"People's power in action"

MFMA SECTION 71 REPORT MONTH ENDING

31 JANUARY 2025

DISTRIBUTION:

Executive Mayor:	**Mr. Motloheloa Ellis Mokatsane**
Acting Municipal Manager:	**Mrs. Mamaliso Lizzy Ntsepe**
Acting Chief Financial Officer:	**Mrs Mmatlabakwe Irene Mokheseng**
Sector Departments:	**National and Provincial Departments**
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PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 OCTOBER 2024

TO: THE EXECUTIVE MAYOR

1. Purpose

DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE: MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY BUDGET STATEMENT: S71 MONTHLY REPORT FOR THE PERIOD ENDING 31 JANUARY 2025

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 May 2009 by the submission of a monthly budget statement to the Executive Mayor, National and Provincial Treasury containing prescribed financial performance particulars for that reporting month and for the financial year up to the end of that month, as legislated.

The municipality realises, the critical importance of having a minimum 3 month's cash coverage which is a sound directive and required norm from National Treasury. This has been the focus of the municipality for the past few months to ensure that Moqhaka Local Municipality recovers fully to ensure its sustainability and financial viability. Serious actions will have to be taken to realise this target and Council's buy-in be secured, to the turn the municipality around is critically important. The municipality's main goal is to remain positive and committed in stabilising the municipality, improving its cash position and improving on quality service being rendered.

Currently, the total debtor's book is standing at R1 689 341 950, of which 91% of the debt is owed more than 90 days totalling R1 529 142 937. Included in the total debt, R120 961 670 is owed by Government, R196 701 722 by Business and R1 258 840 162 by Households. Included in the Households debt is RR 185 434 718 by Indigent Households. The municipality continues to urge its debtors to meet their obligation to the municipality or make payment arrangements. The cash collection is not at a desired level, and this does not bode well for the municipality's financial position. There needs to be a major paradigm shift in the payment culture across all customer groups.

This can only be achieved when the Debt Collection and Credit Control Policy is strictly, consistently and fairly applied to all customer groups. Consumers that are not paying for services are reminded that no municipality will remain sustainable and functional, if it expects to provide “services for free”. And in the same breath, the municipality must employ all measures to ensure that customers receive quality and reliable services. The value of providing these services, should never be underestimated by the municipality, as there is a direct correlation between providing quality services and consumers’ willingness to pay.

Tough decisions must be taken with support from the political leadership to have a meaningful impact and produce positive results. This action is long overdue, especially considering the municipality’s financial crisis and major threat to its financial viability and sustainability. For the municipality to thrive, overall performance must improve, the quality of services rendered must improve, accountability must be enforced which must be complimented by strict consequence management. Serious consideration should be given to the service delivery and financial implications of all decisions taken.

Ensure that legislations/acts, regulations, circulars, by-laws and policies are adhered to diligently, consistently and fairly. Enhance revenue collection and ensure that operational and capital funds are spent effectively with good value for money. Improving on preventative maintenance and spending funds cost-effectively and efficiently to address service delivery challenges can no longer be delayed, we have noted an increase in emergency maintenance which seems excessive, as no competitive bidding is taking place, because of the impact of asset failure on service delivery.

We are striving to ensure assets are maintained at desired levels and are being utilised optimally. The spending of funds will have to be prioritised, wastage be curbed, and overall personnel performance and productivity be monitored and improved. Municipal officials should also take all reasonable steps to prevent unauthorised, irregular and fruitless and wasteful expenditure and to refrain from committing acts of financial misconduct and/or criminal offences as per Chapter 15 of the MFMA.

It is imperative that all municipal officials must have the inherent desire to do their job to the best of their ability, ensure the full payment of services accounts, take pride and ownership in their work, take accountability for their job functions, doing the right thing consistently and work as a collective, cohesive team to achieve the municipality’s strategic objectives. Foremost to all of these, have the community’s best interest at heart.

2. Background

Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 May 2009, regarding the “Local Government: Municipal Finance Management Act 2003 and the Municipal Budget and Reporting Regulations” necessitates those specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance. “The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required Tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.” Further, Section 71 of the MFMA requires that, “the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month.” For the reporting period ending 31 January 2025, the ten working day reporting limit expires on Wednesday the 14th of February 2025.

3. Executive summary

The Statement of Financial Performance is prepared on the prescribed monthly C-schedules, detailing Revenue by source and Expenditure by type. The consolidated summary of the financial performance is indicated in Table 1 below:

Table 1. Consolidated summary: Statement of Financial Performance: YTD Budget

Description	**YTD Budget Jan 25**	**YTD Actual Jan 25**	**Variance Favourable (Unfavourable)**	**% YTD Budget vs YTD Actual**	**% Variance vs Actual Favourable (Unfavourable)**
Total Revenue (Excluding Capital Transfers and Contributions)	R811 745 583	R675 768 975	(R135 976 608)	83%	(17%)
Total Revenue including Capital Transfers and Contributions	R816 218 827	R680 242 219	(R135 976 608)	83%	(17%)
Total Operational Expenditure	R730 066 261	R445 119 872	(R284 946 389)	61%	(39%)

As indicated in Table 1 above, as of 31 January 2025, the billed revenue including operational transfers, but excluding capital grants amounted to R675 768 975, which resulted in a unsatisfactory variance of 20% when compared to YTD Budget of R811 745 583. The billed revenue does not include capital grants. Capital Grants are recognised in the Statement of Financial Performance, monthly as soon as the conditions of the grant have been met. Reason. The Total Operational Expenditure amounted to R445 119 872 versus the YTD Budget of R730 066 261, resulting in an unsatisfactory variance of 39%.

Please note that certain Revenue by source and Expenditure by type categories are showing excessive negative and/or positive variances. This is because the YTD budgets were all systematically determined on a straight-line basis by dividing the total budget per category per line item by 100%. The capital projections were also done in the same fashion. Please note that variances within a 5 to 10 percent range, as prescribed by National Treasury are acceptable and need not necessarily be explained.

4. Budget Performance Overview

The municipality is implementing the approved budget for 2024/25 financial year. The budget for 2024/25 is not funded, but the budget funding plan will accompany this report as it encapsulates the recommendations for the improvement of the collection rate. Overall, operational revenue collection is not performing satisfactorily at 64% against monthly billing, considering the prevailing circumstances. Operational expenditure is 89.6% spent which is slightly under-spent with the contributing factors being depreciation, which is not provided for, the capturing of the 2024-2025 Eskom account and post-retirement health benefits which is not yet accounted for.

The municipality's Debt Relief application to National Treasury was approved, effective 1 December 2023. The municipality had engagement with ESKOM to arrange for the outstanding debt amounting to R 1 542 873 536. A repayment proposal will be submitted to ESKOM for approval when the municipal council has resolved. The municipality has not made significant strides to settle the monthly current accounts to Eskom, but smaller payments towards the account are being made consistently made whenever financially possible. During the month of January 2025, a payment of R5 million was made towards the account. A cost containment policy has been implemented to control the administration of new orders, non-essential expenditure, pre-approve overtime and manage fuel consumption of municipal fleet.

The municipality is in the process of engaging with the seven approved service providers by National Treasury on the RT29 transversal contract relating to the installation of smart water & electricity meters. Smart water meters are specifically earmarked for the areas where ESKOM distributes electricity to improve collection in those areas.

The municipality has an incentive policy to assist account holders to settle their outstanding accounts. The policy is implementable as follows:

Incentives for Households, Churches, NPOs, Farmers, Government, Schools, etc. (Excluding Business/Industrial)

- Discount of 10% for settlement of debt between R 3 000 to R 15 000

- Discount of 20% for settlement of debt between R 15 001 and R 30 000
- Discount of 30% for settlement of debt between R 30 001 and R 50 000
- Discount of 40% for settlement of debt between R 50 001 and R 150 000
- Discount of 50% for settlement of debt between R 150 001 and more

Incentives for Businesses/Industrial

- Discount of 10% for settlement of debt between R 30 000 to R 60 000
- Discount of 20% for settlement of debt between R 60 001 and R 100 000
- Discount of 30% for settlement of debt between R 100 001 and R 150 000
- Discount of 40% for settlement of debt between R 150 001 and R 250 000
- Discount of 50% for settlement of debt between R 250 001 and more

The municipality used to collect 60% from each electricity purchase for all accounts in arrears longer than the approved period, to improve collection as per the Debt Collection & Credit Control policy. Departments are engaged on a regularly basis to recoup outstanding debt owed by Organs of State. The non-buying prepaid consumers must be urgently addressed, and the municipality is confident that the smart prepaid metering solution will assist the municipality tremendously in improving on its billing accuracy and ensuring cash inflows from prepaid sales. There are four debt collection companies that are appointed to assist with the debt collection challenges.

The municipality is meeting with the top different categories of Debtors to deal with their disputes, negotiating settlement amounts, encourage them to enter in payment arrangements and recommend possible solutions that will address their outstanding accounts.

FS201 Moqhaka - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		394 583	553 019	553 019	34 821	224 310	322 594	(98 284)	-30%	553 019
Service charges - Water		173 153	195 587	195 587	14 161	98 320	114 093	(15 773)	-14%	195 587
Service charges - Waste Water Management		65 954	70 019	70 019	6 213	42 466	40 844	1 621	4%	70 019
Service charges - Waste management		46 961	48 564	48 564	4 255	29 974	28 329	1 645	6%	48 564
Sale of Goods and Rendering of Services		6 220	10 265	10 265	329	3 194	5 988	(2 794)	-47%	10 265
Agency services								–		
Interest								–		
Interest earned from Receivables		69 946	34 557	34 557	8 454	45 709	20 158	25 551	127%	34 557
Interest from Current and Non Current Assets		34	30	30	–	39	18	21	122%	30
Dividends		3 637	1 736	1 736	33	2 331	1 013	1 319	130%	1 736
Rent on Land								–		
Rental from Fixed Assets		6 593	8 535	8 535	831	4 057	4 979	(921)	-19%	8 535
Licence and permits		–	–	–	–	–	–	–		–
Operational Revenue		4 027	12 324	12 324	(59)	4 584	7 189	(2 605)	-36%	12 324
Non-Exchange Revenue								–		
Property rates		88 207	90 509	90 509	7 845	54 684	52 797	1 887	4%	90 509
Surcharges and Taxes								–		
Fines, penalties and forfeits		6 569	5 309	5 309	90	709	3 097	(2 388)	-77%	5 309
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		314 054	311 514	311 514	1 865	201 905	181 716	20 188	11%	311 514
Interest		7 761	2 982	2 982	875	5 514	1 740	3 774	217%	2 982
Fuel Levy								–		
Operational Revenue		839	678	678	74	517	396	122	31%	678
Gains on disposal of Assets		25 992	–	–	–	–	–	–		–
Other Gains		65	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**1 214 593**	**1 345 628**	**1 345 628**	**79 785**	**718 312**	**784 949**	**(66 637)**	**-8%**	**1 345 628**

Exchange and Non-Exchange Revenue

Revenue analysis for the month ending 31 January 2025

Revenue Types		Section 71 of 31 Jnauary 2025					Seven Months Ending 31 January 2025				
	Annual Budget 2023/2024	Budget	Billing per GS 560	Billing vs Budget	(BS-566) Actual Income	Income vs Billing	Budget	Billing per GS 560	Billing vs Budget	(BM-310) Actual Income	Income vs Billing
Property rates	90 509 071	7 542 423	7 844 781	104%	3 896 453	50%	52 796 958	54 683 521	104%	35 570 839	65%
Electricity - conventional	343 217 833	28 601 486	22 229 600	78%	17 853 062	80%	200 210 403	130 056 086	65%	151 825 057	117%
Water	195 400 475	16 283 373	14 154 903	87%	3 889 306	27%	113 983 610	98 300 233	86%	30 615 758	31%
Sanitation	69 800 488	5 816 707	6 027 970	104%	2 633 407	44%	40 716 951	42 267 048	104%	18 083 113	43%
Refuse	48 564 221	4 047 018	4 255 297	105%	1 840 185	43%	28 329 129	29 973 754	106%	12 220 761	41%
Total Direct Services	**747 492 088**	**62 291 007**	**54 512 552**	**88%**	**30 112 413**	**55%**	**436 037 051**	**355 280 642**	**81%**	**248 315 528**	**70%**
Other revenue	92 497 269	7 708 106	3 627 977	47%	1 923 562	53%	53 956 740	23 991 729	44%	24 294 440	101%
Revenue from Billed services	**839 989 357**	**69 999 113**	**58 140 529**	**83%**	**32 035 974**	**55%**	**489 993 792**	**379 272 371**	**77%**	**272 609 968**	**72%**
Electricity - prepaid	204 011 643	17 000 970	13 325 476	78%	13 325 476	100%	119 006 792	95 202 635	**80%**	95 202 635	100%
grants	**1 044 001 000**	**87 000 083**	**71 466 005**	**82%**	**45 361 450**	**63%**	**609 000 583**	**474 475 006**	**78%**	**367 812 603**	**78%**
Operational grants and subsidies	3 059 000	1 607 970	1 607 970	**100%**	1 607 970	**100%**	3 059 000	1 607 970	**53%**	1 607 970	**100%**
Equitable share	298 568 000	-	-	**-**	-	**-**	199 686 000	199 686 000	**100%**	199 686 000	**100%**
Total Revenue	**1 345 628 000**	**88 608 053**	**73 073 975**	**82%**	**46 969 420**	**64%**	**811 745 583**	**675 768 975**	**83%**	**569 106 573**	**84%**

Comments on Section 71 Report.

Collection rate for waste water management is 44% for the month of January 2025 and 43% for the seven months.

Collection rate for waste management is 43% for the month of January 2025 and 41% for the seven months.

Collection rate for water is 27% for the month of JAnuary 20225 and 31% for the seven months.

The collection rate on Property rates is 50% for the month of January 2025 and 65% for the seven months.

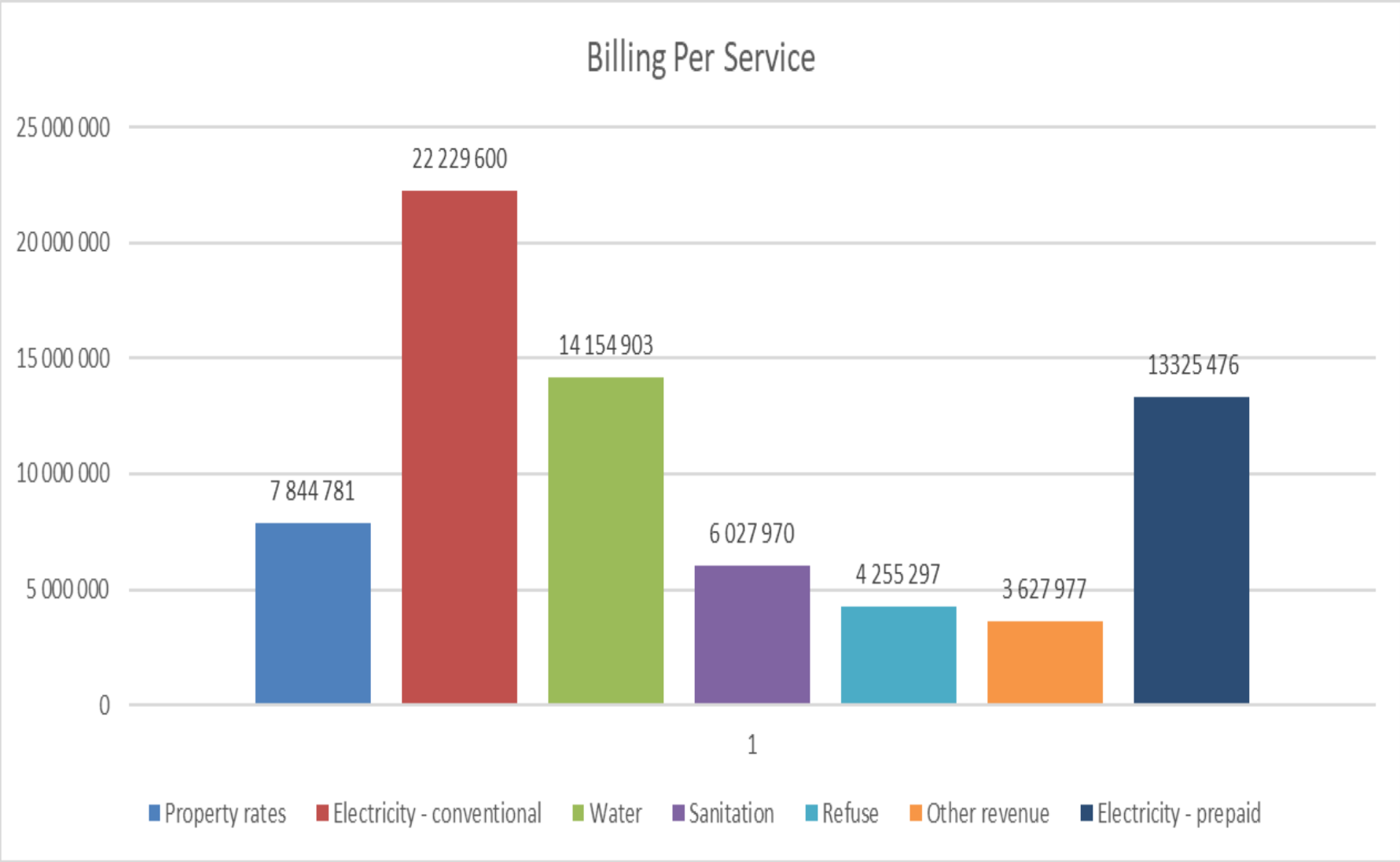
Vat is not considered as part of income in this report since it will be paid over to SARS.

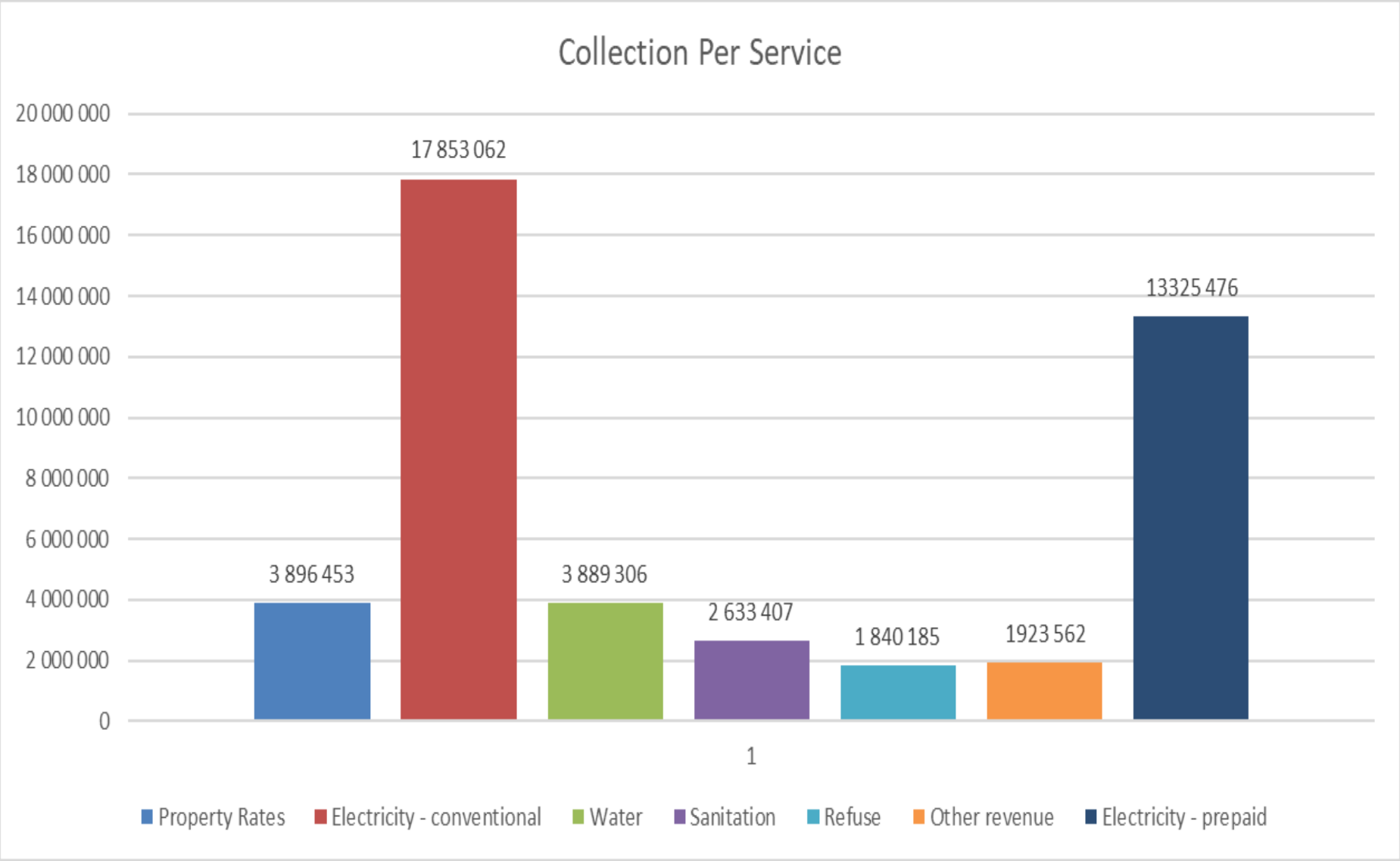
Conventional electricity revenue collection is 80% for the month of January 2025 and 117% for the seven months.

Revenue before operational grants versus billing is 63% for the month of January 2025 and 78% for the seven months.

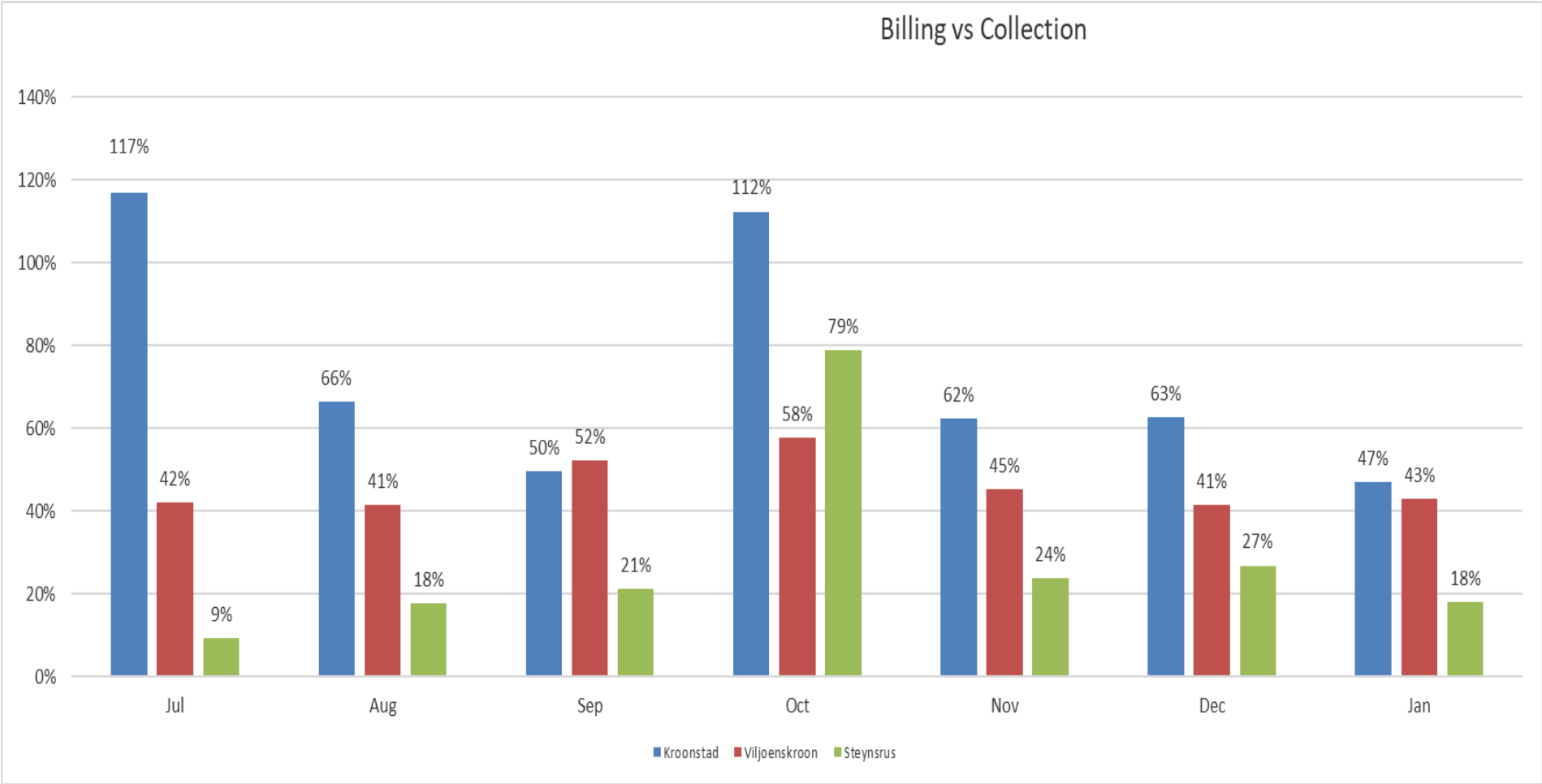
Total Revenue Collection Percentage with Zero Grant Funding received for the month January 2025 is 64% and 84% for the seven months.

