2024/25 - totals only		16633812	11021227	10979669	10157219	8205499	6776037	7542381	377093248	448,409	409,774	0	0
Debtors Age Analysis By Customer Group													
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	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	2600	16,634	11,021	10,980	10,157	8,205	6,776	7,542	377,093	448,409	409,774	–	–

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 implementing 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.

It must be noted that the blocking of prepaid services for outstanding accounts has commenced.

CREDITORS Age Analysis - Annexure B -Table SC4

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

The following report shows the creditor's outstanding on 30 June 2026.

NC062 Nama Khoi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Budget Year 2025/26												Prior year totals for chart (same period)
Description	NT Code	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	Total		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	14,165	–	–	–	–	–	14	226,062	240,241	241,201	
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	19,803	288	8,379	360	4,392	1,693	7,582	14,276	56,773	31,920	
Auditor General	0800	–	–	–	–	–	–	12	889	901	1,058	
Other	0900	11	–	–	–	–	–	3	7	20	7	
Medical Aid deductions	0950	683	–	–	–	–	–	–	–	683	618	
Total By Customer Type	1000	34,663	288	8,379	360	4,392	1,693	7,610	466,971	524,356	500,541	

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.

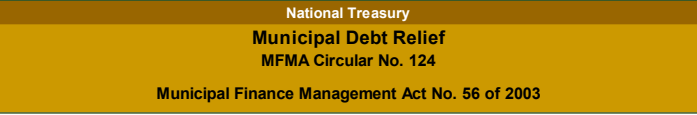
ESKOM balances should reflect ESKOM R69 million +/- as the municipality was successful in its first two years of the debt relief programme and has received the second write-off confirmation letter.

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 - M12 June							
Summary of Employee and Councillor remuneration	Budget Year 2025/26						
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Councillors (Political Office Bearers plus Other)							
Basic Salaries and Wages	6,718,937	6,920,505	541,504	6,519,829	6,920,505	- 400,676	94
Medical Aid Contributions	47,348	48,768	9,688	112,543	48,768	63,775	231
Motor Vehicle Allowance	101,657	104,707	8,068	96,816	104,707	- 7,891	92
Cellphone Allowance	751,140	773,675	61,200	734,400	773,675	- 39,275	95
Other benefits and allowances	425,420	438,182	34,591	415,091	438,182	- 23,091	95
Sub Total - Councillors	8,044,502	8,285,837	655,051	7,878,679	8,285,837	- 407,158	95
Senior Managers of the Municipality							
Basic Salaries and Wages	4,254,288	5,964,261	324,511	5,074,415	5,964,261	- 889,846	85
Pension and UIF Contributions	13,388	13,511	708	8,679	13,511	- 4,832	64
Performance Bonus	812,474	470,134	-	349,484	470,133	- 120,649	74
Motor Vehicle Allowance	319,871	785,014	54,717	656,605	785,014	- 128,409	84
Cellphone Allowance	99,700	67,402	5,600	67,200	67,402	- 202	100
Housing Allowances	148,813	148,813	12,199	146,389	148,813	- 2,424	98
Other benefits and allowances	901	906	50	602	906	- 304	66
Scarcity	583,892	384,001	39,143	417,650	384,001	33,649	109
Acting and post related allowance	-	233,966	34,043	293,854	233,966	59,888	126
Sub Total - Senior Managers of Municipality	6,233,327	8,068,008	470,971	7,014,878	8,068,007	- 1,053,129	87
Other Municipal Staff							
Basic Salaries and Wages	68,732,135	68,074,923	6,182,895	68,031,092	68,074,923	- 43,831	100
Pension and UIF Contributions	9,923,585	8,966,412	873,182	9,399,371	8,966,412	432,959	105
Medical Aid Contributions	6,261,025	4,749,083	427,819	4,884,472	4,749,083	135,389	103
Overtime	9,867,497	11,144,482	1,026,622	11,350,344	11,144,482	205,862	102
Performance Bonus	5,334,217	5,647,473	366,817	4,417,922	5,647,473	- 1,229,551	78
Motor Vehicle Allowance	4,105,811	2,860,373	255,214	2,998,763	2,860,373	138,390	105
Cellphone Allowance	266,023	314,603	26,850	316,500	314,603	1,897	101
Housing Allowances	739,342	643,869	47,979	607,349	643,869	- 36,520	94
Other benefits and allowances	3,275,657	3,699,263	327,030	3,806,231	3,699,260	106,971	103
Payments in lieu of leave	1,897,984	2,295,121	51,955	816,841	2,295,121	- 1,478,280	36
Long service awards	340,432	439,989	18,062	328,308	439,984	- 111,676	75
Post-retirement benefit obligations	1,449,926	1	-	-	1	- 1	-
Acting and post related allowance	900,596	1,671,005	82,347	1,445,621	1,671,005	- 225,384	87
Sub Total - Other Municipal Staff	113,094,230	110,506,597	9,686,772	108,402,814	110,506,589	- 2,103,775	98
Total Parent Municipality	127,372,059	126,860,442	10,812,794	123,296,371	126,860,433	- 3,564,062	97
Total Employee Cost	119,327,557	118,574,605	10,157,743	115,417,692	118,574,596		
Total Expenditure	564,107,286	624,752,131	38,715,248	475,041,282	624,752,122		
%Employee Cost to Total Expenditure	21	19	26	24	19		

