



FS203: NGWATHE LOCAL MUNICIPALITY

**Liebenbergstrek
Parys
9585**

**MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT 01
JULY 2024 TO 31 DECEMBER 2024 (MFMA S72)**

**SECOND QUARTER PERFORMANCE ASSESSMENT 01
OCTOBER 2024 TO 31 DECEMBER 2024 (MFMA S52d)**

DISTRIBUTION LIST:

EXECUTIVE MAYOR: CLLR VICTORIA DE BEER MTHOMBENI

MUNICIPAL MANAGER: DR PF MOTHAMAHA

CFO: MR. MUSA XULU CAIB (SA), CBA, GTP (SA), BA (SA)

SECTOR DEPARTMENTS: NATIONAL TREASURY: MR.J. HATTINGH & MRS. C. MOSHANE

PROVINCIAL TREASURY: MR. P. LEBONE & Dr. R CHETTY

UPLOADED TO THE NATIONAL TREASURY GOMUNI PORTAL

Table of Contents

PART 1: IN-YEAR REPORT

1. Purpose.....	6
2. Background	7
3. Executive summary.....	8
4. Budget performance overview	10
4.1 Operating Revenue by Source	10
4.2 Operating Expenditure by Type.....	13
4.3 Capital expenditure	20
4.4 Cash flows	21
5. In-year budget statement tables.....	22
6. Debtors' Analysis	23
7. Creditors' Analysis.....	27
8. Investment portfolio analysis	28
9. Operational and Capita Grants Receipts	30
9. Allocation and grant receipts and expenditure	31
10. Councillor and board member allowances and employee benefits	33
11. Material variances to the service delivery and budget implementation plan	37
12. Capital programme performance	37
13. Other supporting documents	38
14 Conclusion.....	39
15 Annexures A: C schedule	39
16. Annexure B Compliance with the conditions Municipal Debt Relief	45
16.1 MFMA Circular 124 – Municipal Compliance Self- assessment	45
16.2 Municipal Debt Relief Performance across the period of debt relief participation.....	49
16.3 Provincial Treasury Debt Relief Compliance Assessment	50
16.4. MFMA Circular 124- Condition 6.6 Electricity and Water as collection Tools	76
16.5 MFMA Circular 124- Condition 6.8(Completeness of the revenue base)	83
17 Municipal Manager's quality certification.....	110
18 Recommendation	111

List of Tables

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

Table 1: Consolidated summary: Statement of Financial Performance: YTD Budget.....	9
Table 2: Consolidated summary: Statement of Financial Performance: Adjusted Budget.....	9
Table 3: Table C4 Financial Performance (Revenue).....	11
Table 4: Table C4 Financial Performance (Expenditure).....	13
Table 5.1: Summary of YTD Bulk Electricity expenditure.....	16
Table 5.2: Summary of YTD Bulk Water expenditure.....	17
Table 6.1: Summary of outstanding Eskom debt.....	17
Table 6.2: Summary of outstanding Eskom debt.....	17
Table 6.3: Summary of payments per payment report.....	18
Table 7: High level summary: Capital Expenditure.....	20
Table 8: Supporting Table SC3: Aged Debtors	23
Table 9: Monthly collection Rate.....	26
Table 10: Revised Average collection rate	26
Table 11: Collection rate excluding prepaid electricity	27
Table 11: Supporting table SC4: Aged Creditors	27
Table 12: Supporting Table SC5: Investment portfolio.....	29
Table 13: Supporting Table SC6: Transfers and grant receipts.....	30
Table 14: Supporting Table SC7(1): Transfers and grant expenditure	31
Table 15: Summary of expenditure per grant.....	32
Table 16: Supporting Tables SC7(2) – Expenditure against approved roll over:.....	32
Table 17: Supporting Table SC8: Councillor and staff benefits	34
Table 18: Current YTD Overtime expenditure excl. Night-Shift allowance	35
Table 19: Detailed capital expenditure report	38

List of Charts

Chart 1: Revenue by Source: YTD Actual as a percentage of Total Revenue.....	12
Chart 2: Expenditure by type: YTD Actual as percentage of Total Expenditure	16
Chart 2.1: Monthly payments to Rand Water & Eskom.....	19
Chart 2.2: Monthly & YTD comparison of Bulk Electricity and Rand Water: July 2024- November 2024.....	20
Chart 3: Total Capital expenditure	21
Chart 4: Call Investment deposit and cash equivalents at year-end	21
Chart 5: Cash & cash equivalents and Cost coverage ration.....	22
Chart 6.1: Outstanding Debt by Income Source.....	24
Chart 6.2: Outstanding Debt by Customer Group.....	24
Chart 7: Debt over 90 days as a percentage of total O/S Debt	25
Chart 8: Aged Customer Debtor Analysis	25
Chart 9 Consumer Debtors (Total by Debtor Customer Category)	26
Chart 13: Aged Creditors Analysis.....	28
Chart 14: Call Investments deposit at month-end.....	29
Chart 14.1: Overtime Actual vs Budget -2019-2024	36
Chart 14.2: Monthly and Annual Overtime Comparison –July 2020-November 2024	37
Chart 15: Capital Expenditure Monthly Trend: actual vs YTD target	38
Chart 16: Capital Expenditure YTD actual vs YTD target	38

List of Abbreviations and Acronyms used in the MBS

AFS – Annual Financial Statements
AGSA - Auditor-General of South Africa
BTO - Budget and Treasury Office
CAPEX – Capital Expenditure
CFO - Chief Financial Officer
COGHSTA - Department of Co-operative Governance, Human Settlement and Traditional Affairs
DBSA - Development Bank of South Africa
DoRA - Division of Revenue Act
DPW – Department of Public Works
DSAC – Department of Sports, Arts and Culture
DWS - Department of Water and Sanitation
ED - Executive Director
EEDG - Energy Efficiency and Demand Side Management Grant
EPWP - Expanded Public Works Programme
FMG – Financial Management Grant
FY – Financial Year
GG – Government Gazette
GRAP - Generally Recognised Accounting Practices
GURP - Galeshewe Urban Renewal Programme
IDP - Integrated Development Plan
INEP - Integrated National Electrification Programme
ISDG - Infrastructure Skills Development Grant
IT - Information Technology
IUDG –Integrated Urban Development Grant
IYM – In-year Monitoring
KPA or KPI - Key Performance Area or Indicator
MBRR - Municipal Budget and Reporting Regulations (GG 32141 of 17 April 2009)
MBS – Monthly Budget Statement
MFMA - Municipal Finance Management Act (Act 56 of 2003)
MIG - Municipal Infrastructure Grant
MM - Municipal Manager
MSA - Municipal Systems Act
MSIG - Municipal Systems Improvement Grant
MTREF - Medium Term Revenue and Expenditure Framework
NDPG - Neighbourhood Development Partnership Grant
NERSA - National Energy Regulator of South Africa (“the Regulator”)
NT - National Treasury
OPEX – Operational Expenditure
O/S - Outstanding
PPE - Property, Plant and Equipment
R&M - Repairs and Maintenance
SALGA - South African Local Government Association
SCM - Supply Chain Management
SCOA – Standard Chart of Accounts
SDBIP - Service Delivery and Budget Implementation Plan
SEDP - Strategic Economic Development and Planning
SLA -Service Level Agreement
SMME - Small, Medium and Micro Enterprises

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

SPCA - Society For The Prevention Of Cruelty To Animals
VAT – Value Added Tax
YTD – Year to date
WRM - Water Resource Management
WRL - Water Research Levy
WSIG – Water Services Infrastructure Grant

PART 1: IN-YEAR REPORT

TO: THE EXECUTIVE MAYOR

DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE: MUNICIPAL (BTO): FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING 31 DECEMBER 2024.

1. Purpose

The mid-term Section 72 Budget and Performance Assessment and 2nd Quarterly S52(d) assessment is compiled to comply with the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (hereinafter referred to as the MFMA) in respect of both Sections 52(d) and 72 and the Municipal Budget and Reporting Regulations as per government gazette no. 32141 dated 17 April 2009 in terms of Sections 31 and 33 and in the format specified in Schedule C.

Notably, as at the end of the first semester, the Municipality billed an amount of R518 million excluding capital grants which resulted in the negative variance of 1% when compared to the YTD Budget of R522 million.

- The transfers and subsidies show a negative variance of 4 % when compared to the YTD Actual of R63.6 million as against the YTD Budget of R66 million.
- The capital grants are recognised only when the condition of the grant has been met. The YTD expenditure as at December 2024 amounted to R543 million, against the YTD budget of R549 million which resulted to the negative variance of 1%.
- The Capital expenditure shows a negative variance of 17% when compared to the YTD Actual of R57.7 million and 69.6 million.
- The cash and cash equivalents amounted to R82 million as at the end of December 2024.

The municipality's main goal is to remain cashflow positive and committed in stabilizing the municipality's finances, doing this by improving its cash position, and improving our quality of services being rendered. The Municipality is facing financial challenges and constraints pertaining to the debt owed to bulk purchases i.e. ESKOM, Rand water and the Department of Water and Sanitation. There is a negotiated Debt Settlement Agreement with Rand Water which is up to date in monthly current account payments and stepped up payments.

The Municipality currently owes Eskom R 2.4 billion, including Vat and interest as at the end of December 2024 and is part of the Debt Relief Programme. Although we currently not able to meet the full current account of ESKOM, however, the municipality nonetheless has a standing arrangement of paying R1 million via a debit order and endeavours to pay R10m on a monthly basis. During the month under review, the municipality managed to pay a total amount of R11 million towards Eskom, R 11 million towards Rand water and is sporadically making payments towards DWS and for the month paid R545 000.

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

The Eskom payments were based on the previous financial year's invoices (2023/24). The municipality is trying its best to work towards paying both the Eskom Current Account in order to comply with Debt Relief conditions albeit with limited resources as well as DWS whilst already fully servicing Rand Water, on monthly basis. The Municipality has the payment arrangement with Rand water and has reached out to DWS with a view to make a similar payment arrangement whilst Eskom, for its part, it's on the debt relief programme.

The municipality currently has total debtors amounting to R1,5 billion of which the biggest chunk is from households with an amount of R897 million, whilst businesses account for R365 million. We have started to implement credit control by instituting cut offs which is meant to assist the municipality to increase its lowly collection rate of 40%. The Finance department is continuously engaging with all consumers i.e. government, businesses and households in order to urge them to meet their monthly obligations to the municipality or where they have financial constraints, then to make payment arrangements for their debts. We have consequently issued Final Letters of Demand in order to recover this debt, whereby all debtors have been given 14 years within which to settle their accounts or make suitable payment arrangements. Since some consumers didn't pay before the 14 days' period elapsed, we have produced disconnection lists for all 5x towns which is currently implemented.

Below are the line items that exceeded the budget as at December 2024.

DEPARTMENT	VOTENUMBER	DESCRIPTION	BUDGET	YTD MOVEMENT	UNSPEND BAL
BG:MAYOR	1010226060099P77ZZ11	OS: CATERING SERVICES WOMEN'S DAY	15 000.00	28 500.00	- 13 500.00
BG:MAYOR	1010226060099P79ZZ11	OS: CATERING SERVICES_GENDER BASED	35 000.00	42 730.00	- 7 730.00
BG:MAYOR	1010226060026MRCZZ11	OS: CATERING SERVICES	55 000.00	65 160.00	- 10 160.00
BG:MAYOR	1010230573099090ZZ11	OC: TRANSPORT - EVENTS	119 647.00	156 047.00	- 36 400.00
COMMUNITY	2505230576099P82ZZ11	OC: T&S DOM - ACCOMMODATION	1 000.00	2 582.61	- 1 582.61
COMMUNITY	2505230577099MRCZZ11	OC: T&S DOM - DAILY ALLOWANCE	1 200.00	4 176.00	- 2 976.00
COMMUNITY	2505232360026685ZZ11	INVENTORY - VEHICLES R&M	536 760.00	545 508.50	- 8 748.50
CORPORATE	0505227335060MRCZZ11	C&PS: LEGAL COST ISSUE OF SUMMONS	120 179.00	7 128 722.97	- 7 008 543.97
CORPORATE	0505227334060MRCZZ11	C&PS: LEGAL COST ADVICE & LITIGATION	2 577 819.00	4 201 352.01	- 1 623 533.01
FINANCE	1505230246026MRCZZ11	OC: INSUR UNDER - PREMIUMS	2 500 000.00	3 405 348.14	- 905 348.14
FINANCE	1505230020026MRCZZ11	OC: AUDIT COST: EXTERNAL	7 813 749.00	9 005 083.92	- 1 191 334.92

2. Background

The Section 72 of the Municipal Finance Management Act requires that the Accounting Officer of a municipality must by 25 January each year, assess the performance of the municipality during the first half of the financial year and submit a report on such an assessment to the Mayor, National Treasury and Provincial Treasury.

Whilst the Section 52(d) of the Municipal Finance Management Act requires that the Mayor of a municipality must within 30 days after the end of each quarter, submit a report to Council on the implementation of the budget and the financial state of affairs of the municipality.

The quarterly and mid-term assessment report of the municipality is prepared in accordance with the format specified in Schedule C and this includes all the required tables, charts and explanatory information as prescribed in Municipal Budget and Reporting Regulations. In terms of Section 72 (1) of the MFMA, the Accounting Officer of a municipality must by 25 January of each year

a) Assess the performance of the municipality during the first half of the financial year, taking into account

- (i) The monthly statements referred to in section 71 for the first half of the financial year;
- (ii) The municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
- (iii) The past year's annual report, and progress on resolving problems identified in the annual report; and
- (iv) The performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and

b) submit a report on such assessment to-

- (i) The Mayor of the municipality;
- (ii) The National Treasury; and
- (iii) The relevant provincial treasury.

In terms of Section 52 of the MFMA, the mayor of a municipality

- a) must provide general political guidance over the fiscal and financial affairs of the municipality;
- b) in providing such general political guidance, may monitor and, to the extent provided in this Act, oversee the exercise of responsibilities assigned in terms of this Act to the accounting officer and the chief financial officer, but may not interfere in the exercise of those responsibilities;
- c) must take all reasonable steps to ensure that the municipality performs its constitutional and statutory functions within the limits of the municipality's approved budget;
- d) must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality; and
- e) must exercise the other powers and perform the other duties assigned to the mayor in terms of this Act or delegated by the council to the mayor.

3. Executive summary

The Statement of Financial Performance shown in Annexure A, Table C4, 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 and Table 2 below:

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

FS203 Ngwathe - Monthly Budget Statement Summary - M06 December								
Description	Budget Year 2024/25							
	Original Budget	YearTD actual Q1	YearTD actual Q2	YearTD Actual	YTD Budget	Variance favourable or (Unfavourable)	YTD Actual vs YTD Variance	% Variance favourable or Unfavourable
Revenue								
Exchange Revenue								
Operating Revenue Excluding Capital	1 044 363	266 657	251 689	518 346	522 181	(3 835)	99%	-1%
Transfers and subsidies - capital (monetary allocations)	132 554	17 282	46 355	63 637	66 277	(2 640)	96%	-4%
Operating Expenditure	1 098 745	267 779	275 495	543 275	549 374	(6 099)	99%	-1%
Total Capital Expenditure	139 254	14 322	43 413	57 735	69 627	(11 892)	83%	-17%

Table 1: consolidated summary: statement of Financial performance

- As indicated in Table 1 above, as at 31 December 2024, the YTD Actual billed revenue excluding capital grants amounted to R518 346 million, which resulted in a variance of negative R3 835 million when compared to the YTD Budget of R522 181 million.
- The transfers and subsidies – as at to date the transfers and subsidies movement during the month of December amounted to R29 587 with YTD of R63 637 million.
- The total Operating Expenditure Year to Date Actual amount for December 2024 amounted to R543 275 million, the variance between YTD Actual and YTD Budget amount to negative R6 099 million.
- The above report shows that the Capital Expenditure during the first semester amounted to R57 735 million. The Variance between the YTD Actual and YTD Budget amounted to negative R11 892 million.

FS203 Ngwathe - Monthly Budget Statement Summary - M06 December									
Description	Budget Year 2024/25								
	Original Budget	Adjusted Budget	YearTD actual Q1	YearTD actual Q2	YearTD Actual	YTD Budget	Variance favaourable or (Unfavaourable)	YTD Actual vs Adjustment Budget	% Variance favaourableor Unfavaourable
Revenue									
Exchange Revenue									
Operating Revenue Excluding Capital	1 044 363	1 044 363	266 657	251 689	518 346	522 181	(3 835)	50%	-50%
Transfers and subsidies - capital (monetary allocations)	132 554	132 554	17 282	46 355	63 637	66 277	(2 640)	48%	-52%
Operating Expenditure	1 098 745	1 098 745	267 779	275 495	543 275	549 374	(6 099)	49%	-51%
Total Capital Expenditure	139 254	139 254	14 322	43 413	57 735	69 627	(11 892)	41%	-59%

Table 2: Consolidated summary: Statement of Financial Performance: Adjusted Budget

- As indicated in Table 2 above, during the month of December 2024, the Municipality's total billed revenue excluding capital grants amounted to R139 424 million with the YTD Actual of R518 346 million, which is 50% when compared to the Adjustment Budget of R 1, 044 billion. The 2024/25 MTREF has not yet been adjusted, but it proposed for the

beginning of February and therefore the Adjusted Budget is still the same as the approved Budget.

- The transfers and subsidies- Capital shows the amount of R63.6 million as at December, thus result to 48% when compared to the Adjustment Budget.
- The total Operating Expenditure Year to Date Actual amounts to R543 275 million, the variance between YTD Actual and Adjustment Budget represent 49%.
- The above report shows that the Actual Capital Expenditure of R57.7 million. The Variance between the YTD Actual and Adjustment Budget represent 41%. There is low spending on the Capital Expenditure.

4. Budget performance overview

The original Budget for 2024/25 was assessed as unfunded with a stern recommendation from National Treasury that the collection rate must be improved and the municipality must table a budget funding plan. Notably, the Budget had been approved on the 24th of May 2024 but the corresponding budget funding plan had not yet been approved. The Funding plan was however tabled at the Mayoral Committee on the 23 of October 2024 and will be adopted by Council on the 12th of November 2024.

As per MFMA Circular 124, section 6.9.1. –*The Municipal Council and Senior Management team must closely monitor and enforce accountability for the implementation of the municipality funded budget and Budget Funding plan where relevant.*

The Municipality has to adhere to the debt relief condition to pay Eskom current amount on a monthly basis.

4.1 Operating Revenue by Source

FS203 Ngwathe - Table C4 Monthly Budget Statement - Financial Performance (revenue) - M06 December

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
					YearTD actual Q1	YearTD actual Q2					
R thousands											
Revenue											
Exchange Revenue											
Service charges - Electricity		294 869	280 426	280 426	81 078	65 419	146 497	140 213	6 284	4%	280 426
Service charges - Water		117 753	79 574	79 574	15 657	21 456	37 114	39 787	(2 673)	-7%	79 574
Service charges - Waste Water Management		56 931	62 922	62 922	15 707	14 446	30 154	31 461	(1 308)	-4%	62 922
Service charges - Waste management		40 627	44 973	44 973	11 238	10 274	21 512	22 486	(975)	-4%	44 973
Sale of Goods and Rendering of Services		1 607	2 385	2 385	694	544	1 238	1 193	45	4%	2 385
Agency services					-	-			-		
Interest					-	-			-		
Interest earned from Receivables		92 644	96 500	96 500	24 621	28 247	52 868	48 250	4 618	10%	96 500
Interest from Current and Non Current Assets		6 537	6 514	6 514	1 283	2 525	3 808	3 257	551	17%	6 514
Dividends		-	-	-	-	-	-	-	-		-
Rent on Land					-	-			-		
Rental from Fixed Assets		343	366	366	96	87	183	183	(0)	0%	366
Licence and permits					-	-			-		
Operational Revenue		302	58 642	58 642	56	139	195	29 321	(29 126)	-99%	58 642
Non-Exchange Revenue					-	-			-		
Property rates		103 832	126 597	126 597	27 345	27 326	54 671	63 299	(8 628)	-14%	126 597
Surcharges and Taxes					-	-			-		
Fines, penalties and forfeits		148	294	294	98	42	140	147	(7)	-5%	294
Licence and permits					-	-			-		
Transfers and subsidies - Operational		266 938	285 168	285 168	88 784	81 184	169 968	142 584	27 384	19%	285 168
Interest		-	-	-	-	-	-	-	-		-
Fuel Levy					-	-			-		
Operational Revenue		-	-	-	-	-	-	-	-		-
Gains on disposal of Assets		97 333	-	-	-	-	-	-	-		-
Other Gains		(6 032)	-	-	-	-	-	-	-		-
Discontinued Operations					-	-			-		
Total Revenue (excluding capital transfers and contributions)		1 073 832	1 044 363	1 044 363	266 657	251 689	518 346	522 181	(3 835)	-1%	1 044 363

Table 3: Table C4 Financial Performance (Revenue)

Comparison against the YTD Actual and YTD Budget above 10%

- The upwards variation of 17% on Interest from current and Non-Current Assets is due to more capital funds being invested including the interest rate linked to the investment portfolio.
- The downwards variation of 99% on operating revenue is due to allocation of sites that are currently in progress. The Municipality budgeted an amount of R58 million for the sale of Land. The Budget need to be adjusted during the adjustment period.
- The downwards variation of 14% on property rates is due to new sites in Vredefort and Parys, which have not yet been billed although they were budgeted.