Indigents Contribution for Prepaid Electricity in January 2025 is R911 623.50 + R189 348.21 (FBE in ESKOM Supplied Areas) = R1 095 176.21


Billing Per Service
25 000 000
20 000 000
15 000 000
10 000 000
5 000 000
0
7 844 781
22 229 600
14 154 903
6 027 970
4 255 297
3 627 977
13325 476
1
Property rates
Electricity - conventional
Water
Sanitation
Refuse
Other revenue
Electricity - prepaid


Collection Per Service
20 000 000
18 000 000
16 000 000
14 000 000
12 000 000
10 000 000
8 000 000
6 000 000
4 000 000
2 000 000
0
3 896 453
17 853 062
3 889 306
2 633 407
1 840 185
1923 562
13325 476
1
Property Rates
Electricity - conventional
Water
Sanitation
Refuse
Other revenue
Electricity - prepaid

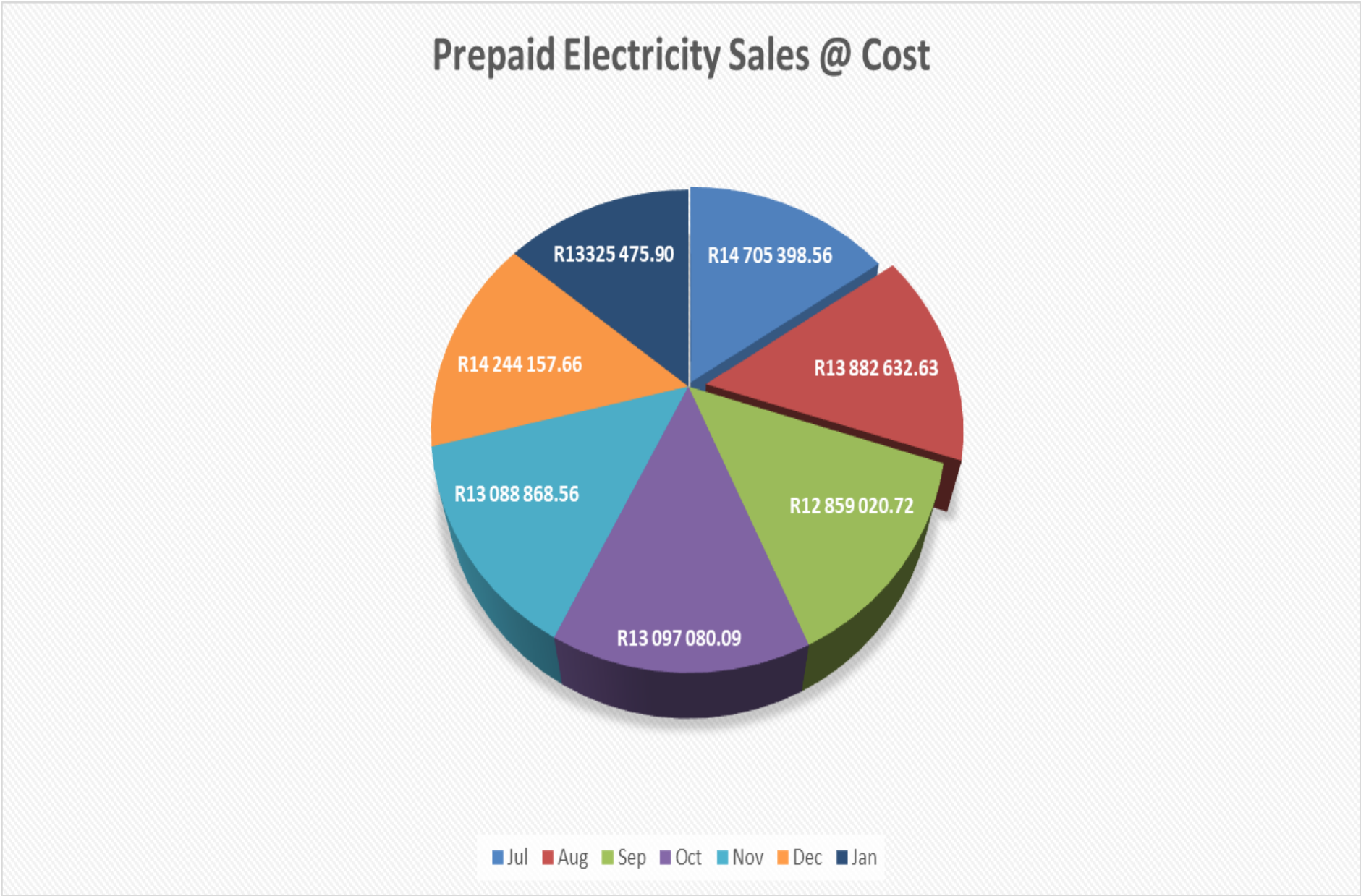
BILLING & REVENUE PER TOWN 01/07/2024 - 30/06/2025 (Excluding Pre-paid Electricity)									
Month	Kroonstad			Viljoenskroon				Steynsrus	
	Billing (BP135)	Receipts (BP135)	Percentage	Billing (BP135)	Receipts (BP135)	Percentage	Billing (BP135)	Receipts (BP135)	Percentage
Jul	17 625 091	20 630 003	117%	14 546 604	6 129 030	42%	2 379 274	223 947	9%
Aug	50 026 530	33 212 880	66%	11 994 176	4 968 316	41%	1 802 829	317 936	18%
Sep	55 478 882	27 503 055	50%	13 663 931	7 138 552	52%	2 206 218	466 363	21%
Oct	53 594 744	60 235 132	112%	14 365 893	8 300 431	58%	935 561	738 550	79%
Nov	53 221 625	33 250 650	62%	15 733 255	7 113 794	45%	2 475 585	588 847	24%
Dec	51 740 275	32 455 121	63%	15 449 619	6 397 987	41%	1 638 856	440 064	27%
Jan	54 377 760	25 727 517	47%	15 142 981	6 583 656	43%	2 114 038	384 216	18%
Total	**336 064 907**	**233 014 358**	**69%**	**100 896 458**	**46 631 766**	**46%**	**13 552 362**	**3 159 923**	**23%**


Billing vs Collection
140%
120%
100%
80%
60%
40%
20%
0%
117%
42%
9%
66%
41%
18%
50%
52%
21%
112%
58%
79%
62%
45%
24%
63%
41%
27%
47%
43%
18%
Jul
Aug
Sep
Oct
Nov
Dec
Jan
Kroonstad
Viljoenskroon
Steynsrus

PRE-PAID ELECTRICITY SALES 2024-2025 FINANCIAL YEAR

Month	Arrears	Cost of Units	Vat	Cash Tendered	Units Sold	FBE Value	% Movement
Jul	R0.00	R14 705 398.56	R2 205 583.77	R16 910 982.33	6 624 751.00	R896 486.00	12%
Aug	R0.00	R13 882 632.63	R2 082 178.30	R15 964 810.93	6 310 561.70	R909 115.00	-6%
Sep	R0.00	R12 859 020.72	R1 928 654.97	R14 787 675.69	5 914 137.10	R903 146.50	-7%
Oct	R0.00	R13 097 080.09	R1 964 357.35	R15 061 437.44	5 990 322.40	R905 914.50	2%
Nov	R0.00	R13 088 868.56	R1 963 122.12	R15 051 990.68	5 988 562.70	R919 841.00	-6%
Dec	R0.00	R14 244 157.66	R2 136 430.50	R16 380 588.16	6 408 484.10	R905 828.00	9%
Jan	R0.00	R13 325 475.90	R1 998 610.23	R15 324 086.13	6 083 221.30	R911 623.50	-7%
Totals	**R0.00**	**R95 202 634.12**	**R14 278 937.24**	**R109 481 571.36**	**R43 320 040.30**	**R6 351 954.50**	

The average collection rate for Kroonstad/Maokeng for January 2025 is 47% , Viljoenskroon/Rammulutsi is 43 & Steynsrus/Matlwangtlwang is 18%.
Kroonstad/Maokeng generated a revenue of R25.7m for January 2025, Viljoenskroon/Rammolutsi generated R6.6m & Steynsrus/Matlwangtlwang generated R384 216.
The cost of revenue generated through prepaid electricity for the month of January 2025 is R13 325 475.90 The electricity vendors are contributing to these sales.


Prepaid Electricity Sales @ Cost
R14 705 398.56
R13 882 632.63
R12 859 020.72
R13 097 080.09
R13 088 868.56
R14 244 157.66
R13325 475.90
Jul
Aug
Sep
Oct
Nov
Dec
Jan

4.2 Operating expenditure by type

FS201 Moqhaka - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		409 580	451 339	451 389	36 052	251 164	263 297	(12 134)	-5%	451 389
Remuneration of councillors		22 251	29 578	29 578	1 778	13 340	17 254	(3 914)	-23%	29 578
Bulk purchases - electricity		418 560	427 440	421 440	1 199	6 459	248 340	(241 881)	-97%	421 440
Inventory consumed		14 879	21 223	21 428	3 121	19 041	12 427	6 613	53%	21 428
Debt impairment		–	58 783	58 783	–	78	34 290	(34 212)	-100%	58 783
Depreciation and amortisation		121 050	9 870	9 870	–	–	5 758	(5 758)	-100%	9 870
Interest		6 029	8 698	8 698	550	3 850	5 074	(1 224)	-24%	8 698
Contracted services		135 341	158 841	157 821	12 691	68 585	92 446	(23 862)	-26%	157 821
Transfers and subsidies		84	1 049	1 049	–	53	612	(558)	-91%	1 049
Irrecoverable debts written off		176 661	1 486	1 486	204	2 075	867	1 208	139%	1 486
Operational costs		117 817	142 099	148 804	15 646	80 554	84 016	(3 461)	-4%	148 804
Losses on Disposal of Assets		15 203	60	60	–	–	35	(35)	-100%	60
Other Losses		106	–	–	–	–	–	–		–
Total Expenditure		**1 437 562**	**1 310 466**	**1 310 406**	**71 240**	**445 198**	**764 416**	**(319 218)**	**-42%**	**1 310 406**

Comparison against YTD Budget

As indicated in the Table above, as at 31 January 2025, expenditure shows an unsatisfactory variance of minus 42%. The YTD actual amounted to R445 416 000 against the YTD budget of R764 416 000.

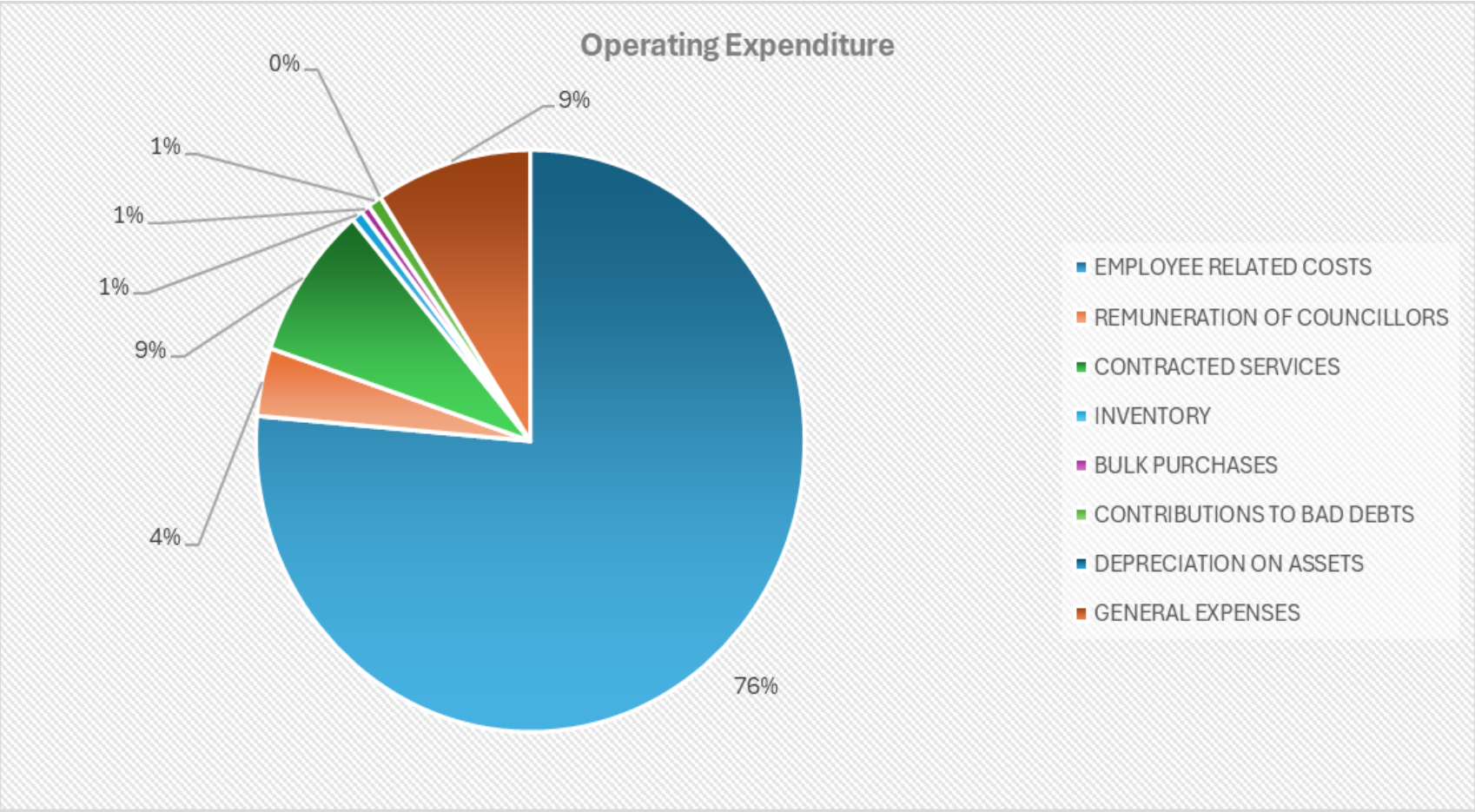
- Employee related costs show a satisfactory variance of minus 5.0%. Post-retirement benefit obligations are not factored in and will only be finalised as part of year-end procedures.
- Remuneration of councillors is showing an unsatisfactory variance of minus 23%.

- Bulk purchases – Electricity is showing an unsatisfactory variance of minus 97%, since the January payment of R5 million went against the arrears and not the current account.
- The expenditure on Inventory consumed is showing an unsatisfactory variance of minus 53%. Expenditure for the first month of the year is normally low, due later re-opening of the financial year after year-end closure.
- The major backlog and deterioration of infrastructure is negatively influencing the Repairs & Maintenance expenditure line items. Deviations and re-directing of funds to manage crisis's is severely and rapidly depleting the R&M budget, impeding on the funds required for day-to-day maintenance. Lack of maintenance plans and planned maintenance is impeding on the municipality's ability to maintain assets optimally.

  There are limited resources available with severe budgetary constraints with the current cash flow position putting major strain on the municipality's finances to actually address service delivery challenges. The municipality is obligated to ensure that tariffs are cost-reflective whilst ensuring that tariff increases are inflationary related as prescribed by NT's annual MFMA Budget circulars. This is a major impediment for the municipality to increase the R&M budget to a desired level to actually address backlogs, whilst employee costs, provision for bad debts and other expenditure is putting further strain on the budgets each year.

- Depreciation was projected for on a straight-line basis, as part of year-end procedures. The municipality is currently engaging our service provider to make use of the available Asset module on the financial system for integration.
- Interest is showing an unsatisfactory variance of minus 24%, due to the Interest on External borrowing being paid monthly and the first instalment for the current financial year was paid during July 2024. All Interest paid on overdue accounts must be recognized as Fruitless and Wasteful expenditure in the Annual Financial Statements.
- Expenditure on Contracted services is showing an unsatisfactory variance of minus 26%.
- Transfers and subsidies showing negative variance of minus 91%, due to non-expenditure & no commitment to show movement.
- Operational cost is showing an unsatisfactory variance of minus 4% as a result of the following line items under Operational Cost (OC)

- Costs are incurred for Professional Bodies membership & Subscriptions, for predominantly annual SALGA membership fees.
- Audit Cost for external auditors incurred were R4 550 884 in the month of January 2025.



OPERATING EXPENSES

DESCRIPTION	Annual Budget 2024/2025	Actual 31-Jan-25	YTD 31-Jan-25	Variance	% Exp
EMPLOYEE RELATED COSTS	451 389 064.00	36 051 901.24	251 163 804.29	200 225 259.71	**55.64**
REMUNERATION OF COUNCILLORS	29 577 550.00	1 777 633.29	13 339 545.14	16 238 004.86	**45.10**
CONTRACTED SERVICES	157 821 262.00	12 690 937.97	68 584 885.82	89 236 376.18	**43.46**
INVENTORY	21 427 956.00	3 120 850.91	19 040 631.52	2 387 324.48	**88.86**
BULK PURCHASES	421 440 423.00	1 199 399.29	6 458 835.18	414 981 587.82	**1.53**
CONTRIBUTIONS TO BAD DEBTS	1 485 676.00	204 147.79	2 074 623.71	-588 947.71	**139.64**
DEPRECIATION ON ASSETS	9 849 321.00	0.00	0.00	9 849 321.00	**-**
GENERAL EXPENSES	158 550 910.00	16 195 618.24	84 457 546.88	74 093 363.12	**53.27**
TOTAL EXPENDITURE (NETT)	1 251 542 162.00	71 240 488.73	445 119 872.54	806 422 289.46	**35.57**

DESCRIPTION	Annual Budget 2024/2025	Actual 31-Jan-25	YTD 31-Jan-25	Variance	
OUTSOURCE SERVICES					**-**
OS: BURIAL SERVICES	389 091.00	10 550.00	70 071.79	319 019.21	**18.01**
OS: B&A HUMAN RESOURCES	0.00	0.00	0.00	0.00	**-**
OS: B&A OCCUPATIONAL HEALTH & SAFETY	0.00	0.00	0.00	0.00	**-**
OS: B&A ORGANISATIONAL	5 418.00	0.00	0.00	5 418.00	**-**

OS: B&A PROJECT MANAGEMENT	1 926 950.00	64 380.54	984 169.97	942 780.03	**51.07**
OS: B&A RESEARCH & ADVISORY	927 861.00	0.00	198 473.91	729 387.09	**21.39**
OS: B&A QUALIFICATION VERIFICATION	0.00	0.00	0.00	0.00	**-**
OS: B&A VALUER	3 147 000.00	27 826.09	166 956.54	2 980 043.46	**5.31**
OS: CATERING SERVICES	1 031 003.00	22 148.00	402 855.70	628 147.30	**39.07**
OS: CLEANING SERVICES	216 757.00	0.00	70 844.02	145 912.98	**32.68**
OS: ELECTRICAL	15 060 976.00	216 747.57	3 792 908.00	11 268 068.00	**25.18**
OS:ILLEGAL DUMPING	524 500.00	154 175.00	333 984.82	190 515.18	**63.68**
OS: MEDICAL SERVICES [HEALTH SERV &	552 299.00	0.00	0.00	552 299.00	**-**
OS: PERSONNEL & LABOUR	7 286 629.00	1 042 316.62	3 780 216.25	3 506 412.75	**51.88**
OS: CONNECT/DIS-CONNECTION: ELECTICI	9 279.00	0.00	0.00	9 279.00	**-**
OS: TRAFFIC FINES MANAGEMENT	167 622.00	21 840.00	65 520.00	102 102.00	**39.09**
OS: TRANSPORT SERVICES		0.00	0.00	0.00	**-**
SUB TOTAL : OUTSOURCE SERVICES	**31 245 385.00**	**1 559 983.82**	**9 866 001.00**	**21 379 384.00**	**31.58**
CONSULTANTS AND PROFESSIONAL SERVICES					**-**
C&PS: B&A AIR POLLUTION	157 350.00	0.00	0.00	157 350.00	**-**

C&PS: B&A AUDIT COMMITTEE	201 225.00	0.00	17 710.00	183 515.00	**8.80**
C&PS: B&A BUSINESS & FIN MANAGEMENT	524 500.00	119 678.00	119 678.00	404 822.00	**22.82**
C&PS: B&A HUMAN RESOURCES	1 994 410.00	97 500.67	919 777.85	1 074 632.15	**46.12**
C&PS: B&A MEDICAL EXAMINATIONS	906 336.00	0.00	383 515.00	522 821.00	**42.31**
C&PS: B&A OCCUPATIONAL HEALTH & SAFE	464 500.00	0.00	236 593.43	227 906.57	**50.94**
C&PS: B&A PROJECT MANAGEMENT	7 818 271.00	0.00	4 098 744.47	3 719 526.53	**52.43**
C&PS: B&A PROJ MAN(COMM CRISIS)	0.00	0.00	0.00	0.00	**-**
C&PS: B&A PROJ MAN(TRAI & AWARE)	0.00	0.00	0.00	0.00	**-**
C&PS: B&A PROJ MAN(EMERG RESPOND)	1 049 000.00	0.00	8 600.00	1 040 400.00	**0.82**
C&PS: B&A RESEARCH & ADVISORY	209 800.00	0.00	0.00	209 800.00	**-**
C&PS: B&A SYSTEM SUPPORT	62 904.00	0.00	0.00	62 904.00	**-**
C&PS: I&P ENGINEERING CIVIL	1 468 600.00	273 120.00	560 143.20	908 456.80	**38.14**
C&PS: I&P LAND & QUANTITY SURVEYORS	335 680.00	0.00	0.00	335 680.00	**-**
C&PS: I&P LAND SCAPE DESIGNER	359 000.00	0.00	0.00	359 000.00	**-**
C&PS: I&P TOWN PLANNER	122 733.00	0.00	0.00	122 733.00	**-**
C&PS: LAB SERV WATER	8 077 300.00	240 981.39	3 895 309.41	4 181 990.59	**48.23**
C&PS: LEGAL COST ADVICE & LITIGATION	4 418 388.00	1 572 894.10	2 680 165.79	1 738 222.21	**60.66**
C&PS: LEGAL COST ISSUE OF SUMMONS	215 360.00	0.00	0.00	215 360.00	**-**