Employee Cost to Total Expenditure amounts to 2%.



Province		
NC		
Code	District	Code Description
NC062	Namakwa	Nama Khol

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 MTRF					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	N/A	Yes	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	95%	Above Moderate	
26.August25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	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	95%	Above Moderate
27.September25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	No	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	N/A	Yes	Yes	Yes	No	No	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	No	90%	Above Moderate
29.November25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	Above Moderate
30.December25	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	93%	Above Moderate
31.January26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	95%	Above Moderate
32.February26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	N/A	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	90%	Above Moderate
33.March26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	88%	Above Moderate	
34.April26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	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	No	95%	Above Moderate
35.May26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	93%	Above Moderate
36.June26	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	88%	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.

NAMA KHOI LOCAL MUNICIPALITY								
APPENDIX B								
DISCLOSURE OF GRANTS AND SUBSIDIES FOR THE YEAR ENDED 30 JUNE 2026								
	OPENING BALANCE R	CORRECTION OF ERROR R	RESTATED BALANCE R	GRANTS RECEIVED R	GRANTS REPAID R	TRANSFERRED TO REVENUE (OPERATING) R	TRANSFERRED TO REVENUE (CAPITAL) R	CLOSING BALANCE R
NATIONAL GOVERNMENT								
Finance Management Grant (FMG)	14,372	-	14,372	3,000,000	(14,372)	(3,000,000)		-
Municipal Infrastructure Grant (MIG)	6,177,479	-	6,177,479	12,696,000	(2,122,988)		(15,102,412)	1,648,079
Expanded Public Works Programme (EPWP)	-	-	-	1,601,000	-	(1,601,000)		-
Integrated National Electrification Programme (INEP)	-	-	-	-	-	-		-
Municipal Disaster Response Grant	22,947,080	-	22,947,080	-	-		(69,348)	22,877,732
Water Service Infrastructure Grant (WSIG)	1,475,378	-	1,475,378	10,000,000	(321,883)		(10,158,037)	995,458
Total	30,614,309	-	30,614,309	27,297,000	(2,459,244)	(4,601,000)	(25,329,796)	25,521,269
PROVINCIAL GOVERNMENT								
Libraries, Archives and Museums	753,380	-	753,380	1,650,000		(1,296,966)		1,106,414
Department of Water Affairs - WSACDBP	-	-	-	-	-			-
LG SETA	256,306	-	256,306	131,840				388,146
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	1,650,000		(1,296,966)	-	3,250,533
OTHER GRANT PROVIDERS								
Wade Project	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
ALL SPHERES OF GOVERNMENT	33,538,764	-	33,538,764	28,947,000	(2,459,244)	(5,897,966)	(25,329,796)	28,771,802