Chart 1: Revenue by Source: YTD Actual as a percentage of Total Revenue

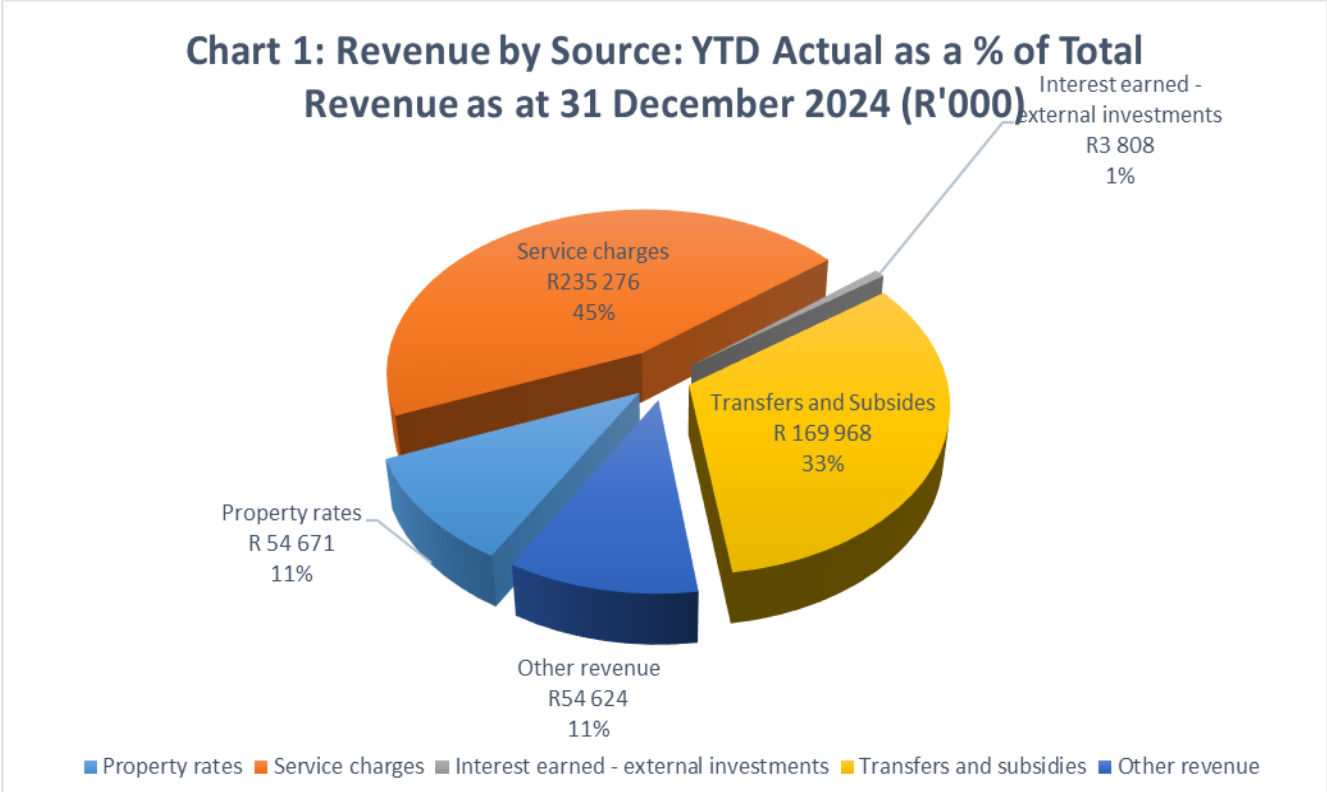


Chart 1: Revenue by Source: YTD Actual as a percentage of Total Revenue

4.2 Operating Expenditure by Type

FS203 Ngwathe - Table C4 Monthly Budget Statement - Financial Performance (expenditure) - M06 December

Description	2023/24	Budget Year 2023/24								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
				YearTD actual Q1	YearTD actual Q2					
R thousands										
Expenditure By Type										
Employee related costs	282 497	293 009	293 009	79 178	79 348	158 526	146 505	12 021	8%	293 009
Remuneration of councillors	17 782	18 394	18 394	4 210	5 153	9 363	9 197	166	2%	18 394
Bulk purchases - electricity	305 475	316 816	316 816	126 977	97 435	224 412	158 408	66 004	42%	316 816
Inventory consumed	115 159	89 955	89 955	20 778	25 948	46 726	44 978	1 748	4%	89 955
Debt impairment	-	165 269	165 269	-	-	-	82 635	(82 635)	-100%	165 269
Depreciation and amortisation	59 212	54 382	54 382	-	18 127	18 127	27 191	(9 064)	-33%	54 382
Interest	105 714	34 824	34 824	8 169	431	8 600	17 412	(8 812)	-51%	34 824
Contracted services	52 153	26 708	26 708	10 238	16 755	26 993	13 354	13 639	102%	26 708
Transfers and subsidies	176	180	180	30	60	90	90	-		180
Irrecoverable debts written off	243 218	-	-	-	-	-	-	-		-
Operational costs	48 860	99 209	99 209	18 200	32 238	50 437	49 605	833	2%	99 209
Losses on Disposal of Assets	205	-	-	-	-	-	-	-		-
Other Losses	18	-	-	-	-	-	-	-		-
Total Expenditure	1 230 470	1 098 745	1 098 745	267 779	275 495	543 275	549 374	(6 099)	-1%	1 098 745

Table 4: Table C4 Financial Performance (Expenditure)

Comparison against YTD Actual and YTD Budget above/below 10%

As indicated in the Table 4.1 above, as at 31 December 2024, expenditure shows variance of a negative 1%. The YTD actual amounted to R 543.2 million against the YTD Budget of R 549.4 billion.

- The Bulk purchases show the upwards variation of 42%, which is due to the previous year's Eskom invoices that were captured on the system.
- The Inventory shows a satisfactory downwards percentage of 4%.
- The downwards variation of 100% on debt impairment are performed at year end and subject to Council consideration and therefore, the expenditure is only recorded at the year end.
- The interest shows the unsatisfactory variation of 51%, this is due to interest charged for late payment that are allocated to the main account which expenditure relate, e.g. Eskom.
- Expenditure on Contracted services shows the movement of R9 million in December. The YTD Actual is more by 102% when compared to YTD Budget. The biggest expenditure on the contracted services is safeguard & Security, Professional fees, Valuer & Assessors, Catering, Insurance, Hiring of heavy vehicles and Adverts. The Legal fees has exceeded the budget.

Table 4.1 R&M Expenditure per Directorate per Inventory							
Votenummer	Description	Budget/OpenBal	Curr Mth Expend	YTD Movement	Balance	% Exp	
VOTE 1: COPORATE							
0505232360014MRCZZ11	INVENTORY - EMPLOYEE WELLNESS	5 000.00	9 500.00	97 092.61	-92 092.61	1942%	TO BE CORRECTED
0505232360026667ZZ11	INVENTORY - FURNITURE & EQUIPMENT R&M	1 387 192.00	60 000.00	1 334 464.95	52 727.05	96%	UNSATISFACTORY
0505232360026684ZZ11	INVENTORY - RENT HIRE OFFICE EQUIPME	2 111 271.00	192 517.10	1 883 153.49	228 117.51	89%	UNSATISFACTORY
0505232360026MRCZZ11	INVENTORY - CLEANIN MATERIAL	400 140.00		215 997.20	184 142.80	54%	SATISFACTORY
0505232360T26MRCZZ11	INVENTORY - TRAININGS & SEMINARS	750 000.00	17 500.00	453 538.52	296 461.48	60%	UNSATISFACTORY
VOTE 2: MUNICIPAL MANAGER							
1005232360026MRCZZ11	INVENTORY - MATERIALS & SUPPLIES	5 265.00			5 265.00	0%	SATISFACTORY
1005232360026P61ZZ11	INVENTORY - STAKEHOLDER RELATION IDP	15 000.00			15 000.00	0%	SATISFACTORY
1005232360099ABJZZ11	INVENTORY - RISK & FRAUD WORKSHOP	14 000.00			14 000.00	0%	SATISFACTORY
1010232360026MRCZZ11	INVENTORY - MATERIALS & SUPPLIES	367 150.00	9 550.00	186 060.00	181 090.00	51%	SATISFACTORY
1010232360099ABJZZ11	INVENTORY - MATERIALS & SUPPLIES		14 460.00	14 460.00	-14 460.00	#DIV/0!	TO BE CORRECTED
1010232360099MRCZZ11	INVENTORY - MATERIALS & SUPPLIES	250 000.00	23 615.00	225 274.00	24 726.00	90%	UNSATISFACTORY
1010232360099P74ZZ11	INVENTORY - HERITAGE DAY CELEBRATION	50 000.00			50 000.00	0%	SATISFACTORY
1010232360099P75ZZ11	INVENTORY - MORAL REGENERATIONS	50 000.00		16 000.00	34 000.00	32%	SATISFACTORY
1010232360099P76ZZ11	INVENTORY - RECONCILIATION DAY	25 000.00			25 000.00	0%	SATISFACTORY
1010232360099P77ZZ11	INVENTORY - WOMENS DAY CELEBRATION	25 000.00			25 000.00	0%	SATISFACTORY
1010232360099P78ZZ11	INVENTORY - XMAS CELEBRATIONS	50 000.00			50 000.00	0%	SATISFACTORY
1010232360099P79ZZ11	INVENTORY - GENDER BASED VIOLENCE	50 000.00			50 000.00	0%	SATISFACTORY
1015232360099ABJZZ11	INVENTORY - MATERIALS & SUPPLIES	250 000.00	37 260.00	69 460.00	180 540.00	28%	SATISFACTORY
1015232360099MRCZZ11	INVENTORY - MATT&SUPP WOMEN COMMISI	120 000.00			120 000.00	0%	SATISFACTORY
1015232360099P53ZZ11	INVENTORY - MATT&SUPP PUBLIC EDUCATI	120 000.00			120 000.00	0%	SATISFACTORY
VOTE 3: FINANCIAL SERVICES							
1505232360026667ZZ11	INVENTORY - FURNITURE & EQUIPMENT R&	100 000.00		5 161.77	94 838.23	5%	SATISFACTORY
1505232360071P80ZZ11	INVENTORY - FINANCE MANAGEMENT GRAN	2 400 000.00	1 649 581.45	1 649 581.45	750 418.55	69%	UNSATISFACTORY
1515232360070P68ZZ11	INVENTORY - EPWP	1 480 000.00	3 600.00	781 079.64	698 920.36	53%	TO BE CORRECTED
VOTE 4: TECHNICAL SERVICES							
2005232360026667ZZ11	INVENTORY - FURNITURE & EQUIPMENT R&	1 000 000.00		299 886.33	700 113.67	30%	SATISFACTORY
2005232360026685ZZ11	INVENTORY - VEHICLES R&M	673 027.00		363 291.88	309 735.12	54%	SATISFACTORY
2005232360075MRCZZ11	INVENTORY - PMU EXPENDITURE	2 593 350.00		322 436.34	2 270 913.66	12%	SATISFACTORY
2010232360026684ZZ11	INVENTORY - RENT & PLANT HIRE		21 999.00	-229 721.00	229 721.00	#DIV/0!	SATISFACTORY
201023236002DP81ZZWM	INVENTORY - MATERIALS & SUPPLIES	1 049 000.00	408 300.00	734 000.00	315 000.00	70%	SATISFACTORY
2020232360044AAKZZ11	INVENTORY - CHEMICALS	5 278 737.00	2 115 010.00	2 519 710.80	2 759 026.20	48%	SATISFACTORY
2020232360044MRCZZ11	INVENTORY - EQUIPMENT R&M	1 211 384.00	25 000.00	1 064 269.00	147 115.00	88%	UNSATISFACTORY
2020232360044P38ZZ11	INVENTORY - MATERIALS & SUPPLIES	750 000.00	290 000.00	1 342 961.00	-592 961.00	179%	UNSATISFACTORY
2030232360060MRCZZ11	INVENTORY - MATERIALS & SUPPLIES	1 533 537.00	580 389.98	1 806 964.05	-273 427.05	118%	UNSATISFACTORY
2035232360044P70ZZWM	INVENTORY - CHEMICALS	5 278 737.00	907 560.00	4 758 460.99	520 276.01	90%	UNSATISFACTORY
2035232660055MRCZZWM	INVENTORY - WATER	42 150 961.00	3 504 747.76	14 038 525.97	28 112 435.03	33%	SATISFACTORY
2040232360055O74ZZ11	INVENTORY - INFRASTRUCUTER R&M	5 500 000.00	1 117 637.65	5 827 604.92	-327 604.92	106%	UNSATISFACTORY
2045232360022M42ZZ11	INVENTORY - INFRASTRUCTURE R&M		30 188.48	-652 271.52	652 271.52	#DIV/0!	SATISFACTORY
2045232360026P64ZZ11	INVENTORY - MATT&SUPP R&M EQUIPMENT	2 800 000.00	5 910.14	1 773 809.02	1 026 190.98	63%	UNSATISFACTORY
2045232360060MRCZZ11	INVENTORY - INFRASTRUCTURE R&M	7 196 000.00	1 014 600.00	4 190 637.29	3 005 362.71	58%	UNSATISFACTORY
2045232360060P83ZZ11	INVENTORY - STREET LIGHT & SUPPLIES	460 000.00			460 000.00	0%	SATISFACTORY
VOTE 5: COMMUNITY SERVICES							
2505232360026685ZZ11	INVENTORY - VEHICLES R&M	536 760.00	25 300.00	545 508.50	-8 748.50	102%	UNSATISFACTORY
2505232360099MRCZZ11	INVENTORY - MATERIALS & SUPPLIES	715 737.00	27 030.00	673 909.04	41 827.96	94%	UNSATISFACTORY
2505232360099P86ZZ11	INVENTORY - MATERIALS & SUPPLIES	100 000.00	60 000.00	99 246.82	753.18	99%	UNSATISFACTORY
2525232360026MRCZZ11	INVENTORY - LAND AUDIT	300 000.00	29 700.00	229 200.00	70 800.00	76%	UNSATISFACTORY
2550232360026546ZZ11	INVENTORY - BUILDNING R&M	600 000.00	29 620.00	29 620.00	570 380.00	5%	SATISFACTORY
2580232360R33MRCZZ11	INVENTORY - REFUSE BAG PURCHASES	153 000.00		18 720.00	134 280.00	12%	UNSATISFACTORY
VOTE 6: LOCAL ECONOMIC DEVELOPMENT							
3005232360026P58ZZ11	INVENTORY - MATT&SUPP ECONOMIC DEVEL	50 000.00			50 000.00	0%	SATISFACTORY
		89 955 248.00	12 210 576.56	46 688 093.06	43 267 154.94	52%	

Table 4.1 R&M Expenditure per Directorate per Inventory type

Table 4.2 R&M Expenditure per Service per Inventory type							
Votenum	Description	Budget/OpenBal	Curr Mth Expend	YTD Movement	Balance	% Exp	
0505: COPORATE							
0505232360014MRCZ11	INVENTORY - EMPLOYEE WELLNESS	5 000.00	9 500.00	97 092.61	-92 092.61	1942%	TO BE CORRECTED
0505232360026667Z11	INVENTORY - FURNITURE & EQUIPMENT R&M	1 387 192.00	60 000.00	1 334 464.95	52 727.05	96%	UNSATISFACTORY
0505232360026684Z11	INVENTORY - RENT HIRE OFFICE EQUIPME	2 111 271.00	192 517.10	1 883 153.49	228 117.51	89%	UNSATISFACTORY
0505232360026MRCZ11	INVENTORY - CLEANIN MATERIAL	400 140.00		215 997.20	184 142.80	54%	SATISFACTORY
0505232360T26MRCZ11	INVENTORY - TRAININGS & SEMINARS	750 000.00	17 500.00	453 538.52	296 461.48	60%	UNSATISFACTORY
1005: MUNICIPAL MANAGER							
1005232360026MRCZ11	INVENTORY - MATERIALS & SUPPLIES	5 265.00			5 265.00	0%	SATISFACTORY
1005232360026P61Z11	INVENTORY - STAKEHOLDER RELATION IDP	15 000.00			15 000.00	0%	SATISFACTORY
1005232360099ABJZ11	INVENTORY - RISK & FRAUD WORKSHOP	14 000.00			14 000.00	0%	SATISFACTORY
1010: MAYOR							
1010232360026MRCZ11	INVENTORY - MATERIALS & SUPPLIES	367 150.00	9 550.00	186 060.00	181 090.00	51%	SATISFACTORY
1010232360099ABJZ11	INVENTORY - MATERIALS & SUPPLIES		14 460.00	14 460.00	-14 460.00	#DIV/0!	TO BE CORRECTED
1010232360099MRCZ11	INVENTORY - MATERIALS & SUPPLIES	250 000.00	23 615.00	225 274.00	24 726.00	90%	UNSATISFACTORY
1010232360099P74Z11	INVENTORY - HERITAGE DAY CELEBRATION	50 000.00			50 000.00	0%	SATISFACTORY
1010232360099P75Z11	INVENTORY - MORAL REGENARATIONS	50 000.00		16 000.00	34 000.00	32%	SATISFACTORY
1010232360099P76Z11	INVENTORY - RECONCILIATION DAY	25 000.00			25 000.00	0%	SATISFACTORY
1010232360099P77Z11	INVENTORY - WOMENS DAY CELEBRATION	25 000.00			25 000.00	0%	SATISFACTORY
1010232360099P78Z11	INVENTORY - XMAS CELEBRATIONS	50 000.00			50 000.00	0%	SATISFACTORY
1010232360099P79Z11	INVENTORY - GENDER BASED VIOLENCE	50 000.00			50 000.00	0%	SATISFACTORY
1015: SPEAKER							
1015232360099ABJZ11	INVENTORY - MATERIALS & SUPPLIES	250 000.00	37 260.00	69 460.00	180 540.00	28%	SATISFACTORY
1015232360099MRCZ11	INVENTORY - MATT&SUPP WOMEN COMMISIO	120 000.00			120 000.00	0%	SATISFACTORY
1015232360099P53Z11	INVENTORY - MATT&SUPP PUBLIC EDUCATI	120 000.00			120 000.00	0%	SATISFACTORY
1505: FINANCIAL SERVICES							
1505232360026667Z11	INVENTORY - FURNITURE & EQUIPMENT R&	100 000.00		5 161.77	94 838.23	5%	SATISFACTORY
1505232360071P80Z11	INVENTORY - FINANCE MANAGEMENT GRANT	2 400 000.00	1 649 581.45	1 649 581.45	750 418.55	69%	UNSATISFACTORY
1515: STORES							
1515232360070P68Z11	INVENTORY - EPWP	1 480 000.00	3 600.00	781 079.64	698 920.36	53%	TO BE CORRECTED
2005: TECHNICAL SERVICES							
2005232360026667Z11	INVENTORY - FURNITURE & EQUIPMENT R&	1 000 000.00		299 886.33	700 113.67	30%	SATISFACTORY
2005232360026685Z11	INVENTORY - VEHICLES R&M	673 027.00		363 291.88	309 735.12	54%	SATISFACTORY
2005232360075MRCZ11	INVENTORY - PMU EXPENDITURE	2 593 350.00		322 436.34	2 270 913.66	12%	SATISFACTORY
2010: ROADS							
2010232360026684Z11	INVENTORY - RENT & PLANT HIRE		21 999.00	-229 721.00	229 721.00	#DIV/0!	SATISFACTORY
201023236002DP81ZZWM	INVENTORY - MATERIALS & SUPPLIES	1 049 000.00	408 300.00	734 000.00	315 000.00	70%	SATISFACTORY
2020: SEWERAGE							
2020232360044AAKZ11	INVENTORY - CHEMICALS	5 278 737.00	2 115 010.00	2 519 710.80	2 759 026.20	48%	SATISFACTORY
2020232360044MRCZ11	INVENTORY - EQUIPMENT R&M	1 211 384.00	25 000.00	1 064 269.00	147 115.00	88%	UNSATISFACTORY
2020232360044P38Z11	INVENTORY - MATERIALS & SUPPLIES	750 000.00	290 000.00	1 342 961.00	-592 961.00	179%	UNSATISFACTORY
2030: IRRIGATION							
2030232360060MRCZ11	INVENTORY - MATERIALS & SUPPLIES	1 533 537.00	580 389.98	1 806 964.05	-273 427.05	118%	UNSATISFACTORY
2035: WATER NETWORKS							
2035232360044P70ZZWM	INVENTORY - CHEMICALS	5 278 737.00	907 560.00	4 758 460.99	520 276.01	90%	UNSATISFACTORY
2035232360055MRCZZWM	INVENTORY - WATER	42 150 961.00	3 504 747.76	14 038 525.97	28 112 435.03	33%	SATISFACTORY
2040: WATER PURIFICATION							
2040232360055074Z11	INVENTORY - INFRASTRUCUTER R&M	5 500 000.00	1 117 637.65	5 827 604.92	-327 604.92	106%	UNSATISFACTORY
2045: ELECTRICITY							
2045232360022M42Z11	INVENTORY - INFRASTRUCTURE R&M		30 188.48	-652 271.52	652 271.52	#DIV/0!	SATISFACTORY
2045232360026P64Z11	INVENTORY - MATT&SUPP R&M EQUIPMENT	2 800 000.00	5 910.14	1 773 809.02	1 026 190.98	63%	UNSATISFACTORY
2045232360060MRCZ11	INVENTORY - INFRASTRUCTURE R&M	7 196 000.00	1 014 600.00	4 190 637.29	3 005 362.71	58%	UNSATISFACTORY
2045232360060P83Z11	INVENTORY - STREET LIGHT & SUPPLIES	460 000.00			460 000.00	0%	SATISFACTORY
2505: COMMUNITY SERVICES							
2505232360026685Z11	INVENTORY - VEHICLES R&M	536 760.00	25 300.00	545 508.50	-8 748.50	102%	UNSATISFACTORY
2505232360099MRCZ11	INVENTORY - MATERIALS & SUPPLIES	715 737.00	27 030.00	673 909.04	41 827.96	94%	UNSATISFACTORY
2505232360099P86Z11	INVENTORY - MATERIALS & SUPPLIES	100 000.00	60 000.00	99 246.82	753.18	99%	UNSATISFACTORY
2525: HOUSING							
2525232360026MRCZ11	INVENTORY - LAND AUDIT	300 000.00	29 700.00	229 200.00	70 800.00	76%	UNSATISFACTORY
2550: FIRE							
2550232360026546Z11	INVENTORY - BUILDNING R&M	600 000.00	29 620.00	29 620.00	570 380.00	5%	SATISFACTORY
2580: CLEANSING							
2580232360R33MRCZ11	INVENTORY - REFUSE BAG PURCHASES	153 000.00		18 720.00	134 280.00	12%	UNSATISFACTORY
3005: LOCAL ECONOMIC DEVELOPMENT							
3005232360026P58Z11	INVENTORY - MATT&SUPP ECONOMIC DEVEL	50 000.00			50 000.00	0%	SATISFACTORY
		89 955 248.00	12 210 576.56	46 688 093.06	43 267 154.94	52%	

Table 4.2 R&M Expenditure per Service per Inventory type

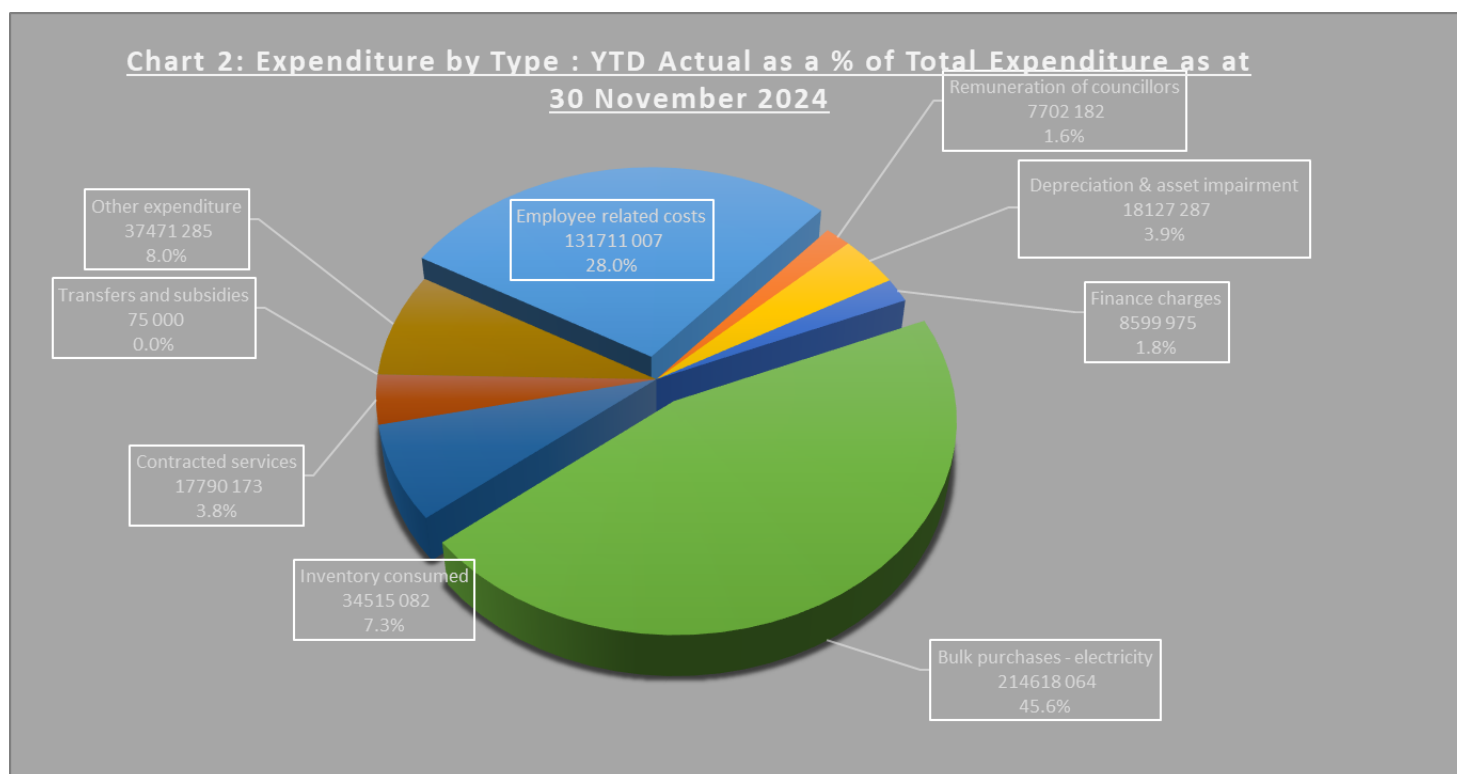


Chart 2: Expenditure by type: YTD Actual as percentage of Total Expenditure

As indicated in Chart 2 above is the weighting of the YTD Actual on Expenditure by Type as percentage of total operational expenditure as at 31 December 2024. The main cost drivers of the Municipality are Bulk purchases (41%) and Employee related cost (29%).