C&PS: LEGAL COST COLLECTION	1 771 135.00	92 057.71	622 212.79	1 148 922.21	**35.13**
SUB TOTAL : CONSULTANT AND PROF SERV	**30 156 492.00**	**2 396 231.87**	**13 542 449.94**	**16 614 042.06**	**44.91**
CONTRACTORS					**-**
CONTR: ARTISTS & PERFORMERS	55 230.00	0.00	0.00	55 230.00	**-**
CONTR: BUILDING CONTRACTORS	1 524 197.00	27 375.65	1 385 131.97	139 065.03	**90.88**
CONTR: CATERING SERVICES	157 350.00	0.00	0.00	157 350.00	**-**
CONTR: EMPLOYEE WELLNESS	629 400.00	850.00	127 059.76	502 340.24	**20.19**
CONTR: FIRE SERVICES	31 470.00	0.00	0.00	31 470.00	**-**
CONTR: GARDENING SERVICES	287 422.00	0.00	19 704.40	267 717.60	**6.86**
CONTR: INTERIOR DECORATOR	209 800.00	0.00	0.00	209 800.00	**-**
CONTR: INSPECTION FEES	1 800 146.00	132 689.88	800 143.84	1 000 002.16	**44.45**
CONTR: MAINT OF BUILDINGS & FACILIT	13 229 434.00	660 867.87	2 510 489.33	10 718 944.67	**18.98**
CONTR: MAINTENANCE OF EQUIPMENT	7 481 224.00	120 766.65	1 776 561.47	5 704 662.53	**23.75**
CONTR: MAINTENANCE OF EQUIPMENT (FLE	4 546 182.00	230 499.51	295 747.49	4 250 434.51	**6.51**
CONTR: MAINTENANCE FLEET	12 478 673.00	957 644.96	4 797 480.10	7 681 192.90	**38.45**
CONTR: PEST CONTROL & FUMIGATION	157 350.00	0.00	0.00	157 350.00	**-**

CONTR: PLANTS FLOWERS & OTH DECORATI	45 177.00	0.00	0.00	45 177.00	-
CONTR: PREPAID ELECTRICITY VENDORS	9 700 000.00	1 199 636.77	6 250 986.91	3 449 013.09	**64.44**
CONTR: SAFEGUARD & SECURITY	38 894 724.00	3 820 787.28	23 899 129.18	14 995 594.82	**61.45**
CONTR: TRAFFIC & STREET LIGHTS	5 191 606.00	1 583 603.71	3 314 000.43	1 877 605.57	**63.83**
SUB TOTAL : CONTRACTORS	**96 419 385.00**	**8 734 722.28**	**45 176 434.88**	**51 242 950.12**	**46.85**
CONTRACTED SERVICES	**157 821 262.00**	**12 690 937.97**	**68 584 885.82**	**89 236 376.18**	**43.46**
OPERATIONAL COST					
OC: ADV/PUB/MARK - CORP & MUN ACTIVI	2 029 298.00	21 230.00	418 664.78	1 610 633.22	**20.63**
OC: ADV/PUB/MARK - MUNICIPAL NEWSLET	1 200 000.00	229 500.00	229 500.00	970 500.00	**19.13**
OC: ADV/PUB/MARK - SIGNS	357 250.00	0.00	0.00	357 250.00	-
OC: ADV/PUB/MARK - STAFF RECRUITMENT	314 700.00	0.00	37 173.92	277 526.08	**11.81**
OC: ADV/PUB/MARK - TENDERS	220 919.00	0.00	26 496.00	194 423.00	**11.99**
OC: AUDIT COST: EXTERNAL	9 441 000.00	0.00	5 386 725.03	4 054 274.97	**57.06**
OC: BC/FAC/C FEES - BANK ACCOUNTS	1 273 379.00	173 289.74	998 982.59	274 396.41	**78.45**
OC: COMMISSION - THIRD PARTY VENDORS	14 462 785.00	1 775 764.11	5 434 273.42	9 028 511.58	**37.57**
OC: COMM - CELL CONTRACT (SUBS & CAL		0.00	0.00	0.00	-
OC: COMM - LICENCES (RADIO & TELEVIS	92 537.00	0.00	35 947.83	56 589.17	**38.85**
OC: COMM - POSTAGE/STAMPS/FRANKING M	2 058 884.00	0.00	338 542.80	1 720 341.20	**16.44**

OC: COMM - PHONE FAX TELEGRAPH & TEL	2 098 000.00	177 795.83	1 128 132.58	969 867.42	**53.77**
OC: CONTR TO PROV - REHAB LANDFILL S	89 325.00	0.00	0.00	89 325.00	**-**
OC: DEEDS	279 402.00	3 294.94	33 861.40	245 540.60	**12.12**
OC: DRIVERS LICENCES & PERMITS	15 565.00	0.00	0.00	15 565.00	**-**
OC: ENTERTAINMENT - EXEC MAYOR	31 470.00	0.00	5 637.06	25 832.94	**17.91**
OC: ENTERTAINMENT - COUNCILLORS	31 470.00	0.00	0.00	31 470.00	**-**
OC: ENTERTAINMENT - SENIOR MANAGEMENT	220 780.00	10 823.41	74 756.38	146 023.62	**33.86**
OC: ENTERTAINMENT - SPEAKER	31 470.00	0.00	3 797.66	27 672.34	**12.07**
OC: ENTERTAINMENT - CHIEF WHIP	31 470.00	0.00	21 498.96	9 971.04	**68.32**
OC: EXT COM SERV PROV - GPS LICENCE	3 081 763.00	0.00	212 283.49	2 869 479.51	**6.89**
OC: EXT COM SERV PROV - S/WARE LICEN	2 622 774.00	25 440.00	583 372.00	2 039 402.00	**22.24**
OC: HIRE CHARGES	49 205 059.00	6 794 587.12	40 823 110.25	8 381 948.75	**82.97**
OC: INSUR UNDER - EXCESS PAYMENTS	200 000.00	32 433.54	67 329.42	132 670.58	**33.66**
OC: INSUR UNDER - PREMIUMS	5 050 000.00	2 720 959.88	4 620 184.98	429 815.02	**91.49**
OC: LIC - VEHICLE LIC & REGISTRATION	1 680 766.00	134 375.60	641 117.50	1 039 648.50	**38.14**
OC: LIC - VEHICLE LIC & REGISTR FLEE	14 059.00	0.00	1 745.60	12 313.40	**12.42**

OC: PRINTING & PUBLICATIONS	748 519.00	7 794.63	55 882.63	692 636.37	**7.47**
OC: PROFESSIONAL BODIES M/SHIP & SUB	183 931.00	820.00	54 384.42	129 546.58	**29.57**
OC: REMUNERATION TO WARD COMMITTEES	2 937 200.00	91 000.00	542 000.00	2 395 200.00	**18.45**
OC: ROAD WORTHY TEST FLEET	18 059.00	0.00	0.00	18 059.00	**-**
OC: SKILLS DEVELOPMENT FUND LEVY	3 278 444.00	308 504.21	2 712 913.49	565 530.51	**82.75**
OC: SEARCH FEES	16 469.00	0.00	0.00	16 469.00	**-**
OC: SERVITUDES & LAND SURVEYS	52 450.00	0.00	0.00	52 450.00	**-**
OC: SIGNAGE	499 746.00	47 109.36	229 129.91	270 616.09	**45.85**
OC: TOLL GATE FEES FLEET	4 214.00	0.00	0.00	4 214.00	**-**
OC: TRANSPORT - EVENTS	146 370.00	0.00	2 500.00	143 870.00	**1.71**
OC: T&S DOM - ACCOMMODATION	2 666 575.00	213 590.08	900 982.10	1 765 592.90	**33.79**
OC: T&S DOM - DAILY ALLOWANCE	1 799 974.00	14 153.78	481 521.25	1 318 452.75	**26.75**
OC: T&S DOM - FOOD & BEVERAGE (SERVE	600 710.00	411.20	43 961.20	556 748.80	**7.32**
OC: T&S DOM TRP - W/OUT OPR OWN TRAN	2 208 747.00	17 885.79	664 905.26	1 543 841.74	**30.10**
OC: T&S DOM PUB TRP - ROAD TRANSPORT	318 262.00	-250.00	21 585.52	296 676.48	**6.78**
OC: T&S - NON-EMPLOYEES	209 800.00	-659.62	18 929.39	190 870.61	**9.02**
OC: TRANSPORT - MUNICIPAL ACTIVITIES	55 230.00	0.00	37 840.00	17 390.00	**68.51**
OC: UNIFORM & PROTECTIVE CLOTHING	6 004 737.00	487 502.87	3 264 549.59	2 740 187.41	**54.37**

OC: VEHICLE TRACKING FLEET	353 327.00	0.00	0.00	353 327.00	-
OC: WET FUEL	12 670 199.00	825 963.10	4 007 680.35	8 662 518.65	**31.63**
OC: WORKMEN'S COMPENSATION FUND	1 753 823.00	0.00	0.00	1 753 823.00	-
SUB TOTAL : OPERATIONAL COST	**132 660 911.00**	**14 113 319.57**	**74 161 898.76**	**58 499 012.24**	**55.90**
INTEREST DIVIDENDS AND RENT ON LAND					-
INT PAID BOR: ANNUITY LOANS	6 600 000.00	550 000.00	3 850 000.00	2 750 000.00	**58.33**
INT PAID: OVERDUE ACCOUNTS	2 098 000.00	0.00	0.00	2 098 000.00	-
SUB TOTAL - INTEREST DIVID & RENT -	**8 698 000.00**	**550 000.00**	**3 850 000.00**	**4 848 000.00**	**44.26**
OPERATING LEASES					-
OPR LEASES: FURNITURE & OFFICE EQUIP	2 186 140.00	4 271.97	28 226.97	2 157 913.03	**1.29**
OPR LEASES: MACHINERY & EQUIPMENT	22 092.00	0.00	0.00	22 092.00	-
OPR LEASES: TRANSPORT ASSETS	13 934 767.00	1 528 026.70	6 363 961.15	7 570 805.85	**45.67**
SUB TOTAL : OPERATING LEASES	**16 142 999.00**	**1 532 298.67**	**6 392 188.12**	**9 750 810.88**	**39.60**
TRANSFERS AND SUBSIDIES					-
HH SSP SOC ASS: SOCIAL RELIEF	1 049 000.00	0.00	53 460.00	995 540.00	**5.10**
SUB TOTAL : OPERATIONAL : ALLOC IN K	**1 049 000.00**	**0.00**	**53 460.00**	**995 540.00**	**5.10**

OPERATIONAL : MONETARY					-
SUB TOTAL : OPERATIONAL : MONETARY					-
SUB TOTAL : TRANSFERS & SUBSIDIES	**1 049 000.00**	**0.00**	**0.00**	**1 049 000.00**	-
GENERAL EXPENSES	**158 550 910.00**	**16 195 618.24**	**84 457 546.88**	**74 093 363.12**	**53.27**

4.3 Capital Expenditure

FS201 Moqhaka - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 01 - Executive & Council		107	–	–	–	15	–	15	#DIV/0!	–
Vote 02 - Municipal Manager		61	400	650	–	–	327	(327)	-100%	650
Vote 03 - Corporate Services		727	2 500	3 060	33	2 124	1 690	434	26%	3 060
Vote 04 - Finance		804	2 077	1 063	–	134	772	(638)	-83%	1 063
Vote 05 - Technical Services		668	78 142	77 881	1 774	37 146	45 485	(8 339)	-18%	77 881
Vote 06 - Community Services		3 023	14 600	14 600	662	2 892	8 517	(5 625)	-66%	14 600
Vote 07 - Local Economic Development		241	872	1 122	5	349	645	(296)	-46%	1 122
Total Capital single-year expenditure	4	5 630	98 591	98 377	2 473	42 660	57 435	**(14 776)**	**-26%**	98 377
Total Capital Expenditure		**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Capital Expenditure - Functional Classification										
Governance and administration		**1 833**	**5 750**	**5 560**	**33**	**2 285**	**3 244**	(959)	-30%	**5 560**
Executive and council		147	–	–	–	15	–	15	#DIV/0!	–
Finance and administration		1 686	5 750	5 560	33	2 270	3 244	(974)	-30%	5 560
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**2 483**	**13 122**	**13 372**	**24**	**417**	**7 791**	(7 374)	-95%	**13 372**
Community and social services		955	5 197	5 197	–	–	3 032	(3 032)	-100%	5 197
Sport and recreation		233	4 081	4 331	(4)	298	2 517	(2 219)	-88%	4 331
Public safety		1 237	3 843	3 843	29	119	2 242	(2 123)	-95%	3 843
Housing		58	–	–	–	–	–	–		–
Health								–		
Economic and environmental services		**55**	**31 596**	**31 596**	**384**	**18 813**	**18 431**	381	2%	**31 596**
Planning and development		–	205	205	10	80	119	(40)	-33%	205
Road transport		55	31 234	31 234	374	18 733	18 220	513	3%	31 234
Environmental protection		–	157	157	–	–	92	(92)	-100%	157
Trading services		**1 259**	**48 071**	**47 796**	**2 032**	**21 145**	**27 938**	(6 793)	-24%	**47 796**
Energy sources		20	3 348	2 824	–	149	1 756	(1 607)	-91%	2 824
Water management		354	25 011	25 011	(9)	15 955	14 590	1 365	9%	25 011
Waste water management		208	15 890	16 140	1 380	2 177	9 363	(7 186)	-77%	16 140
Waste management		677	3 822	3 822	661	2 863	2 229	634	28%	3 822
Other		–	52	52	–	–	31	(31)	-100%	52
Total Capital Expenditure - Functional Classification	3	**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Funded by:										
National Government		26	64 627	64 627	352	35 236	37 699	(2 464)	-7%	64 627
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**26**	**64 627**	**64 627**	**352**	**35 236**	**37 699**	**(2 464)**	**-7%**	**64 627**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		5 604	33 964	33 750	2 122	7 424	19 736	(12 312)	-62%	33 750
Total Capital Funding		**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**

As indicated in the Table above, the YTD Actual on capital expenditure as at end of January 2025 amounted to R42 660 000. The total YTD capex is funded from Capital grants R35 236 000 and Internally generated funds R7 424 000. Capex is extremely low and major intervention is required for the financial year. Planning of project managers also needs to improve going forward. One of the major challenges that the municipality is experiencing is in respect of tendering processes.

The majority of capital projects are based on a functionality criterion. Bidders either do not meet the functionality criteria or submit incomplete tender documents resulting in bidders being non-responsive. And due to the non-responsiveness of bidders, these bids unfortunately must be re-advertised. The municipality has been implementing more compulsory site meetings to sensitise service providers on the compliance issues pertaining to bid documents. Secondly, project managers need to realistically anticipate challenges and immediately address delays to ensure that projects are completed within the specified timeframe. Contract management also needs to be monitored more closely, placing emphasis on the performance of appointed service providers and addressing issues of non-performance immediately.

It should be noted that capital expenditure excludes VAT and commitments. The capital expenditure report, Table C5 has been prepared on the prescribed monthly C-schedule and is categorised by municipal vote and functional classification.

4.4 Cash flows

CASH FLOW ANALYSIS FOR THE MONTH ENDING	
Detail	**Jan-25**
Cash Receipts by Source	
Property rates	3 798 269
Service charges - electricity revenue	17 787 020
Service charges - water revenue	3 678 276
Service charges - sanitation revenue	2 072 333
Service charges - refuse revenue	1 674 628
Service charges - other	-
Interest earned - external investments	430 586
Interest earned - outstanding debtors	262 842
Fines	-
Transfer receipts - operational	-
Other revenue	18 843 990
Cash Receipts by Source	**48 547 944**
Other Cash Flows/Receipts by Source	
Transfer receipts - capital	3 664 391
Borrowing long term/refinancing	-
Total Cash Receipts by Source	**52 212 335**
Cash Payments by Type	
Employee related costs	36 051 901
Remuneration of councillors	1 777 633
Bulk purchases - Electricity	7 129 309
Contracted services	14 594 577
General expenses	7 266 414
Cash Payments by Type	**66 819 834**
Other Cash Flows/Payments by Type	
Capital assets	2 844 487
Repayment of borrowing	-
Total Cash Payments by Type	**69 664 321**
Net Increase/(Decrease) in Cash Held	**-17 451 986**
Cash/cash equivalents at the month/year begin:	**86 266 800**
Cash/cash equivalents at the month/year end:	**68 814 814**
Cash Book Balance (GL)	**-**

Cash is monitored on a daily basis. The municipality is in a severe cash flow crisis and not in the conducive position to settle short-term commitments. This is a critical threat to the municipality's ability to pay salaries, bulk accounts and day-to-day operations which can have a detrimental effect on service delivery and irrevocably damage the municipality's relationship with its service providers and further tarnishing the municipality's reputation. This is also evident by the escalation in debt owed to ESKOM.

Moqhaka Local Municipality (FS201): Monthly Budget Statement: S71 Monthly Report: October 2024

5. In-year Budget Statement Tables

The financial results for the period under review are consisting of the following C-Schedule tables:

(a) Table C1: Summary
(b) Table C2: Financial Performance (Functional Classification)
(c) Table C3: Financial Performance (Revenue and Expenditure by Municipal vote)
(d) Table C4: Financial Performance (Revenue and Expenditure)
(e) Table C5: Capital Expenditure by vote, functional classification and funding
(f) Table C6: Statement of Financial Position
(g) Table C7: Cash Flow

The municipality is not implementing full credit control processes to improve its cashflow and collection rate. This includes not restricting power to payment defaulters, serving of disconnection notices through the SMSs, emails, and other social media platforms, communicating to Customers that are in arrears, that their electricity will be disconnected due to non-payment of accounts.

The municipality usually conducts a mass blocking of all prepaid meters of Customers that are owing the Municipality. Our collection efforts are also exacerbated by the tampering crisis we are currently facing as a municipality. The community does not see the importance of paying for municipal services; and that ultimately this is a key part required for effective service delivery. There is a poor payment culture within the jurisdiction of our Municipality and drastic measures need to be taken to get people back to the culture of paying their municipal accounts monthly without fail.

Revenue enhancement strategies that can be implemented to ensure the completeness of Revenue, improve the collection rate, enhance customer relations and reduce losses

- Disconnection of consumers to be applied consistently and fairly in line with the Credit Control Policy
- Engagements with provincial government to collect outstanding debt.
- Data cleansing of the entire debtor's book, and data cleansing to positively influence the reachability of consumers and assist tremendously in the electronic distribution of municipal accounts via short messaging services (sms) and e-mail.
- Improve in the accuracy of monthly billing.
- Ensure meters are read consistently and timeously, and significantly reduce interim readings and ultimately eliminate interim readings.
- Reduce material billing errors by thoroughly interrogating billing exception reports prior to final billing run.
- Enhance customer relations and consumer satisfaction by improving on the turnaround time when dealing with billing queries.
- Introduce electronic complaints management system/register for account queries.

- Ensure faulty and bypassed electricity meters are replaced.
- Ensure that stuck, leaking, faulty or damaged water meters are replaced.
- Do regular follow-ups on meter replacements.
- Accurately update the system with latest information
- Reduce the turnaround time for installation of replacement or new meters.
- Ensure improved synergy and improved communication between internal department like Town Planning, Infrastructure, GIS and Billing.
- Interrogate billing and prepaid electricity reports monthly and take immediate remedial action to address anomalies or discrepancies.
- Ensure that all billable properties are billed for Property rates and services.
- Ensure that customers are billed at the correct approved tariff by linking each customer to the correct tariff code loaded on the system.
- Reduce Electricity and Water losses.
- Introduce automated metering for bulk consumers.
- Electricity Cost of Supply Study was finalised
- Ensure qualifying indigents are registered on the system, immediately upon verification.
- Improve on indigent management in terms of consumption and ensure prepaid electricity meters are installed/replaced immediately for all approved indigents.
- Improve on service delivery and personnel performance, to enhance customer's willingness to pay.
- Reduce or curb unnecessary expenditure by diligently applying cost containment measures.
- Improve on routine maintenance on particularly revenue generating assets.

- Spend funds effectively with good value for money.

6. Debtors' Analysis

Year End	Month End	Mun	Item	Detail	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 -
2025	M07	FS201	1100	Debtors Age Analysis By Income Source									
			1200	Trade and Other Receivables from Exchange Transactions - Water	22 632 797	18 410 728	19 617 973	796 642 819	0	0	0	0	857 304 317
			1300	Trade and Other Receivables from Exchange Transactions - Electricity	25 148 672	9 685 484	9 714 160	141 106 956	0	0	0	0	185 655 272
			1400	Receivables from Non-exchange Transactions - Property Rates	7 303 913	3 692 024	3 223 045	106 125 265	0		0	0	120 344 247
			1500	Receivables from Exchange Transactions - Waste Water Management	8 169 299	6 626 148	6 318 450	242 267 426	0	0	0	0	263 381 323
			1600	Receivables from Exchange Transactions - Waste Management	5 754 659	4 689 693	4 667 852	175 060 417	0	0	0	0	190 172 621
			1700	Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0	0
			1810	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0	0
			1820	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	0	0	0	0	0	0	0	0	0
			1900	Other	1 105 657	1 088 899	2 349 560	67 940 054		0	0	0	72 484 170
			2000	Total By Income Source	70 114 997	44 192 976	45 891 040	1 529 142 937	0	0	0	0	1 689 341 950
			2100	Debtors Age Analysis By Customer Group									
			2200	Organs of State	15 862 761	7 949 762	7 293 477	89 855 670	0	0	0	0	120 961 670
			2300	Commercial	25 958 570	8 835 559	7 519 443	154 388 150	0	0	0	0	196 701 722
			2400	Households	32 234 020	26 666 121	27 110 987	1 172 829 034	0	0	0	0	1 258 840 162
			2500	Other	-3 940 354	741 534	3 967 133	112 070 083	0	0	0	0	112 838 396
			2600	Total By Customer Group	70 114 997	44 192 976	45 891 040	1 529 142 937	0	0	0	0	1 689 341 950

Total outstanding debt has increased from R1 650 402 560 in December 2024 to R1 689 341 950 in January 2025. The 2% increase amounting to R38 939 390 is a result of minimum/non-payments of accounts.

Water debt was R840 778 277 in December 2024 and has increased to R857 304 317 in January 2025 & that accounts for 51% of the outstanding debt due to non-payment, burst pipes, leaking water meters.

Electricity outstanding debt was R178 122 420 in December 2024 and has increased to R185 655 272 in January 2025 & this is 11% of the total debt, mainly due to unpaid conventional electricity bills

from different categories of debtors, as well as availability/basic charges for infrastructure maintenance.

Property Rates outstanding debt was R116 700 117 in December 2024 and has increased to R120 344 247 in January 2025 & this account for 7% against total debt.
Sanitation/Sewerage accounts for 16% of the total outstanding debt with 257 796 939 in December 2024 and R263 381 323 in January 2025 & and emanates from non-payment of accounts.

Total outstanding debt for Refuse Removal or Solid Waste was R186 225 053 in December 2024 and has increased to R190 172 621 in January 2025 & accounts for 11% of the total outstanding debt.

Total for Other Debt or Sundries was R70 779 754 in December 2024 and has increased to R72 484 170 in January 2025, which accounts for 4% for total outstanding debt. It represents the debt from indirect services on sundry accounts like rental, telephone, advertising & signs, and more.

Government debt was R113 389 336 in December 2024 and has increased to R120 961 670 in January 2025. This represents 7% of the total outstanding debt that Public Works is in the process of addressing.

Business/Commercial debt was R188 433 618 in December 2024 and has increased to R196 701 722 in January 2025. This represents 12% of the total outstanding debt and is impacted by small business establishments in the townships that are either rented out to non-South Africans and where owners passed on.

Debt by Households was R1 236 459 129 in December 2024 and has increased to R1 258 840 162 in January 2025. That accounts for 75% of the total debt. This is inclusive of R185 434 718 owed by indigent households.

The remaining Other Income debt by many other various categories of debtors was R112 120 477 in December 2024 and has increased to R112 838 396 in January 2025& that is 7% of the total outstanding debt.

On 31 December 2024, Councillors had an outstanding debt of R1 486 499 and R1 514 016 in January 2025 (2% increase), Officials owed R2 976 139 in December 2024 and R3 052 394 in January 2025 (3% increase).