NAMA KHOI MUNICIPALITY											
VAT 201											
VAT REG. 4890198585											
VAT CATEGORY: C											
ACCOUNTING BASE : PAYMENT BASE											
VAT RECONCILIATION											
Financial Year : 2025/2026											
PERIOD : May 2026											
Output											
Date Submit		Description		Standard rate (Excluding capital goods and/or services and accomodation	Standard rate (Excluding capital goods and/or services and accomodation	Zero rate (excluding goods exported)	Exempt & non supplies		Other and Imported services	VAT Value	Control
1	VAT JUL			14,551,984.39	1,898,084.92	40,361,165.47	34,649.61			1,898,084.92	
2	VAT AUGUST			12,179,061.35	1,588,573.22	3,025,992.25	2,249,030.60			1,588,573.22	
3	VAT SEPTEMBER			43,057,806.11	5,616,235.58	5,007,539.60	6,653,160.37			5,616,235.58	
4	VAT OCT			24,937,209.81	3,252,679.54	4,120,730.66	3,603,292.75			3,252,679.54	
5	VAT NOV			16,756,450.97	2,185,624.04	4,712,745.14	3,354,871.65			2,185,624.04	
6	VAT DEC			24,248,131.34	3,162,799.74	30,726,285.68	1,344,568.66			3,162,799.74	
7	VAT JAN			30,869,307.48	4,026,431.41	4,401,023.62	3,710,763.99			4,026,431.41	
8	VAT FEB			25,255,186.03	3,294,154.70	8,988,128.70	3,219,898.91			3,294,154.70	
9	VAT MARCH			33,652,958.45	4,389,516.32	29,657,136.71	3,428,027.99			4,389,516.32	
10	VAT APRIL			17,657,687.34	2,303,176.61	2,941,253.60	3,062,607.44			2,303,176.61	
11	VAT MAY			28,118,010.75	3,667,566.62	5,870,149.72	3,310,245.21			3,667,566.62	
Total Amount			R -	R 271,283,794.03	R 35,384,842.70	R 139,812,151.16	R 33,971,117.18	R -	R -	R 35,384,842.70	
Input Tax											
Date Submit	Period	Description	Capital goods and/ or service supplied to you	VAT Value	Other Goods and/ or service supplied to you (not capital goods)	VAT Value	Other	VAT Value		VAT Value	Paid (+) Refund (-)
1	VAT JUL		1,849,996.64	241,303.91	38,551,407.53	5,028,444.46				5,269,748.37	-3,371,663.45
2	VAT AUGUST		2,660,158.84	346,977.24	9,114,419.45	1,188,837.32				1,535,814.56	52,758.66
3	VAT 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	VAT OCT		94,149.50	12,280.37	25,962,242.76	3,386,379.49				3,398,659.86	-145,980.32
5	VAT NOV		2,170,362.49	283,090.76	21,627,626.88	2,820,994.81				3,104,085.57	-918,461.53
6	VAT 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	VAT JAN		14,665.03	1,912.83	32,396,719.61	4,225,659.08				4,227,571.91	-201,140.50
8	VAT FEB		3,671,375.61	478,875.08	23,721,843.35	3,094,153.48				3,573,028.56	-278,873.86
9	VAT MARCH		4220791.563	550,538.03	27,511,506.73	3,588,457.40				4,138,995.43	250,520.89
10	VAT APRIL		4422338.647	576,826.78	25,783,677.04	3,363,088.31				3,939,915.09	-1,636,738.48
11	VAT MAY		608523.8033	79,372.67	21,708,591.55	2,831,555.42				2,910,928.09	756,638.53
Total Amount			R 28,335,506.34	R 3,695,935.61	R 289,316,950.24	R 37,736,993.51	R -	R -	R -	R 41,432,929.12	R 6,048,086.42
VAT Reconciliation											
OPENING BALANCE 01/07/25											327,015.77
TOTAL OUTPUT TAX											-35,384,842.70
TOTAL INPUT TAX											41,432,929.12
REFUNDS :DURING THE YEAR											-9,072,421.04
PAYMENTS DURING THE YEAR											2,697,318.85
CLOSING BALANCE 30/06/26: VAT PAYABLE/ REFUNDABLE											0.00