Bulk Purchases: Electricity, Water inventory and Water losses

- Indicated in Table 5.1 below, the expenditure on Bulk Purchases as at December 2024 amount to R224 million. The YTD Budget amounted to R158 million, when compared to Original Budget, the Bulk purchases is showing 71%.

Bulk purchases - electricity

Description	Budget Year 2024/25									
	Original Budget	Adjusted Budget	Monthly actual M05	Monthly actual M06	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spent on Original Budget	% ideal IYM - 100%
R thousands								%	%	
Expenditure By Type										
Bulk purchases - electricity	316 816	316 816	30 877	9 794	224 412	158 408	66 004	42%	71%	-29%
Total Expenditure	316 816	316 816	30 877	9 794	224 412	158 408	66 004	42%	71%	86%

Table 5.1: Summary of YTD Bulk Electricity expenditure

- Indicated in Table 5.2 below, The YTD expenditure on Water inventory of R14 million. When compared to the Original budget is showing expenditure of 33%.

Bulk purchases - Water

Description	Budget Year 2024/25									
	Original Budget	Monthly actual M01	Monthly actual M02	Monthly actual M03	Monthly actual M04	Monthly actual M05	Monthly actual M06	YearTD actual	% spent on Original Budget %	% ideal IYM -100%
R thousands										
Expenditure By Type										
Inventory Water	42 151	(4)	(21)	3 784	3 297	3 477	3 505	14 039	33%	-67%
Total Expenditure	42 151	(4)	(21)	3 784	3 297	3 477	3 505	14 039	33%	-67%

Table 5.2: Summary of YTD Bulk Water expenditure

Outstanding debt: ESKOM, Rand Water and DWS

Bulk Cost Debt				
Description	Total outstanding Debt	Current Invoice	Interest Charged	Payments
R thousands				
Bulk purchases - electricity July	2 194 495	52 877	4 707	8 335
Bulk purchases - electricity August	2 245 954	53 398	6 269	1 208
Bulk purchases - electricity September				11 000
Bulk purchases - electricity October	2 305 792	28 510	5 579	5 000
Bulk purchases - electricity November	2 228 954	27 525	6 564	1 000
Bulk purchases - electricity December	2 363 427	27 720	8 182	11 000

Table 6.1: Summary of outstanding ESKOM debt

- Indicated in Table 6.1 above, is the total outstanding debt owed to ESKOM amounting to R2.24 billion, payment in December amounted to R11 million.

Bulk Cost Debt				
Description	Rand water			
	Total outstanding Debt	Current Invoice	Interest Charged	Payments
R thousands				
Inventory consumed- July	57 140	4 264	525	20 039
Inventory consumed August	57 140	4 264	525	3 171
Inventory consumed September	61 432	3 792	500	–
Inventory consumed October	62 488	4 295	552	3 792
Inventory consumed November	62 754	4 030	531	4 295
Inventory consumed December	56 068	3 821	509	11 016

Table 6.2: Summary of outstanding Rand debt

- The municipality owed Rand Water an amount of R 56 million with the current account of R3.1 million excluding the interest. Notably, the municipality paid Rand Water the amount of R11 million in December 2024.

DWS Debt				
Description	DWS			
	Total oustanding Debt	Current Invoice	Interest Charged	Payments
R thousands				
Department of Water and Sanitation	134 306	1 351	—	545

- The total debt owed to the Department of Water and Sanitation amounted to R135,7 million as at November 2024 and made the payment of R545 000 in December. We have reached out to the DWS, since no payments have been made in the past 12 months through to 30 November 2024 with a view to resuscitate the old debit order and resume payments. It is envisaged that the Ngwathe will enter into a payment arrangement according to the mutually beneficial payment terms. The Municipality has reinstated its account profile but could not download the December statement of account due to technical glitches and errors on DWS website. The amount of R135,7 million that is alluded to here therefore, is an amount that is disclosed as at November 2024.

Summary of payments per payment date

DECEMBER 2024 PAYMENTS			
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
09/12/2024	ESKOM	ELECTRICITY BILL	10 000 000.00
15/12/2024	ESKOM DEBIT ORDER	ELECTRICITY BILL	1 000 000.00
			11 000 000.00
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
09/12/2024	RAND WATER	WATER BILL	3 490 117.43
09/12/2024	RAND WATER	WATER BILL	3 495 191.14
30/12/2024	RAND WATER	WATER BILL	4 030 459.92
			11 015 768.49
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
19/12/2024	DWA	WATER SERVICES	101 231.59
19/12/2024	DWA	WATER SERVICES	114 168.08
19/12/2024	DWA	WATER SERVICES	101 231.59
19/12/2024	DWA	WATER SERVICES	113 967.19
19/12/2024	DWA	WATER SERVICES	114 168.08
			544 766.53

Table 6.3: Summary of payments per payment report

Indicated in tables 6.3 above are the payments to Eskom amounted to R11 million, Rand water R11 million and DWS R454 000.

Chart C2.1: Monthly payments to Eskom and Rand Water as at 31 December 2024

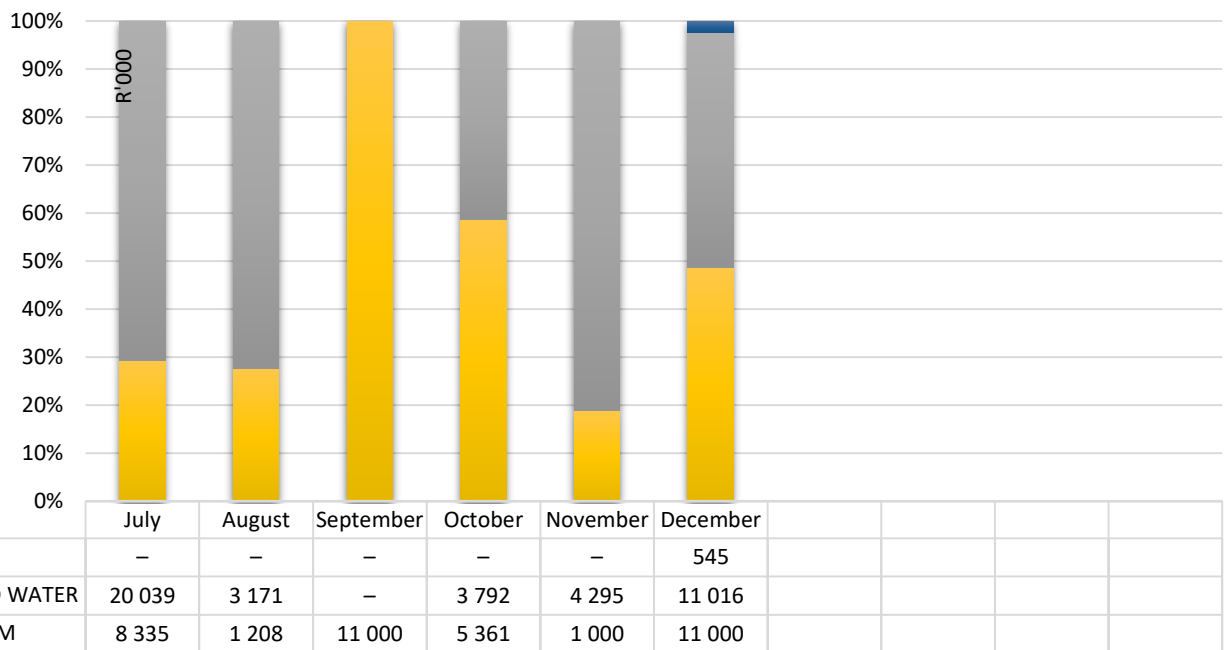


Chart 2.1: Monthly payments to Rand Water & Eskom

The above chart shows the monthly payments made towards DWS, Rand Water and Eskom as at 31 December 2024. The Municipality has been striving to improve on payments made to Rand Water with whom we have entered into a Debt Settlement Agreement and Eskom in November 2024. The municipality still needs to settle the Eskom current account on a monthly basis.

Monthly Comparison of Bulk Electricity and Rand water

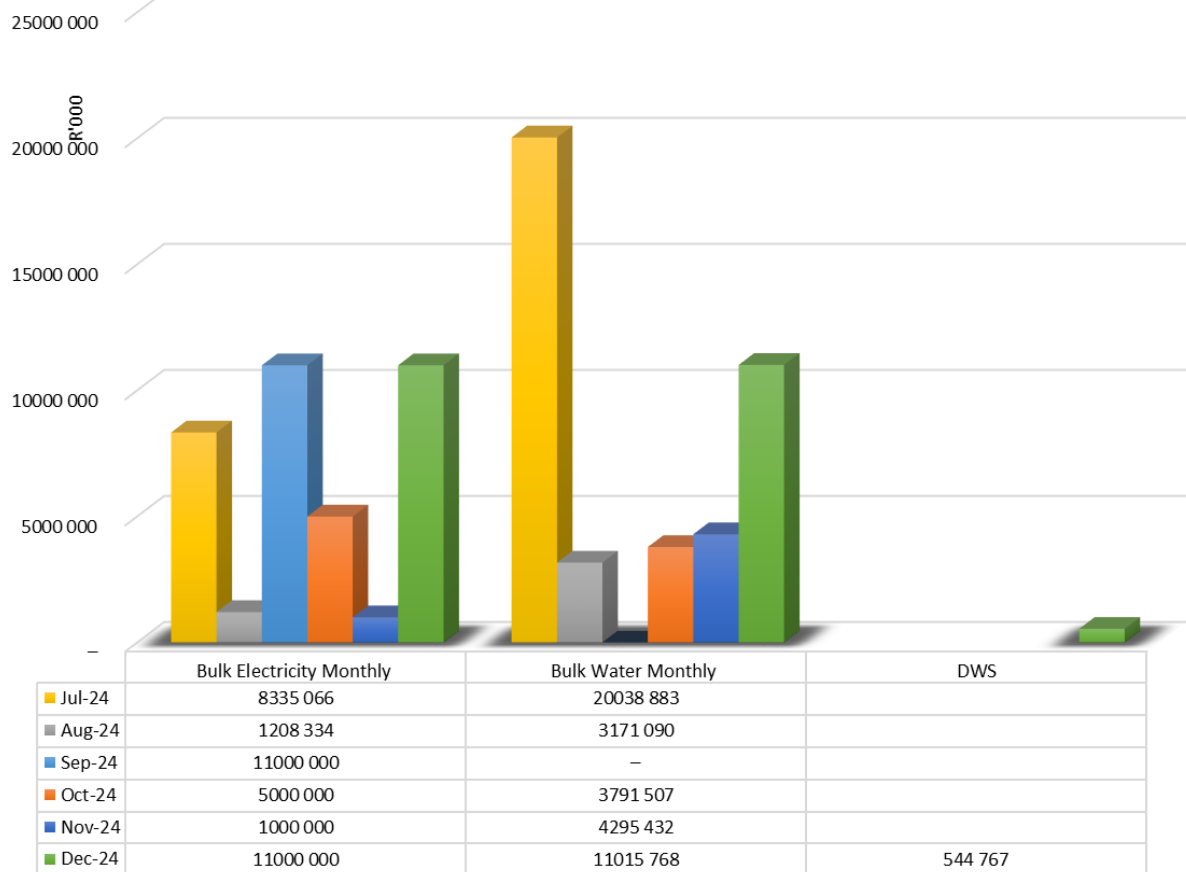


Chart 2.2: Monthly & YTD comparison of Bulk Electricity and Rand Water: July 2024- December 2024

4.3 Capital expenditure

FS203 NLM - Table C5 Monthly Budget Statement - Capital Expenditure - December													
Capital expenditure	Original Budget	Monthly actual	Monthly actual	Monthly actual	YearTD actual	YearTD budget	YTD variance	YearTD actual	YearTD budget	YTD variance	YTD variance	Achieved Budget	Adjusted Variance IYM % - 100%
	R'000	July	August	September	October	November	December	R'000	R'000	%	R'000	%	%
Capital expenditure	139 254	5 133	6 578	2 612	9 519	19 485	14 409	57 735	69 627	(11 892)	-17%	41.5%	-59%
Funded by													
Capital transfers recognised	132 554	5 133	6 578	2 612	7 691	18 050	14 409	54 473	66 277	(11 804)	-18%	41.1%	-58.9%
Internally generated funds	6 700	–	–	–	1 828	1 435	–	3 263	3 350	(88)	-3%	48.7%	-51.3%
Weighting Capital transfer recognised	95%	100%	100%	100%	81%	93%	100%	94%	95%				
Weighting Internally generated funds	5%	0%	0%	0%	19%	7%	0%	6%	5%				

Table 7: High level summary: Capital Expenditure

Chart 3: Total Capital Expenditure as at 31 December 2024

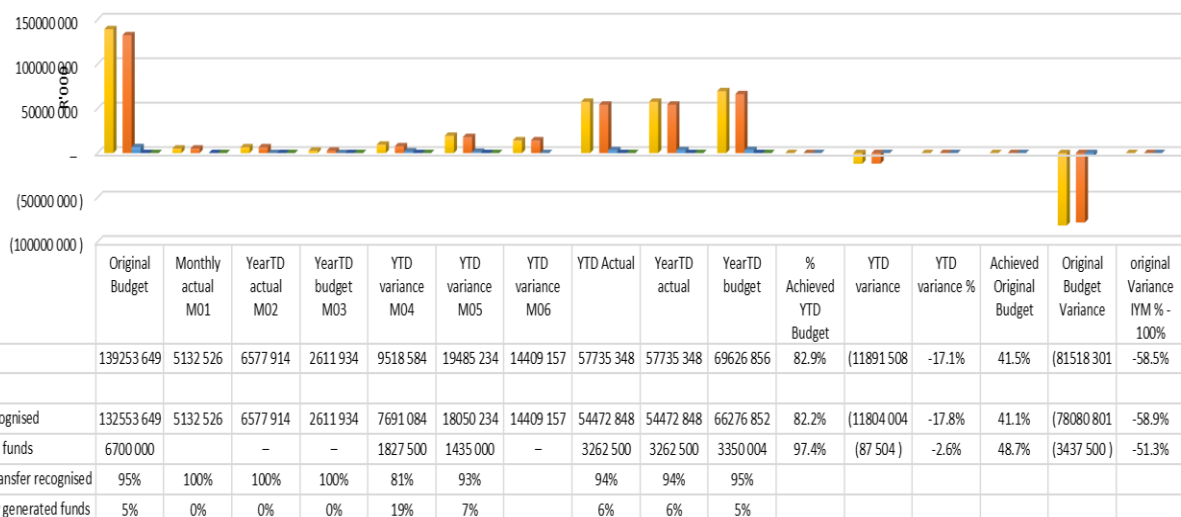


Chart 3: Total Capital expenditure

- As indicated in the Table 7 and Chart 3 above, the Actual capital expenditure incurred in December amounted to R14.4 million. When we compare YTD Actual figures against the YTD Budget, it represents negative17%. The amount of R54.5 million is funded from Capital Grants and R3.3 million was funded internally.
- The capital expenditure is slow and overall capital expenditure remains a major concern. Remedial action will have to be taken going forward to ensure improvement on capex to avoid unspent funds at end of the financial year. It should be noted that capital expenditure excludes VAT and commitments.

4.4 Cash flows

Chart 4: Call investment deposits and Cash & cash equivalents at year-end

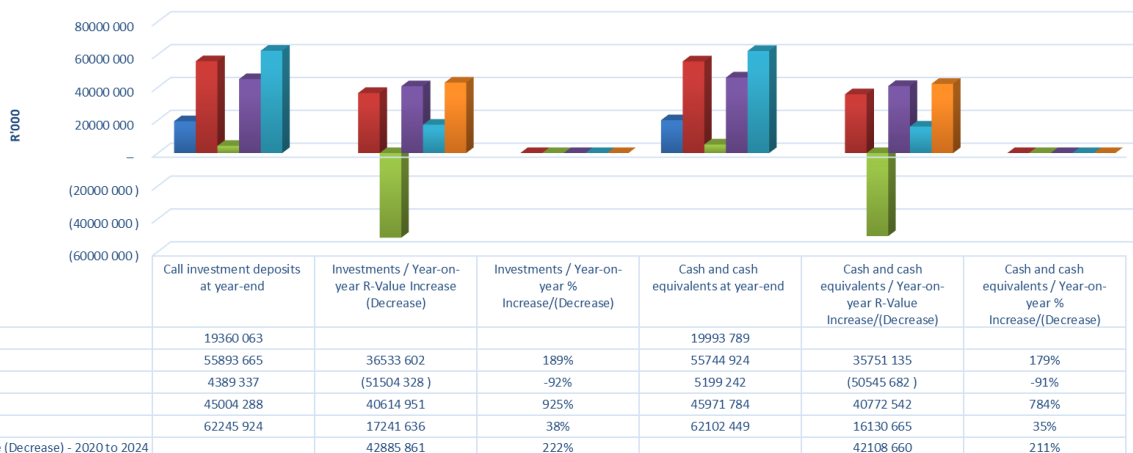


Chart 4: Call Investment deposit and cash equivalents at year-end

- Comparatively, over the past 4 years, investments increased by R36, 534 million or 189% from 2020 to 2021 financial year. There was a decrease of R51, 405 million on the call

investments from 2021 to 2022 whilst the total investments increased by R42, 886 million from 2020 to 2024.

- With regards to the Cash and cash equivalents, comparatively for the year ended 2021, it was R55, 745 million, which decreased to R5 199 million in 2022. There was a decrease of R50, 546 million from 2021 to 2022. The Cash and cash equivalents at the year-end of 2023/24 financial year amounted to R62 102 million, inclusive of unspent of R 28 527 million.

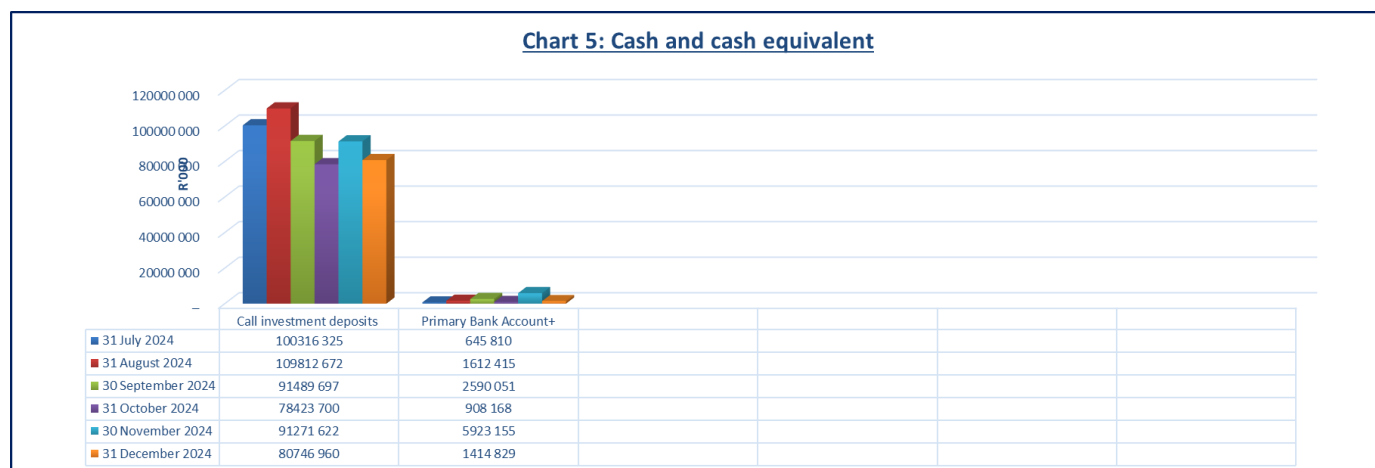


Chart 5: Cash & cash equivalents and Cost coverage ration

- With regards to the Cash and cash equivalents, the above report shows the Cash and Cash equivalent comparatively from July 2024 to December 2024. At the end of December 2024 the report shows the total amount of R80.7 million on call investments and R1.4 million on Primary account, thus result to Cash and cash equivalents of R82. million at the end of December 2024.