Telephone accounts had a balance of R645 638.46 in December 2024 and R647 559.22 in January 2025 (0% Increase/Decrease).

The Municipality urgently needs to resolve on approving the Revenue Enhancement Strategy that was compiled with the assistance of Treasury, CoGTA & SALGA & implement the Debt Collection & Credit Control Policy and other policies for debt collection purposes in October 2023 as the same issues remain.
There are currently 4 debt collection companies appointed until June 2025, but their performance was hampered by the cyber-attack on the financial system between 05 June 2023 and 30 April 2024.

Non implementation of the prepaid electricity meters for categories of payment defaulters plays a major role in the poor collection rate & the performance of the debt Collectors.
The suspension of the Municipal Manager & the delay in appointing the Directors, including the Chief Financial officer plays a very critical role in the financial distress facing the municipality.

The Municipality operates with administrative leadership that mostly is in acting capacity. The process of appointing Directors should unfold without more delays.

As of 31 December 2024, the Government Debt was as follows:

JANUARY 2025	WATER	ELEC	RATES	SE & RF	OTHER	TOTAL	PAYMENT	OUTST
PROVINCIAL DEPARTMENTS								
OFFICE OF THE PREMIER	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FREE STATE LEGISATURE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEPARTMENT OF TOURISM, ETC.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FREE STATE PROVINCIAL TREASURY	11 718.00	0.00	0.00	10 854.00	196.00	22 768.00	0.00	22 768.00
DEPARTMENT OF HEALTH (PH)	13 749 748.00	8 549 903.00	0.00	9 887 868.00	26 462.00	32 213 981.00	0.00	32 213 981.00
DEPARTMENT OF EDUCATION (PE)	123379.00	1 098 795.00	1 776 459.00	17 522 305.00	0.00	20 520 938.00	0.00	20 520 938.00
DEPARTM OF SOCIAL DEV(PS)	0.00	0.00	0.00	247 228.00	0.00	247 228.00	0.00	247 228.00
LOCAL GOVERNMENT & HOUSING(LG)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PUBLIC WORKS, ROADS, TRANSP(PW)	1 042 903.00	16 443 167.00	1 031.00	802 228.00	3 732.00	18 293 061.00	0.00	18 293 061.00
PUBLIC SAFETY, ETC.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
AGRICULTURE (PA)	0.00	240.00	0.00	0.00	0.00	240.00	0.00	240.00
SPORTS, ARTS & CULTURE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	**14 927 748.00**	**26 092 105.00**	**1 777 490.00**	**28 470 483.00**	**30 390.00**	**71 298 216.00**	**0.00**	**71 298 216.00**
				0.00				
SCHOOLS (SECTION 21)	10 203 796.00	17 868 304.00	4 907.00	6 139.00	86 928.00	**28 170 074.00**	0.00	**28 170 074.00**
NATIONAL DEPARTMENTS	**WATER**	**ELEC**	**RATES**	**SE & RF**	**OTHER**	**TOTAL**	**PAYMENT**	**OUTST**
CORRECTIONAL SERVICES (NC)	6 741 453.00	442 087.00	0.00	398 793.00	0.00	7 582 333.00	0.00	7 582 333.00
DEFENCE (ND)	2 640 500.00	6 184 119.00	0.00	440 080.00	13 830.00	9 278 529.00	0.00	9 278 529.00
HOUSING (NH)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LABOUR (NL)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LAND AFFAIRS (NA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MINERALS & ENERGY	23 919.00	127 501.00	142 235.00	53 166.00	73 595.00	420 416.00	0.00	420 416.00
PUBLIC WORKS (NW)	18 709.00	424 477.00	1 239.00	66 422.00	0.00	510 847.00	0.00	510 847.00
SA POLICE(NP)	1 199 069.00	888 744.00	435.00	904 631.00	1 338.00	2 994 217.00	0.00	2 994 217.00
WATER AFFAIRS (WA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
JUSTICE (GJ)	409 927.00	173 854.00	0.00	45 142.00	1 256.00	630 179.00	0.00	630 179.00
TOTAL	**11 033 577.00**	**8 240 782.00**	**143 909.00**	**1 908 234.00**	**90 019.00**	**21 416 521.00**		**21 416 521.00**
TOTAL	**36 165 121.00**	**52 201 191.00**	**1 926 306.00**	**30 384 856.00**	**207 337.00**	**120 884 811.00**	**-**	**120 884 811.00**
						TOTAL		**120 884 811.00**
						LESS CREDIT		**0.00**
						GRAND TOTAL		**120 884 811.00**

v5

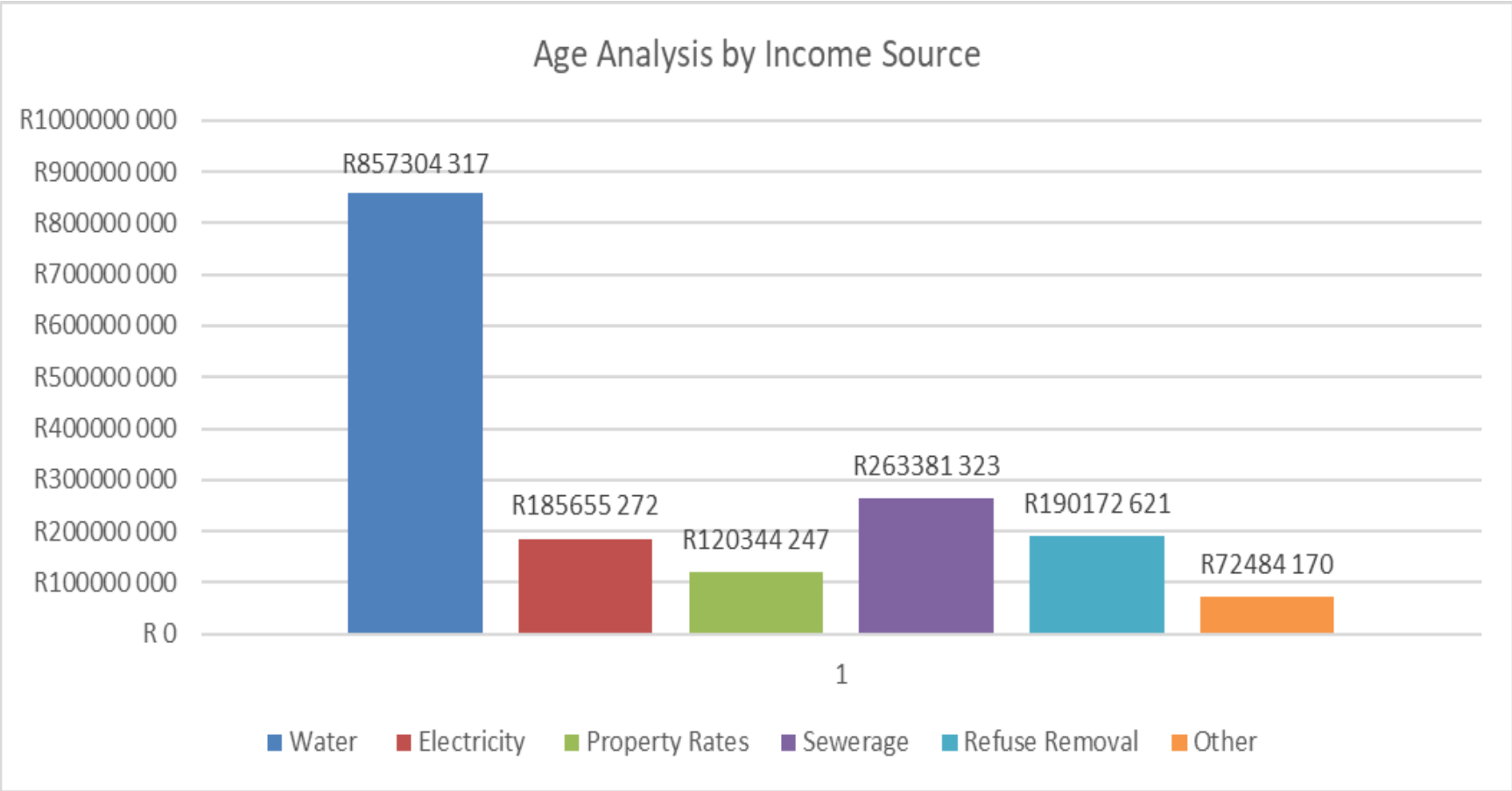
MUNICIPAL DEBT RETURN FORM - Provincial & National Departments

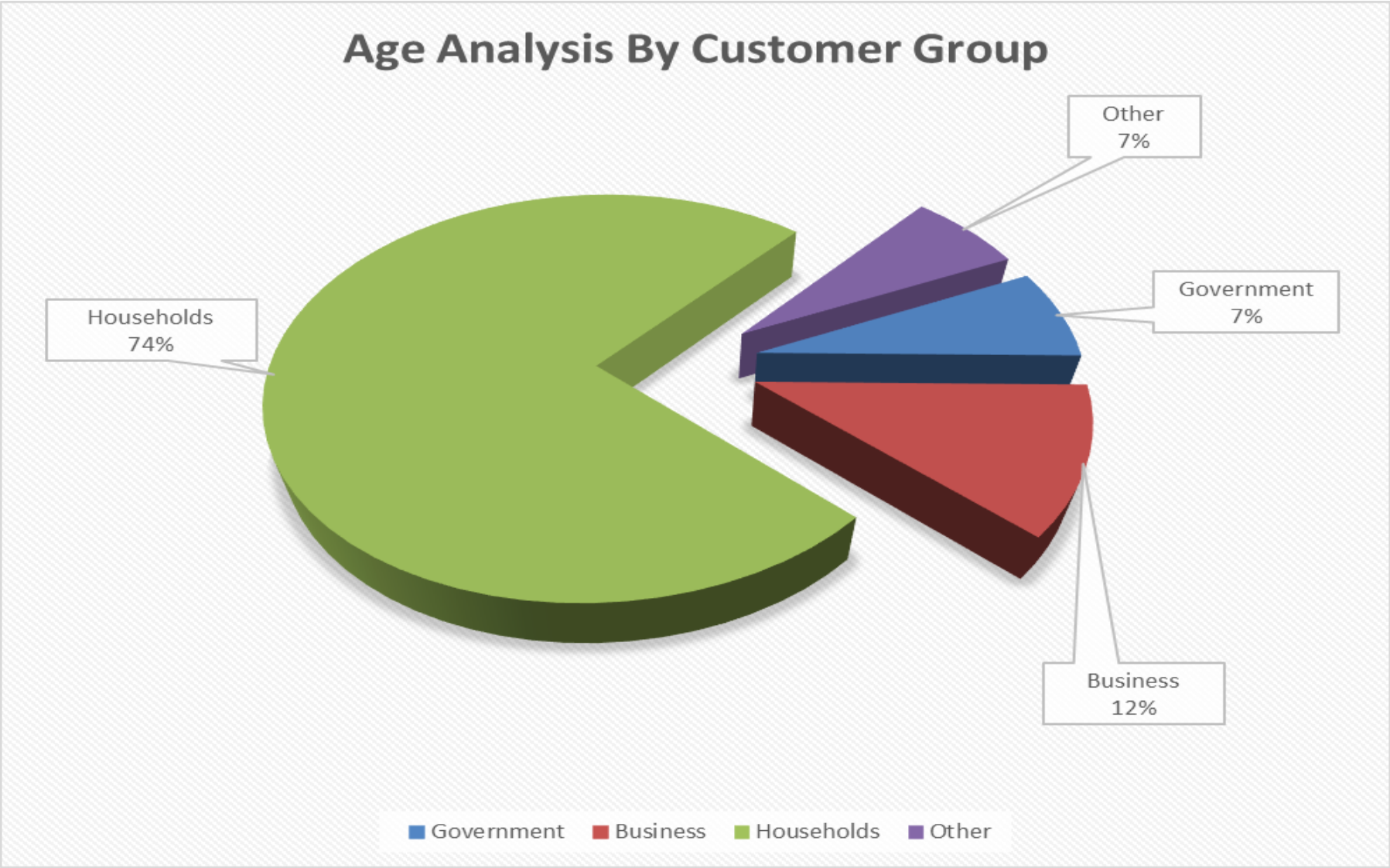
treasury
Department of Treasury
FREE STATE PROVINCE

Municipality: ***FS201 Moqhaka***

Financial Year: ***2023/24*** 2024/25
Reporting Month: ***M07 January***

R'000	Provincial Public Works & Infrastructure	Education		National Public Works	TOTAL
		Section 20 Schools *(Payable by Department of Education)*	Section 21 Schools *(Payable by Schools)*		
Property Rates	**1 777**			**144**	**1 921**
0-30 Days	1 675			15	1 690
31-60 Days	19			16	34
61-90 Days	19			15	33
Over 90 Days	65			99	164
Water	**14 928**	**–**	**10 204**	**11 034**	**36 165**
0-30 Days	799	–	357	2 185	3 341
31-60 Days	702	–	371	972	2 045
61-90 Days	334	–	557	1 794	2 685
Over 90 Days	13 093	–	8 919	6 083	28 094
Electricity	**26 092**	**–**	**17 868**	**8 241**	**52 201**
0-30 Days	879	–	822	743	2 444
31-60 Days	1 131	–	794	678	2 602
61-90 Days	941	–	1 504	907	3 352
Over 90 Days	23 141	–	14 749	5 912	43 802
Sanitation	**18 842**			**1 172**	**20 014**
0-30 Days	1 035			172	1 207
31-60 Days	1 035			170	1 206
61-90 Days	1 035			74	1 109
Over 90 Days	15 736			756	16 492
Refuse Removal	**9 628**			**736**	**10 364**
0-30 Days	529			91	620
31-60 Days	529			90	619
61-90 Days	719			41	761
Over 90 Days	7 852			513	8 365
Other	**30**	**–**	**98**	**90**	**218**
0-30 Days	0	–	2	3	5
31-60 Days	0	–	2	3	4
61-90 Days	0	–	2	2	4
Over 90 Days	30	–	93	82	205
TOTAL	**71 298**	**–**	**28 170**	**21 417**	**120 884**
0-30 Days	4 918	–	1 181	3 209	9 307
31-60 Days	3 415	–	1 166	1 929	6 510
61-90 Days	3 048	–	2 063	2 834	7 945
Over 90 Days	59 917	–	23 760	13 445	97 122


Age Analysis by Income Source
R1000000 000
R900000 000
R800000 000
R700000 000
R600000 000
R500000 000
R400000 000
R300000 000
R200000 000
R100000 000
R 0
R857304 317
R185655 272
R120344 247
R263381 323
R190172 621
R72484 170
1
Water
Electricity
Property Rates
Sewerage
Refuse Removal
Other


Age Analysis By Customer Group
Other
7%
Government
7%
Households
74%
Business
12%
Government
Business
Households
Other

An analysis revealed that the catalysts for this condition are the:

- High volume of account holders in arrears,
- The poor economic circumstances of many of the accountholders,
- and the increasing cost of services beyond the Municipality's control.

There is a substantial portion of irrecoverable, stagnant debt that attracts interest every month. The municipality will process this debt and submit it to Council for approval for write off. We have revised our policies to make our processes more effective. This will allow us to focus on preventing debt from ageing where possible in tracing and updating our debtors' information and of course recovering outstanding amounts.

The municipality held a strategic planning session between 17 and 19 October 2023 to address its financial challenges and come up with resolutions in improving/enhancing the revenue collection. We anticipate a marked turnaround of this trend and in conjunction with a concerted effort to retard the escalation of ageing debt, we are focusing on improving the accuracy and regularity of our billing as well as our communication with our accountholders. Indigent verification is a continuous process, and we are encouraging accountholders whose households qualify, to approach the Municipality for an assessment and possible registration as an Indigent Household. The benefits of this are the provision of free basic services and assistance with arrear debt owed to the Municipality. The payment culture of consumers needs to improve across all areas. -Articulated in the paragraph below under "Revenue Management" is a detailed plan with interventions and improvements.

Cycle	Opening Balance	Charges Raised	Adjustments	Repayments	Deposits	Nett Movement	Receipts	Closing Balance	Collection	Billing vs Receipts
1	130 503 249.40	16 572 690.68	-1 019 862.34	33 683.59	54 005.00	15 640 516.93	-11 555 840.19	134 587 926.14	-74%	4 084 676.74
2	583 185 919.98	18 233 631.96	-5 402 796.18	38 212.16	7 282.00	12 876 329.94	-1 261 800.66	594 800 449.26	-10%	11 614 529.28
3	894.92	3 359 553.40	0.00	0.00	0.00	3 359 553.40	0.00	3 360 448.32	0%	3 359 553.40
4	56 044 893.58	587 514.98	-220 596.94	0.00	0.00	366 918.04	-116 131.71	56 295 679.91	-32%	250 786.33
6	18 189 586.55	1 239 788.76	-20 813.89	0.00	0.00	1 218 974.87	-412 759.06	18 995 802.36	-34%	806 215.81
7	23 805 140.71	1 055 815.46	-230 792.37	0.00	1 694.00	826 717.09	-131 449.00	24 500 408.80	-16%	695 268.09
8	10 016 339.13	406 085.96	2 010.59	0.00	0.00	408 096.55	-171 658.84	10 252 776.84	-42%	236 437.71
9	2 347 781.80	16 485.55	-3 212.59	0.00	0.00	13 272.96	-12 950.00	2 348 104.76	-98%	322.96
10	60 782 125.95	12 374 903.13	-1 123 031.72	520 655.73	0.00	11 772 527.14	-8 440 817.58	64 113 835.51	-72%	3 331 709.56
11	82 275 623.30	2 506 983.10	-393 802.00	0.00	857.00	2 114 038.10	-384 216.29	84 005 445.11	-18%	1 729 821.81
13	571 941 254.84	11 644 013.83	-5 662 377.02	0.00	4 557 953.00	10 539 589.81	-1 769 885.01	580 710 959.64	-17%	8 769 704.80
14	7 148 761.06	4 603 317.13	0.00	0.00	0.00	4 603 317.13	-4 813 770.96	6 938 307.23	-105%	-210 453.83
15	6 691.65	73.67	0.00	0.00	0.00	73.67	0.00	6 765.32	0%	73.67
16	104 154 297.36	7 913 592.19	-20 371.21	1 632.29	0.00	7 894 853.27	-3 624 109.85	108 425 040.78	-46%	4 270 743.42
	1 650 402 560.23	80 514 449.80	-14 095 645.67	594 183.77	4 621 791.00	71 634 778.90	-32 695 389.15	1 689 341 949.98	-46%	38 939 389.75

The January 2025 total billing was R71 634 778.90 from R68 828 751.11 in December 2024.

7. Creditors' Analysis

Creditors

Detail	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 -
Bulk Electricity	48 875 412	42 951 753	46 583 041	-				1 496 290 495	1 634 700 701
Loan repayments	632 446	618 418	1 200 632					1731881	4 183 377
Trade Creditors	9 173 128	1 068 113	1 323 796	2 644 210					14 209 247
Auditor General	275 994	161 533	3 425 147	59 088	629 122				4 550 884
DWS	1 115 675	1 563 260	7 015 323					5 168 944	14 863 202
WORKMENS COMPENSATION								1 014 024	1 014 024
GOVERNMENT GARAGE	371 550							3 575 378	3 946 928
Total	**60 444 205**	**46 363 077**	**59 547 939**	**2 703 298**	**629 122**	**-**	**-**	**1 507 780 723**	1 677 468 364

Bulk Electricity – As at the 31 January 2025, the outstanding debt owed to ESKOM amounted to R1 542 873 536. As per the Debt Relief approval, the municipality must honour the payment of the monthly current account and only the outstanding balance of R365 000 000 after approval of the debt relief application. The municipality is yet to enter into a payment arrangement. Trade creditors are all suppliers registered on the municipality's database and it is a prerequisite for these suppliers to be registered on the Central Supplier Database (CSD). Auditor General – the current account due to the AGSA is R4 550 884. Other creditors – includes Sundry creditors which were unpaid as at 31 January 2025 amount to R19 824 154,57.

8. Investment portfolio analysis

	20-7531-4898	20-5824-7882	91-3190-1443	
	ABSA - 1	**ABSA - 2**	**ABSA - 3**	**Total**
Balance 01-Jul- 2024	**5 608.89**	**118 622.25**	**40 795 171.52**	**40 919 402.66**
Prior period error	-	-	-	-
Adjusted Balance	**5 608.89**	**118 622.25**	**40 787 125.85**	**40 911 356.99**
	-	-	49 977 242.08	49 977 242.08
Invested	-	-	67 497 000.00	**67 497 000.00**
Withdrawn	-	-	-18 000 000.00	**-18 000 000.00**
Interest earned	-		**480 242.08**	**480 242.08**
Balance at 31-Jul-2024	**5 608.89**	**118 622.25**	**90 764 367.93**	**90 888 599.07**
	52.02		1 799 349.35	
Invested	-	-	50 181 646.00	50 181 646.00
Withdrawn	-	-	-49 000 000.00	**-49 000 000.00**
Interest earned	52.02	-	**617 703.35**	**617 755.37**
Balance at 31-Aug-2024	**5 660.91**	**118 622.25**	**92 563 717.28**	**92 688 000.44**
	54.01		-6 641 111.88	-6 641 057.87
Invested	-	-	31 637 000.00	31 637 000.00
Withdrawn	-		-38 812 716.43	-38 812 716.43
Interest earned	54.01	-	534 604.55	534 658.56
Balance at 30-Sep-2024	**5 714.92**	**118 622.25**	**85 922 605.40**	**86 046 942.57**
			-9 984 209.17	-21 000 000.00
Invested	-	-	7 500 000.00	7 500 000.00
Withdrawn	-	-	-18 000 000.00	-18 000 000.00
Interest earned	-	-	515 790.83	-10 500 000.00
Balance at 31-Oct-2024	**5 714.92**	**118 622.25**	**75 938 396.23**	**65 046 942.57**
	108.04	10 984.97	-21 593 518.24	-21 582 425.23
Invested			10 000 000.00	10 000 000.00
Withdrawn			-32 014 613.34	-32 014 613.34
Interest earned	108.04	10 984.97	421 095.10	432 188.11
Balance at 30-Nov-2024	**5 822.96**	**129 607.22**	**54 344 877.99**	**54 480 308.17**
			27 570 030.17	27 570 030.17
Invested	-	-	87 792 000	87 792 000.00
Withdrawn	-	-	-60 700 000	-60 700 000.00
Interest earned	-	-	478 030.17	478 030.17
Balance at 31-Dec-2024	**5 822.96**	**129 607.22**	**81 914 908.16**	**82 050 338.34**
			-18 069 414.23	-18 069 414.23
Invested			12 500 000.00	12 500 000.00
Withdrawn			-31 000 000.00	-31 000 000.00
Interest earned			430 585.77	430 585.77
Balance at 31-Jan-2024	**5 822.96**	**129 607.22**	**63 845 493.93**	**63 980 924.11**

9. Allocation and grant receipts and expenditure

Report on conditional grants at	31-Jan-25							
Municipality:	FS201 Moqhaka							
Financial Accounting for Grant Funds Received and Expended								
	OPERATIONAL GRANTS		CAPITAL GRANTS					
	Management Grant (FMG)	LG SETA (Mandatory)	Infrastructure Grant (MIG)	Works Programme	Infrastructure Grant (WSIG)	Total Capital Grants		
DORA Allocation for the 2024/25	**2 300 000**					**-**		
Unspent grants at beginning of the financial year		**2 791 897**				**-**		
Received Prior Months	2 300 000	289 362	40 246 000	325 000	16 233 383	**56 804 383**		
Received This Month	-	-			3 664 391	**3 664 391**	FMG	70%
Total Funds Received	**2 300 000**	**3 081 259**	**40 246 000**	**325 000**	**19 897 774**	**60 468 774**	**LG SETA**	23%
Spent Prior Months	1 494 556	557 074	28 624 841	490 838	1 151 740	**30 267 419**	MIG	75%
Spent This Month	113 414	81 768	1 479 147	120 120	-	**1 599 267**		
Grants refunded					-	**-**		
Total Funds Spent	1 607 970	638 842	30 103 988	610 958	1 151 740	**31 866 686**	EPWP	188%
Total funds Received and Not Spent	**692 030**	**2 442 417**	**10 142 012**	**-285 958**	**18 746 034**	**28 602 088**	RBIG/DWS	6%
Percentage of Funds Spent	70%	23%	75%	188%	6%	53%		
Funds Currently Committed but Not Spent	-	-	-	-	-	**-**		
Scheduled Transfers Withheld	-	-	-	-	-	**-**		

Capital Government grants and subsidies consist of the following:

Municipal Infrastructure Grant	46 575 000
Water Services Infrastructure Grant	17 971 000
EPWP (Incentive)	1 299 000
Total	**65 845 000**

FS201 Moqhaka - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**100 324**	**137 896**	**137 916**	**10 365**	**68 503**	**80 450**	**(11 947)**	**-14.8%**	**137 916**
Equitable Share		97 207	125 676	125 696	10 136	66 535	73 321	– (6 786)	-9.3%	125 696
Expanded Public Works Programme Integrated Grant		1 359	9 920	9 920	125	578	5 787	(5 209)	-90.0%	9 920
Local Government Financial Management Grant		2 012	2 300	2 300	105	1 402	1 342	60	4.5%	2 300
Municipal Disaster Relief Grant		(253)	–	–	–	(13)	–	(13)		–
Water Services Infrastructure Grant		–	–	–	–	–	–	–		–
Provincial Government:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Infrastructure Grant		–	–	–	–	–	–	– –		–
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
								–		
Other grant providers:		**184**	**1 000**	**1 000**	**87**	**573**	**583**	(10)	-1.7%	**1 000**
Education Training and Development Practices SETA		184	1 000	1 000	87	573	583	(10)	-1.7%	1 000
Total operating expenditure of Transfers and Grants:		**100 508**	**138 896**	**138 916**	**10 453**	**69 076**	**81 033**	**(11 957)**	**-14.8%**	**138 916**
Capital expenditure of Transfers and Grants										
National Government:		26	64 627	64 627	352	35 236	37 699	(2 464)	**-6.5%**	64 627
Integrated National Electrification Programme Grant		–	–	–	–	–	–	– –		–
Local Government Financial Management Grant		–	–	–	–	–	–	–		–
Municipal Disaster Relief Grant		26	–	–	–	–	–	–		–
Municipal Infrastructure Grant		0	46 656	46 656	352	23 242	27 216	(3 974)	-14.6%	46 656
Water Services Infrastructure Grant		–	17 971	17 971	–	11 994	10 483	1 511	14.4%	17 971
Provincial Government:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
								–		
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Capacity Building and Other Grants		–	–	–	–	–	–	–		–
Infrastructure Grant		–	–	–	–	–	–	–		–
Specify (Add grant description)		–	–	–	–	–	–	–		–
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Unspecified		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		**26**	**64 627**	**64 627**	**352**	**35 236**	**37 699**	**(2 464)**	**-6.5%**	**64 627**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**100 535**	**203 523**	**203 543**	**10 804**	**104 312**	**118 732**	**(14 420)**	**-12.1%**	**203 543**

- No operational grant monies was received for the month under review.
- There was no Capital grant money received for the month under review.
- Correcting journals are processed monthly to recognize capital grant receipts in the Statement of Financial Performance, once all conditions of the grant have been met.