NAMA KHOI LOCAL MUNICIPALITY Financial Year: 2025/2026 Consolidated Report on Various Deposits Period: YTD ended 30 June 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	29,989,699.34	34,189,699.34
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
Deposits	March		5,166,967.70	5,166,967.70
Deposits	April		1,738,663.50	1,738,663.50
Deposits	May		1,774,175.35	1,774,175.35
Deposits	June		1,744,602.38	1,744,602.38
<u>Withdrawal</u>		-10,227,570.59	-32,220,612.85	- 42,448,183.44
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
Monthly operational needs	March	-2,511,428.51		- 2,511,428.51
Monthly operational needs	April	-2,957,408.08	-4,000,000.00	- 6,957,408.08
Monthly operational needs	May		-5,009,634.00	- 5,009,634.00
Monthly operational needs	June		-2,600,000.00	- 2,600,000.00
<u>Closing Balance: 30 June 2026</u>		4,735,553.25	6,797,914.62	11,535,468.59

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



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
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
9.March 2026	Nama Khoi	NC062	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	94%	Moderate compliance
10.April 2026	Nama Khoi	NC062	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	No	Yes	Yes	N/A	Yes	Yes	Yes	Yes	94%	Moderate compliance
11. May 2026	Nama Khoi	NC062	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	94%	Moderate compliance
12. June 2026	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

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

Information reflects only July to June

Nama Khoi Bulk Losses (Jul - Jun 2026)			
Electricity		Water	
Component	Total	Component	Total
Billing [kWh]	58,451,923.22	Billing [kL]	1,719,592.71
Bulk [kWh] (Eskom)	67,662,824.05	Bulk [kL] (Vaal Central Water)	2,236,133.00
		Bulk [kL] (Netview Check Meters)	1,983,453.82
			Netview Bulk Water Check Meters
Surplus/(Loss) kWh	-9,210,900.83	Surplus kL	-516,540.29
			Based on VCW Bulk KI's
Surplus/(Loss) %	-13.61%	Surplus %	-23.10%
			Based on VCW Bulk KI's
		(Loss) kL	-263,861.11
			Based on Netview Bulk KI's
		(Loss) %	-13.30%
			Based on Netview Bulk KI's

Surplus/(Loss) [R] [Excl VAT]		Surplus/(Loss) [R] [Excl VAT]	
Assumed Technical Losses	-10.00%		
Bulk [R] losses @ R2.41 (excl. VAT)	-R16,318,896	Bulk [R] surplus @ R26.10 (excl. VAT)	-R13,481,697
			Based on VCW Bulk KI's
Assumed Non -Technical Losses	-3.61%		
Billed [R] losses @ R3.31 (excl. VAT)	-R8,089,909	Bulk [R] loss @ R26.10 (excl. VAT)	-R6,886,772
			Based on Netview Bulk KI's
Total	-R24,408,806		

Additional Notes

1. Please note areas marked in Yellow on the Electricity Losses sheet requires additional information:
 - (a) Kleinzee Eskom Accounts from Jul 2025, Oct 2025 - Dec 2025, Jun 2026 are still outstanding. Check metering figures were used
 - (b) Syntell Prepaid Sales indicating kWh for Oct & Nov 2025.
2. Water Bulk Surplus/(Losses) indicated for both in above calculation

Source Data utilised

- [A]** Netfin Billing Data for Jun - Jun 2026
- [B]** Syntell Prepaid Sales Statistics for Jul - Sept 2025 (figures marked in yellow)
- [C]** Eskom and Vaal Central Water accounts for Jul - Jun 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.

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