5. In-year budget statement tables

The financial results for the period under review are attached consisting of the following Tables, in Annexure A

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

PART 2: SUPPORTING DOCUMENTATION

6. Debtors' Analysis

FS203 Ngwathe - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2024/25									
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	10 056	6 732	5 159	4 710	3 965	4 078	24 841	206 294	265 834	243 887
Trade and Other Receivables from Exchange Transactions - Electricity	1300	14 936	10 233	6 320	6 278	6 517	9 669	18 296	134 846	207 095	175 606
Receivables from Non-exchange Transactions - Property Rates	1400	8 069	6 408	5 247	5 345	4 730	5 227	21 737	186 269	243 031	223 308
Receivables from Exchange Transactions - Waste Water Management	1500	5 204	4 641	4 354	5 075	4 190	4 238	22 730	158 814	209 245	195 046
Receivables from Exchange Transactions - Waste Management	1600	3 708	3 272	3 038	3 417	2 908	2 927	15 679	118 835	153 784	143 766
Receivables from Exchange Transactions - Property Rental Debtors	1700	—	—	—	—	—	—	—	—	—	—
Interest on Arrear Debtr Accounts	1810	10 334	9 018	8 255	8 076	7 939	7 881	44 479	268 280	364 262	336 655
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	—	—	—	—	—	—	—	—	—	—
Other	1900	37	149	27	25	23	26	134	3 107	3 526	3 314
Total By Income Source	2000	52 344	40 453	32 399	32 926	30 272	34 045	147 895	1 076 445	1 446 778	1 321 582
2019/20 - totals only										—	—
Debtors Age Analysis By Customer Group											
Organs of State	2200	4 959	5 334	4 636	6 633	5 564	5 156	21 666	131 089	185 038	170 108
Commercial	2300	20 134	13 824	9 790	8 635	7 979	8 990	36 707	258 709	364 768	321 020
Households	2400	27 248	21 293	17 971	17 658	16 729	19 899	89 522	686 646	896 966	830 454
Other	2500	2	2	2	—	—	—	—	—	7	—
Total By Customer Group	2600	52 344	40 453	32 399	32 926	30 272	34 045	147 895	1 076 445	1 446 778	1 321 582

Table 8: Supporting Table SC3: Aged Debtors

- As indicated in Table 8 above, the total outstanding debt by Income Source and Customer Group, which has a total outstanding Debtors amounting to R1.4 billion as at the end of December 2024.
- It is worth noting that the C schedules, supporting schedule SC3-Aged Debtors does not automatically populate information hence the SC 3 has been populated manually. This is however being attended to with BCX from a data accuracy perspective

Chart 6.1: Debtor's Age Analysis per Customer Group as at 31 December 2024

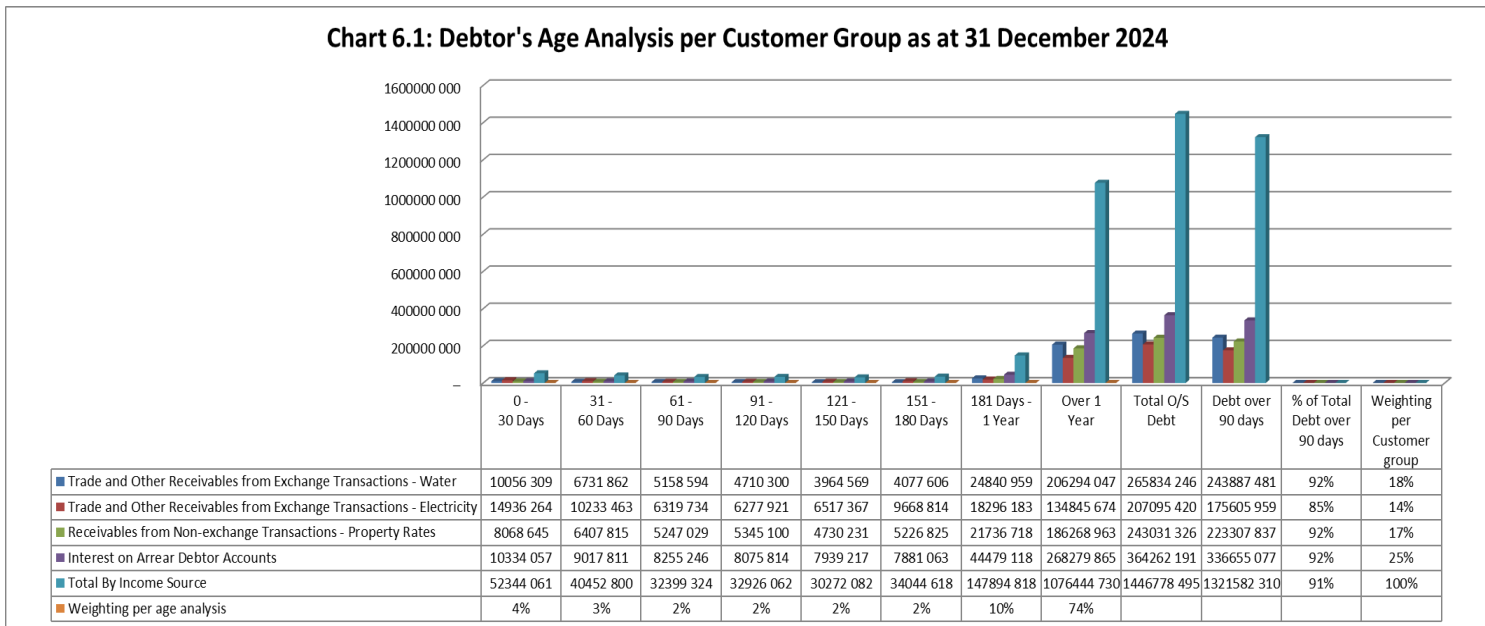


Chart 6.1: Outstanding Debt by Income Source

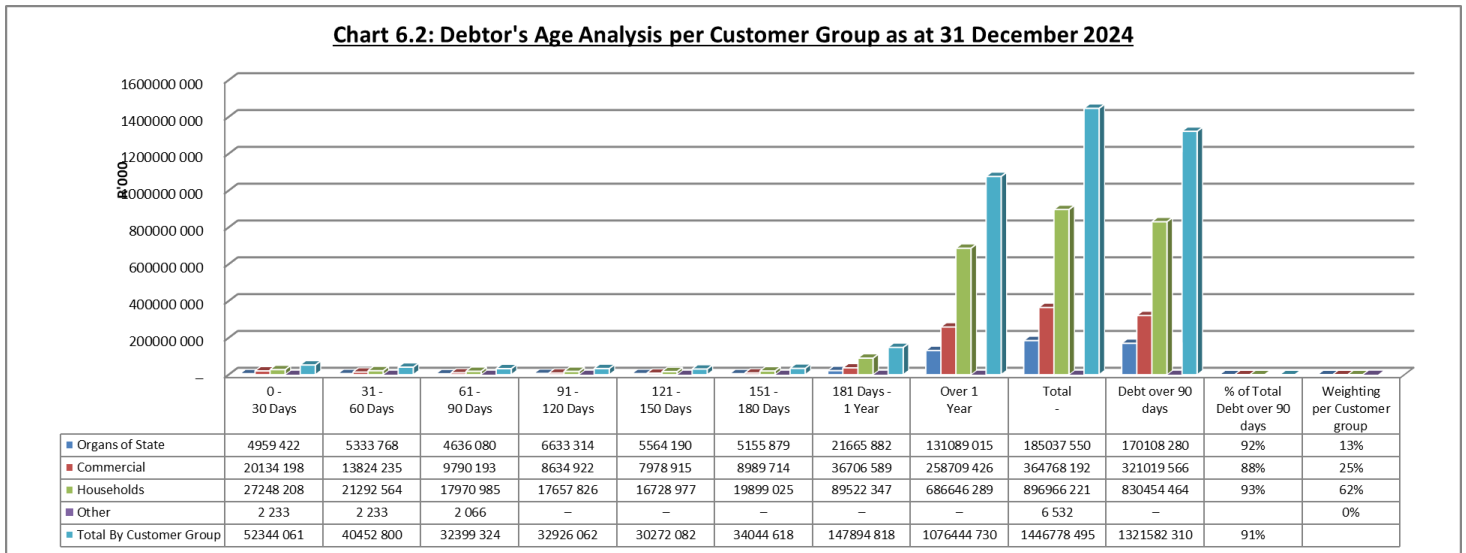


Chart 6.2: Outstanding Debt by Customer Group

Indicated in Chart 6.2 above, is the total outstanding debtors by Customer Group, including the debt they owe over 90 days, with the percentage of the total Debtors over 90 days and percentage weighting.

The percentage weighting of debt owed by customer Group, over 90 is as follows:

- The Organs of state are sitting at 92%,
- Commercial at 88% and
- Households at 93%.

The percentage weighting of debt owed by Customer Group is:

- Household at 62%. Total debt outstanding is R896 million;
- Commercial at 25%, total debt outstanding is R365 million;
- Organs of State at 32%, total debt outstanding is R185 million;

The Municipality has come up with the Revenue enhancement strategies, which were first adopted in October 2022. The have been revised so that it can be implemented and as per Section 64, the revenue needs to be reconciled in order to ensure the completeness of Revenue, improve the collection rate, enhance customer relations and reduce losses. The strategies inter alia include the following as extracted from the turnaround and financial recovery plan: -

- Data Cleansing
- Improve the accuracy of monthly billing
- Installation of replacement water electricity meters
- Ensure monitoring of the electricity prepaid meters for possible bridging
- Replace the faulty or damaged water meters which are to be replaced – already underway
- Update the indigent register – ongoing with 8000 registered between July and August 2024
- Ensure that all billable properties are billed for Property rates and services

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget& Performance Assessment

- 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 cost reflective tool
- General Valuation Roll reconciliation

Chart 7 below, month on month summary of debt over 90 days as a percentage of total O/S debt which remained unchanged at 91% for the month under review

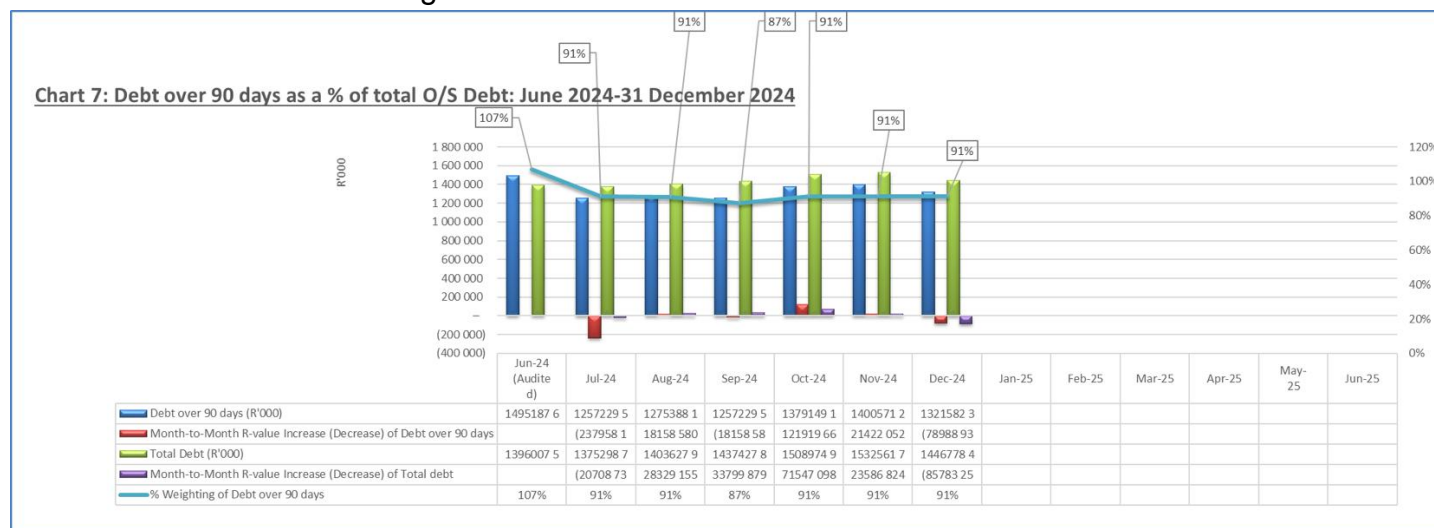


Chart 7: Debt over 90 days as a percentage of total O/S Debt

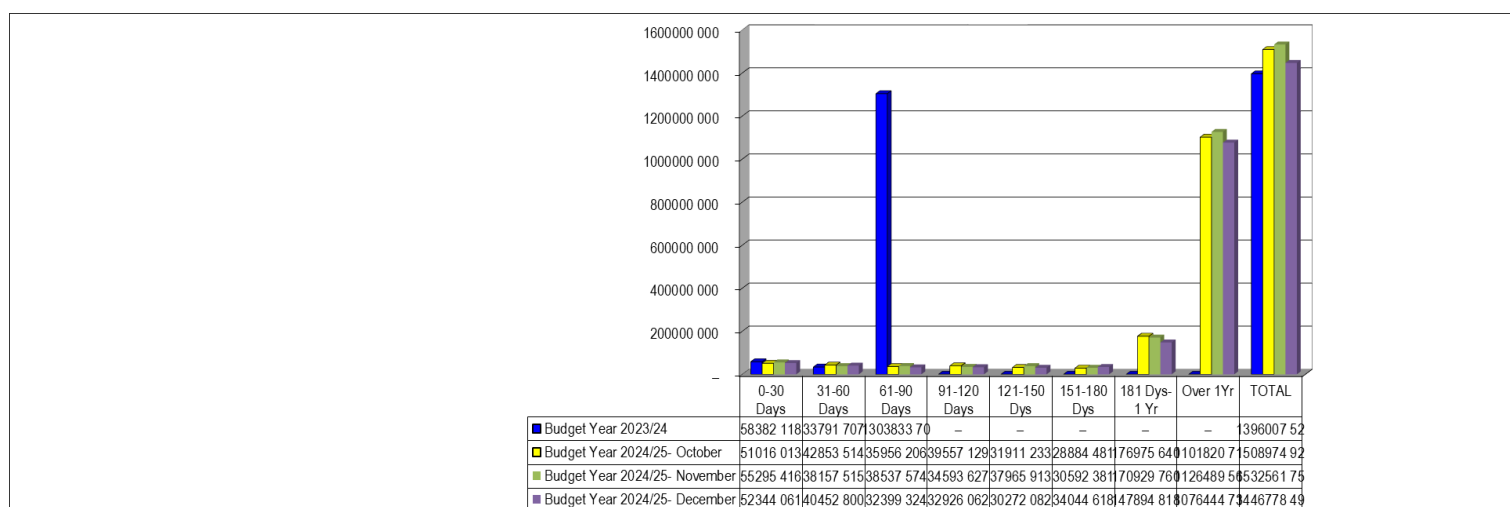


Chart 8: Aged Customer Debtor Analysis

- Indicated in Chart 8 above, is the total outstanding debt for 2023/24 financial years and also for the October, November and current period, (December 2024). The total Debt has been decreased by R85 million compared to November due to indigent write-offs.

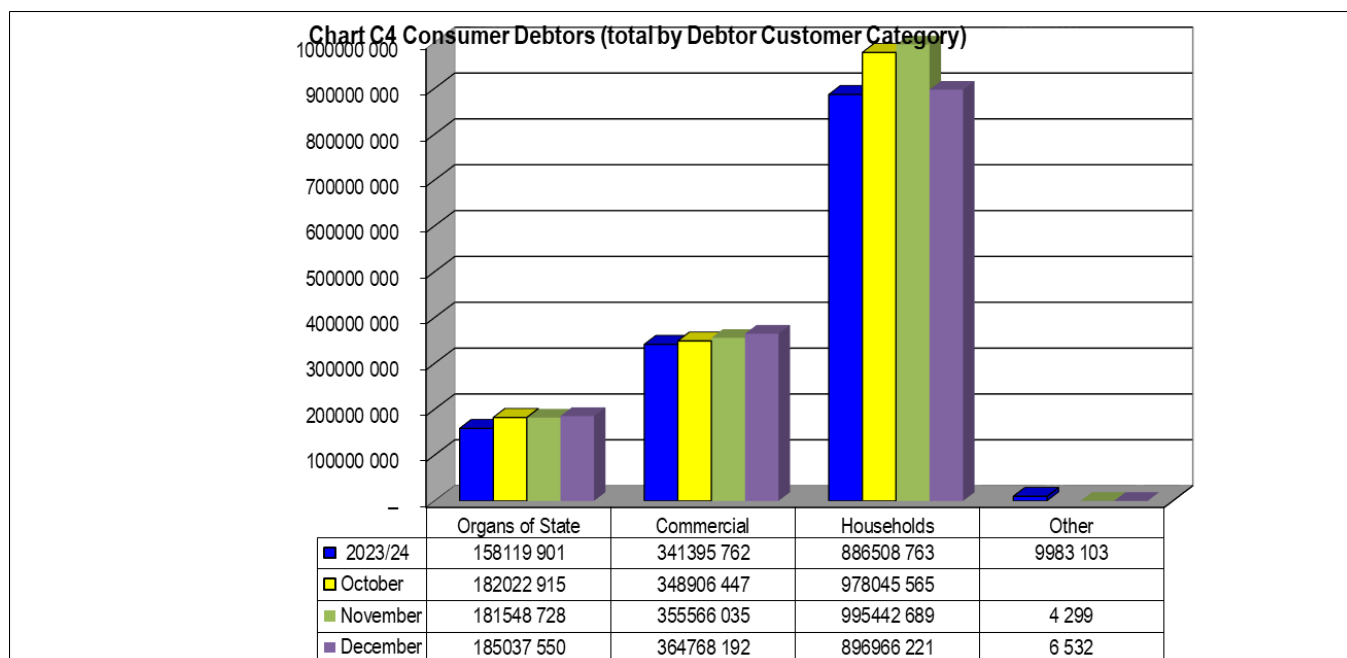


Chart 9 Consumer Debtors (Total by Debtor Customer Category)

- Chart 9 above, shows the Debtors Age Analysis by Customer Group for 2023/24, October, November and current period which is December.

Revised Average Collection Rate

Service	NOV 2024 Billing	Payment	% Collection
RATES	9 961 418	3 948 835	40%
BASIC ELEC	2 242 403	1 062 379	47%
ELECTRICITY	11 416 476	8 287 397	73%
PREPAID INCOME	11 423 505	11 423 505	100%
BASIC WATER	2 574 535	552 114	21%
WATER	6 757 289	1 273 058	19%
SEWERAGE	6 286 285	1 357 295	22%
REFUSE	5 102 931	946 714	19%
INTEREST	9 257 600	415 820	4%
SUNDRY	35 300	7 494	21%
TOTAL	65 057 741	29 274 611	45%

Table 9: Monthly collection Rate

- During the month of December 2024, the collection rate for Property Rates was 40%
- Electricity was 82% inclusive Indicated in Table 9 above, when taking into consideration what was billed in November 2024 and the receipt of Basic Electricity, Electricity and Prepaid Electricity, Water was 19%, whilst Sewerage was 22% and Refuse was 19%.
- The current average total collection rate is 45% including the prepaid Electricity.

Table 10: Revised Average collection rate

- Non Applicable

Service	NOV 2024 Billing	Payment	% Collection
RATES	9 961 418	3 948 835	40%
BASIC ELEC	2 242 403	1 062 379	47%
ELECTRICITY	11 416 476	8 287 397	73%
BASIC WATER	2 574 535	552 114	21%
WATER	6 757 289	1 273 058	19%
SEWERAGE	6 286 285	1 357 295	22%
REFUSE	5 102 931	946 714	19%
INTEREST	9 257 600	415 820	4%
SUNDRY	35 300	7 494	21%
TOTAL	53 634 236	17 851 106	33%

Table 11: Collection rate excluding prepaid electricity

7. Creditors' Analysis

FS203 Ngwathe - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December									
Description	Budget Year 2024/25								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity	36 054	33 878	34 088	-	-	-	-	2 259 704	2 363 724
Bulk Water	5 680	4 685	4 972	4 292	-	-	-	172 096	191 724
PAYE deductions	4 274	4 479	233	4 065	779	-	-	-	13 830
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	3 327	-	-	-	-	-	-	-	3 327
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	10 001	15 652	6 044	6 944	3 537	6 090	1 125	-	49 393
Auditor General	730	4 602	146	1 381	1 539	-	-	-	8 398
Other	-	-	-	-	-	-	-	-	-
Medical Aid deductions	2 442	-	-	-	-	-	-	-	2 442
Total By Customer Type	62 510	63 295	45 483	16 682	5 855	6 090	1 125	2 431 799	2 632 839

Table 11: Supporting table SC4: Aged Creditors

Chart 13: Aged Creditors Analysis									
	Bulk Electricity	Bulk Water	PAYE	Pensions /	Trade Creditors	Auditor General	Other	Medical	TOTAL
2023/24	2 145 051	72 435	25 645	3 160	210 378	7 060	133 944	–	2 597 674
2024/25 October	2 306 165	62 488	18 831	3 311	104 061	7 194	134 059	2 247	2 638 356
2024/25 November	2 338 797	198 411	9 481	3 362	41 527	11 796	–	2 448	2 605 822
2024/25 December	2 363 724	56 068	13 830	3 327	49 393	8 398	135 657	2 442	2 632 839

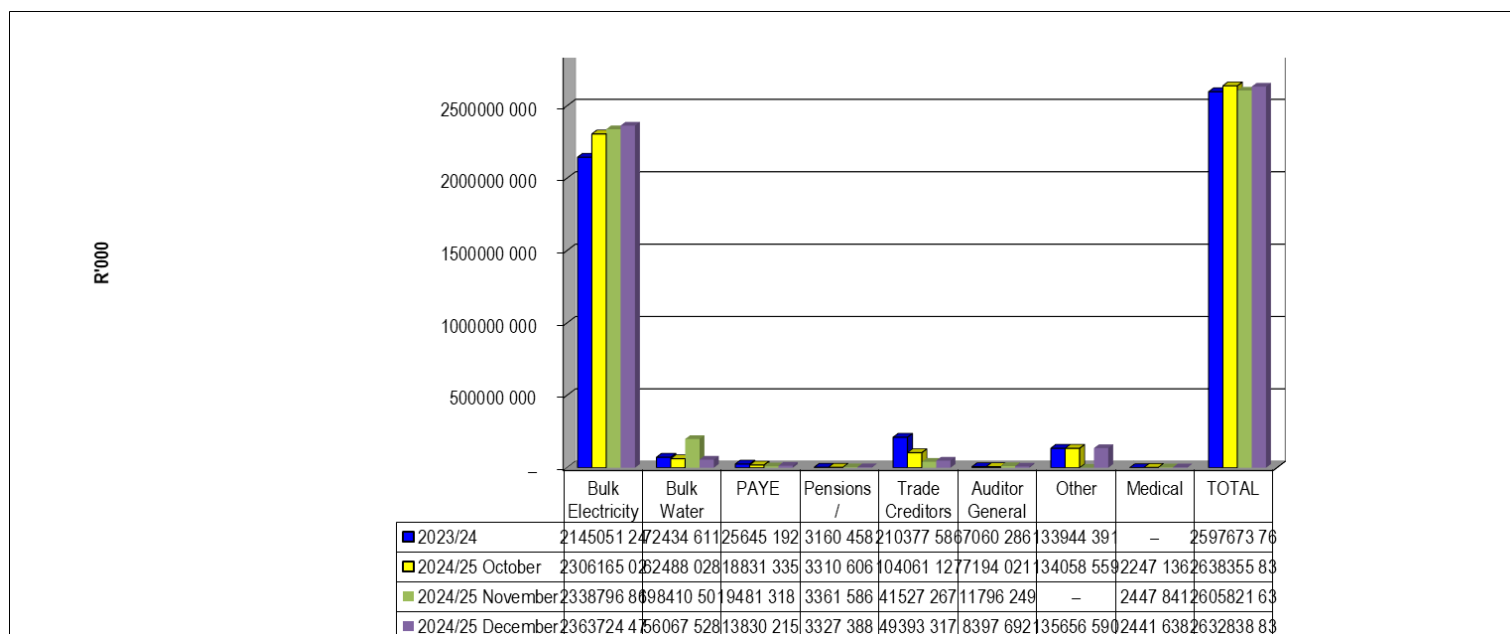


Chart 13: Aged Creditors Analysis

- Bulk Electricity – As at the 31 December 2024, the outstanding debt owed to ESKOM amounted to R2.6 billion.
- Bulk Water – As at 31 December 2024, the outstanding debt owed to DWS is R135.7 million and Rand water the amount of R56 million.
- PAYE - As at 31 December 2024, the outstanding debt owed to SARS amount to R13.8 million.
- Pension – The reports show the amount of R3.3 million as a creditor for pension funds.
- Trade creditors are all suppliers registered on the municipality's database with the amount of R49.4 million
- Auditor General – the balance due to the AGSA as at 31 December amount to R8.4 million.
- Medical Aid – As at 31 December 2024, the Municipality owe the amount of R2.4 million.

8. Investment portfolio analysis

- The municipality has invested the below fund with the institution registered with South African Reserve Bank as required by the MFMA.
- The municipality also has shares and life policies in its portfolio of investments; these were taken up before amalgamation and before the promulgation of the Municipal Finance Management Act, no 56 of 2003.