10. Councillor and board member allowances and employee benefits

REPORT ON STAFF BENEFITS: Staff costs analysis for the month (MFMA Section 66)

Summary of Section 66 of the MFMA - Salaries and Wages (Staff Benefits)

DESCRIPTION	Budget 2024/2025	Actual 31-Jan-25	YTD 31-Jan-25	% Exp
EMPLOYEE RELATED COST				
SENIOR MANAGEMENT				
SM - SALARIES ALLOW AND SERV BENEFITS				
MM - SALARIES ALLOW AND SERV BENEFITS				
SM MM: SAL & ALL - BASIC SALARY	1 040 930.00	72 887.15	449 176.05	43.15
SM MM: SAL & ALL - PERFORM BASED BONUS	149 275.00	0.00	0.00	0.00
SM MM: ALLOW - CELLULAR & TELEPHONE	33 201.00	3 000.00	21 000.00	63.25
SM MM: ALLOW - HOUSING BENEFITS	0.00	0.00	0.00	0.00
SM MM: ALLOW - TRAVEL OR MOTOR VEHICLE	265 810.00	20 833.33	139 205.41	52.37
SM MM: SRB - LONG SERVICE	0.00	0.00	0.00	0.00
SUB TOTAL: MM - SAL ALLOW & SERV BENEF	1 489 216.00	96 720.48	609 381.46	40.91
CFO - SALARIES ALLOW AND SERV BENEFITS				
SM CFO: SAL & ALL - BASIC SALARY	900 793.00	-	-	-

SM CFO: SAL & ALL - PERFORM BASED BONUS	54 908.00	-	-	-
SM CFO: ALLOW - CELLULAR & TELEPHONE	6 640.00	-	-	-
SM CFO: ALLOW - HOUSING BENEFITS	-	-	-	-
SM CFO: ALLOW - TRAVEL OR MOTOR VEHICLE	55 335.00	-	-	-
SM CFO: SRB - ENTERTAINMENT	15 735.00	-	-	-
SM CFO: SRB - ACTING & POST RELATE ALLOW				
SUB TOTAL: CFO - SAL ALLOW & SERV BENEF	**1 033 411.00**	**0.00**	**0.00**	**0.00**
D01 - SALARIES ALLOW AND SERV BENEFITS				
SM D01: SAL & ALL - BASIC SALARY	947 376.00	0.00	39 343.88	4.15
SM D01: SAL & ALL - PERFORM BASED BONUS	55 013.00	0.00	0.00	0.00
SM D01: ALLOW - CELLULAR & TELEPHONE	9 960.00	3 565.21	3 565.21	35.79
SM D01: ALLOW - HOUSING BENEFITS	0.00	0.00	0.00	0.00
SM D01: ALLOW - TRAVEL OR MOTOR VEHICLE	159 473.00	21 145.98	62 621.42	39.26
SM D01: SRB - ENTERTAINMENT	5 245.00	-	-	-
SM D01: SRB - ACTING & POST RELATE ALLOW				
SUB TOTAL: DTS - SAL ALLOW & SERV BENEF	**1 177 067.00**	**24 711.19**	**105 530.51**	**8.97**
DO2 - SALARIES ALLOW AND SERV BENEFITS				

SM D02: SAL & ALL - BASIC SALARY	818 367.00	67 923.00	464 612.25	56.77
SM D02: SAL & ALL - PERFORM BASED BONUS	220 485.00	0.00	0.00	0.00
SM D02: ALLOW - CELLULAR & TELEPHONE	18 528.00	1 000.00	7 000.00	37.78
SM D02: ALLOW - HOUSING BENEFITS	103 811.00	0.00	0.00	0.00
SM D02: ALLOW - TRAVEL OR MOTOR VEHICLE	555 884.00	45 104.95	308 501.80	55.49
SM D02: ALLOW - ACCOM TRAVEL & INCIDENT.	-	-	-	-
SM D02: SRB - ENTERTAINMENT	10 490.00	-		0.00
SM D02: SRB - ACTING & POST RELATE ALLOW				
SUB TOTAL: DPS - SAL ALLOW & SERV BENEF	**1 727 565.00**	**114 027.95**	**780 114.05**	**45.16**
DO3 - SALARIES ALLOW AND SERV BENEFITS				
SM D03: SAL & ALL - BASIC SALARY	895 759.00	-	-	-
SM D03: SAL & ALL - PERFORM BASED BONUS	53 714.00	-	-	-
SM D03: ALLOW - CELLULAR & TELEPHONE	5 412.00	-	-	-
SM D03: ALLOW - HOUSING BENEFITS	175 238.00	-	-	-
SM D03: ALLOW - TRAVEL OR MOTOR VEHICLE	99 517.00	-	-	-
SM D03: SRB - ENTERTAINMENT	-	-	-	-
SM D03: SRB - ACTING & POST RELATE ALLOW	-	-	-	-

SUB TOTAL: DCH - SAL ALLOW & SERV BENEF	**1 229 640.00**	**0.00**	**0.00**	**0.00**
DO4 - SALARIES ALLOW AND SERV BENEFITS				
SM D04: SAL & ALL - BASIC SALARY	892 060.00	-	-	-
SM D04: SAL & ALL - PERFORM BASED BONUS	8 178.00	-	-	-
SM D04: ALLOW - CELLULAR & TELEPHONE	8 559.00	-	-	-
SM D04: ALLOW - HOUSING BENEFITS	81 852.00	-	-	-
SM D04: ALLOW - TRAVEL OR MOTOR VEHICLE	60 816.00	-	-	-
SM D04: SRB - ENTERTAINMENT	-	-	-	-
SUB TOTAL: DCS - SAL ALLOW & SERV BENEF	**1 051 465.00**			
SUB TOTAL: SM - SAL ALLOW & SERV BENEF	**7 708 364.00**	**235 459.62**	**1 495 026.02**	**19.39**
SM - SOCIAL CONTRIBUTIONS				
MM - SOCIAL CONTRIBUTIONS				
SM MM: SOC CONTR: MEDICAL	68 736.00	0.00	0.00	0.00
SM MM: SOC CONTR: PENSION FUNDS	116 203.00	13 119.69	80 851.68	69.57
SM MM: SOC CONTR: UIF	2 422.00	177.12	1 239.84	51.19
SUB TOTAL: MM - SOCIAL CONTRIBUTIONS	**187 361.00**	**13 296.81**	**82 091.52**	**43.81**

CFO - SOCIAL CONTRIBUTIONS				
SM CFO: SOC CONTR: GROUP LIFE INSURANCE	-	-	-	-
SM CFO: SOC CONTR: MEDICAL	66 431.00	-	-	-
SM CFO: SOC CONTR: PENSION FUNDS	132 807.00	-	-	-
SM CFO: SOC CONTR: UIF	2 459.00	-	-	-
SM CFO: SOC CONTR: BARGAINING COUNCIL	-	-	-	-
SUB TOTAL: CFO - SOCIAL CONTRIBUTIONS	**201 697.00**	**0.00**	**0.00**	**0.00**
D01 - SOCIAL CONTRIBUTIONS				
SM D01: SOC CONTR: GROUP LIFE INSURANCE	0.00	0.00	0.00	0.00
SM D01: SOC CONTR: MEDICAL	69 820.00	0.00	0.00	0.00
SM D01: SOC CONTR: PENSION FUNDS	144 119.00	9 453.70	28 059.10	19.46
SM D01: SOC CONTR: UIF	2 461.00	177.12	531.36	21.59
SM D01: SOC CONTR: BARGAINING COUNCIL	0.00	0.00	0.00	0.00
SUB TOTAL: DTS - SOCIAL CONTRIBUTIONS	**216 400.00**	**9 630.82**	**28 590.46**	**13.21**
D02 - SOCIAL CONTRIBUTIONS				
SM D02: SOC CONTR: GROUP LIFE INSURANCE	0.00	0.00	0.00	0.00
SM D02: SOC CONTR: MEDICAL	37 057.00	0.00	0.00	0.00
SM D02: SOC CONTR: PENSION FUNDS	55 936.00	0.00	35 506.77	63.47
SM D02: SOC CONTR: UIF	2 459.00	177.12	1 239.84	50.42

SM D02: SOC CONTR: BARGAINING COUNCIL	0.00	0.00	0.00	0.00
SUB TOTAL: DPS - SOCIAL CONTRIBUTIONS	**95 452.00**	**177.12**	**36 746.61**	**38.50**
D03 - SOCIAL CONTRIBUTIONS				
SM D03: SOC CONTR: GROUP LIFE INSURANCE				
SM D03: SOC CONTR: MEDICAL	42 022.00	-	-	-
SM D03: SOC CONTR: PENSION FUNDS	-	-	-	-
SM D03: SOC CONTR: UIF	2 434.00	-	-	-
SM D03: SOC CONTR: BARGAINING COUNCIL	-	-	-	-
SUB TOTAL: DCH - SOCIAL CONTRIBUTIONS	**44 456.00**	**0.00**	**0.00**	**0.00**
SUB TOTAL: SM - SOCIAL CONTRIBUTIONS	**745 366.00**	**23 104.75**	**147 428.59**	**19.78**
SM - POST RETIREMENT BENEFITS				
SM: PRB - MED: CURRENT SERVICE COST				
SM: PRB - MED: INTEREST COST	5 751 703.00	8 979.60	421 778.42	7.33
SM: PRB - PENS: INTEREST COST	742 998.00	-	-	-
SUB TOTAL : SM - POST RETIREMENT BENEFIT	**6 494 701.00**	**8 979.60**	**421 778.42**	**6.49**
SM: PST RET BEN OBL CST CAP PPE				
SUB TOTAL : SM - COST CAPITALISED TO PPE				

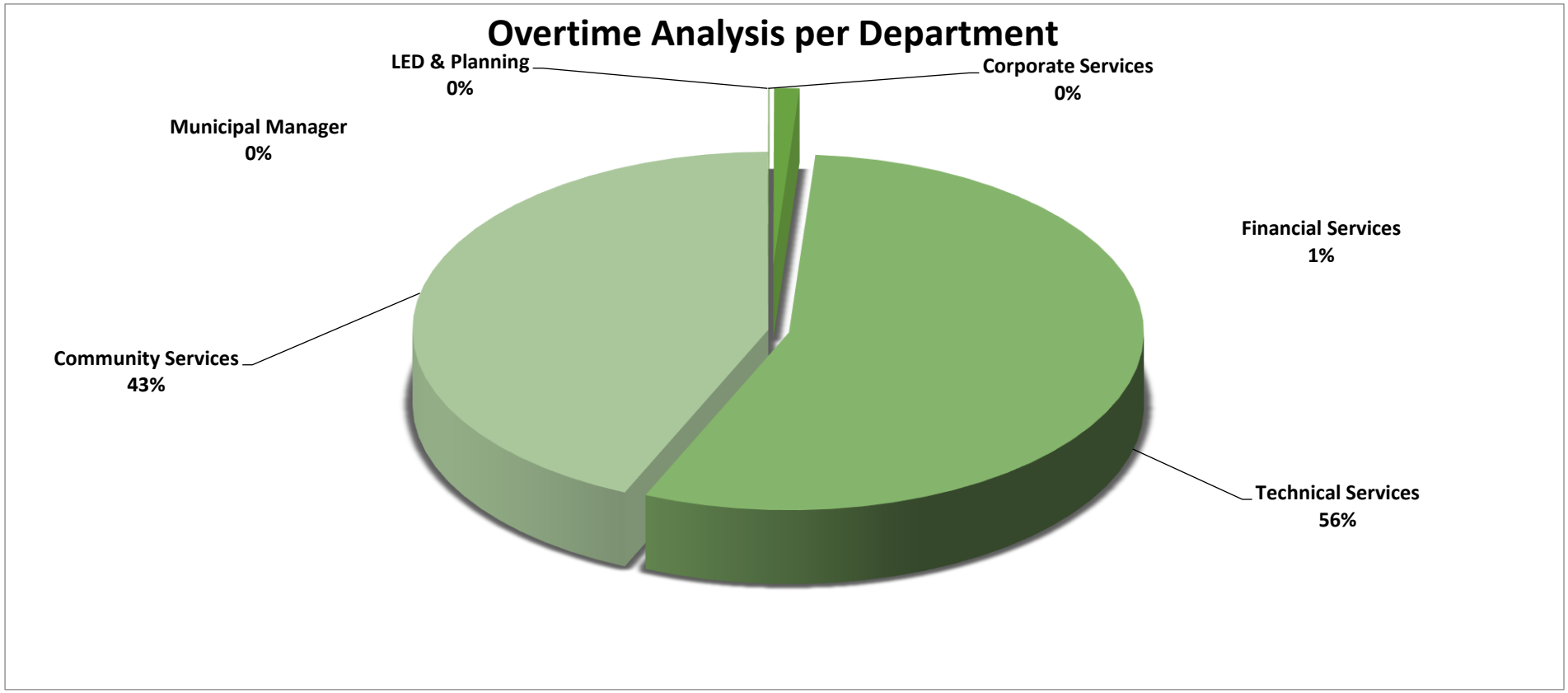
SUB TOTAL : SENIOR MANAGEMENT	**14 948 431.00**	**267 543.97**	**2 064 233.03**	**13.81**
MUNICIPAL STAFF				
MS - SALARIES ALLOW AND SERV BENEFITS				
MS: SAL & ALL: BASIC SALARY & WAGES	271 059 050.00	20 896 386.66	146 342 276.16	53.98
MS: SAL & ALL: PERFORMANCE BASED BONUSES	28 646.00	0.00	0.00	0.00
MS: ALL - CELLULAR & TELEPHONE	872 036.00	36 050.00	260 943.22	29.92
MS: HB & INC: HOUSING BENEFITS	2 013 195.00	149 102.80	1 023 409.23	50.83
MS: ALL - LEAVE PAY	3 075 518.00	785 170.38	2 722 642.57	88.52
MS: ALL - TRAVEL OR MOTOR VEHICLE	24 606 437.00	1 814 006.88	12 730 277.13	51.73
MS: OVERTIME - NON STRUCTURED	33 920 731.00	4 006 183.39	22 498 761.54	66.32
MS: OVERTIME - STRUCTURED	61 717.00	9 290.10	25 965.31	42.07
MS: PAYMENTS - SHIFT ADD REMUNERATIO	-	-	-	-
MS: SRB - ANNUAL BONUS	21 273 371.00	519 471.52	13 382 315.81	62.90
MS: SRB - LONG SERVICE AWARD	2 117 536.00	264 003.23	1 397 127.30	65.97
MS: SRB - STANDBY ALLOWANCE	4 137 422.00	426 520.06	2 777 646.59	67.13
MS: IN-KIND BENEFITS	3 371.00	-	-	-
MS: SRB - NON PENSIONABLE	1 750.00	-	-	-
SUB TOTAL : MS - SAL ALLOW & SERV BENEF	**363 170 780.00**	**28 906 185.02**	**203 161 364.86**	**55.94**
MS - SOCIAL CONTRIBUTIONS				
MS: SOC CONTR - BARGAINING COUNCIL	145 297.00	11 632.40	83 372.47	57.38
MS: SOC CONTR - GROUP LIFE INSURANCE	1 416 399.00	84 180.22	589 795.77	41.64

MS: SOC CONTR - MEDICAL	25 515 593.00	2 519 357.70	16 421 955.74	64.36
MS: SOC CONTR - PENSION	41 812 794.00	3 683 041.16	25 429 092.12	60.81
MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	2 276 431.00	169 058.60	1 191 530.65	52.34
SUB TOTAL : MS - SOCIAL CONTRIBUTIONS	**71 166 514.00**	**6 467 270.08**	**43 715 746.75**	**61.43**
MS: PRB - MED: CURRENT SERVICE COST				
MS: PRB - MED: INTEREST COST	2 092 015.00	397 329.02	2 127 350.10	101.68
MS: PRB - PENS: INTEREST COST				
MS: PRB - OTHER: LEAVE GRATUITY				
SUB TOTAL : MS - POST RETIREMENT BEN	**2 092 015.00**	**397 329.02**	**2 127 350.10**	**101.69**
MS - COST CAPITALISED TO PPE				
MS: IN-KIND BENEFITS CST CAP PPE	11 324.00	13 573.15	95 109.55	839.89
SUB TOTAL : MS - COST CAPITALISED TO PPE	**11 324.00**	**13 573.15**	**95 109.55**	**839.89**
SUB TOTAL : MUNICIPAL STAFF	**436 440 633.00**	**35 784 357.27**	**249 099 571.26**	**57.08**
SUB TOTAL : EMPLOYEE RELATED COST	**451 389 064.00**	**36 051 901.24**	**251 163 804.29**	**55.64**

Analysis of overtime per department

	30-Nov-24		31-Dec-24		31-Jan-25	
Description	**Hours**	**Cost**	**Hours**	**Cost**	**Hours**	**Cost**
Municipal Manager	-	-	-	-	-	-
Corporate Services	38	11 935	38	26 245	38	1 494
Financial Services	85	13 417	112	21 820	307	43 158
Technical Services	11 792	2 058 939	11 190	1 834 656	10 990	2 091 210
Community Services	4 425	789 355	5 291	927 867	8 882	1 636 957
LED & Planning	17	3 455	-	-	5	601
Temporary	20	3 834	33	5 552	49	9 290
Total	**16 377**	**2 880 935**	**16 664**	**2 810 588**	**20 271**	**3 782 709**

The overtime needs to be administered and only real emergencies be attended to after hours, on weekends and on holidays.
Each department needs to do proper planning to manage their own budget in order to avoid unnecessary expenditure,
thus ensuring that they stay within the budget for the year, to avoid overspending.



The overtime needs to be administered and only real emergencies be attended to after hours, on weekends and on holidays.

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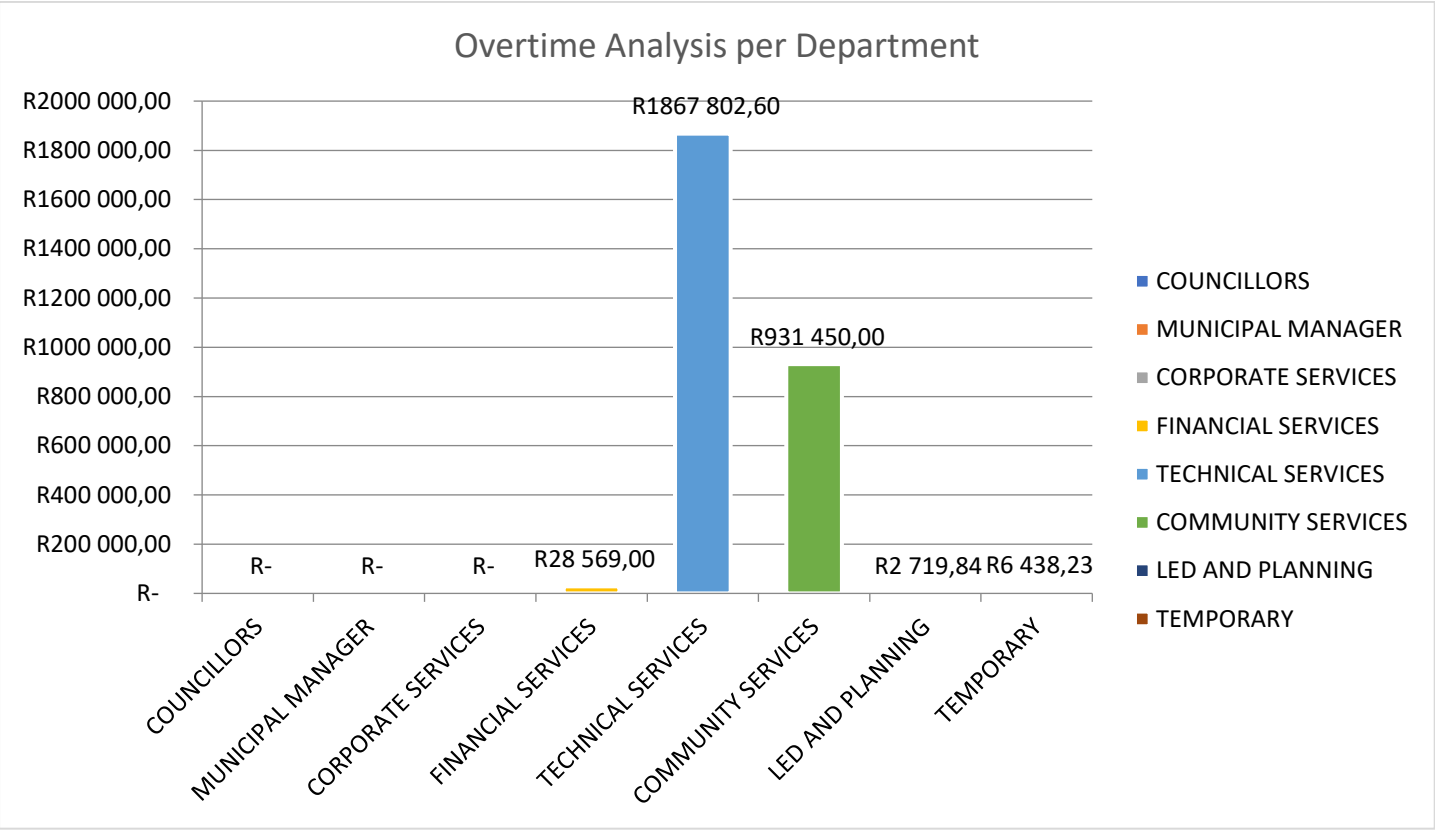

Overtime Analysis per Department
R2000 000,00
R1800 000,00
R1600 000,00
R1400 000,00
R1200 000,00
R1000 000,00
R800 000,00
R600 000,00
R400 000,00
R200 000,00
R-
R-
R-
R-
R28 569,00
R1867 802,60
R931 450,00
R2 719,84
R6 438,23
COUNCILLORS
MUNICIPAL MANAGER
CORPORATE SERVICES
FINANCIAL SERVICES
TECHNICAL SERVICES
COMMUNITY SERVICES
LED AND PLANNING
TEMPORARY

The BTO office recommended the following precautionary measures.