- As at 30 November 2024 the closing balance for investments including interests and the shares made by municipalities amount to R92,2 million

FS203 Ngwathe - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Type of Investment	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality							
ABSA [Equitable Share]	Call account	30 June 2025	1 167	45	(86 160)	85 000	53
ABSA [RBIG]	Call account	30 June 2025	14 293	77	(1 449)	–	12 922
ABSA [WSIG]	Call account	30 June 2025	21 175	153	(19 170)	–	2 158
ABSA [ELECT INCOME]	Call account	30 June 2025	25 949	280	(21 800)	41 900	46 329
ABSA [MIG]	Call account	30 June 2025	10 889	41	(7 134)	–	3 797
ABSA [MSIG]	Call account	30 June 2025	5 383	–	30	–	5 413
ABSA [INEG]	Call account	30 June 2025	10 376	46	(2 397)	–	8 025
ABSA [FMG]	Call account	30 June 2025	2 038	11	–	–	2 050
Heilbron Sanlam policy	Policy	30 June 2025	688	–	–	–	688
Sanlam shares	Shares	30 June 2025	198	–	–	–	198
TOTAL INVESTMENTS AND INTEREST			92 159	654	(138 079)	126 900	81 634

Table 12: Supporting Table SC5: Investment portfolio

Chart 14: Call investment deposits incl interest for the period ending 31 December 2024

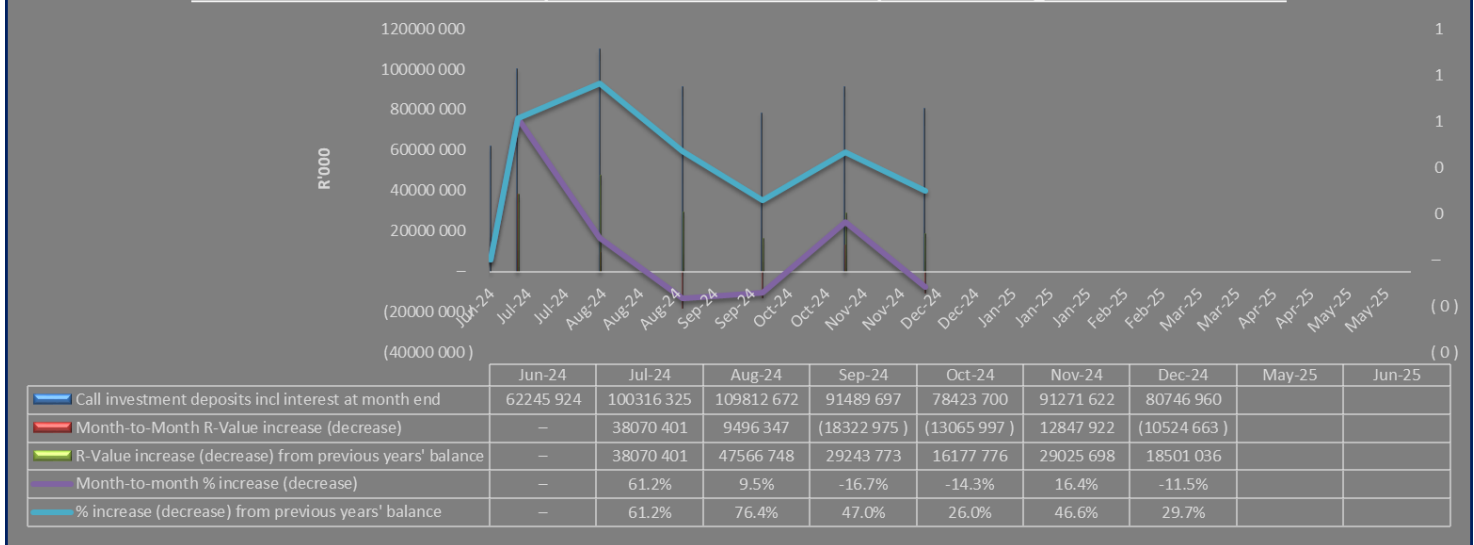


Chart 14: Call Investments deposit at month-end

- The above Chart show that from November to December the investment has decreased by R10.5 million. The balance in the call investment must balance with the grants Register.

9. Operational and Capita Grants Receipts

FS203 Ngwathe - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	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								%	
RECEIPTS:									
Operating Transfers and Grants									
National Government:	266 648	285 168	285 168	81 101	169 699	142 584	27 115	19.0%	285 168
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–		–
Equitable Share	261 394	278 095	278 095	81 059	166 932	139 047	27 885	20.1%	278 095
Expanded Public Works Programme Integrated Grant	2 154	1 480	1 480	–	1 417	740	677	91.5%	1 480
Local Government Financial Management Grant	3 100	3 000	3 000	42	1 350	1 500	(150)	-10.0%	3 000
Municipal Disaster Relief Grant	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant	–	2 593	2 593	–	–	1 297	(1 297)	-100.0%	2 593
Other transfers and grants [insert description]							–		
Provincial Government:	–	–	–	–	–	–	–		–
Infrastructure Grant	–	–	–	–	–	–	–		–
Other transfers and grants [insert description]							–		
District Municipality:	–	–	–	–	–	–	–		–
[insert description]							–		
Other grant providers:	290	–	–	–	269	–	269		–
Local Government Water and Related Service SETA	290	–	–	–	269	–	269		–
Total Operating Transfers and Grants	266 938	285 168	285 168	81 101	169 968	142 584	27 384	19.2%	285 168
Capital Transfers and Grants									
National Government:	81 539	132 554	132 554	29 587	63 637	66 277	(2 640)	-4.0%	132 554
Integrated National Electrification Programme Grant	–	15 585	15 585	2 838	3 714	7 793	(4 078)	-52.3%	15 585
Municipal Infrastructure Grant	31 660	46 063	46 063	6 131	17 231	23 031	(5 800)	-25.2%	46 063
Regional Bulk Infrastructure Grant	39 958	60 000	60 000	19 170	39 573	30 000	9 573	31.9%	60 000
Water Services Infrastructure Grant	9 921	10 906	10 906	1 449	3 118	5 453	(2 335)	-42.8%	10 906
Provincial Government:	–	–	–	–	–	–	–		–
[insert description]							–		
District Municipality:	–	–	–	–	–	–	–		–
[insert description]							–		
Other grant providers:	–	–	–	–	–	–	–		–
[insert description]							–		
Local Government Water and Related Service SETA	–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	81 539	132 554	132 554	29 587	63 637	66 277	(2 640)	-4.0%	132 554
TOTAL RECEIPTS OF TRANSFERS & GRANTS	348 477	417 722	417 722	110 688	233 605	208 861	24 744	11.8%	417 722

Table 13: Supporting Table SC6: Transfers and grant receipts

- The Transfers and Grants receipts table only recognise the receipts once the condition has been met except for Equitable Share.

- The Grants receipts as at to date amount to R233.6 million with the YTD Budget of R208 million thus result to variance of R24.7 million.

9. Allocation and grant receipts and expenditure

Operational and Capital Grants: Receipts

FS203 Ngwathe - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		106 278	274 621	274 621	19 620	107 368	137 311	(29 943)	-21.8%	274 621
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–	–	–
Equitable Share		101 159	267 548	267 548	17 908	104 296	133 774	(29 479)	-22.0%	267 548
Expanded Public Works Programme Integrated Grant		1 076	1 480	1 480	4	781	740	41	5.6%	1 480
Local Government Financial Management Grant		3 533	3 000	3 000	1 708	1 969	1 500	469	31.2%	3 000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		510	2 593	2 593	–	322	1 297	(974)	-75.1%	2 593
Provincial Government:		–	–	–	–	–	–	–	–	–
Infrastructure Grant		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:		106 278	274 621	274 621	19 620	107 368	137 311	(29 943)	-21.8%	274 621
Capital expenditure of Transfers and Grants										
National Government:		92 720	132 554	132 554	14 409	54 473	66 277	(11 804)	-17.8%	132 554
Integrated National Electrification Programme Grant		–	15 585	15 585	(2 084)	3 230	7 793	(4 563)	-58.6%	15 585
Municipal Infrastructure Grant		35 170	84 063	84 063	14 429	34 705	42 031	(7 327)	-17.4%	84 063
Regional Bulk Infrastructure Grant		48 988	22 000	22 000	804	14 353	11 000	3 353	30.5%	22 000
Water Services Infrastructure Grant		8 562	10 906	10 906	1 260	2 185	5 453	(3 268)	-59.9%	10 906
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		2 974	1 400	1 400	–	–	700	(700)	-100.0%	1 400
Development Bank of South Africa		–	–	–	–	–	–	–	–	–
Discount Benefit Scheme (Housing)		2 974	1 400	1 400	–	–	700	(700)	-100.0%	1 400
Total capital expenditure of Transfers and Grants		95 693	133 954	133 954	14 409	54 473	66 977	(12 504)	-18.7%	133 954
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		201 971	408 575	408 575	34 029	161 841	204 288	(42 447)	-20.8%	408 575

Table 14: Supporting Table SC7(1): Transfers and grant expenditure

- The above report shows that the Municipality has spent the amount of R 161.8 million on both operational and capital grants.

Summary of Expenditure per grant

CAPITAL EXPENDITURE AS AT 31 DECEMBER 2024							
Type	Votenummer	Description	Budget/OpenB	Curr Mth Expen	YTD Movemer	Balance	% Exp
MIG	2010647242090B57ZZ11	EDENVILLE: CONSTRUCT LOW LEVEL BRIDG	3 041 091.00			3 041 091.00	0%
MIG	2010647242090C13ZZ11	PHIRITONA/SANDERVILLE: COSNTR OF LOW	4 533 837.00			4 533 837.00	0%
MIG	2010647242090D44ZZWM	VREDEFORT 2KM PAVING ROADS	13 426 018.00	3 150 305.49	3 550 501.52	9 875 516.48	26%
MIG	2010647242090D54ZZ13	CONSTR 1KM PAVED ROAD & STORM WATER	6 389 568.00		2 527 386.93	3 862 181.07	40%
MIG	2020644942090D61ZZWM	CONSTR 3KM WATERBORNE SANITATION NET	5 401 774.00	1 532 032.30	3 242 736.41	2 159 037.59	60%
MIG	2035644502090D27ZZWM	COVID-19 REFURB PARYS WATER TREATMEN	1 923 384.00		1 228 258.24	695 125.76	64%
MIG	2505647352090D43ZZ10	MOSEPEDI COMMUNITY HALL REFUR & UPGR	2 300 000.00			2 300 000.00	0%
RBIG	2035644502096C57ZZ11	CONSTRUCT PIPELINE KOPPIES - EDENVIL	22 000 000.00	804 452.00	14 353 249.46	7 646 750.54	65%
RBIG	2035644802090D55ZZWM	PARYS WTW UPGRADE AND REFURBISHMENT	38 000 000.00	9 746 662.64	24 155 718.56	13 844 281.44	64%
MIG	2040644502090D42ZZWM	NGWATHE REPLACE 15KM ASBESTOS PIPES	9 046 977.00			9 046 977.00	0%
WSIG	2040644502094D32ZZWM	REFUR RISING MAINS TO RESERV 4.3 & T	3 906 000.00			3 906 000.00	0%
WSIG	2040644502094D33ZZWM	CONS 3KM PIPELINE&ELEVATED TOWER HEI	7 000 000.00	1 259 694.69	2 185 081.60	4 814 918.40	31%
INEG	2045643142073D36ZZ16	KOPPIES SUBSTATION DEVELOPMENT W16 &	11 500 000.00	-2 083 990.50	3 229 915.51	8 270 084.49	28%
INEG	2045643242073D07ZZ11	ELECTRIFICATION PROJECTS (INEP)	585 000.00			585 000.00	0%
INEG	2045643242073D37ZZ07	KOPPIES ELECTRIFICATION WARD 7	3 500 000.00			3 500 000.00	0%
INTERNAL FUNDIND	2505642042065D04ZZ11	VEHICLE	1 400 000.00			1 400 000.00	0%
INTERNAL FUNDIND	25056420420CFD70ZZWM	YELLOW FLEET - SPECIAL VEHICLE	5 300 000.00		3 262 500.00	2 037 500.00	62%
			139 253 649.00	14 409 156.62	57 735 348.23	81 518 300.77	41%

Expenditure per Grant										
Description	Budget Year 2024/25									
	Original Budget	Adjusted Budget	Monthly actual	Monthly actual	Monthly actual	Monthly actual	Monthly actual	Monthly actual	YearTD actual	% Spent on Original Budget
R thousands			July	August	September	October	November	December		
Integrated National Electrification Programme Grant	15 585	15 585			877	–	441	2 397	3 714	24%
Municipal Infrastructure Grant	46 063	46 063	1 405	2 664	1 425	2 061	3 545	6 131	17 231	37%
Regional Bulk Infrastructure Grant	60 000	60 000	5 309	4 901	–	5 758	4 435	19 170	39 573	66%
Water Services Infrastructure Grant	10 906	10 906	–	–	702	968	–	1 449	3 118	29%
Internal Funding	6 700	6 700	–	–	–	2 102	–	–	2 102	31%
Grand Total	139 254	139 254	6 714	7 565	3 004	10 889	8 422	29 146	65 738	47%

Table 15: Summary of expenditure per grant

- As indicated in Table 15 above, the expenditure incurred in December amount to R29.1 million. The YTD Actual amount to R65.7 million or 47% spent against the capital grant allocation of R139 254 million. Capex shows the slow spending especially on INEP. It should be noted that the report is as per monthly Grant Register report.

Not Applicable

Table 16: Supporting Tables SC7(2) – Expenditure against approved roll over:

10. Councillor and board member allowances and employee benefits

FS203 Ngwathe - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration R thousands	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	–	10 883	10 883	1 132	6 358	5 441	917	17%	10 883
Pension and UIF Contributions	–	161	161	15	81	80	1	1%	161
Medical Aid Contributions	–	407	407	–	–	203	(203)	-100%	407
Motor Vehicle Allowance	156	3 101	3 101	21	92	1 551	(1 458)	-94%	3 101
Cellphone Allowance	1 583	2 627	2 627	141	835	1 313	(478)	-36%	2 627
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	16 043	1 216	1 216	353	1 996	608	1 388	228%	1 216
Sub Total - Councillors	17 782	18 394	18 394	1 661	9 363	9 197	166	2%	18 394
% increase		3.4%	3.4%						3.4%
Senior Managers of the Municipality									
Basic Salaries and Wages	771	4 655	4 655	–	214	2 327	(2 113)	-91%	4 655
Pension and UIF Contributions	2	7	7	–	0	3	(3)	-95%	7
Medical Aid Contributions	(2 198)	27	27	–	–	13	(13)	-100%	27
Overtime	–	–	–	–	–	–	–	–	–
Performance Bonus	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	355	1 131	1 131	–	37	566	(528)	-93%	1 131
Cellphone Allowance	–	–	–	–	–	–	–	–	–
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	–	–	–	–	–	–	–	–	–
Payments in lieu of leave	–	–	–	–	–	–	–	–	–
Long service awards	–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
Entertainment	–	–	–	–	–	–	–	–	–
Scarcity	–	–	–	–	–	–	–	–	–
Acting and post related allowance	–	–	–	–	–	–	–	–	–
In kind benefits	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality	(1 070)	5 820	5 820	–	252	2 910	(2 658)	-91%	5 820
% increase		-644.1%	-644.1%						-644.1%
Other Municipal Staff									
Basic Salaries and Wages	173 868	164 409	164 409	16 724	98 016	82 204	15 811	19%	164 409
Pension and UIF Contributions	30 399	33 676	33 676	2 653	15 681	16 838	(1 157)	-7%	33 676
Medical Aid Contributions	15 369	14 468	14 468	1 304	7 856	7 234	622	9%	14 468
Overtime	31 382	31 740	31 740	2 965	17 738	15 870	1 868	12%	31 740
Performance Bonus	13 723	15 757	15 757	1 175	7 495	7 879	(384)	-5%	15 757
Motor Vehicle Allowance	5 290	6 376	6 376	584	3 309	3 188	121	4%	6 376
Cellphone Allowance	–	–	–	–	–	–	–	–	–
Housing Allowances	597	662	662	70	386	331	55	17%	662
Other benefits and allowances	9 131	12 748	12 748	960	5 890	6 374	(484)	-8%	12 748
Payments in lieu of leave	3 808	6 987	6 987	380	1 903	3 493	(1 590)	-46%	6 987
Long service awards	–	366	366	–	–	183	(183)	-100%	366
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
Entertainment	–	–	–	–	–	–	–	–	–
Scarcity	–	–	–	–	–	–	–	–	–
Acting and post related allowance	–	–	–	–	–	–	–	–	–
In kind benefits	–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff	283 567	287 189	287 189	26 815	158 275	143 595	14 679	10%	287 189
% increase		1.3%	1.3%						1.3%
Total Parent Municipality	300 279	311 402	311 402	28 476	167 889	155 702	12 187	8%	311 402
Unpaid salary, allowances & benefits in arrears:									
% increase									
Total Municipal Entities	–	–	–	–	–	–	–	–	–
TOTAL SALARY, ALLOWANCES & BENEFITS	300 279	311 402	311 402	28 476	167 889	155 702	12 187	8%	311 402
% increase		3.7%	3.7%						3.7%
TOTAL MANAGERS AND STAFF	282 497	293 009	293 009	26 815	158 526	146 505	12 021	8%	293 009

Table 17: Supporting Table SC8: Councilor and staff benefits

- As indicated in Table 17 above, The Council remunerations shows the satisfactory variance of 8% when comparing YTD Actual with YTD Budget.
- Senior Managers shows unsatisfactory variance of negative 91% when comparing YTD Actual against YTD Budget. The line items need to be aligned correctly on Senior manages. It will be corrected during the adjustment budget.
- The Expenditure incurred on other Municipal Staff in December amount to R26,8 million with the YTD Actual of R131,5 million which represent variance of 10% when compared to R155,7 million of YTD Budget.

OVERTIME EXPENDITURE AS AT DECEMBER 2024							
TYPE	VOTE NUMBER	DESCRIPTION	BUDGET/OPENBAL	CURR MTH EXPENSE	YTD MOVEMENT	BALANCE	% Exp
COPORATE	0505211036060MRCZZ11	MS: OVERTIME - NON STRUCTURED	437 528.00	62 813.76	415 758.24	21 769.76	95%
MAYOR	1005211036099MRCZZ11	MS: OVERTIME - NON STRUCTURED	1 954 581.00	210 376.32	1 370 420.16	584 160.84	70%
FINANCE	1505211036026MRCZZ11	MS: OVERTIME - NON STRUCTURED	290 208.00	25 257.60	154 798.98	135 409.02	53%
TECHNICAL	2005211036099MRCZZ11	MS: OVERTIME - NON STRUCTURED	1 759 575.00	136 014.74	761 184.89	998 390.11	43%
TECHNICAL	2020211036044MRCZZ11	MS: OVERTIME - NON STRUCTURED	348 594.00	89 347.20	569 712.94	-221 118.94	163%
TECHNICAL	2035211036055MRCZZ11	MS: OVERTIME - NON STRUCTURED	136 307.00	37 441.92	211 910.88	-75 603.88	155%
TECHNICAL	2040211036022MRCZZ11	MS: OVERTIME - NON STRUCTURED			35 429.04	-35 429.04	0%
TECHNICAL	2040211036055MRCZZ11	MS: OVERTIME - NON STRUCTURED	467 384.00	37 233.12	179 457.48	287 926.52	38%
TECHNICAL	2045211036022MRCZZ11	MS: OVERTIME - NON STRUCTURED	641 167.00	4 400.64	25 484.64	615 682.36	4%
COMMUNITY	2505211036026MRCZZ11	MS: OVERTIME - NON STRUCTURED		9 102.00	142 848.96	-142 848.96	0%
COMMUNITY	2505211036099MRCZZ11	MS: OVERTIME - NON STRUCTURED	2 211 449.00	160 585.80	843 096.90	1 368 352.10	38%
			8 246 793.00	772 573.10	4 710 103.11	3 536 689.89	57%
TYPE	VOTE NUMBER	DESCRIPTION	BUDGET/OPENBAL	CURR MTH EXPENSE	YTD MOVEMENT	BALANCE	% Exp
COPORATE	0505211038060MRCZZ11	MS: OVERTIME - STRUCTURED	777 546.00	98 601.88	657 709.18	119 836.82	85%
MAYOR	1005211038099MRCZZ11	MS: OVERTIME - STRUCTURED	1 771 405.00	287 798.03	1 397 178.13	374 226.87	79%
MAYOR	1010211038099MRCZZ11	MS: OVERTIME - STRUCTURED	81 728.00	57 918.42	206 764.78	-125 036.78	253%
FINANCE	1505211038026MRCZZ11	MS: OVERTIME - STRUCTURED	480 135.00	51 308.44	258 425.21	221 709.79	54%
TECHNICAL	2005211038099MRCZZ11	MS: OVERTIME - STRUCTURED	12 276 160.00	473 794.56	2 745 373.76	9 530 786.24	22%
TECHNICAL	2010211038026MRCZZ11	MS: OVERTIME - STRUCTURED	172 791.00	28 401.76	245 018.77	-72 227.77	142%
TECHNICAL	2020211038044MRCZZ11	MS: OVERTIME - STRUCTURED	676 547.00	166 718.78	1 090 439.48	-413 892.48	161%
TECHNICAL	2035211038055MRCZZ11	MS: OVERTIME - STRUCTURED	827 962.00	165 825.44	1 106 826.31	-278 864.31	134%
TECHNICAL	2040211038055MRCZZ11	MS: OVERTIME - STRUCTURED	435 449.00	141 364.12	813 656.50	-378 207.50	187%
TECHNICAL	2045211038026MRCZZ11	MS: OVERTIME - STRUCTURED	1 274 675.00	302 891.07	1 717 513.05	-442 838.05	135%
COMMUNITY	2505211038099MRCZZ11	MS: OVERTIME - STRUCTURED	3 970 764.00	288 527.50	1 667 329.49	2 303 434.51	42%
COMMUNITY	2515211038026MRCZZ11	MS: OVERTIME - STRUCTURED	22 572.00			22 572.00	0%
COMMUNITY	2525211038026MRCZZ11	MS: OVERTIME - STRUCTURED	3 906.00		22 994.87	-19 088.87	589%
COMMUNITY	2550211038026MRCZZ11	MS: OVERTIME - STRUCTURED	433 360.00	63 714.14	408 789.94	24 570.06	94%
COMMUNITY	2560211038026MRCZZ11	MS: OVERTIME - STRUCTURED	91 059.00	8 079.33	206 324.06	-115 265.06	227%
COMMUNITY	2580211038033MRCZZ11	MS: OVERTIME - STRUCTURED	194 343.00	57 955.49	443 038.43	-248 695.43	228%
COMMUNITY	2590211038026MRCZZ11	MS: OVERTIME - STRUCTURED	2 591.00		40 480.00	-37 889.00	1562%
			23 492 993.00	2 192 898.96	13 027 861.96	10 465 131.04	55%
		TOTAL	31 739 786.00	2 965 472.06	17 737 965.07	14 001 820.93	56%

Table 18: Current YTD Overtime expenditure excl. Night-Shift allowance

- The expenditure incurred in December amounted to R3 million.
- The YTD Actual amounted to R17.7 million representing 56% when compared to Original Budget.