- The monitoring of daily tasks/assignments. This means that work that can be done during normal working hours should be monitored closely. Ideally, put emphasis on performance and especially the quality of work done.
- Finding means to actually verify work performed, even if this means that for the first few questionable overtime work that managers/supervisors actually go out to the site, if possible. Using the vehicle tracking reports to ascertain the timespan at a particular site.
- Making sure that the hours claimed are legitimate and is consistent and correlates to the normal estimated time to complete a job of a similar nature.
- Request a detailed description of the nature of work done and insist on the exact site where work was performed being specified.
- Ensure that managers remain vigilant, and question hours claimed and not just sign Overtime forms. We believe that this will make workers more aware that they cannot just claim hours like they did in the past.
- Stopping planned Overtime, unless it is to avoid major shutdowns or service interruptions.
- The adherence to the Overtime Policy stipulations, is imperative to address the issues on overtime.

Listed below are the challenges with regard to Overtime which was identified during the 2024/25 MTREF.

- Ensuring accountability across all directorates and ensuring that Executive directors, Line Managers and Supervisors take full responsibility.
- Identify and investigate possible abuse and alleged fraudulent allegations and taking disciplinary action, where applicable.
- Ensuring the compliance and adherence to applicable laws and regulations and internal policies.
- Approval of Overtime prior to it being incurred.
- Inability to manage overtime proactively.

- Curbing / Limiting / Curtailing expenditure on Overtime.
- Monitoring expenditure on Overtime.
- Utilizing the available workforce optimally.
- Implementing an alternative method of compensation.
- Addressing the immediate infrastructure maintenance requirements, specifically addressing preventative maintenance.
- Improve both the personal productivity of individual employees and the overall productivity of departments and the entire municipal system.

11. Material Variances to the Service Delivery and Budget Implementation Plan

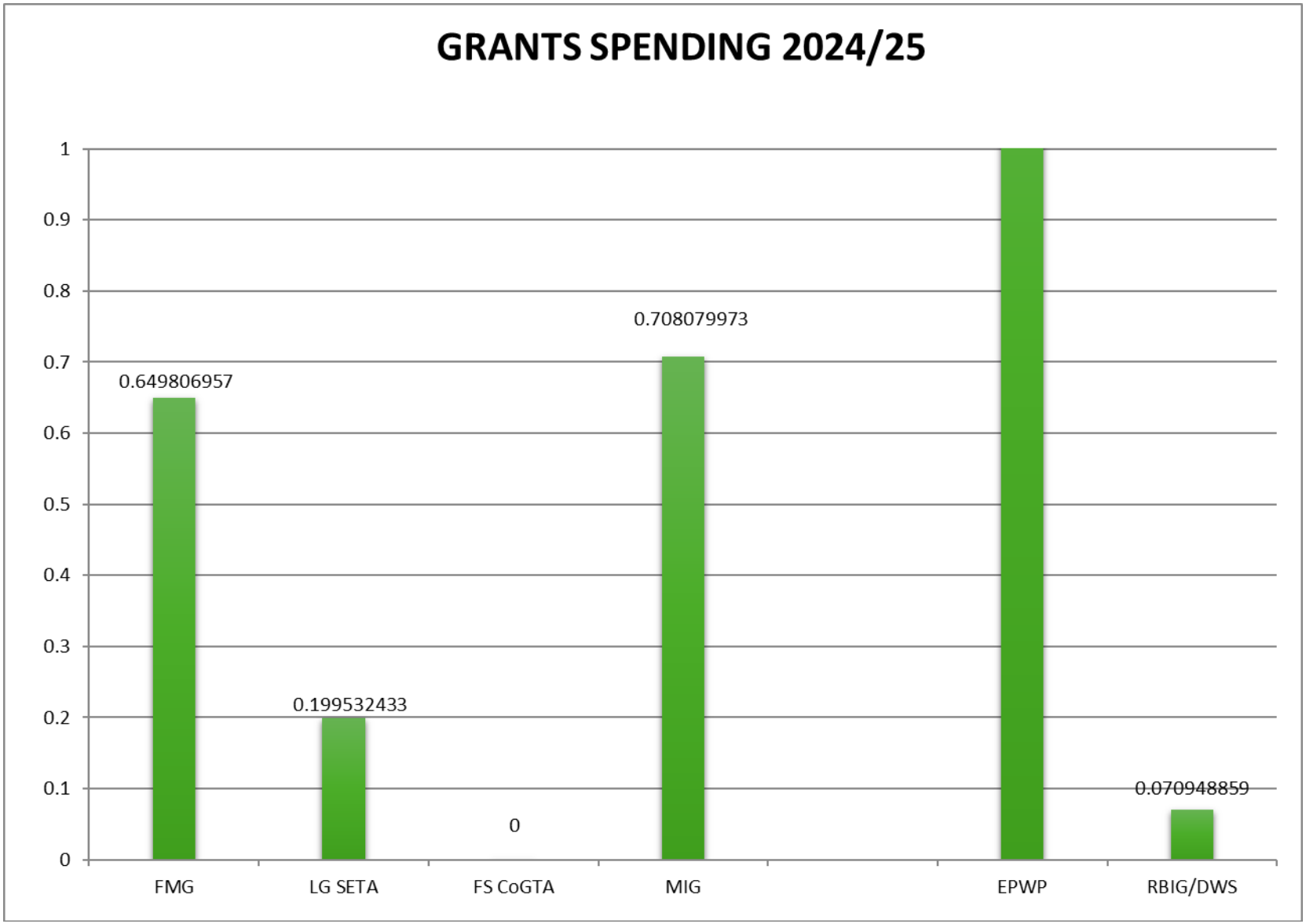
Material variances pertaining to financial performance are primarily addressed in the Executive summary under Sections 4.1 to 4.3 or emphasised elsewhere in this Monthly Budget Statement. Any other material variances to the SDBIP will be included in the quarterly Section 52 (d) report for the period ending 30 September 2024.

12. Capital programme performance

Report on conditional grants at	31-Jan-25							
Municipality:	FS201 Moqhaka							
Financial Accounting for Grant Funds Received and Expended								
	OPERATIONAL GRANTS		CAPITAL GRANTS					
	Management Grant (FMG)	LG SETA (Mandatory)	Infrastructure Grant (MIG)	Works Programme	Infrastructure Grant (WSIG)	Total Capital Grants		
DORA Allocation for the 2024/25	**2 300 000**					**-**		
Unspent grants at beginning of the financial year		**2 791 897**				**-**		
Received Prior Months	2 300 000	289 362	40 246 000	325 000	16 233 383	**56 804 383**		
Received This Month	-	-			3 664 391	**3 664 391**	FMG	70%
Total Funds Received	**2 300 000**	**3 081 259**	**40 246 000**	**325 000**	**19 897 774**	**60 468 774**	**LG SETA**	23%
Spent Prior Months	1 494 556	557 074	28 624 841	490 838	1 151 740	**30 267 419**	MIG	75%
Spent This Month	113 414	81 768	1 479 147	120 120	-	**1 599 267**		
Grants refunded					-	**-**		
Total Funds Spent	1 607 970	638 842	30 103 988	610 958	1 151 740	**31 866 686**	EPWP	188%
Total funds Received and Not Spent	**692 030**	**2 442 417**	**10 142 012**	**-285 958**	**18 746 034**	**28 602 088**	RBIG/DWS	6%
Percentage of Funds Spent	70%	23%	75%	188%	6%	53%		
Funds Currently Committed but Not Spent	-	-	-	-	-	**-**		
Scheduled Transfers Withheld	-	-	-	-	-	**-**		

Capital Government grants and subsidies consist of the following:

Municipal Infrastructure Grant	46 575 000
Water Services Infrastructure Grant	17 971 000
EPWP (Incentive)	1 299 000
Total	**65 845 000**


GRANTS SPENDING 2024/25
1
0.9
0.8
0.7
0.6
0.5
0.4
0.3
0.2
0.1
0
0.649806957
0.199532433
0
0.708079973
0.070948859
FMG
LG SETA
FS CoGTA
MIG
EPWP
RBIG/DWS

Name of grant: MIG							
Details	Projects Descriptions	Cheque Ref.	Invoice Date	Vote where expenditure is captured	Funds Received	Expenditure (incl Vat)	Balance
Jan-25							
Opening Balance							**11 801 158.41**
Funds Received		Deposit					
Expenditure							
W/FS19851/23/25	Maokeng/Brentpark: Construction of 1.5ml steel Reservoir, 0.5ml Elevated Steel Tank and Pumpstation (MIS:458610)	90043290	18-12-2024			172 500.00	
R/FS/19922/23/25	Maokeng/Brentpark: Construction of 1.316km paved road and storm water at Canon Street (MIS:458272)	90043345	23-12-2024			282 130.59	
R/FS/19924/23/25	Maokeng: Gelukwaarts - Ugrading of Masione and Stiloane Street (0.796km) to a paved road (MIS:478759)	90043261	12-12-2024			202 916.34	
R/FS/19942/23/25	Maokeng/Constantia: Construction of 0.51km paved road and storm water at Messi Street (MIS:458272)	90043725	30-01-2025			485 685.60	
PMU	CP Botha - Salary - December 2024	Salary	24-12-2024			104 925.95	
PMU	O Garegae - Salary - December - 2024	Salary	24-12-2024			6 765.09	
PMU	SJ Modise - Salary - December 2024	Salary	24-12-2024			51 693.96	
PMU	K Mbele - Salary - December 2024	Salary	24-12-2024			4 454.00	
PMU	CP Botha - Salary - January 2025	Salary	25-01-2025			104 927.42	
PMU	O Garegae - Salary - January 2025	Salary	25-01-2025			6 765.09	
PMU	SJ Modise - Salary - January 2025	Salary	25-01-2025			51 928.56	
PMU	K Mbele - Salary - January 2025	Salary	25-01-2025			4 454.00	
Closing balance					**-**	**1 479 146.60**	**10 322 011.81**

Implementation of projects is normally delayed due to the finalization of procurement processes. Payment certificates are settled once work is completed. Capex for the first quarter is normally slow for this reason, in that commencement of procurement processes is not aligned to the budget approval and specifications are not done early so that it can be advertised timeously.

13. Other Supporting Documentation

absa

Audit Trail

Batch Transfer

Wed, Jan 8, 2025 at 03:22:59 PM

Group 19058 - MOQHAKA LOCAL MUNICIPALITY
Operator 010 - PAULA DARINA DU PLESSIS
Batch Name & Description 90043467 90043467
Status Finally Approved

Batch Status

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator	10	31			21
Operator Name	PAULA DARINA DU PLESSIS	RYAN D BUYS			IRENE MOKHESENG
Approval Level					
Date	2025/01/08	2025/01/08			2025/01/08
Time	13:11:34	13:51:04			14:39:07
Roll-over Date					

Batch Details

Batch Entry Number 1

From Account	334536 MOQHAKA LOCAL MUNICIPALITY - 0000004053274876		
Description	9345061750 90043467	Frequency	Adhoc
Beneficiary Code			
To Account	223626 ESKOM 9345061750 - 0000055070067316		
Description	MOQHAKA MUNICIPALITY	Mandate	
Date	2025/01/08	Amount	5,000,000.00
Roll-over date			
Transaction Number	250759	Transaction Status	S
Immediate Interbank Payment	No		

To View Payment Confirmation Details click here.

Important Notice for Payments: To view cut-off times click here. No reversals can be done on payments.

To View Payment Confirmation Cost Analysis click here.

14. Conclusion

This report meets the MFMA requirement for the Executive Mayor to receive the Section 71 'Monthly Budget Statement' within 10 working days after the end of the month.

Communication

In compliance to legislative requirements (Section 71 of the MFMA), this document is provided to all stakeholders by placing it on the municipal website: www.moqhaka.gov.za

MFMA S71 statement hereby explicitly advise as part of the MFMA Circular 124: Condition 6.9 reporting, risk associated and mitigating factors with the implementation of the municipality's Budget Funding Plan and / or Funded Budget

1. These are the risks associated with the implementation of the municipality's Budget Funding Plan and / or Funded Budget

The following are the budget and other financial issues:

- Water and Electricity losses
- Collection on arrear debtors and liquidity of the Municipality
- The municipality not meeting the average daily cash collection target
- Defaulting on the high months and partial payments to ESKOM
- Non-compliance to MFMA Circular 124 Municipal Debt Relief and prescribed conditions
- Notice of disconnection from ESKOM
- Risk of forfeiting our NERSA license and the serious implications this will have on the operations of the municipality
- Insufficient cash to pay salaries and creditors for goods and services rendered
- Stopping of conditional capital grants.
- Disapproval of rollover requests
- The billed income of electricity and water is in rand values are below the budgeted amounts which puts additional pressure on the budget and cash flow.

- The municipality is facing a huge financial crisis. If drastic measures are not taken immediately because the cash flow is on the verge of collapsing.

- Issues pertaining to Employee related costs, Overtime expenditure, Contract appointments and EPWP Expenditur

15. Annexure A: C-schedules

FS201 Moqhaka - Table C1 Monthly Budget Statement Summary - M07 January

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	88 207	90 509	90 509	7 845	54 684	52 797	1 887	4%	90 509
Service charges	680 651	867 189	867 189	59 450	395 070	505 860	(110 790)	-22%	867 189
Investment revenue	34	30	30	–	39	18	21	122%	30
Transfers and subsidies - Operational	314 054	311 514	311 514	1 865	201 905	181 716	20 188	0	311 514
Other own revenue	131 648	76 386	76 386	10 625	66 616	44 559	22 057	50%	–
Total Revenue (excluding capital transfers and contributions)	**1 214 593**	**1 345 628**	**1 345 628**	**79 785**	**718 312**	**784 949**	**(66 637)**	**-8%**	**1 345 628**
Employee costs	409 580	451 339	451 389	36 052	251 164	263 297	(12 134)	-5%	451 389
Remuneration of Councillors	22 251	29 578	29 578	1 778	13 340	17 254	(3 914)	-23%	29 578
Depreciation and amortisation	121 050	9 870	9 870	–	–	5 758	(5 758)	-100%	9 870
Interest	6 029	8 698	8 698	550	3 850	5 074	(1 224)	-24%	8 698
Inventory consumed and bulk purchases	433 439	448 663	442 868	4 320	25 499	260 768	(235 268)	-90%	442 868
Transfers and subsidies	84	1 049	1 049	–	53	612	(558)	-91%	1 049
Other expenditure	445 128	361 269	366 954	28 541	151 292	211 654	(60 362)	-29%	366 954
Total Expenditure	**1 437 562**	**1 310 466**	**1 310 406**	**71 240**	**445 198**	**764 416**	**(319 218)**	**-42%**	**1 310 406**
Surplus/(Deficit)	**(222 968)**	**35 162**	**35 222**	**8 544**	**273 114**	**20 533**	**252 581**	**1230%**	**35 222**
Transfers and subsidies - capital (monetary allocations)	51 220	64 627	64 627	4 473	31 255	37 699	(6 444)	-17%	64 627
Transfers and subsidies - capital (in-kind)	7	1 237	1 237	–	–	722	(722)	-100%	1 237
Surplus/(Deficit) after capital transfers & contributions	**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**416%**	**101 086**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**416%**	**101 086**
Capital expenditure & funds sources									
Capital expenditure	**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Capital transfers recognised	26	64 627	64 627	352	35 236	37 699	(2 464)	-7%	64 627
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**5 604**	**33 964**	**33 750**	**2 122**	**7 424**	**19 736**	**(12 312)**	**-62%**	**33 750**
Total sources of capital funds	**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Financial position									
Total current assets	687 941	448 185	448 185		894 995				448 185
Total non current assets	2 000 694	2 983 725	2 983 511		2 044 474				2 983 511
Total current liabilities	1 504 976	516 230	516 230		1 451 442				516 230
Total non current liabilities	147 268	70 369	70 369		147 268				70 369
Community wealth/Equity	**1 716 181**	**2 849 645**	**2 849 645**		**1 342 085**				**2 849 645**
Cash flows									
Net cash from (used) operating	(9 267)	(674 222)	(674 222)	(25 543)	(31 603)	(393 296)	(361 694)	92%	(674 222)
Net cash from (used) investing	19 972	(98 868)	(98 868)	(2 473)	(43 050)	(57 673)	(14 623)	25%	(98 868)
Net cash from (used) financing	(137)	(348 363)	(348 363)	(272)	(1 838)	(203 212)	(201 374)	99%	(348 363)
Cash/cash equivalents at the month/year end	**(10 797)**	**(1 145 173)**	**(1 145 173)**	**(86 005)**	**(86 396)**	**(677 901)**	**(591 505)**	**87%**	**(1 131 358)**
Debtors & creditors analysis	**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**
Debtors Age Analysis									
Total By Income Source	70 115	44 193	45 891	1 529 143	–	–	–	–	1 689 342
Creditors Age Analysis									
Total Creditors	60 444	46 363	59 548	2 703	629	–	–	1 507 781	1 677 468

FS201 Moqhaka - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**421 969**	**307 563**	**307 563**	**10 866**	**269 760**	**179 412**	90 349	50%	**307 563**
Executive and council		307 242	204 456	204 456	1 886	204 670	119 266	85 404	72%	204 456
Finance and administration		114 726	103 108	103 108	8 979	65 091	60 146	4 944	8%	103 108
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**13 971**	**26 947**	**26 947**	**1 056**	**7 588**	**15 719**	(8 132)	-52%	**26 947**
Community and social services		1 850	3 573	3 573	173	1 026	2 084	(1 058)	-51%	3 573
Sport and recreation		2 893	5 232	5 232	652	1 716	3 052	(1 336)	-44%	5 232
Public safety		2 849	4 905	4 905	20	759	2 861	(2 102)	-73%	4 905
Housing		6 379	13 237	13 237	210	4 086	7 722	(3 636)	-47%	13 237
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**48 147**	**48 603**	**48 603**	**4 868**	**31 930**	**28 351**	3 578	13%	**48 603**
Planning and development		2 269	1 729	1 729	138	1 107	1 009	98	10%	1 729
Road transport		45 878	46 763	46 763	4 730	30 823	27 278	3 544	13%	46 763
Environmental protection		–	110	110	–	–	64	(64)	-100%	110
Trading services		**781 733**	**1 028 379**	**1 028 379**	**67 469**	**440 290**	**599 888**	**(159 598)**	-27%	**1 028 379**
Energy sources		404 111	584 727	584 727	35 648	228 239	341 091	(112 852)	-33%	584 727
Water management		212 197	265 446	265 446	18 556	123 531	154 843	(31 313)	-20%	265 446
Waste water management		108 812	103 334	103 334	7 834	51 833	60 278	(8 445)	-14%	103 334
Waste management		56 613	74 873	74 873	5 430	36 687	43 676	(6 989)	-16%	74 873
Other	4	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Total Revenue - Functional	2	**1 265 820**	**1 411 492**	**1 411 492**	**84 258**	**749 567**	**823 370**	**(73 803)**	**-9%**	**1 411 492**
Expenditure - Functional										
Governance and administration		**365 531**	**327 192**	**326 992**	**28 064**	**175 132**	**190 814**	(15 682)	-8%	**326 992**
Executive and council		130 579	107 648	107 648	8 640	56 508	62 795	(6 287)	-10%	107 648
Finance and administration		231 006	214 976	214 776	19 115	116 331	125 354	(9 023)	-7%	214 776
Internal audit		3 945	4 568	4 568	309	2 293	2 665	(372)	-14%	4 568
Community and public safety		**103 864**	**125 520**	**125 520**	**9 687**	**62 586**	**73 221**	(10 635)	-15%	**125 520**
Community and social services		16 137	18 759	19 359	1 309	7 180	11 043	(3 864)	-35%	19 359
Sport and recreation		40 542	48 127	47 527	3 781	26 486	27 974	(1 489)	-5%	47 527
Public safety		39 276	49 422	49 422	3 902	23 968	28 830	(4 862)	-17%	49 422
Housing		7 910	9 212	9 212	695	4 953	5 374	(420)	-8%	9 212
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**87 217**	**72 713**	**78 713**	**5 862**	**39 194**	**43 416**	(4 223)	-10%	**78 713**
Planning and development		8 862	13 818	13 818	811	5 365	8 061	(2 696)	-33%	13 818
Road transport		75 133	54 826	60 826	4 717	32 111	32 982	(871)	-3%	60 826
Environmental protection		3 222	4 069	4 069	334	1 718	2 374	(656)	-28%	4 069
Trading services		**879 852**	**781 911**	**776 051**	**27 544**	**167 536**	**455 139**	**(287 603)**	-63%	**776 051**
Energy sources		539 525	517 289	511 289	5 655	31 320	300 752	(269 433)	-90%	511 289
Water management		171 920	116 593	116 193	10 248	51 522	67 854	(16 332)	-24%	116 193
Waste water management		100 230	73 954	74 354	5 098	47 512	43 299	4 213	10%	74 354
Waste management		68 176	74 075	74 215	6 543	37 182	43 234	(6 052)	-14%	74 215
Other		**1 098**	**3 130**	**3 130**	**83**	**750**	**1 826**	**(1 076)**	**-59%**	**3 130**
Total Expenditure - Functional	3	**1 437 562**	**1 310 466**	**1 310 406**	**71 240**	**445 198**	**764 417**	**(319 219)**	**-42%**	**1 310 406**
Surplus/ (Deficit) for the year		**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 953**	**245 416**	**4.16288**	**101 086**