Chart 14.1: Overtime Actual vs Budget - Jul 2019 to Jun 2024

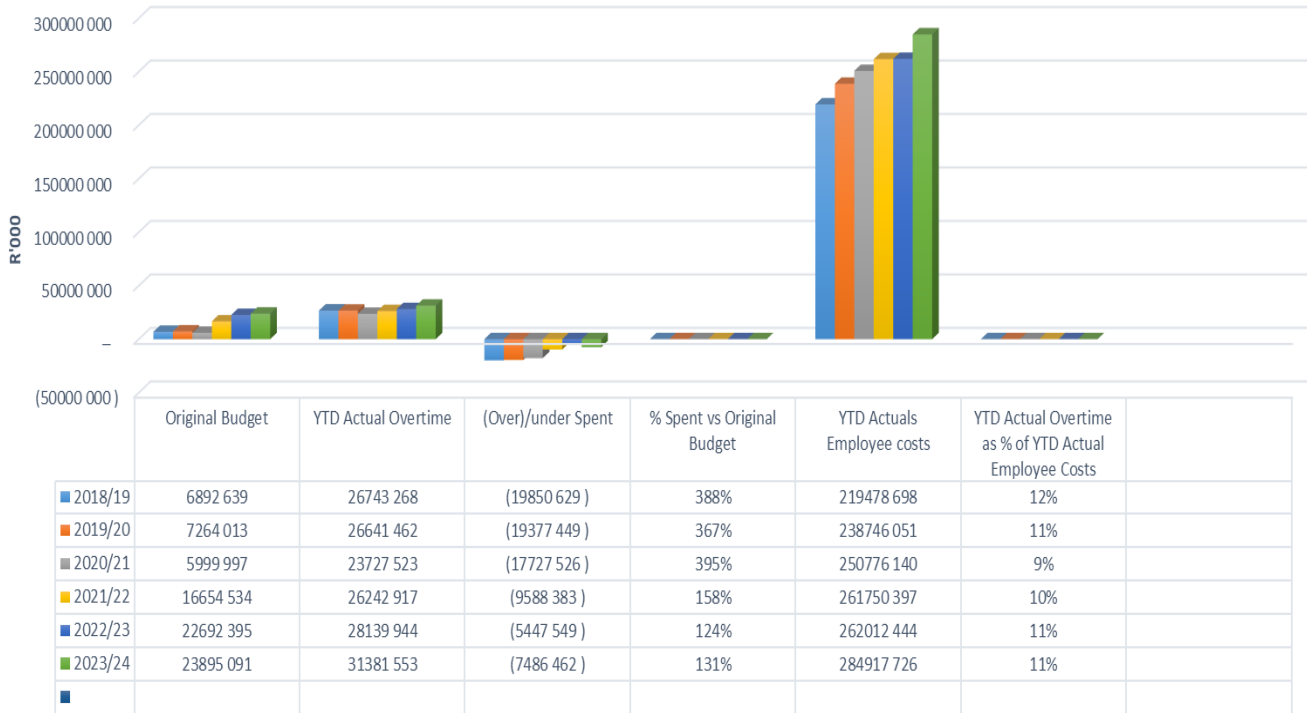


Chart 14.1: Overtime Actual vs Budget -2019-2024

	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	YTD TOTAL	Year on Year and YTD Increase (Decrease)
2020/21	2 028	1 820	1 966	1 978	2 015	1 954	2 142	2 191	2 071	2 144	2 097	1 322	23 728	
2022/23	2 372	2 284	2 311	2 325	2 284	2 335	2 461	2 332	2 276	2 432	2 425	2 303	28 140	4 412
2023/24	2 665	2 589	2 568	2 578	2 535	2 558	2 690	2 691	2 584	2 941	2 630	2 454	31 382	3 242
2024/25		5 685	3 272	2 906	2 819	2 965							17 738	146

Chart 14.2: Monthly and Annual Overtime Comparison - Jul 2020 to December 2024

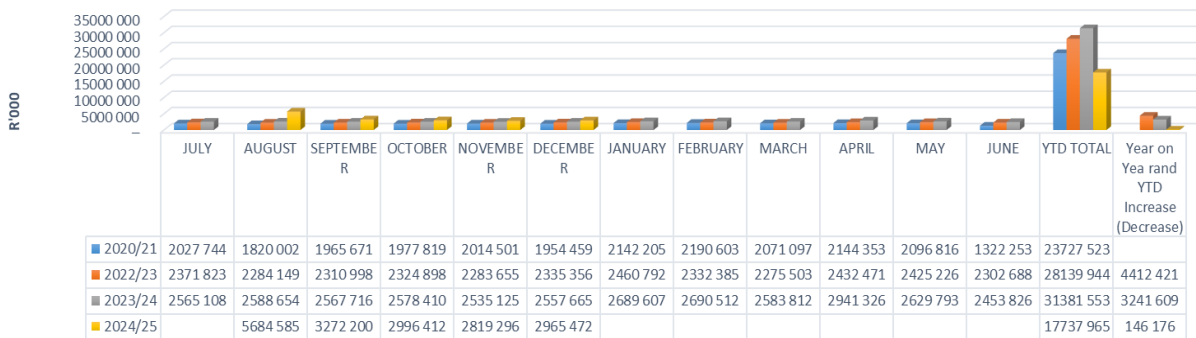


Chart 14.2: Monthly and Annual Overtime Comparison –July 2020-December 2024

- The overtime has been by R146 000 when compared to November expenditure.

11. Material variances to the service delivery and budget implementation plan

- Material variances are primarily addressed in the Executive summary under Sections 4.1 to 4.3 or emphasised elsewhere in this Monthly Budget Statement.

12. Capital programme performance

Please refer to notes on capital Expenditure in the Executive Summary-Section 4.3

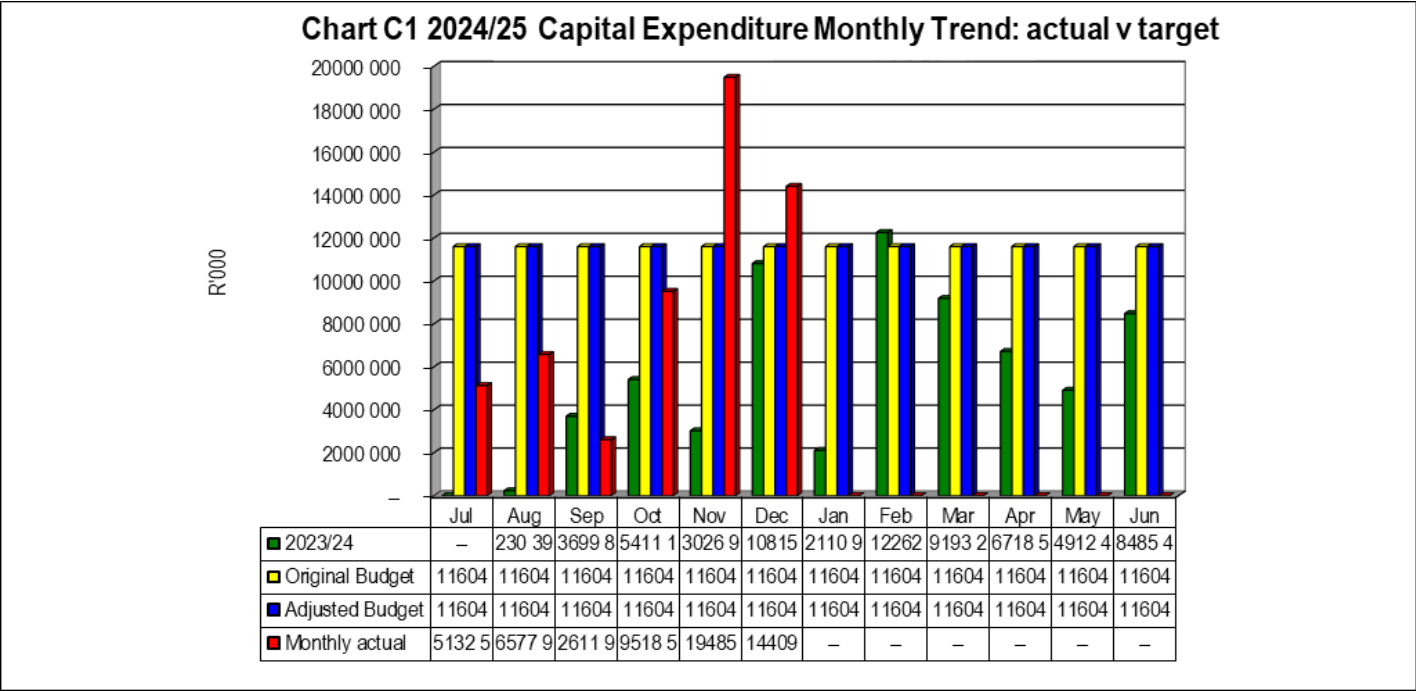


Chart 15: Capital Expenditure Monthly Trend: actual vs YTD target

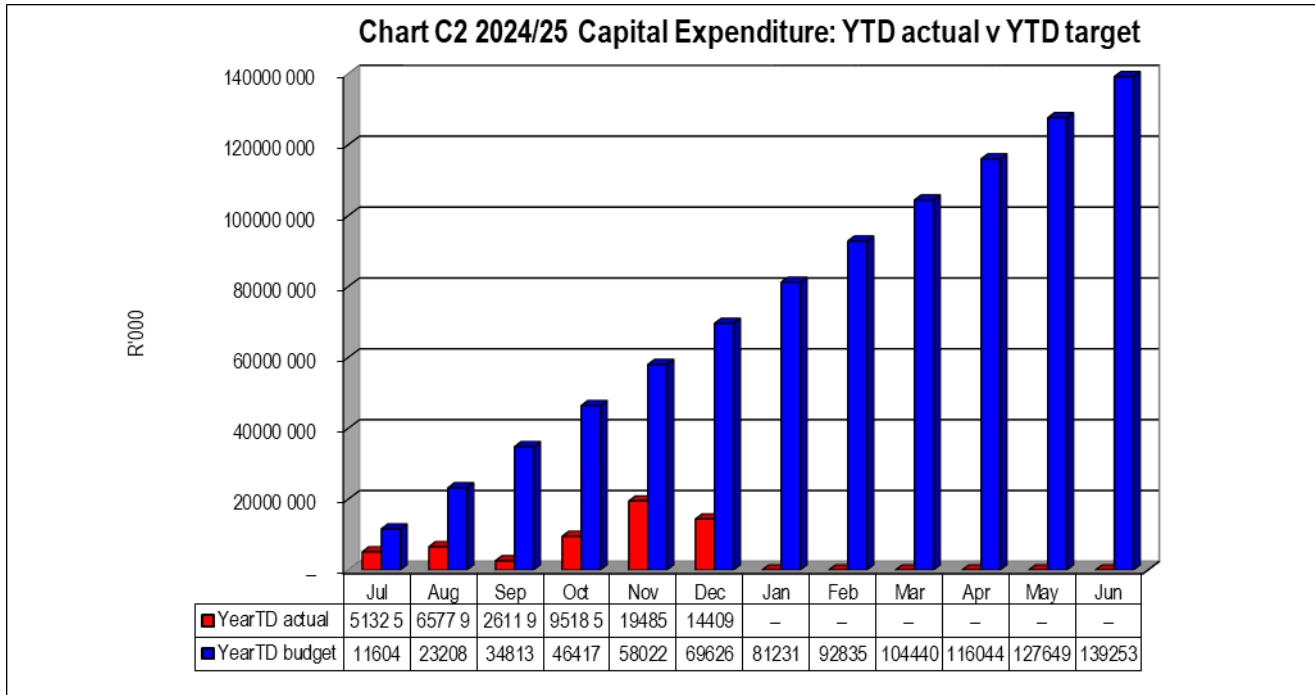


Chart 16: Capital Expenditure YTD actual vs YTD target

CAPITAL EXPENDITURE AS AT 31 DECEMBER 2024							
Type	Votenum	Description	Budget/OpenB	Curr Mth Expen	YTD Movemer	Balance	% Exp
MIG	2010647242090B57ZZ11	EDENVILLE: CONSTRUCT LOW LEVEL BRIDG	3 041 091.00			3 041 091.00	0%
MIG	2010647242090C13ZZ11	PHIRITONA/SANDERVILLE: COSNTR OF LOW	4 533 837.00			4 533 837.00	0%
MIG	2010647242090D44ZZWM	VREDEFORT 2KM PAVING ROADS	13 426 018.00	3 150 305.49	3 550 501.52	9 875 516.48	26%
MIG	2010647242090D54ZZ13	CONSTR 1KM PAVED ROAD & STORM WATER	6 389 568.00		2 527 386.93	3 862 181.07	40%
MIG	2020644942090D61ZZWM	CONSTR 3KM WATERBORNE SANITATION NET	5 401 774.00	1 532 032.30	3 242 736.41	2 159 037.59	60%
MIG	2035644502090D27ZZWM	COVID-19 REFURB PARYS WATER TREATMEN	1 923 384.00		1 228 258.24	695 125.76	64%
MIG	2505647352090D43ZZ10	MOSEPEDI COMMUNITY HALL REFUR & UPGR	2 300 000.00			2 300 000.00	0%
RBIG	2035644502096C57ZZ11	CONSTRUCT PIPELINE KOPPIES - EDENVIL	22 000 000.00	804 452.00	14 353 249.46	7 646 750.54	65%
RBIG	2035644802090D55ZZWM	PARYS WTW UPGRADE AND REFURBISHMENT	38 000 000.00	9 746 662.64	24 155 718.56	13 844 281.44	64%
MIG	2040644502090D42ZZWM	NGWATHE REPLACE 15KM ASBESTOS PIPES	9 046 977.00			9 046 977.00	0%
WSIG	2040644502094D32ZZWM	REFUR RISING MAINS TO RESERV 4.3 & T	3 906 000.00			3 906 000.00	0%
WSIG	2040644502094D33ZZWM	CONS 3KM PIPELINE&ELEVATED TOWER HEI	7 000 000.00	1 259 694.69	2 185 081.60	4 814 918.40	31%
INEG	2045643142073D36ZZ16	KOPPIES SUBSTATION DEVELOPMENT W16 &	11 500 000.00	-2 083 990.50	3 229 915.51	8 270 084.49	28%
INEG	2045643242073D07ZZ11	ELECTRIFICATION PROJECTS (INEP)	585 000.00			585 000.00	0%
INEG	2045643242073D37ZZ07	KOPPIES ELECTRIFICATION WARD 7	3 500 000.00			3 500 000.00	0%
INTERNAL FUNDIND	2505642042065D04ZZ11	VEHICLE	1 400 000.00			1 400 000.00	0%
INTERNAL FUNDIND	25056420420CFD70ZZWM	YELLOW FLEET - SPECIAL VEHICLE	5 300 000.00		3 262 500.00	2 037 500.00	62%
			139 253 649.00	14 409 156.62	57 735 348.23	81 518 300.77	41%

Table 19: Detailed capital expenditure report

- Indicated in the above table, is a summary of the capital expenditure per funding source compared to the Original budget. Overall spending on grants is extremely slow. The reports show the 41% of expenditure against the Original budget

13. Other supporting documents

- Please note that all figures are preliminary outcomes of for the financial year.
- The Municipal self-assessment for December 2024
- Eskom, Rand water and DWS statements
- Proof of payment for Eskom and Water
- Indigent per Household
- Collection rate per ward and per services

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget& Performance Assessment

14 Conclusion

This report meets the MFMA Circular 124 Municipal Debt Relief 10 May 2024

Communication

In compliance to legislative requirements (Section 52d and S72 of the MFMA), this document is provided to all stakeholders by placing it on the Ngwathe local municipal website:

15 Annexures A: C schedule

Annexure A

FS203 Ngwathe - Table C1 Monthly Budget Statement Summary - M06 December

Description	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									
Financial Performance									
Property rates	103 832	126 597	126 597	9 256	54 671	63 299	(8 628)	-14%	126 597
Service charges	510 179	467 895	467 895	37 971	235 276	233 947	1 328	1%	467 895
Investment revenue	6 537	6 514	6 514	694	3 808	3 257	551	17%	6 514
Transfers and subsidies - Operational	266 938	285 168	285 168	81 101	169 968	142 584	27 384	0	285 168
Other own revenue	186 345	158 188	158 188	10 402	54 624	79 094	(24 470)	-31%	-
Total Revenue (excluding capital transfers and contributions)	1 073 832	1 044 363	1 044 363	139 424	518 346	522 181	(3 835)	-1%	1 044 363
Employee costs	282 497	293 009	293 009	26 815	158 526	146 505	12 021	8%	293 009
Remuneration of Councillors	17 782	18 394	18 394	1 661	9 363	9 197	166	2%	18 394
Depreciation and amortisation	59 212	54 382	54 382	-	18 127	27 191	(9 064)	-33%	54 382
Interest	105 714	34 824	34 824	-	8 600	17 412	(8 812)	-51%	34 824
Inventory consumed and bulk purchases	420 634	406 771	406 771	22 005	271 138	203 386	67 752	33%	406 771
Transfers and subsidies	176	180	180	15	90	90	-	-	180
Other expenditure	344 455	291 186	291 186	22 169	77 430	145 593	(68 163)	-47%	291 186
Total Expenditure	1 230 470	1 098 745	1 098 745	72 664	543 275	549 374	(6 099)	-1%	1 098 745
Surplus/(Deficit)	(156 638)	(54 382)	(54 382)	66 760	(24 928)	(27 192)	2 264	-8%	(54 382)
Transfers and subsidies - capital (monetary allocations)	81 539	132 554	132 554	29 587	63 637	66 277	(2 640)	-4%	132 554
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	-1%	78 172
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	-1%	78 172
Capital expenditure & funds sources									
Capital expenditure	115 828	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254
Capital transfers recognised	95 693	133 954	133 954	14 409	54 473	66 977	(12 504)	-19%	133 954
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	11 836	5 300	5 300	-	3 263	2 650	612	23%	5 300
Total sources of capital funds	107 529	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254
Financial position									
Total current assets	563 997	1 608 105	1 608 105		776 654				1 608 105
Total non current assets	1 929 182	1 914 588	1 914 588		1 968 791				1 914 588
Total current liabilities	2 797 837	2 826 059	2 826 059		3 011 242				2 826 059
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	(134 841)	618 461	618 461		(265 797)				618 461
Cash flows									
Net cash from (used) operating	(256 678)	431 908	431 908	(9 201)	(37 427)	215 954	253 381	117%	431 908
Net cash from (used) investing	(18 495)	(139 254)	(139 254)	(14 409)	(57 735)	(69 627)	(11 891)	17%	(139 254)
Net cash from (used) financing	(264)	(229)	(229)	-	-	(115)	(115)	100%	(229)
Cash/cash equivalents at the month/year end	(322 149)	289 416	289 416	(32 173)	(32 173)	143 203	175 376	122%	355 415
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	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

FS203 Ngwathe - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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									
Revenue - Functional										
<i>Governance and administration</i>		397 298	369 685	369 685	93 521	220 624	184 842	35 782	19%	369 685
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		397 298	369 685	369 685	93 521	220 624	184 842	35 782	19%	369 685
Internal audit		–	–	–	–	–	–	–		–
<i>Community and public safety</i>		98 413	1 830	1 830	102	627	915	(288)	-32%	1 830
Community and social services		98 283	1 082	1 082	88	548	541	7	1%	1 082
Sport and recreation		129	748	748	14	79	374	(295)	-79%	748
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>		32 091	107 470	107 470	6 291	17 625	53 735	(36 111)	-67%	107 470
Planning and development		431	58 814	58 814	160	393	29 407	(29 014)	-99%	58 814
Road transport		31 660	48 656	48 656	6 131	17 231	24 328	(7 097)	-29%	48 656
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		627 569	697 932	697 932	69 098	343 108	348 966	(5 858)	-2%	697 932
Energy sources		305 892	329 844	329 844	28 198	163 261	164 922	(1 662)	-1%	329 844
Water management		185 434	183 552	183 552	28 511	97 818	91 776	6 042	7%	183 552
Waste water management		82 879	107 877	107 877	7 771	47 361	53 939	(6 577)	-12%	107 877
Waste management		53 365	76 658	76 658	4 617	34 668	38 329	(3 661)	-10%	76 658
<i>Other</i>	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	1 155 371	1 176 917	1 176 917	169 011	581 983	588 458	(6 475)	-1%	1 176 917
Expenditure - Functional										
<i>Governance and administration</i>		552 393	259 591	259 591	32 087	139 537	129 796	9 741	8%	259 591
Executive and council		76 157	77 653	77 653	7 686	42 042	38 827	3 215	8%	77 653
Finance and administration		476 236	181 937	181 937	24 400	97 496	90 969	6 527	7%	181 937
Internal audit		–	–	–	–	–	–	–		–
<i>Community and public safety</i>		81 686	80 498	80 498	7 866	46 658	40 249	6 408	16%	80 498
Community and social services		62 417	73 469	73 469	6 495	38 623	36 735	1 888	5%	73 469
Sport and recreation		9 145	2 370	2 370	484	3 120	1 185	1 935	163%	2 370
Public safety		7 780	3 777	3 777	719	3 799	1 888	1 911	101%	3 777
Housing		2 345	881	881	168	1 115	441	674	153%	881
Health		–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>		144 031	129 182	129 182	4 578	43 509	64 591	(21 083)	-33%	129 182
Planning and development		3 015	291	291	43	329	145	183	126%	291
Road transport		141 016	128 891	128 891	4 535	43 180	64 446	(21 266)	-33%	128 891
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		452 360	629 474	629 474	28 134	313 571	314 737	(1 166)	0%	629 474
Energy sources		339 694	416 415	416 415	12 528	241 171	208 208	32 963	16%	416 415
Water management		63 929	111 911	111 911	9 522	46 510	55 956	(9 445)	-17%	111 911
Waste water management		33 251	46 269	46 269	4 172	14 137	23 134	(8 998)	-39%	46 269
Waste management		15 486	54 879	54 879	1 912	11 753	27 439	(15 687)	-57%	54 879
<i>Other</i>		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	1 230 470	1 098 745	1 098 745	72 664	543 275	549 374	(6 099)	-1%	1 098 745
Surplus/ (Deficit) for the year		(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	-0.009625	78 172

FS203 Ngwathe - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

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										
Revenue by Vote	1									
Vote 01 - Corporate Services		290	-	-	-	269	-	269	#DIV/0!	-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-		-
Vote 03 - Financial Services		397 007	369 685	369 685	93 521	220 355	184 842	35 513	19.2%	369 685
Vote 04 - Technical Services		605 864	669 929	669 929	70 612	325 670	334 964	(9 294)	-2.8%	669 929
Vote 05 - Community Services		152 209	137 303	137 303	4 879	35 688	68 651	(32 963)	-48.0%	137 303
Vote 06 - Local Economic Development		-	-	-	-	-	-	-		-
Vote 07 -		-	-	-	-	-	-	-		-
Vote 08 -		-	-	-	-	-	-	-		-
Vote 09 -		-	-	-	-	-	-	-		-
Vote 10 -		-	-	-	-	-	-	-		-
Vote 11 -		-	-	-	-	-	-	-		-
Vote 12 -		-	-	-	-	-	-	-		-
Vote 13 -		-	-	-	-	-	-	-		-
Vote 14 -		-	-	-	-	-	-	-		-
Vote 15 - Other		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	1 155 371	1 176 917	1 176 917	169 011	581 983	588 458	(6 475)	-1.1%	1 176 917
Expenditure by Vote	1									
Vote 01 - Corporate Services		51 424	48 352	48 352	12 022	40 968	24 176	16 792	69.5%	48 352
Vote 02 - Municipal Manager		76 157	77 653	77 653	7 686	42 042	38 827	3 215	8.3%	77 653
Vote 03 - Financial Services		424 737	133 572	133 572	12 378	56 524	66 786	(10 263)	-15.4%	133 572
Vote 04 - Technical Services		578 027	703 500	703 500	30 757	345 043	351 750	(6 707)	-1.9%	703 500
Vote 05 - Community Services		100 125	135 612	135 612	9 821	58 695	67 806	(9 111)	-13.4%	135 612
Vote 06 - Local Economic Development		-	56	56	-	3	28	(25)	-88.9%	56
Vote 07 -		-	-	-	-	-	-	-		-
Vote 08 -		-	-	-	-	-	-	-		-
Vote 09 -		-	-	-	-	-	-	-		-
Vote 10 -		-	-	-	-	-	-	-		-
Vote 11 -		-	-	-	-	-	-	-		-
Vote 12 -		-	-	-	-	-	-	-		-
Vote 13 -		-	-	-	-	-	-	-		-
Vote 14 -		-	-	-	-	-	-	-		-
Vote 15 - Other		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	1 230 470	1 098 745	1 098 745	72 664	543 275	549 374	(6 099)	-1.1%	1 098 745
Surplus/ (Deficit) for the year	2	(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	-1.0%	78 172