FS201 Moqhaka - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Executive & Council		307 242	204 456	204 456	1 886	204 670	119 266	85 404	71.6%	204 456
Vote 02 - Municipal Manager		2 840	–	–	–	–	–	–		–
Vote 03 - Corporate Services		196	2 301	2 301	(371)	(744)	1 342	(2 086)	-155.4%	2 301
Vote 04 - Finance		111 091	100 441	100 441	9 340	65 597	58 590	7 006	12.0%	100 441
Vote 05 - Technical Services		770 998	1 000 269	1 000 269	66 768	434 425	583 490	(149 065)	-25.5%	1 000 269
Vote 06 - Community Services		61 430	83 843	83 843	5 620	38 499	48 909	(10 410)	-21.3%	83 843
Vote 07 - Local Economic Development		12 023	20 183	20 183	1 014	7 120	11 773	(4 653)	-39.5%	20 183
Vote 08 - .		–	–	–	–	–	–	–		–
Vote 09 - .		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1 265 820**	**1 411 492**	**1 411 492**	**84 258**	**749 567**	**823 370**	**(73 803)**	**-9.0%**	**1 411 492**
Expenditure by Vote	1									
Vote 01 - Executive & Council		102 817	99 504	99 504	7 826	52 661	58 045	(5 383)	-9.3%	99 504
Vote 02 - Municipal Manager		22 600	28 093	28 093	2 273	13 862	16 388	(2 527)	-15.4%	28 093
Vote 03 - Corporate Services		61 986	60 329	60 269	5 194	28 911	35 166	(6 254)	-17.8%	60 269
Vote 04 - Finance		72 264	69 950	69 810	6 500	38 724	40 781	(2 057)	-5.0%	69 810
Vote 05 - Technical Services		902 783	773 445	773 445	27 103	171 803	451 177	(279 374)	-61.9%	773 445
Vote 06 - Community Services		243 247	233 399	233 539	19 533	119 204	136 174	(16 971)	-12.5%	233 539
Vote 07 - Local Economic Development		31 864	45 745	45 745	2 811	20 034	26 685	(6 651)	-24.9%	45 745
Vote 08 - .		–	–	–	–	–	–	–		–
Vote 09 - .		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1 437 562**	**1 310 466**	**1 310 406**	**71 240**	**445 198**	**764 416**	**(319 218)**	**-41.8%**	**1 310 406**
Surplus/ (Deficit) for the year	2	**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**416.3%**	**101 086**

FS201 Moqhaka - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		394 583	553 019	553 019	34 821	224 310	322 594	(98 284)	-30%	553 019
Service charges - Water		173 153	195 587	195 587	14 161	98 320	114 093	(15 773)	-14%	195 587
Service charges - Waste Water Management		65 954	70 019	70 019	6 213	42 466	40 844	1 621	4%	70 019
Service charges - Waste management		46 961	48 564	48 564	4 255	29 974	28 329	1 645	6%	48 564
Sale of Goods and Rendering of Services		6 220	10 265	10 265	329	3 194	5 988	(2 794)	-47%	10 265
Agency services								–		
Interest								–		
Interest earned from Receivables		69 946	34 557	34 557	8 454	45 709	20 158	25 551	127%	34 557
Interest from Current and Non Current Assets		34	30	30	–	39	18	21	122%	30
Dividends		3 637	1 736	1 736	33	2 331	1 013	1 319	130%	1 736
Rent on Land								–		
Rental from Fixed Assets		6 593	8 535	8 535	831	4 057	4 979	(921)	-19%	8 535
Licence and permits		–	–	–	–	–	–	–		–
Operational Revenue		4 027	12 324	12 324	(59)	4 584	7 189	(2 605)	-36%	12 324
Non-Exchange Revenue								–		
Property rates		88 207	90 509	90 509	7 845	54 684	52 797	1 887	4%	90 509
Surcharges and Taxes								–		
Fines, penalties and forfeits		6 569	5 309	5 309	90	709	3 097	(2 388)	-77%	5 309
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		314 054	311 514	311 514	1 865	201 905	181 716	20 188	11%	311 514
Interest		7 761	2 982	2 982	875	5 514	1 740	3 774	217%	2 982
Fuel Levy								–		
Operational Revenue		839	678	678	74	517	396	122	31%	678
Gains on disposal of Assets		25 992	–	–	–	–	–	–		–
Other Gains		65	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**1 214 593**	**1 345 628**	**1 345 628**	**79 785**	**718 312**	**784 949**	**(66 637)**	**-8%**	**1 345 628**
Expenditure By Type										
Employee related costs		409 580	451 339	451 389	36 052	251 164	263 297	(12 134)	-5%	451 389
Remuneration of councillors		22 251	29 578	29 578	1 778	13 340	17 254	(3 914)	-23%	29 578
Bulk purchases - electricity		418 560	427 440	421 440	1 199	6 459	248 340	(241 881)	-97%	421 440
Inventory consumed		14 879	21 223	21 428	3 121	19 041	12 427	6 613	53%	21 428
Debt impairment		–	58 783	58 783	–	78	34 290	(34 212)	-100%	58 783
Depreciation and amortisation		121 050	9 870	9 870	–	–	5 758	(5 758)	-100%	9 870
Interest		6 029	8 698	8 698	550	3 850	5 074	(1 224)	-24%	8 698
Contracted services		135 341	158 841	157 821	12 691	68 585	92 446	(23 862)	-26%	157 821
Transfers and subsidies		84	1 049	1 049	–	53	612	(558)	-91%	1 049
Irrecoverable debts written off		176 661	1 486	1 486	204	2 075	867	1 208	139%	1 486
Operational costs		117 817	142 099	148 804	15 646	80 554	84 016	(3 461)	-4%	148 804
Losses on Disposal of Assets		15 203	60	60	–	–	35	(35)	-100%	60
Other Losses		106	–	–	–	–	–	–		–
Total Expenditure		**1 437 562**	**1 310 466**	**1 310 406**	**71 240**	**445 198**	**764 416**	**(319 218)**	**-42%**	**1 310 406**
Surplus/(Deficit)		**(222 968)**	**35 162**	**35 222**	**8 544**	**273 114**	**20 533**	**252 581**	**0**	**35 222**
Transfers and subsidies - capital (monetary allocations)		51 220	64 627	64 627	4 473	31 255	37 699	(6 444)	**(0)**	64 627
Transfers and subsidies - capital (in-kind)		7	1 237	1 237	–	–	722	(722)	**(0)**	1 237
Surplus/(Deficit) after capital transfers & contributions		**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**0**	**101 086**
Income Tax								–		
Surplus/(Deficit) after income tax		**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**0**	**101 086**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	245 415	0	**101 086**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**(171 741)**	**101 026**	**101 086**	**13 017**	**304 369**	**58 954**	**245 415**	**0**	**101 086**

FS201 Moqhaka - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 01 - Executive & Council		107	–	–	–	15	–	15	#DIV/0!	–
Vote 02 - Municipal Manager		61	400	650	–	–	327	(327)	-100%	650
Vote 03 - Corporate Services		727	2 500	3 060	33	2 124	1 690	434	26%	3 060
Vote 04 - Finance		804	2 077	1 063	–	134	772	(638)	-83%	1 063
Vote 05 - Technical Services		668	78 142	77 881	1 774	37 146	45 485	(8 339)	-18%	77 881
Vote 06 - Community Services		3 023	14 600	14 600	662	2 892	8 517	(5 625)	-66%	14 600
Vote 07 - Local Economic Development		241	872	1 122	5	349	645	(296)	-46%	1 122
Total Capital single-year expenditure	4	5 630	98 591	98 377	2 473	42 660	57 435	**(14 776)**	**-26%**	98 377
Total Capital Expenditure		**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Capital Expenditure - Functional Classification										
Governance and administration		**1 833**	**5 750**	**5 560**	**33**	**2 285**	**3 244**	(959)	-30%	**5 560**
Executive and council		147	–	–	–	15	–	15	#DIV/0!	–
Finance and administration		1 686	5 750	5 560	33	2 270	3 244	(974)	-30%	5 560
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**2 483**	**13 122**	**13 372**	**24**	**417**	**7 791**	(7 374)	-95%	**13 372**
Community and social services		955	5 197	5 197	–	–	3 032	(3 032)	-100%	5 197
Sport and recreation		233	4 081	4 331	(4)	298	2 517	(2 219)	-88%	4 331
Public safety		1 237	3 843	3 843	29	119	2 242	(2 123)	-95%	3 843
Housing		58	–	–	–	–	–	–		–
Health								–		
Economic and environmental services		**55**	**31 596**	**31 596**	**384**	**18 813**	**18 431**	381	2%	**31 596**
Planning and development		–	205	205	10	80	119	(40)	-33%	205
Road transport		55	31 234	31 234	374	18 733	18 220	513	3%	31 234
Environmental protection		–	157	157	–	–	92	(92)	-100%	157
Trading services		**1 259**	**48 071**	**47 796**	**2 032**	**21 145**	**27 938**	(6 793)	-24%	**47 796**
Energy sources		20	3 348	2 824	–	149	1 756	(1 607)	-91%	2 824
Water management		354	25 011	25 011	(9)	15 955	14 590	1 365	9%	25 011
Waste water management		208	15 890	16 140	1 380	2 177	9 363	(7 186)	-77%	16 140
Waste management		677	3 822	3 822	661	2 863	2 229	634	28%	3 822
Other		–	52	52	–	–	31	(31)	-100%	52
Total Capital Expenditure - Functional Classification	3	**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**
Funded by:										
National Government		26	64 627	64 627	352	35 236	37 699	(2 464)	-7%	64 627
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**26**	**64 627**	**64 627**	**352**	**35 236**	**37 699**	**(2 464)**	**-7%**	**64 627**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		5 604	33 964	33 750	2 122	7 424	19 736	(12 312)	-62%	33 750
Total Capital Funding		**5 630**	**98 591**	**98 377**	**2 473**	**42 660**	**57 435**	**(14 776)**	**-26%**	**98 377**

FS201 Moqhaka - Table C7 Monthly Budget Statement - Cash Flow - M07 January

Description	Ref	2023/24	Budget Year 2024/25							
		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		59 293	115 114	115 114	3 832	34 821	67 150	(32 329)	-48%	115 114
Service charges		430 886	881 165	881 165	39 919	314 170	514 013	(199 843)	-39%	881 165
Other revenue		116 019	(487 853)	(487 853)	(36 517)	97 209	(284 581)	381 790	-134%	(487 853)
Transfers and Subsidies - Operational		281 769	311 029	311 029	–	202 311	181 433	20 878	12%	311 029
Transfers and Subsidies - Capital		108 185	65 353	65 353	3 664	61 774	38 123	23 651	62%	65 353
Interest		3 293	–	–	315	4 729	–	4 729	#DIV/0!	–
Dividends		3 637	1 736	1 736	33	2 331	1 013	1 319	130%	1 736
Payments										
Suppliers and employees		(1 012 349)	(1 560 767)	(1 560 767)	(36 789)	(748 948)	(910 447)	(161 499)	18%	(1 560 767)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**(9 267)**	**(674 222)**	**(674 222)**	**(25 543)**	**(31 603)**	**(393 296)**	**(361 694)**	**92%**	**(674 222)**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		25 992	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments		(390)	(277)	(277)	–	(390)	(162)	(229)	141%	(277)
Payments										
Capital assets		(5 630)	(98 591)	(98 591)	(2 473)	(42 660)	(57 511)	(14 852)	26%	(98 591)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**19 972**	**(98 868)**	**(98 868)**	**(2 473)**	**(43 050)**	**(57 673)**	**(14 623)**	**25%**	**(98 868)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		(137)	(346 331)	(346 331)	–	–	(202 027)	202 027	-100%	(346 331)
Payments										
Repayment of borrowing		–	(2 032)	(2 032)	(272)	(1 838)	(1 185)	653	-55%	(2 032)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(137)**	**(348 363)**	**(348 363)**	**(272)**	**(1 838)**	**(203 212)**	**(201 374)**	**99%**	**(348 363)**
NET INCREASE/ (DECREASE) IN CASH HELD		**10 567**	**(1 121 453)**	**(1 121 453)**	**(28 289)**	**(76 491)**	**(654 181)**			**(1 121 453)**
Cash/cash equivalents at beginning:		(21 364)	(23 720)	(23 720)	(57 717)	(9 905)	(23 720)			(9 905)
Cash/cash equivalents at month/year end:		(10 797)	(1 145 173)	(1 145 173)	(86 005)	(86 396)	(677 901)			(1 131 358)

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Jan '25

Period	2024/25
National Financial Year	FS201
Demarcation Code of Municipality being assessed	
District	**Fezile Dabi**
Demarcation Description	**Moqhaka**

I, name and surname of HOD _____, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal De
Relief as set-out in **MFMA Circular No. 124** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition	6,3 + 6,12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):	
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- refer condition 6.12.2*	Does not have function
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Does not have function
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Does not have function
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	Yes
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes

6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes
	6.4	**Compliance with a funded MTREF – *(choose from drop down list the MTREF assessed)***	2024/25 Adopted MTREF
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note *- For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*	
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	No

		Note *- If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*	
11	6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes
		Note - *if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*	
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note*** *- only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes
14	6.5	**Cost reflective tariffs –** (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes

	6.6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	No
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	No
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note*** *– the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.*	No
	6.6	***Supporting evidence****: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*	
	6.7	**Maintain a minimum average quarterly collection of property rates and services charges –**	
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	Not yet end of quarter

		***Note** - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.*	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	not yet the end of a quarter
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	not yet the end of a quarter
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	not yet the end of a quarter
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	No

24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	No
	6.8	**Municipality's Completeness of the revenue base –**	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? ***Note*** *- monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	N/a
28	6.8.2	- **For the latest ending Quarte**r -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	N/a
	6.9	**Monitor and report on implementation –**	
29	6.9.1	**- MFMA section 71 reporting –** has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes

30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? ***Note -*** *condition 6.9.2 has a typing error and must refer to 6.9.1.*	6.9.1 = Yes
31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No FRP
		Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.	
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? ***Note -*** *in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Yes

35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
		Note *- if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.*	
36	**6.11**	**Limitation on municipality borrowing powers -** has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
		Note - *there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.*	
	6.12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**	
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of the** Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	No
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	No
		Note: *Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).*	

39		***Supporting evidence***: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	No
40	6.13	**Accounting Treatment -** has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? ***Note -*** *to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	No
41	6.14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes
		Note: *By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.*	

PT: HOD/ NT / MM Name:	**Ms L Ntsepe (Acting MM)**
Signature of HOD/ NT/ MM:	
Date:	**14/02/2025**

16.2 Municipal Debt Relief Performance across the period of debt relief participation

The municipality reported using the new section 71 template for the first in July 2024 without intervention or guidance from the allocated National Treasury Advisor. There are therefore no comments nor tables or charts to attach.

16.3 The National Treasury Debt Relief Compliance Assessment

The latest National Treasury debt relief compliance certificate and non-compliance report issued to the municipality for the month of October 2024 is attached to this S71 report.

Here are the specific conditions that were not fully met in July 2024 according to the monitoring tool:

Condition 17: Restricting the water supply.
Condition 18: Restricting indigent for water and electricity.
Condition 23: No installation of smart prepaid meters.
Condition 24: Smart Meter Policy not yet adopted; and
Condition 26: National Treasury's rates reconciliation

16.4 MFMA Circular 124 – Condition 6.6 (Electricity and Water as Collection Tools) & Condition 6.7

(Maintain a minimum average quarterly collection of property rates and services charges)

16.4.1 Monthly / Quarterly collection per ward

National Treasury	Municipal Details					
Municipal Debt Relief	Free State					
MFMA Circular No. 124		District		Municipality		Period Monitored
Municipal Finance Management Act No. 56 of 2003				Moqhaka		

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 2				Q2	Summary - Quarter 3				Q1
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	212 776 807	152 491 692	60 285 114	72%	72%	142 210 018	41 459 246	100 750 772	29%	29%
2.Collection excl Eskom supplied areas	155 660 734	114 104 085	41 556 649	73%	73%	102 935 581	25 732 160	77 203 421	25%	25%
3.Collection: **Property Rates**	23 344 552	16 083 522	7 261 030	69%	69%	15 431 666	3 628 223	11 803 443	24%	24%
4.Total average collection: **Electricity** (Municipal supplied areas)	86 843 267	83 292 121	3 551 147	96%	96%	55 018 170	20 602 616	34 415 555	37%	37%
5.Total average collection: **Water**	46 368 822	21 661 428	24 707 395	47%	47%	31 684 462	6 215 420	25 469 042	20%	20%
6.Total average collection: **Wastewater**	21 108 340	16 086 840	5 021 501	76%	76%	14 027 976	6 451 864	7 576 112	46%	46%
7.Total average collection: **Refuse**	15 021 796	13 605 369	1 416 427	91%	91%	9 925 193	4 110 552	5 814 641	41%	41%
8.Total average collection: **Interest**	20 090 030	1 762 414	18 327 616	9%	9%	16 122 551	450 571	15 671 980	3%	3%

Collection Rate Assessment

Notes	Total Aggregate Collection		7.January - Reporting for December in January				8.February - Reporting for January in February			
			Billing For December	Collection in January	R - Billing not collected	% Collection	Billing For January	Collection in February	R - Billing not collected	% Collection
1	1.Collection for whole demarcation	Summary	69 447 859	41 459 246	27 988 613	60%	72 762 160	-	72 762 160	0%
2	2.Collection excl Eskom supplied areas		49 890 676	25 732 160	25 905 550	52%	53 044 905	-	53 128 121	0%
3	3.Collection: **Property Rates**		7 844 357	3 628 223	4 216 134	46%	7 587 309	-	7 587 309	0%
4	4.Total average collection: **Electricity** (Municipal supplied areas)		27 314 807	20 602 616	6 712 192	75%	27 703 363	-	27 703 363	0%
5	5.Total average collection: **Water**		15 287 112	6 215 420	9 071 692	41%	16 397 350	-	16 397 350	0%
6	6.Total average collection: **Wastewater**		7 005 478	6 451 864	553 615	92%	7 022 498	-	7 022 498	0%
7	7.Total average collection: **Refuse**		4 913 932	4 110 552	803 379	84%	5 011 261	-	5 011 261	0%
8	8. 7.Total average collection: **Interest**		7 082 172	450 571	6 631 601	6%	9 040 379	-	9 040 379	0%

Complete This Section			Qua						
			7.January				8.February		
Services	Electricity Supplier	Ward Name & Number	Billing ForDecember	Collection for December in January	Rand Value of Billing not collected	% Collection	Billing For January	Collection for January in February	Rand Value of Billing not collected
Property Rates Tax	Eskom supplied	1	49 512	2 971	46 541	6%	49 512		49 512
Electricity			214 811	33 921	180 890	16%	100 317		100 317
Water			185 853	15 832	170 021	9%	235 369		235 369
Refuse			174 070	3 352	170 718	2%	174 070		174 070
Waste Water			228 237	3 172	225 065	1%	228 237		228 237
Interest			292 013	472	291 541	0%	356 187		356 187
Property Rates Tax	Partial Eskom & Mun Supplied	2	409 715	123 666	286 049	30%	411 943		411 943
Electricity			525 902	717 725	0	136%	773 640		773 640
Water			208 411	52 048	156 364	25%	197 590		197 590
Refuse			128 758	47 865	80 894	37%	151 323		151 323
Waste Water			177 855	52 001	125 854	29%	214 513		214 513
Interest			270 076	15 368	254 708	6%	339 210		339 210
Property Rates Tax	Mun Supplied	3	1 125 303	253 996	871 307	23%	1 126 794		1 126 794
Electricity			808 967	522 772	286 195	65%	776 461		776 461
Water			890 609	361 360	529 249	41%	2 468 556		2 468 556
Refuse			394 128	193 635	200 493	49%	400 883		400 883
Waste Water			538 450	220 296	318 154	41%	547 571		547 571
Interest			136 490	13 304	123 186	10%	167 354		167 354

Property Rates Tax	Mun Supplied	4	3 863	305	3 558	8%	3 863	3 863
Electricity			84 741	88 435	0	104%	86 962	86 962
Water			481 025	63 097	417 928	13%	427 812	427 812
Refuse			66 355	30 116	36 239	45%	66 355	66 355
Waste Water			86 387	59 897	26 490	69%	86 387	86 387
Interest			138 150	1 587	136 563	1%	205 587	205 587
Property Rates Tax	Mun Supplied	5	3 541	197	3 344	6%	3 541	3 541
Electricity			42 833	62 816	0	147%	42 657	42 657
Water			312 604	59 929	252 676	19%	(83 216)	0
Refuse			63 996	29 846	34 151	47%	63 722	63 722
Waste Water			81 919	59 614	22 304	73%	81 569	81 569
Interest			97 248	383	96 864	0%	171 113	171 113
Property Rates Tax	Mun Supplied	6	57 788	352	57 436	1%	57 788	57 788
Electricity			107 695	6 361	101 334	6%	102 695	102 695
Water			553 721	26 331	527 389	5%	552 413	552 413
Refuse			110 794	10 245	100 549	9%	110 657	110 657
Waste Water			149 144	20 448	128 696	14%	148 969	148 969
Interest			105 711	1 013	104 697	1%	273 318	273 318
Property Rates Tax	Mun Supplied	7	259 748	50 981	208 767	20%	207 801	207 801
Electricity			317 872	298 748	19 124	94%	314 872	314 872
Water			315 015	84 399	230 616	27%	373 027	373 027
Refuse			115 485	45 921	69 564	40%	115 348	115 348
Waste Water			150 547	75 480	75 067	50%	150 372	150 372
Interest			222 489	7 301	215 188	3%	322 906	322 906

Property Rates Tax	Mun Supplied	8	30 781	901	29 880	3%	30 781	30 781
Electricity			81 903	11 918	69 985	15%	78 257	78 257
Water			412 722	39 395	373 327	10%	414 369	414 369
Refuse			92 967	50 659	42 309	54%	92 556	92 556
Waste Water			119 813	100 375	19 438	84%	119 289	119 289
Interest			122 483	1 279	121 205	1%	191 171	191 171
Property Rates Tax	Mun Supplied	9	162 946	1 469	161 477	1%	162 946	162 946
Electricity			195 766	102 792	92 974	53%	154 512	154 512
Water			538 302	56 869	481 433	11%	506 002	506 002
Refuse			176 225	62 094	114 131	35%	176 208	176 208
Waste Water			256 291	117 345	138 946	46%	256 317	256 317
Interest			273 921	2 981	270 940	1%	372 378	372 378
Property Rates Tax	Mun Supplied	10	40 399	5 696	34 703	14%	44 164	44 164
Electricity			108 863	16 175	92 687	15%	115 179	115 179
Water			570 750	61 766	508 985	11%	341 049	341 049
Refuse			118 367	29 552	88 815	25%	118 642	118 642
Waste Water			153 519	67 327	86 192	44%	153 869	153 869
Interest			159 304	4 064	155 240	3%	239 172	239 172
Property Rates Tax	Mun Supplied	11	351 004	4 816	346 188	1%	351 227	351 227
Electricity			677 626	224 954	452 672	33%	660 094	660 094
Water			1 204 732	90 568	1 114 164	8%	1 231 352	1 231 352
Refuse			285 851	42 890	242 961	15%	285 707	285 707
Waste Water			487 119	77 383	409 736	16%	486 935	486 935
Interest			253 615	5 783	247 832	2%	407 654	407 654

Property Rates Tax	Mun Supplied	12	90 885	3 153	87 732	3%	90 885	90 885
Electricity			139 372	55 162	84 210	40%	138 971	138 971
Water			578 893	74 251	504 641	13%	471 291	471 291
Refuse			139 545	44 930	94 615	32%	138 447	138 447
Waste Water			192 896	98 803	94 093	51%	191 498	191 498
Interest			155 527	3 358	152 169	2%	334 109	334 109
Property Rates Tax	Mun Supplied	13	437 479	278 683	158 796	64%	422 838	422 838
Electricity			10 241 260	4 942 336	5 298 924	48%	9 285 438	9 285 438
Water			1 312 106	276 967	1 035 139	21%	1 406 267	1 406 267
Refuse			459 100	187 180	271 920	41%	363 856	363 856
Waste Water			568 535	275 078	293 456	48%	560 214	560 214
Interest			652 565	52 023	600 542	8%	795 146	795 146
Property Rates Tax	Mun Supplied	14	59 820	3 489	56 331	6%	59 637	59 637
Electricity			88 123	719 304	0	816%	84 442	84 442
Water			447 644	61 434	386 210	14%	320 799	320 799
Refuse			122 787	50 304	72 483	41%	122 787	122 787
Waste Water			166 604	63 202	103 402	38%	165 279	165 279
Interest			192 583	4 799	187 783	2%	268 226	268 226
Property Rates Tax	Mun Supplied	15	65 528	1 835	63 694	3%	65 528	65 528
Electricity			206 677	775 735	0	375%	197 789	197 789
Water			463 481	116 687	346 794	25%	441 689	441 689
Refuse			141 715	54 615	87 100	39%	140 618	140 618
Waste Water			189 414	64 536	124 878	34%	187 935	187 935
Interest			143 009	2 740	140 269	2%	246 080	246 080