FS203 Ngwathe - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

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										
Revenue										
Exchange Revenue										
Service charges - Electricity		294 869	280 426	280 426	23 340	146 497	140 213	6 284	4%	280 426
Service charges - Water		117 753	79 574	79 574	6 560	37 114	39 787	(2 673)	-7%	79 574
Service charges - Waste Water Management		56 931	62 922	62 922	4 729	30 154	31 461	(1 308)	-4%	62 922
Service charges - Waste management		40 627	44 973	44 973	3 343	21 512	22 486	(975)	-4%	44 973
Sale of Goods and Rendering of Services		1 607	2 385	2 385	231	1 238	1 193	45	4%	2 385
Agency services								-		
Interest								-		
Interest earned from Receivables		92 644	96 500	96 500	10 103	52 868	48 250	4 618	10%	96 500
Interest from Current and Non Current Assets		6 537	6 514	6 514	694	3 808	3 257	551	17%	6 514
Dividends		-	-	-	-	-	-	-		-
Rent on Land								-		
Rental from Fixed Assets		343	366	366	28	183	183	(0)	0%	366
Licence and permits								-		
Operational Revenue		302	58 642	58 642	27	195	29 321	(29 126)	-99%	58 642
Non-Exchange Revenue										
Property rates		103 832	126 597	126 597	9 256	54 671	63 299	(8 628)	-14%	126 597
Surcharges and Taxes								-		
Fines, penalties and forfeits		148	294	294	13	140	147	(7)	-5%	294
Licence and permits								-		
Transfers and subsidies - Operational		266 938	285 168	285 168	81 101	169 968	142 584	27 384	19%	285 168
Interest		-	-	-	-	-	-	-		-
Fuel Levy								-		
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		97 333	-	-	-	-	-	-		-
Other Gains		(6 032)	-	-	-	-	-	-		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		1 073 832	1 044 363	1 044 363	139 424	518 346	522 181	(3 835)	-1%	1 044 363
Expenditure By Type										
Employee related costs		282 497	293 009	293 009	26 815	158 526	146 505	12 021	8%	293 009
Remuneration of councillors		17 782	18 394	18 394	1 661	9 363	9 197	166	2%	18 394
Bulk purchases - electricity		305 475	316 816	316 816	9 794	224 412	158 408	66 004	42%	316 816
Inventory consumed		115 159	89 955	89 955	12 211	46 726	44 978	1 748	4%	89 955
Debt impairment		-	165 269	165 269	-	-	82 635	(82 635)	-100%	165 269
Depreciation and amortisation		59 212	54 382	54 382	-	18 127	27 191	(9 064)	-33%	54 382
Interest		105 714	34 824	34 824	-	8 600	17 412	(8 812)	-51%	34 824
Contracted services		52 153	26 708	26 708	9 203	26 993	13 354	13 639	102%	26 708
Transfers and subsidies		176	180	180	15	90	90	-		180
Irrecoverable debts written off		243 218	-	-	-	-	-	-		-
Operational costs		48 860	99 209	99 209	12 966	50 437	49 605	833	2%	99 209
Losses on Disposal of Assets		205	-	-	-	-	-	-		-
Other Losses		18	-	-	-	-	-	-		-
Total Expenditure										
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		(156 638)	(54 382)	(54 382)	66 760	(24 928)	(27 192)	2 264	(0)	(54 382)
Transfers and subsidies - capital (in-kind)		81 539	132 554	132 554	29 587	63 637	66 277	(2 640)	(0)	132 554
Surplus/(Deficit) after capital transfers & contributions										
Income Tax		(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	(0)	78 172
Surplus/(Deficit) after income tax										
Share of Surplus/Deficit attributable to Joint Venture		(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	(0)	78 172
Share of Surplus/Deficit attributable to Minorities								-		
Surplus/(Deficit) attributable to municipality										
Share of Surplus/Deficit attributable to Associate		(75 100)	78 172	78 172	96 347	38 708	39 084	(376)	(0)	78 172
Intercompany/Parent subsidiary transactions								-		
Surplus/ (Deficit) for the year										

FS203 Ngwathe - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

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									
Multi-Year expenditure appropriation	2									
Vote 01 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 04 - Technical Services		12 750	-	-	-	-	-	-	-	-
Vote 05 - Community Services		83	-	-	-	-	-	-	-	-
Vote 06 - Local Economic Development		-	-	-	-	-	-	-	-	-
Vote 07 -		-	-	-	-	-	-	-	-	-
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	12 833	-	-	-	-	-	-		-
Single Year expenditure appropriation	2									
Vote 01 - Corporate Services		1 977	-	-	-	-	-	-	-	-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 04 - Technical Services		101 019	130 254	130 254	14 409	54 473	65 127	(10 654)	-16%	130 254
Vote 05 - Community Services		-	9 000	9 000	-	3 263	4 500	(1 238)	-28%	9 000
Vote 06 - Local Economic Development		-	-	-	-	-	-	-	-	-
Vote 07 -		-	-	-	-	-	-	-	-	-
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	102 995	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254
Total Capital Expenditure		115 828	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254
Capital Expenditure - Functional Classification										
Governance and administration		1 977	-	-	-	-	-	-		-
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		1 977	-	-	-	-	-	-		-
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		-	9 000	9 000	-	3 263	4 500	(1 238)	-28%	9 000
Community and social services		-	9 000	9 000	-	3 263	4 500	(1 238)	-28%	9 000
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		11 431	27 391	27 391	3 150	6 078	13 695	(7 617)	-56%	27 391
Planning and development		83	-	-	-	-	-	-		-
Road transport		11 347	27 391	27 391	3 150	6 078	13 695	(7 617)	-56%	27 391
Environmental protection		-	-	-	-	-	-	-		-
Trading services		102 421	102 863	102 863	11 259	48 395	51 432	(3 037)	-6%	102 863
Energy sources		4 719	15 585	15 585	(2 084)	3 230	7 793	(4 563)	-59%	15 585
Water management		80 778	81 876	81 876	11 811	41 922	40 938	984	2%	81 876
Waste water management		16 924	5 402	5 402	1 532	3 243	2 701	542	20%	5 402
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	115 828	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254
Funded by:										
National Government		92 720	132 554	132 554	14 409	54 473	66 277	(11 804)	-18%	132 554
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm		-	-	-	-	-	-	-		-
Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		2 974	1 400	1 400	-	-	700	(700)	-100%	1 400
Transfers recognised - capital		95 693	133 954	133 954	14 409	54 473	66 977	(12 504)	-19%	133 954
Borrowing		-	-	-	-	-	-	-		-
Internally generated funds	6	11 836	5 300	5 300	-	3 263	2 650	612	23%	5 300
Total Capital Funding		107 529	139 254	139 254	14 409	57 735	69 627	(11 892)	-17%	139 254

FS203 Ngwathe - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		62 989	31 341	31 341	73 980	31 341
Trade and other receivables from exchange transactions		184 840	980 111	980 111	309 117	980 111
Receivables from non-exchange transactions		31 766	58 656	58 656	55 834	58 656
Current portion of non-current receivables						
Inventory		828	(88 377)	(88 377)	857	(88 377)
VAT		283 574	626 374	626 374	336 865	626 374
Other current assets						
Total current assets		563 997	1 608 105	1 608 105	776 654	1 608 105
Non current assets						
Investments						
Investment property		285 809	172 881	172 881	285 809	172 881
Property, plant and equipment		1 643 374	1 608 505	1 608 505	1 682 982	1 608 505
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		(0)	133 202	133 202	(0)	133 202
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		1 929 182	1 914 588	1 914 588	1 968 791	1 914 588
TOTAL ASSETS		2 493 180	3 522 692	3 522 692	2 745 444	3 522 692
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		5 342	5 311	5 311	5 360	5 311
Trade and other payables from exchange transactions		2 563 419	2 169 162	2 169 162	2 756 454	2 169 162
Trade and other payables from non-exchange transactions		28 527	188 451	188 451	34 621	188 451
Provision		185 419	171 814	171 814	185 419	171 814
VAT		15 130	291 322	291 322	29 388	291 322
Other current liabilities		-	-	-	-	-
Total current liabilities		2 797 837	2 826 059	2 826 059	3 011 242	2 826 059
Non current liabilities						
Financial liabilities		-	-	-	-	-
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		-	-	-	-	-
TOTAL LIABILITIES		2 797 837	2 826 059	2 826 059	3 011 242	2 826 059
NET ASSETS	2	(304 657)	696 633	696 633	(265 797)	696 633
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(134 841)	618 461	618 461	(265 797)	618 461
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	(134 841)	618 461	618 461	(265 797)	618 461

FS203 Ngwathe - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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		70 663	56 304	56 304	4 093	33 634	28 152	5 482	19%	56 304
Service charges		1 026 070	250 757	250 757	15 044	91 477	125 378	(33 901)	-27%	250 757
Other revenue		(850 015)	48 639	48 639	11 858	45 750	24 320	21 430	88%	48 639
Transfers and Subsidies - Operational		266 648	285 168	285 168	81 059	170 968	142 584	28 384	20%	285 168
Transfers and Subsidies - Capital		30 947	132 554	132 554	-	68 461	66 277	2 184	3%	132 554
Interest		1 092	6 109	6 109	694	3 808	3 054	753	25%	6 109
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(802 083)	(347 622)	(347 622)	(121 950)	(451 525)	(173 811)	277 714	-160%	(347 622)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		(256 678)	431 908	431 908	(9 201)	(37 427)	215 954	253 381	117%	431 908
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		97 333	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(115 828)	(139 254)	(139 254)	(14 409)	(57 735)	(69 627)	(11 891)	17%	(139 254)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(18 495)	(139 254)	(139 254)	(14 409)	(57 735)	(69 627)	(11 891)	17%	(139 254)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		(264)	(229)	(229)	-	-	(115)	115	-100%	(229)
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		(264)	(229)	(229)	-	-	(115)	(115)	100%	(229)
NET INCREASE/ (DECREASE) IN CASH HELD		(275 436)	292 425	292 425	(23 611)	(95 162)	146 213			292 425
Cash/cash equivalents at beginning:		(46 713)	(3 009)	(3 009)	(8 562)	62 989	(3 009)			62 989
Cash/cash equivalents at month/year end:		(322 149)	289 416	289 416	(32 173)	(32 173)	143 203			355 415

System error to be resolved so that monthly and YTD actuals populate correctly, therefore the Cash flow needs to be correctly aligned during the adjustment.

16. Annexure B Compliance with the conditions Municipal Debt Relief

16.1 MFMA Circular 124 – Municipal Compliance Self- assessment

The assessment report is attached on the report as Annexure

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipality Self-Assessment

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period: JANUARY

National Financial Year: 2024

Demarcation Code of Municipality being assessed: FEZILE DABI

District: Fezile Dabi

Demarcation Description: Ngwathe

I, DR PP Mthembu, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt 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:

1001

Municipal Debt Relief Conditions (Monthly reporting) Choose from drop down list

Condition	Description	Yes	No	Notes/Comments
6.3	Maintaining the Eskom and bulk water current account –			
6.1.2	Is the municipality's bulk water current account for the purpose of this exercise means the account for a single meter's consumption?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
6.1.2.1	Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.1.2.2</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	The Municipality sent an email to DWS to initiate a payment arrangement and intends to pay R5m in December. In terms of the other bulk water supplier, namely Randwater, Ngwathe Municipality have a favourable payment arrangement in respect of the outstanding debt. The Rand water billed the amount of R4 647 917 in October and paid the amount of R4 265 431.84 for the current account, which excluded the interest. We intend to pay R7m when we receive our equitable share plus the current account for November.
6.1.2.2	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 GeMun Upload Portal http://uploadportal.dtreasury.gov.za ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
6.1.2.3	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 43(2) MFMA statement of the Water Board and/ or Water Trading Entity?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
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)? <i>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 2022 end / or subsequent current account(s) up to the date of NT approval of the application).</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Only the debit order of R1 000 000 was incurred in November but we intend to pay R10m towards the account in December when we receive our equitable share.
6.3.2	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 GeMun Upload Portal http://uploadportal.dtreasury.gov.za ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
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 43(2) MFMA statement of Eskom?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
6.4	Compliance with a funded MTREF – (choose from drop down list the MTREF assessed)			
6.4.1	Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://efma.treasury.gov.za/efma/efma/Budgeting/Budgeting.pdf ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Ngwathe Local Municipality budget is not funded hence the budget funding plan was tabled Council for adoption and it was approved on the 12th November 2024.
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?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Budget for the deficit of R54 381 827


Notes/Comments


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?	No	The Municipality budgeted R165 269 240, the pre AFS outcome amount to R243 218 405. This is audit finding hence this financial year, we will look closely adequately providing for debt impairment.
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?	Yes	We budgeted an amount of R 54 million and the Pre AFS disclosed figure was the amount of R59 million
11	6.4.2	If the municipality's MTRF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTRF budget (refer item 5.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	The Funding Plan was approved on the 12th of November 2024 and it was immediately uploaded on Goliuni portal
12	6.4.2	If the municipality's MTRF 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 MTRF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 5.3 of MFMA Budget Circular no. 122, 09 December 2022?	Yes	The Municipality does have the mandatory Financial Recovery Plan (FRP) and the implementation progress report thereof served at Council in November. It now has the Budget funding plan for 2024/25 and which the municipality's Finance department prepared and Council approved the said Budget Funding Plan.
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.)?	No	ESKOM has a higher Winter season tariff but our charges are not catered for and instead we have a flat tariff across all seasons. We have however submitted a Cost of Supply study to NERSA for approval so that we can start charging cost reflective tariffs
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 MTRF submissions with effect the tabling of the 2023/24 MTRF?	Yes	The tool was submitted to NERSA but it didn't show that the electricity and water are cost reflective. Other services appear to be cost reflective e.g. sewerage, refuse collection etc. This is so because of debt impairment was not budgeted for correctly.
15	6.6	Electricity and water are collection tools - has the municipality, with effect from the tabling of the 2023/24 MTRF, demonstrated, through its by-laws and budget related policies, that:		
16	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?	Yes	The invoice does include details that would ordinarily be captured in a statement of account for up to 30 days
17	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	The Municipality has embarked on an ongoing drive to disconnect consumers who are not paying their accounts and are in arrears. It is an ongoing process which is part of revenue enhancement and debt collection
18	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	We have however discussed this matter with a view to restrict all indigent consumers who consume above their FBS in order to force them to come forward to re-register for the indigent status
19	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 Kilo-watt electricity and 6 Kilolitres water, respectively?	No	Not yet but instructions have been given to the Revenue division to restrict supply for consumption outside of FBS
20	6.7	Maintaining a minimum average quarterly collection of property rates and services charges -		
21	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 statements) and mSOA data strings uploaded via the SoMuni Upload Portal?	No	The Municipality has completed the Annexure F forms to enlist in the RT27 (transversal) contract will assist us with debt collection, which is awaiting sign-off by the Accounting Officer

<p><i>Note: Although the average standard for collection (MFMA Circular No. 72) is a 95 per cent threshold, municipalities under 50,000 valid accounts will be exempted for the first two years from adhering to this norm.</i></p>		
6.7.2	<p>- 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:</p>	
6.7.2.1	<p>* 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;</p>	<p>No <input type="checkbox"/></p>
6.7.2.2	<p>* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?</p>	<p>Yes <input type="checkbox"/></p>
6.7.2.3	<p>* 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, 2009 and that such failed and the reason(s) for the failure?</p>	<p>No <input type="checkbox"/></p>
6.7.3	<p>- 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?</p>	<p>No <input type="checkbox"/></p>
6.7.4	<p>- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTRB with a smart pre-paid meter?</p>	<p>No <input type="checkbox"/></p>
6.7.5	<p>- 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?</p>	<p>No <input type="checkbox"/></p>
<p>6.8 Municipality's Completeness of the revenue base</p>		
6.8.1	<p>- 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?</p>	<p>Yes <input type="checkbox"/></p>
6.8.1	<p>- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified?</p>	<p>No <input type="checkbox"/></p>
<p><i>Note: monthly progress against the action plan to address variances to be included as part of the municipality's debt reconciliation compliance reporting in the MFMA s.71 statement</i></p>		
6.8.2	<p>- For the latest ending Quarter -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. 99, 86, 107 and 108) to the upload portal on https://portalofportal.treasury.gov.za?</p>	<p>Yes <input type="checkbox"/></p>
<p>6.9 Monitor and report on implementation</p>		
6.9.1	<p>- 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?</p>	<p>Yes <input type="checkbox"/></p>
6.9.2	<p>- 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 mGCR data string?</p>	<p>Yes <input type="checkbox"/></p>
<p><i>Note: condition 6.9.2 has a system error and must refer to 6.9.1</i></p>		
6.9.3	<p>- 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?</p>	<p>Yes <input type="checkbox"/></p>
6.9.4	<p>- 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) timely via the GoMuni Upload Portal https://portalofportal.treasury.gov.za?</p>	<p>Yes <input type="checkbox"/></p>
<p><i>Note: a municipality with a FRP may only report to the Municipal Debt Relief programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i></p>		
<p>6.10 Provincial Treasury Note - Provincial Treasury certification of municipal compliance - in terms of sections 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:</p>		
6.10.1	<p>- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?</p>	<p>Yes <input type="checkbox"/></p>

6.10.1	- 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 eGAMU Upload Portal (portal.municipal.gov.za)? <i>Note: in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>	Yes	
6.10.2	- 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 4.1.5 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No	
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	The Municipality has not been restricted and if we were to borrow, we would have to follow Section 45
6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):		
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?	Yes	There is a dedicated account for electricity income but it is still not ringfenced accordingly for prepaid electricity sales and the Revenue division has started reconcile that latter revenue as per Section 54. We will also add another sub account for ringfencing the water and sanitation income
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	Our revenue for electricity is way below the current account being charged by ESKOM, which is due largely to the fact that our tariffs are not cost reflective
6.13	Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ringfenced bank account to the National Treasury and provincial treasury aligning to its MFMA s73 statement collected revenue.	No	The revenue needs to be reconciled collectively first before we can start sending the bank statement for the ringfenced account. For now, we are sending the primary account's bank statement
6.13	Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrears 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?	Yes	We have thus far received the write off of this interest
6.14	"NERSA License" - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes	We are not able to service the full current account of ESKOM due to our dire financial straits and we have a turnaround plan which seeks to change our fortunes

Note: By applying for Municipal Debt Relief to service in paragraph 5 of MFMA Circular no. 124, the council of a municipality shall during the duration of the Municipal Debt Relief programme also to comply with any condition of the NERSA license to apply to NERSA to ensure the municipality is listed in terms of section 22 of the Electricity Regulation Act, 2006 (Act No. 6 of 2006). Any such application must be prepared by the relevant entity - can be accounting on external mechanism as envisaged in Chapter 8 of the Municipal Systems Act 2000, including the necessary financial delivery mechanism aligning with the National Treasury Act 2000 and Electricity Regulation Act 2006. In terms of the condition of government's wider support to Eskom, Eskom will also apply how to enhance 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: 

Signature of HOD/NT/ MM: 

Date: 20/12/24

Note: - If this official is signing on behalf of the Head of the Provincial Treasury (HOD/NT) or the Manager, the written pronouncement of the HOD/NT must be attached as an Annexure to this certificate of compliance.

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



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

Province		
FS		
Code	District	Code Description
FS203	Fezile Dabi	Ngwathe

Monthly Performance Report																																														
Municipal Details			Part A						Part B				Part C			Part D				Part E						Part F																				
			Ekom And Bulk water current account						Compliance with a funded MTREF				FRP/BFP & Tariff Assessment			Electricity and water as collection tools				Quarterly collection of property rates and services charges						Maximization of Revenue Base			Oversight						Compliance Status											
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Ngwathe	FS203	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	No	Yes	No	Yes	Yes	No	No	No	No	No	Yes	No	No	No	No	No	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	No	No	Yes	No	59%	Non Compliance	
2.August	Ngwathe	FS203	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	No	Yes	No	Yes	Yes	No	No	No	No	Yes	No	No	No	No	No	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	63%	Non Compliance	
3.September	Ngwathe	FS203	No	No	No	Yes	Yes	Yes	No	No	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	No	No	No	N/A	No	No	No	No	No	Yes	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	59%	Non Compliance	
4.October	Ngwathe	FS203	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	No	No	No	Yes	No	No	No	No	No	Yes	N/A	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	63%	Non Compliance
5.November	Ngwathe	FS203	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	No	No	No	Yes	No	No	No	No	No	Yes	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	No	66%	Non Compliance
6.December	Ngwathe	FS203																																											0%	Non Compliance
7.January	Ngwathe	FS203																																											0%	Non Compliance
8.February	Ngwathe	FS203																																											0%	Non Compliance
9.March	Ngwathe	FS203																																											0%	Non Compliance
10.April	Ngwathe	FS203																																											0%	Non Compliance
11.May	Ngwathe	FS203																																											0%	Non Compliance
12.June	Ngwathe	FS203																																											0%	Non Compliance

- The Municipality performance is showing the improvement on paying Eskom and rand Water although not paying the current account. Revenue collection must remain a key focus point.

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget& Performance Assessment

16.3 Provincial Treasury Debt Relief Compliance Assessment

- The Municipality did not receive the PT feedback, therefore the attached is the September Feedback.