Property Rates Tax	Mun Supplied	16	1 583 104	897 783	685 321	57%	1 481 941	1 481 941
Electricity			5 600 602	3 365 513	2 235 089	60%	6 923 823	6 923 823
Water			1 445 612	1 335 151	110 461	92%	1 908 594	1 908 594
Refuse			758 875	598 942	159 933	79%	756 252	756 252
Waste Water			1 199 681	840 244	359 437	70%	1 191 287	1 191 287
Interest			352 271	106 118	246 153	30%	450 524	450 524
Property Rates Tax	Mun Supplied	17	1 488 252	977 798	510 454	66%	1 487 541	1 487 541
Electricity			2 406 997	2 828 316	0	118%	2 645 978	2 645 978
Water			1 279 480	1 009 782	269 698	79%	1 462 535	1 462 535
Refuse			650 158	714 698	0	110%	655 657	655 657
Waste Water			925 986	963 243	0	104%	929 763	929 763
Interest			246 221	55 751	190 470	23%	287 277	287 277
Property Rates Tax	Partial Eskom & Mun Supplied	18	599 839	257 517	342 322	43%	505 600	505 600
Electricity			5 371 666	5 194 541	177 126	97%	5 115 759	5 115 759
Water			1 256 805	1 269 125	0	101%	1 512 576	1 512 576
Refuse			301 669	545 022	0	181%	390 670	390 670
Waste Water			534 120	280 270	253 850	52%	530 939	530 939
Interest			709 516	158 033	551 483	22%	911 533	911 533
Property Rates Tax	Eskom supplied	19	26 744	146	26 599	1%	26 744	26 744
Electricity			88	10 555	0	11978%	88	88
Water			986 972	208 832	778 140	21%	625 384	625 384
Refuse			131 639	301 260	0	229%	208 832	208 832
Waste Water			172 573	663 806	0	385%	171 874	171 874
Interest			720 404	501	719 903	0%	786 703	786 703

Property Rates Tax	Partial Eskom & Mun Supplied	20	56 515	2 959	53 555	5%	56 515	56 515
Electricity			14 682	1 296	13 386	9%	14 682	14 682
Water			813 366	33 825	779 541	4%	723 490	723 490
Refuse			156 489	183 081	0	117%	154 563	154 563
Waste Water			201 640	793 836	0	394%	195 951	195 951
Interest			563 587	1 156	562 430	0%	591 657	591 657
Property Rates Tax	Eskom supplied	21	240 057	97 658	142 399	41%	238 187	238 187
Electricity			1 159	-	1 159	0%	1 159	1 159
Water			978 228	103 906	874 321	11%	815 803	815 803
Refuse			317 053	154 817	162 237	49%	316 208	316 208
Waste Water			413 616	807 398	0	195%	410 739	410 739
Interest			1 121 317	4 201	1 117 116	0%	1 166 791	1 166 791
Property Rates Tax	Eskom supplied	22	701 534	661 854	39 679	94%	701 534	701 534
Electricity			77 199	623 240	0	807%	89 588	89 588
Water			50 781	813 867	0	1603%	44 599	44 599
Refuse			7 902	729 528	0	9232%	7 902	7 902
Waste Water			11 135	748 110	0	6719%	12 992	12 992
Interest			153 674	8 354	145 320	5%	156 284	156 284

16.4.2 Monthly - Restriction of Free Basic Services to Indigent Household

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))

Instruction - *complete only with information of the current households registered as indigent with the municipality (Do NOT include the information of all households unless explicitly stated otherwis*

Description	Ref	As Per Debt Relief Application	Current Year - 2024/2025			2024/2025 - Monthly Monitoring						
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07
Indigent Household service targets	1											
Water : (*Include All Indigent households also in Eskom supplied areas*)												
Indigent HH's with piped water inside dwelling		12 711	12 711	–	12 711	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Indigent HH's with piped water inside yard (but not in dwelling)		–	–	–	–	–	–	–	–	–	–	–
Indigent HH's using public tap (at least min.service level)	2	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with other water supply (at least min.service level)	4	–	–	–	–	–	–	–	–	–	–	–
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		**12 711**	**12 711**	–	**12 711**	**12 757**	**12 670**	**12 696**	**12 733**	**12 764**	**12 798**	**12 864**
Indigent HH's using public tap (< min.service level)	3	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with No water supply		–	–	–	–	–	–	–	–	–	–	–
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	5	**12 711**	**12 711**	–	**12 711**	**12 757**	**12 670**	**12 696**	**12 733**	**12 764**	**12 798**	**12 864**
Status of Water meters :												
Number of Indigent HH's with prepaid Water		–	–	–	–	–	–	–	–	–	–	–
Number of Indigent HH's with conventional metered Water		10 204	10 204	–	10 204	10 231	10 259	10 194	10 245	10 212	10 222	10 270
Number of Indigent HH's NOT metered currently - Water		1 538	1 538	–	1 538	1 607	1 606	1 633	1 637	1 629	1 661	1 676

Number of Indigent HH's with NO Water supply - No metering		–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	10	**11 742**	**11 742**	–	**11 742**	**11 838**	**11 865**	**11 827**	**11 882**	**11 841**	**11 883**	**11 946**
Status of unlimited supply of Water :												
Number of Indigent HH's with conventional metered Water - where the municipality is *NOT physcally restricting Water to the national free basic limit of 6 kilolitres per \household per month*		12 711	12 711	–	12 711	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		1 538	1 538	–	1 538	1 607	1 606	1 633	1 637	1 629	1 661	1 676
Total number of registered indigent households receiving unlimited supply - Water		**14 249**	**14 249**	–	**14 249**	**14 364**	**14 276**	**14 329**	**14 370**	**14 393**	**14 459**	**14 540**
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's **billed for consumption above the 6 kilolitres**	11	12 711	12 711	–	13 000	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Energy : *(Include All Indigent households also in Eskom supplied areas)*												
Indigent HH's with Electricity (at least min.service level)		–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with Electricity - prepaid (min.service level)		12 711	12 711	–	13 000	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		**12 711**	**12 711**	–	**13 000**	**12 757**	**12 670**	**12 696**	**12 733**	**12 764**	**12 798**	**12 864**
Indigent HH's with Electricity (< min.service level)		–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with Electricity - prepaid (< min. service level)		–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with other energy sources		–	–	–	–	–	–	–	–	–	–	–
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	5	**12 711**	**12 711**	–	**13 000**	**12 757**	**12 670**	**12 696**	**12 733**	**12 764**	**12 798**	**12 864**
Status of Electricity meters :												
Number of Indigent HH's with prepaid Electricity		12 711	12 711	–	13 000	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Number of Indigent HH's with conventional metered Electricity		–	–	–	–	–	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently - Electricity		–	–	–	–	–	–	–	–	–	–	–
Number of indigent HH's with other energy sources - No metering		–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	12	**12 711**	**12 711**	–	**13 000**	**12 757**	**12 670**	**12 696**	**12 733**	**12 764**	**12 798**	**12 864**
Status of unlimited supply of Electricity :												
Number of Indigent HH's with conventional metered Electricity - where the municipality is *NOT physcally restricting Electricity to the national free basic limit of 50kwh per \household per month*												

Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's **billed for consumption above the 50 kwh**	13	–	–	–	–	–	–	–	–	–	–	–
Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7											
Water (6 kilolitres per household per month)		12 711	12 711	–	13 000	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Electricity/other energy (50kwh per household per month)		12 711	12 711	–	13 000	12 757	12 670	12 696	12 733	12 764	12 798	12 864
Cost of Free Basic Services provided to ALLHousehols in - Formal Settlements (R'000)												
Water (6 kilolitres per household per month)		182	200	–	200	196	185	225	184	187	179	227
Electricity/other energy (50kwh per household per month)		114	124	–	124	136	135	135	137	187	186	185
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)												
Water (6 kilolitres per household per month)		–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per household per month)		–	–	–	–	–	–	–	–	–	–	–
Total cost of FBS Water and Electricity provided to ALL Households	8	**296**	**324**	–	**324**	**332**	**320**	**360**	**320**	**374**	**366**	**411**
Highest level of free service provided per household (ALL Households)												
Property rates (R value threshold)		–	–	–	–	–	–	–	–	–	–	–
Water (kilolitres per household per month)		10	10	–	10	10	10	10	10	10	10	10
Sanitation (kilolitres per household per month)		10	10	–	10	10	10	10	10	10	10	10
Sanitation (Rand per household per month)		145	170	–	170	153	154	154	154	154	154	154
Electricity (kwh per household per month)		50	50	–	50	50	50	50	50	50	50	50
Refuse (average litres per week)		5	5	–	5	5	5	5	5	5	5	5
Revenue cost of subsidised services provided for ALL Households (R'000)	9											
Residential Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(a)	–	–	–	–	–	–	–	–	–	–	–
PSI Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(b)	–	–	–	–	–	–	–	–	–	–	–

Additional Subsidies: Property rates exemptions, reductions and rebates **in excess of section 17 of MPRA)**		–	–	–	–	–	–	–	–	–	–	–
Water **(in excess of 6 kilolitres per indigent household per month)**	15	4	4	4	4	4	4	4	4	4	4	4
Sanitation **(in excess of free sanitation service to indigent households)**	16	4	4	4	4	4	4	4	4	4	4	4
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**		–	–	–	–	–	–	–	–	–	–	–
Refuse **(in excess of one removal a week for indigent households)**		–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates		–	–	–	–	–	–	–	–	–	–	–
Housing - top structure subsidies	6	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided		**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**

References

1. Include services provided by another entity; e.g. Eskom

2. Stand distance <= 200m from dwelling

3. Stand distance > 200m from dwelling

4. Borehole, spring, rain-water tank etc.

5. Must agree to total number of ***registered indigent households*** *in municipal area (formal and informal settlements receiving services must be included)*

6. Include value of subsidy provided by municipality above provincial subsidy level

7. Show number of households receiving at least these levels of services completely free (formal and informal settlements must be included)

8. Must reflect the cost to the municipality of providing the Free Basic Service (Water and Electricity) to ***ALL Households***

9. Reflect the cost of free or subsidised services in excess to the National policy that are not funded from the Free Basic Services component of the Equitable Share

10.The total number of registered HH's reported on rows 19 & 24 must be the same

11. Of the Total number of registered indigents HH's receiving unlimited supply of Water reported on row 27, provide number of these Indigent HH's that are issued with a monthly bill for the consumption above the 6 kilolitres FBS water

12. The total number of registered HH's reported on rows 39 & 44 must be the same

13. Of the Total number of registered indigents HH's receiving unlimited supply of Electricity reported on row 51, provide number of these Indigent HH's that are issued with a monthly bill for consumption above 50 kwh FBS electricity

*14.(a) Impermissibles on Residential Properties - (15000 * Number of Residential properties) - Provide the actual rand value not to be billed*

*14.(b) Impermissibles on Public Service Infrastructure (PSI) - (30% * Property Market Value * Number of PSI Properties) - Provide the actual rand value not to be billed*

15.(a) Free Water to Indigent HH's exceeding the 6 killolitres FBS water

15.(b) Free Water to any HH's that is not Indigent

16.If the Municipality provides unlimited free basic water to any indigent and / or any other household , it must also account for the related unlimited sanitation

Votenumber	Description	Curr Mth Exp	Curr Mth Exp	Curr Mth Exp
		Jul	Aug	Sep
31251178950FBZZZZZHO	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	-		
31252260380FBP83ZZHO	OS: B&A PROJECT MANAGEMENT	-		
31252260600FBP83ZZHO	OS: CATERING SERVICES	-		
31252270370FBP83ZZHO	C&PS: B&A HUMAN RESOURCES	21 454.68		
31252303300FBP83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	-		
34052110010FBP83ZZHO	MS: SAL & ALL: BASIC SALARY & WAGES	-		
34052303300FBQ83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	-		
34056470020FBD70ZZHO	COMPUTERS	-		
34056470020FBD70ZZWM	COMPUTERS	-		
34301025100F6FB5ZZHO	RESIDENTIAL PROPERTIES: DEVELOPED	-		
34301321170F6FB1ZZHO	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321170F1FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321170F2FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321190F1FB1ZZWM	ELEC SALES: DOMESTIC LOW: PREPAID	-		
35321321200F1FB1ZZWM	ELEC SALES: DOMESTIC HIGH HOME POWER 1	1 095.93		
35321321380F1FB1ZZWM	ELEC: AVAILABILITY CHARGES	754 018.97		
35411324020F1FB4ZZWM	WATER: SALE - CONVENTIONAL	895 724.37		
35411324070F1FB4ZZWM	WATER: AVAILABILITY CHARGES	1 602 948.85		
35441324020F5FB2ZZWM	WATER: SALE - CONVENTIONAL	-		
35511323020F1FB2ZZWM	WASTE WATER MANG: SANITATION CHARGES	1 070 961.51		
35511323060F1FB2ZZWM	WASTE WATER MANG: AVAILABILITY CHARGES	879 520.61		
36621322030F1FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	-		
36621322030F3FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	1 397 508.50		
36621322050F1FB3ZZWM	WASTE MANGEMENT: AVAILABILITY CHARGES	126 217.59		

		6 749 451.01	-	-
		7.14%	0.00%	0.00%

BUDGET 2023-2024 FBS BUDGET	DESCRIPTION	BUDGET	YTD	% USED
31251178950FBZZZZZHO	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	-R2 300 000.00	-	0.00%
31252260380FBP83ZZHO	OS: B&A PROJECT MANAGEMENT	R1 400 000.00	-	0.00%
31252260600FBP83ZZHO	OS: CATERING SERVICES	R0.00	-	-
31252270370FBP83ZZHO	C&PS: B&A HUMAN RESOURCES	R400 000.00	21 454.68	-
31252303300FBP83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	R0.00	-	-
34052110010FBP83ZZHO	MS: SAL & ALL: BASIC SALARY & WAGES	R500 000.00	-	0.00%
34052303300FBQ83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	R0.00	-	-
34056470020FBD70ZZHO	COMPUTERS	R0.00	-	-
34056470020FBD70ZZWM	COMPUTERS	R0.00	-	-
34301025100F6FB5ZZHO	RESIDENTIAL PROPERTIES: DEVELOPED	R0.00	-	-
34301321170F6FB1ZZHO	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	R0.00	-	-

35321321170F1FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-R359 928.00	-	-
35321321170F2FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	R0.00	-	
35321321190F1FB1ZZWM	ELEC SALES: DOMESTIC LOW: PREPAID	R9 931 769.00	-	-
35321321200F1FB1ZZWM	ELEC SALES: DOMESTIC HIGH HOME POWER 1	R43 295.00	1 095.93	2.53%
35321321380F1FB1ZZWM	ELEC: AVAILABILITY CHARGES	R9 299 258.00	754 018.97	8.11%
35411324020F1FB4ZZWM	WATER: SALE - CONVENTIONAL	R11 155 234.00	895 724.37	8.03%
35411324070F1FB4ZZWM	WATER: AVAILABILITY CHARGES	R19 319 248.00	1 602 948.85	8.30%
35441324020F5FB2ZZWM	WATER: SALE - CONVENTIONAL	R0.00	-	-
35511323020F1FB2ZZWM	WASTE WATER MANG: SANITATION CHARGES	R14 318 301.00	1 070 961.51	7.48%
35511323060F1FB2ZZWM	WASTE WATER MANG: AVAILABILITY CHARGES	R11 564 525.00	879 520.61	7.61%
36621322030F1FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	R17 620 181.00	-	-
36621322030F3FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	R0.00	1 397 508.50	#DIV/0!
36621322050F1FB3ZZWM	WASTE MANGEMENT: AVAILABILITY CHARGES	R1 670 151.00	126 217.59	7.56%
		R94 562 034.00	R6 749 451.01	7.14%

16.5 -MFMA Circular 124 – Condition 6.8 (Completeness of the revenue base)

Property Rates Reconciliation	
Province	Free State
District	Fezile Dabi
Type	
Municipal Name	Moqhaka Local Municipality
GV Period	01/07/2024 - 30/06/2028
Financial Year	2024/2025
econciliation Peri	Quarter 3

Reconciliation Overview

High Level Reconciliation

Propety Categorie	Number of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	44 917	45 550	- 633	7 594 841653	7 624 104 759	- 29 263 106.00
Industrial	352	350	2	362 374 000	360 895 000	1479 000.00
Business and Co	1195	1207	- 12	1030 907 110	1083 419 610	- 52 512 500.00
Agricultural	3628	3616	12	5 954 268 749	5 905 136 749	49 132 000.00
Mining	31	31	0	55 374 000	55 374 000	-
State Owned for	160	160	0	1168 197 013	1168 197 013	-
PSI	492	493	- 1	39 327 901	38 431901	896 000.00
PBO	280	279	1	253 141003	253 081003	60 000.00
Multi Use			0			-
Vacant	508	25	483	49 139 106	4 110 000	45 029 106.00
POW	5	6	- 1	1440 000	1690 000	- 250 000.00
Municipal	139	139	0	186 489 100	186 489 100	-
Other (PT,PSP)	620	469	151	207 608 501	182 122 501	25 486 000.00
	52327	52325	2	16 903 108 136.00	16 863 051636.00	40 056 500.00

Detailed Reconciliation

Propety Categori	Monthly Billing				Quarterly		
Propety Categori	GV	MFS	Variance		GV	MFS	Variance
Residential	1995 858	2 014 398	- 18 540		5 987 572.59	6 043 193.91	- 55 621.32
Industrial	530 093	499 329	30 764		1590 278.76	1497 986.16	92 292.60
Business and Co	1575 614	1614 666	- 39 052		4 726 841.91	4 843 997.76	- 117 155.85
Agricultural	972 426	963 321	9 105		2 917 278.12	2 889 962.10	27 316.02
Mining	179 504	179 504	-		538 512.06	538 512.06	-
State Owned for	2 372 428	2 372 662	- 234		7 117 285.32	7 117 986.57	- 701.25
PSI			-		-	-	-
PBO			-		-	-	-
Multi Use			-		-	-	-
Vacant	43 890	124 410	- 80 520		131669.10	373 228.65	- 241559.55
POW			-		-	-	-
Municipal			-		-	-	-
Other	85 760	77 351	8 408		257 278.68	232 053.42	25 225.26
Total	R7 755 572.18	R7 845 640.21	- R90 068.03		23 266 716.54	23 536 920.63	- 270 204.09

Prepared By	DINEO MOKOENA	Date	31/01/2025
	Contatct Details 056-216-9300		
Signature			
Reviewed By	SAMMY THELETSANE	Date	03/02/2025
	Contatct Details 056-216-9158		
Signature			

Property Rates Reconciliation

Province	Free State
District	Fezile Dabi
Type	
Municipal Name	Moqhaka Local Municipality
GV Period	01/07/2024 - 30/06/2028
Financial Year	2024/2025
Reconciliation Period	Quarter 3

Reconciliation Overview

High Level Reconciliation

Property Categories	Number of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	44 917	45 550	-633	7 594 841 653	7 824 104 759	- 29 263 106,00
Industrial	352	350	2	362 374 000	360 895 000	1 479 000,00
Business and Commer	1195	1207	-12	1 030 907 110	1 083 419 610	- 52 512 500,00
Agricultural	3628	3616	12	5 954 268 749	5 905 136 749	49 132 000,00
Mining	31	31	0	55 374 000	55 374 000	-
State Owned for Public	160	160	0	1 168 197 013	1 168 197 013	-
PSI	492	493	-1	39 327 901	38 431 901	896 000,00
PBO	280	279	1	253 141 003	253 081 003	60 000,00
Multi Use			0			-
Vacant	508	25	483	49 139 106	4 110 000	45 029 106,00
POW	5	6	-1	1 440 000	1 690 000	- 250 000,00
Municipal	139	139	0	186 489 100	186 489 100	-
Other (PT,PSP)	620	469	151	237 608 501	182 122 501	25 486 000,00
	52327	52325	2	16 963 106 136,00	16 863 051 636,00	40 056 500,00

Detailed Reconciliation

Property Categories	Monthly Billing			Quarterly		
Property Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	1 995 858	2 014 398	- 18 540	5 987 572,56	6 043 193,91	- 55 621,32
Industrial	530 093	499 329	30 764	1 590 278,76	1 497 986,16	92 292,60
Business and Commer	1 575 614	1 614 666	- 39 052	4 726 841,91	4 843 997,76	- 117 155,85
Agricultural	972 426	963 321	9 105	2 917 278,12	2 889 962,10	27 316,02
Mining	179 504	179 504	-	538 512,06	538 512,06	-
State Owned for Public	2 372 428	2 372 662	- 234	7 117 285,32	7 117 986,57	- 701,25
PSI			-	-	-	-
PBO			-	-	-	-
Multi Use			-	-	-	-
Vacant	43 890	124 410	- 80 520	131 669,10	373 228,65	- 241 559,55
POW			-	-	-	-
Municipal			-	-	-	-
Other	85 760	77 351	8 408	257 278,66	232 053,42	25 225,26
Total	R7 755 572,18	R7 845 640,21	-R90 068,03	23 286 716,54	23 536 920,63	- 270 204,09

Prepared By	DINEO MOKOENA	Date	31/01/2025
Contact Details	056-216-9300		
Signature			
Reviewed By	SAMMY THELETSANE	Date	03/02/2025
Contact Details	056-216-9[illegible]		
Signature			

16.6 MFMA Circular 124 – Condition 6.3 (Maintaining the Eskom bulk current account) and Condition 6.12 (Proper Management of Resources)

i) Indicated below is the Eskom Bulk payment for January 2025.

absa

Audit Trail

Batch Transfer

Wed, Jan 8, 2025 at 03:22:59 PM

Group 19058 - MOQHAKA LOCAL MUNICIPALITY
Operator 010 - PAULA DARINA DU PLESSIS
Batch Name & Description 90043467 90043467
Status Finally Approved

Batch Status

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator	10	31			21
Operator Name	PAULA DARINA DU PLESSIS	RYAN D BUYS			IRENE MOKHESENG
Approval Level					
Date	2025/01/08	2025/01/08			2025/01/08
Time	13:11:34	13:51:04			14:39:07
Roll-over Date					

Batch Details

Batch Entry Number 1

From Account	334536 MOQHAKA LOCAL MUNICIPALITY - 000000405327487 6		
Description	9345061750 90043467	Frequency	Adhoc
Beneficiary Code			
To Account	223626 ESKOM 9345061750 - 0000055070667316		
Description	MOQHAKA MUNICIPALITY	Mandate	
Date	2025/01/08	Amount	5,000,000.00
Roll-over date			
Transaction Number	250759	Transaction Status	S
Immediate Interbank Payment	No		

To View Payment Confirmation Details click here.

Important Notice for Payments: To view cut-off times click here. No reversals can be done on payments.

To View Payment Confirmation Cost Analysis click here.

KROONSTAD
302, 9500 - Hill Str/St, 9499
(056) 21-69140 (056) 21-69122

STEYNSRUS
6, 9515 - Van Riebeeck Str/St
(056) 471-0006 (056) 471-0428

VILJOENSKROON
X 02, 9520- Deneyssen Str/St
(056) 343-9400 (056) 343-2505

TEL: 056 2169140

irenem@moqhaka.gov.za

MOQHAKA MUNICIPALITY
"People's power in action"

OUR REFERENCE: IRENE MOKHESENG/wm **Ref Nr:**

Quality Certificate

I, ML Ntsepe the Acting Municipal Manager of Moqhaka Local Municipality hereby certify that: -

[X] The monthly budget statement

[ ] Quarterly report on the implementation of the budget and financial affairs of the

[ ] Mid-year budget and performance assessment

For the month of January 2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Municipal Manager of Moqhaka Local Municipality (FS201)

Signature: M.L. NTSEPE

Date: 13/02/2025