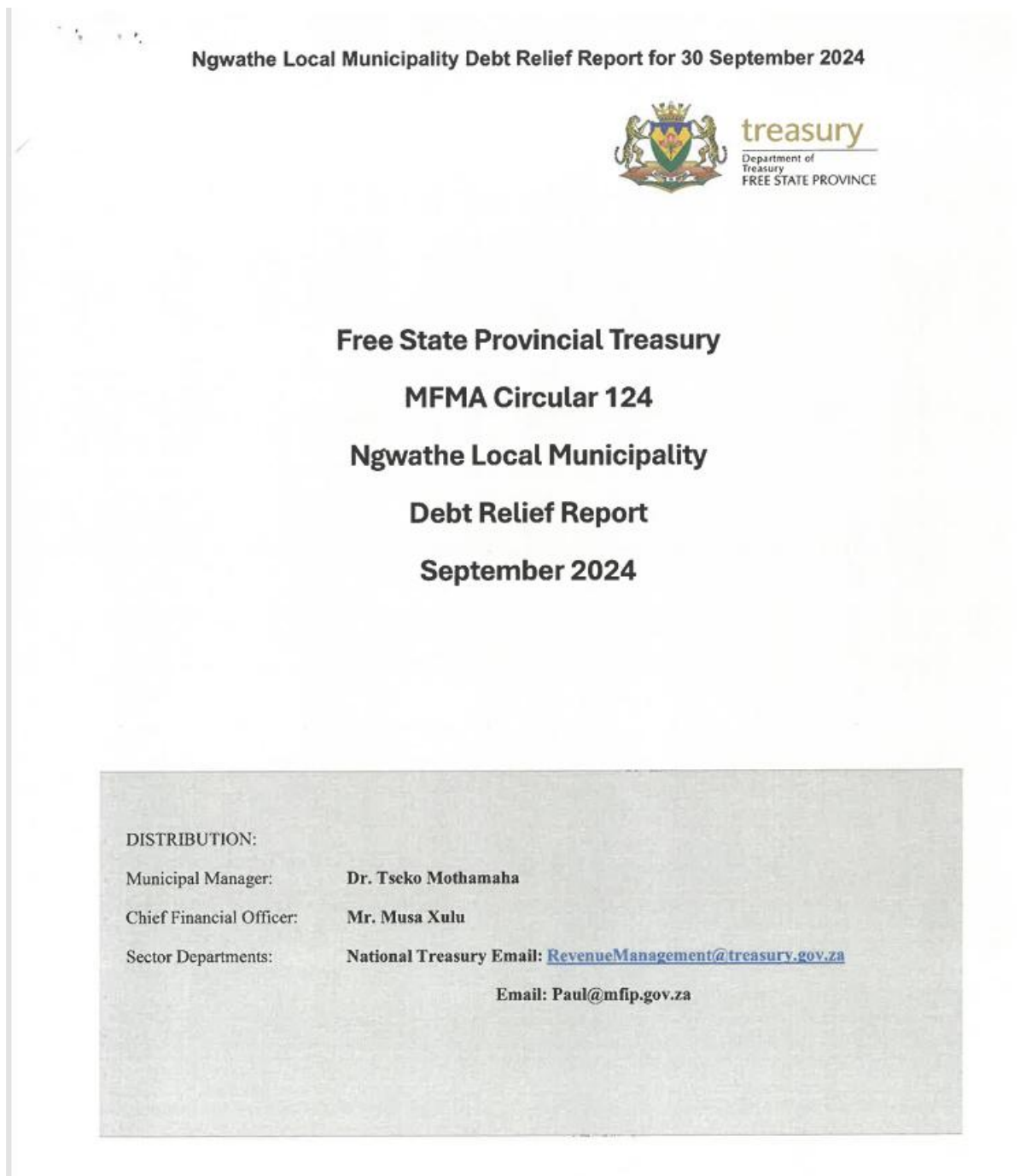


Table of Contents

Provincial Treasury: Municipal Debt Relief Report	1
□ Condition 6.1 – Municipality non-compliance	3
□ Condition 6.2 – Application-based supported by Council's resolution	5
□ Condition 6.3 - Maintaining the Eskom bulk current account.....	6
□ Condition 6.4 - A funded MTREF	7
□ Condition 6.5 - Cost reflective tariffs	8
□ Condition 6.6 - ElectriLocal and water as collection tools.....	9
□ Conditions 6.7 Maintain a minimum average quarterly collection of rates and services charges.....	9
□ Condition 6.8 - Completeness of the Revenue Base.....	9
□ Condition 6.9 - Monitor and Report on compliance	10
□ Condition 6.10 - Provincial Treasury certification of municipal compliance.....	12
□ Condition 6.11 - Limitation on Municipal borrowing powers	12
□ Condition 6.12 - Proper management of resources and Condition 6.13 - Accounting Treatment.....	13
□ Condition 6.14 - NERSA Licence.....	13
□ Provincial Treasury Compliance Certification.....	13

Head of Department
Free State Provincial Treasury
ERF 29495 BLOEMFONTEIN, 9300

Enquiries: Mr P. Lebone
Email: lebonep@treasury.fs.gov.za
Reference: Revenue & Debt Management

Ms. Ogalaletseng Gaarekwe
Acting Deputy Director-General
Intergovernmental Relations
National Treasury
40 Church Square
PRETORIA
0001

Dr. T. Mothamaha
Municipal Manager
Ngwathe Local Municipality
Private Bag X 3
BULTFONTEIN
9670

Email: RevenueManagement@treasury.gov.za; paul@mfip.gov.za; futhulimothamaha@icloud.com;
mm@ngwathe.co.za; cfo@ngwathe.co.za; xulu@live.com;

Dear Ms. M Gaorekwe and Dr. Mothamaha

MFMA CIRCULAR 124 - MUNICIPAL DEBT RELIEF NON-COMPLIANCE OF NGWATHE LOCAL MUNICIPALITY DURING SEPTEMBER 2024

The National Treasury approved the debt relief application of Ngwathe Local Municipality on 01 December 2023. September 2024 constitutes the 10th month of the municipality's first 12-month debt relief compliance cycle. The Free State Provincial Treasury monitored and assessed the municipality's compliance with all the debt relief conditions monthly since approval and the following challenges and / or continued non-compliance have been noted:

Condition 6.1 – Municipality non-compliance

In terms of the National Treasury (NT) approval, the municipality must comply with conditions 6.1 – 6.14 of MFMA Circular 124, read together with the additional conditions specific to the municipality set-out in its National Treasury debt relief approval letter. From the Provincial Treasury's assessment, the municipality achieved 66% average compliance with the MFMA Circular 124 conditions during September 2024 – refer the performance sheet in the table below that shows the municipality's overall debt relief compliance performance across the months of its debt relief cycle. Considering the

3

Ngwathe Local Municipality Debt Relief Report for 30 September 2024

municipality's overall debt relief performance since 01 December 2023, and that the conditions carry equal weighting, the municipality is unlikely to qualify for the one third (1/3) debt write-off at the end of its first debt relief compliance cycle on 30 November 2024 unless the outstanding non-compliance issues are urgently addressed. It should be noted that the municipality's continued non-compliance would result in the municipality being terminated from the Eskom Debt Relief Program:

The Provincial Treasury communicated with the municipality to submit the outstanding initial information listed above. This outstanding information was indicated in the previous feedback letter, but the municipality still has not submitted.

It is noted that the Provincial Treasury communicated this to the municipality numerous times since December 2023 telephonically and held a work session with the municipality to provide guidance in drafting the plan. The Free State Provincial Treasury visited the municipal during September 2023 to assist the municipality finalise and submit the outstanding application information and other compliance issues relating to Debt Relief to the National Treasury. In addition, the municipality was also engaged during the visit on 15 August 2024 to indicate the fact that the municipality is still required to compile a plan and upload it on the Go Muni portal. Should the municipality not have submitted the information to the National Treasury (including uploading to the GoMuni portal) within 30 days of this report, the National Treasury advised this non-compliance constitutes the basis for the municipality's immediate termination from the program.

Condition 6.3 - Maintaining the Eskom bulk current account

In terms of MFMA Circular No. 124: condition 6.3 (Maintaining the Eskom bulk current account) – current account for purposes of the Ngwathe Local Municipality's 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 envisaged in paragraph 2 of the NT debt relief approval letter. The municipality was billed R41, 897 million and no payment in relation to September Eskom account. The proof of payment submitted is in relation to outstanding payment for August 2024. The table below indicates the status of the Eskom account:

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

CURRENT ACCOUNT	CAPITAL & VAT & INTEREST (Excl VAT)	INTEREST	PAYMENT	PAYMENT PERIOD	Accumulated Outstanding Balance Per Month As Per Municipal Debt Relief Condition (incl Interest & Excl VAT Arrangements)	Cumulative Balance Outstanding (Prior 31 March 2023)
Mar-23	817 882 897,14	85 986 978,01	-85 986 978,01	Apr-23	816 274 186,42	816 274 186,42
Apr-23	828 406 300,00	85 531 007,41	-85 531 007,41	May-23	827 456 300,00	827 456 300,00
May-23	838 894 185,06	87 719 968,09	-87 719 968,09	Jun-23	837 831 900,00	837 831 900,00
Jun-23	854 896 009,65	86 884 291,88	-86 884 291,88	Jul-23	829 840 002,16	829 840 002,16
Jul-23	849 403 818,96	87 174 713,39	-87 174 713,39	Aug-23	842 961 075,24	842 961 075,24
Aug-23	849 052 373,40	86 240 895,80	-86 240 895,80	Sep-23	837 652 181,42	837 652 181,42
Sep-23	826 839 274,60	86 346 844,45	-86 346 844,45	Oct-23	820 929 266,47	820 929 266,47
Oct-23	823 929 266,47	86 787 222,96	-86 787 222,96	Nov-23	818 817 132,01	818 817 132,01
Nov-23	823 929 266,47	86 787 222,96	-86 787 222,96	Dec-23	821 254 967,35	821 254 967,35
Dec-23	822 345 487,08	86 289 818,50	-86 289 818,50	Jan-24	820 851 503,04	820 851 503,04
Jan-24	827 166 719,87	84 426 792,40	-84 426 792,40	Feb-24	820 851 503,04	820 851 503,04
Feb-24	826 809 803,04	83 401 325,56	-83 401 325,56	Mar-24	820 851 503,04	820 851 503,04
Mar-24	828 794 818,88	84 426 792,40	-84 426 792,40	Apr-24	820 851 503,04	820 851 503,04
Apr-24	829 592 250,92	83 920 883,92	-83 920 883,92	May-24	820 851 503,04	820 851 503,04
May-24	829 072 155,27	84 318 571,89	-84 318 571,89	Jun-24	820 851 503,04	820 851 503,04
Jun-24	846 090 426,40	83 954 078,96	-83 954 078,96	Jul-24	820 851 503,04	820 851 503,04
Jul-24	827 792 818,10	84 705 082,20	-84 705 082,20	Aug-24	820 851 503,04	820 851 503,04
Aug-24	829 881 343,41	86 271 388,73	-86 271 388,73	Sep-24	820 851 503,04	820 851 503,04
Sep-24	841 897 013,81	87 100 181,15	-87 100 181,15	Oct-24	820 851 503,04	820 851 503,04
	8614 228 370,05	861 352 630,72	-861 352 630,72		8614 228 370,05	8614 228 370,05

Source: Eskom

While assessing the alignment in payments to Eskom with the Eskom invoices per the mSCOA data strings some discrepancies were evident, and the PT has concerns regarding the municipality's adherence to accrual accounting principles. The data strings relating to bulk purchases in September 2024 indicate a total of R26,401 million which was transacted against R316,815 million budgeted amounts. The data strings indicate R26,401 million for July to September 2024 which does not correlate with amounts paid to Eskom. The In-Year Monitoring unit of the Free State Treasury has been communicating these discrepancies to the municipality on a monthly basis.

The Provincial Treasury notes that Eskom convened a meeting with the municipality to discuss the payment of the account. The municipality acknowledged the debt and committed to submitting a payment plan to address the long outstanding debt.

Condition 6.4 - A funded MTREF

For purposes of the September 2024 compliance certificate, the Provincial Treasury assessed the compliance of the municipality's tabled 2024/ 25 MTREF. The PT confirms that the municipality's budget is unfunded, and no funding plan was tabled with the budget for approval. The Provincial Treasury Head of Department wrote a letter to the municipality on 04 September 2024 alluding to non-compliance to the provisions of

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

MFMA Section 18(1) which requires the municipality to draft a budget which will be funded by realistically anticipated revenues. In instances where the revenue is not sufficient the municipality must draft and submit a funding plan. The municipality has still not submitted a funding plan despite many efforts by the Provincial Treasury and the Technical Advisor assigned to the municipality.

The municipality's underbudgeted for debt impairment at R165,269 million while the 2022/23 Audited amount was R202,115 million.

Condition 6.5 - Cost reflective tariffs

The municipality last submitted the final tariff tool during 2023/2024 financial year. The 2024/25 MTREF final tariff tool is not submitted, and the municipality is therefore considered not compliant. However, the PT's assessment of 2023/24 tariff tool indicated that there are major gaps in the allocation of costs and provision for free basic services. The table below is a summary of the findings when the tariffs were assessed:

Tariff Assessment for the MTREF Period									
Assessment Period	Financial Year	Period	Item	Water	Waste Water	Electricity	Solid Waste	Total	
Year 1	2023/2024	Year 1	Revenue Required by MT Tariff Tool	89 152 942	32 336 545	413 828 057	37 227 085	557 546 589	
			Revenue Budgeted	88 481 758	79 811 604	356 360 307	57 961 176	600 654 835	
			Shortfall/Excess	- 66 188	18 475 291	57 467 750	- 20 734 091	21 357 349	
			Assessment Outcome per Service	Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Cost Reflective	
Year 2	2024/2025	Year 2	Revenue Required by MT Tariff Tool	92 732 026	54 435 435	430 780 385	37 507 547	911 456 393	
			Revenue Budgeted	92 637 919	75 330 673	413 146 725	65 381 067	1 348 096 384	
			Surplus/Deficit	86 907	- 20 895 238	- 82 366 340	- 27 873 520	- 20 225 291	
			Assessment Outcome per Service	Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Cost Reflective	
Year 3	2025/2026	Year 3	Revenue Required by MT Tariff Tool	98 691 151	57 345 754	457 746 897	36 487 334	1 150 271 136	
			Revenue Budgeted	97 136 737	75 871 152	429 425 745	62 219 635	1 365 352 271	
			Surplus/Deficit	- 1 500 000	- 18 525 398	- 71 681 852	- 25 732 301	- 24 086 135	
			Assessment Outcome per Service	Not Cost Reflective	Cost Reflective	Not Cost Reflective	Cost Reflective	Cost Reflective	

As shown, all services except electricity, were said to be cost reflective when considered in the last financial year. The meeting of 15 August 2024 with the municipality resolved that all the outstanding documents relating to Debt Relief including the tariff tool must be submitted at the end of the month of August 2024.

Condition 6.6 - Electricity and water as collection tools

The municipality submitted the National Treasury's collection per ward per service tool. The tool revealed that the municipality is not collecting sufficiently for services rendered. Total collection for services at the end of quarter one is at 29%. The electricity function's collection is 51%. The municipality did not submit disconnection lists for defaulters. The municipality indicated that it has embarked on a revenue management project to improve collection. The project underway is to visit towns within the municipal jurisdiction to address account queries, address water leaks and any other service-related problems that consumers may be facing, meter reading and replacement of non-functioning meters, indigent registrations and any other matter that may require the municipality's intervention. The Provincial Treasury's expectation is that the municipality will also apply its credit control policy to the maximum as customers come on board making payments for their consumption. It is overly important that the municipality will effect the disconnections for defaulting consumers.

Conditions 6.7 - Maintain a minimum average quarterly collection of property rates and services charges

As alluded to above, the municipality's collection is at 29%. The 2024/25 tabled MTREF is currently unfunded. The operational surplus projected in the A1 Schedule (Table A4) is not realistic or credible based on the actual historic AFS. The 2022/23 audited AFS presents debt impairment at R202,115 million and for 2024/25 the budget for debt impairment is at R165,269. The surplus on A4 may be unrealistic given the current collection trends which indicate that it is unlikely that the municipality will be able to collect much.

Condition 6.8 - Completeness of the Revenue Base

The municipality completed and submitted on GoMuni the property rates reconciliation tool for Quarter 1 of the 2024/2025 financial year. Below is the status of completeness of billing in the municipality:

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

GVR Reconciliation Summary						
Province	Free State					
District	Ficksburg District					
Type	Municipal					
Municipal Name	Ngwathe					
GVR Period	01/07/2024 - 30/09/2024					
Financial Year	2024/2025					
Report/Review Period	Quarter 1					
Part A - Reconciliation Summary						
Property Categories	Valuation Roll	Mun System	Variance	Valuation Roll	Mun System	Variance
Residential	26120	26120	-113	5 278 763 500	5 038 000 000	240 763 500
Industrial	87	88	-1	83 811 000	82 870 000	941 000
Business and Commercial	994	996	-2	800 543 700	804 713 300	-4 169 600
Agriculture	5020	5000	20	5 501 800 700	5 480 932 300	20 868 400
Mining	3	3	0	8 250 000	8 250 000	0
State Owned for Public Purpose	0	0	0	38 202 800	38 202 800	0
PSI	345	330	15	92 872 000	80 822 000	12 050 000
PSO	104	4	100	376 375 000	2 787 000	373 588 000
Multi Use	0	0	0	-	-	0
Vacant	7918	8000	-82	364 516 100	357 555 300	6 960 800
POW	190	200	-10	100 471 300	120 401 300	-20 000 000
Municipal	3533	10004	-6471	93 703 952	467 832 587	-374 128 635
Other	4000	0	4000	479 412 438	-	479 412 438
Total	48 220	48 808	-588	14 467 746 300	13 265 531 987	1 202 214 313
Part B - Detailed Reconciliation						
Property Categories	GVR	MSR	Variance	GVR	MSR	Variance
Residential	6 581 842	5 242 700	1 316 977	6 581 842	6 185 508	396 334
Industrial	104 525	103 000	1 525	104 525	107 788	-3 263
Business and Commercial	1 739 081	1 363 687	375 394	1 739 081	1 509 428	229 653
Agriculture	1 813 023	1 813 023	0	1 813 023	1 813 023	0
Mining	15 875	15 875	0	15 875	15 875	0
State Owned for Public Purpose	72 400	72 400	0	72 400	72 400	0
PSI	17 870	17 870	0	17 870	17 870	0
PSO	94 800	1 123 460	-1 028 660	94 800	5 330	89 470
Multi Use	-	-	-	-	-	-
Vacant	840 838	840 838	0	840 838	835 384	5 454
POW	-	7 758	-7 758	-	10 041	-10 041
Municipal	-	10 543	-10 543	-	41 492	-41 492
Other	-	305 000	-305 000	-	-	305 000
Total	11 462 720	10 864 868	597 852	11 462 720	9 957 530	1 505 190

The reconciliation reflects that the municipality's financial billing system is not perfectly aligned to its Council approved Part A General Valuation Roll (GVR) register¹. The municipality is compliant with this condition. The Provincial Treasury is expecting a continuous clearing of variances for billing to be complete.

Condition 6.9 - Monitor and Report on compliance

The Free State Provincial Treasury's assessment included confirming that the MFMA S71 narrative statement was uploaded on GoMuni. In addition, the mSCOA data strings for September 2024 were uploaded to the GoMuni portal. The S71 reports were not published on the municipality's website. The MFMA S71 Statement was also assessed against the Municipal Budget-and Reporting Regulations, 2009 (MBRR) and the National Treasury MFMA S71 reporting guidance issued to debt relief municipalities on 10 May 2024, read in conjunction with paragraphs 9(i) to 9(ix) of the NT debt relief approval letter. The assessment confirmed that the MFMA S71 narrative statement included the following information:

¹ Refer section 23 of the Municipal Property Rates Act, 2014 (as amended).

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

MFMA S71 Statement component		Compliance (Yes / No)
1.	The Budget Performance Overview (paragraph 4) of the MFMA S71 statement explicitly advised on the municipality's progress in implementing the municipality's budget and (where relevant also the budget funding plan) – where implementation is slow, the statement advised explicitly on progress, challenges and corrective actions.	No
2.	The conclusion (paragraph 14) of the MFMA S71 statement explicitly advised as part of the MFMA Circular 124: Condition 6.9 reporting - i. Any risk associated; and ii. The mitigating factors with the implementation of the municipality's Budget Funding Plan and / or Funded Budget.	No
3.	Annexure B of the MFMA S71 statement included the following debt relief reporting components-	
3.1.1	The municipality's MFMA Circular 124 self-assessment	Yes
3.1.2	The self-assessment (refer 3.1.1 above) was included in the format of MFMA Budget Circular 128 (Annexure B)	Yes
3.2	The municipality's overall relief compliance across the months of its debt relief participation since its National Treasury debt relief approval effective date	Yes
3.3	The latest Provincial Treasury debt relief compliance certificate and report issued to the municipality	Yes
3.4.1	The municipality's revenue collection performance i. the overall performance graph; ii. Summary worksheet; and iii. Collection per ward indicating who supplies electricity in the ward	Yes
3.4.2	The revenue collection performance information (refer 3.4.2) was included in the format of MFMA Budget Circular 128 (Annexure D) .	Yes
3.5.1	The indigent management information	Yes
3.5.2	The indigent management information was included in the format of MFMA Budget Circular 128 (Annexure C) .	Yes
3.6.1	The summary of the municipality's property rates reconciliation undertaken in the National Treasury format.	Yes
3.6.2	The municipality's progress during the month against its planned corrective action to address any variances evident from the property rates reconciliation.	No
3.7.1	Any Eskom and Water (if the municipality has the Water function) Bulk current account invoice(s) due and payable during the month of reporting	No
3.7.2	The municipality's proof of payment of any such Eskom and / or Water Bulk current account invoice(s) during the month of	Yes

Office of the Head of the Department
Free State Provincial Treasury
POF 20480, Bloemfontein, 9002
Tebelo Building, 2nd Floor, Oor Richards and Sattron Streets, CBD, Bloemfontein

www.fs.gov.za

PAGE 11 OF 22

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

	reporting.	
3.7.3	The municipality's reconciliation statement for electricity and water (if it has the function) aligning to the MFMA S71 mSCOA data strings upload.	No
3.8	Recommendations noting explicitly the aforementioned debt relief reporting to the Mayor and / or Mayoral Committee meeting	No

The municipality has integrated its monthly debt compliance reporting into its MFMA S71 narratives as required and has demonstrated its commitment to continuous improvement and adherence to the set of conditions. The municipality is encouraged to develop an action plan with timeframes to indicate how it is intending to correct non-compliance as indicated in this letter.

Condition 6.10 - Provincial Treasury certification of municipal compliance –

The Provincial Treasury's Revenue and Debt Management officials to facilitate timely and quality debt relief submissions to the HOD of Free State PT. The progress reports pertaining to compliance to the conditions set out in Circular 124 are to be issued to Ngwathe Local Municipality and National Treasury on or before the 20 working days after month-end deadline on a monthly basis going forward.

Condition 6.11 - Limitation on Municipal borrowing powers

The limitation on municipality borrowing powers and the prohibition of borrowing during debt relief periods form a dual regulatory framework aimed at ensuring fiscal responsibility. Compliance necessitates meticulous scrutiny of borrowing activities to ascertain adherence to authorized limits and program guidelines. These measures, while promoting sustainable debt management, also stabilize the municipality's financial standing, prevent over-leveraging, and mitigate immediate financial strain. Adhering to these regulations is paramount for maintaining creditworthiness, mitigating financial risks, and safeguarding the municipality's long-term financial health. Thus, robust oversight and adherence to regulatory frameworks are imperative for prudent financial governance and sustained fiscal resilience.

The municipality complied with this condition since its debt relief effective date of 01 December 2023, to date.

Office of the Head of the Department
Free State Provincial Treasury
ERF 20495, Bloemfontein, 9300
Tsebo Building, 3rd Floor, Cox Richards and Zerkon Streets, CBD, Bloemfontein

www.fs.gov.za

PAGE 22 OF 25

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

Condition 6.12 - Proper management of resources and Condition 6.13 - Accounting Treatment

It is noted that during February 2024, the National Treasury: Office of the Accountant General (OAG) issued the Supplementary Guide to MFMA Circular 124 on 21 February 2024. In terms of the guidance, the municipality no longer must maintain a separate bank account for debt relief purposes as envisaged in MFMA Circular 124 (Condition 6.12), however, irrespective of whether a municipality decides to discontinue a separate bank account, ring-fencing for debt relief purposes must be enabled and demonstrated through the municipality's monthly mSCOA data string submissions.

Parallel to mSCOA transacting guidelines the municipality has decided to continue with a primary bank account in which to record electricity receipts and payments to Eskom. The PT's assessment of the mSCOA data strings for the period ending September 2024 indicates that Ngwathe is not fully complying with the Supplementary Guide to MFMA Circular 124. The payments which have been made to Eskom are not reflected in the data strings.

Condition 6.14 - NERSA Licence

By having applied for Municipal Debt Relief, the Council of a municipality that during the period of the Municipal Debt Relief program fails to comply with any condition of the Relief, agreed to make an application to NERSA to voluntarily revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). It is noted that this condition will only come into effect if the municipality's participation in the debt relief program is terminated.

Provincial Treasury Compliance Certification


The Provincial Treasury certifies that it monitored and assessed FS203 Ngwathe Local Municipality's compliance against the MFMA Circular 124 conditions and NT debt relief approval letter as set-out below in the PT's compliance certificate for the municipality in relation to the period 01 – 31 September 2024:

of the Head of the Department
State Provincial Treasury
4455, Groenfontein, 9300
Building, 3rd Floor, Cox Richards and Zetron Streets, CBD, Johannesburg

www.fs.gov.za

01/10/2024

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

Annexure A2 - Monthly			
 <div> National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003 </div>			
Free State Provincial Treasury			
Certificate of Compliance: Municipal Debt Relief Conditions for Application			
Period	Sept'24		
National Financial Year	2024/25		
Demarcation Code of Municipality being assessed	FS203		
District	Festile Dabi		
Demarcation Description	Ngwathe		
I, Masechaba Seeling , hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt 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			
6.3 - Maintaining the Eskom and bulk water current account - <i>Amount subject to 75 points that are due from the account for a single month in arrears.</i>			
6.3.1	- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.3.2</i>	No	
6.3.2	- 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://goportal.municipal-treasury.gov.za/ ?	No	
6.3.3	- 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?	No	
6.3.4	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>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 "slow payers" (March 2023 and / or subsequent current accounts) up to the date of RT approval of the application.</i>	Yes	
6.3.5	- 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://goportal.municipal-treasury.gov.za/ ?	Yes	
6.3.6	- 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?	No	
6.4 - Compliance with a funded MTRF - Choose from drop down list the MTRF assessed			
6.4.1	- Is the municipality's MTRF funded and aligning to the National Treasury's Budget Funding Guidelines - http://online-treasury.gov.za/external/eng/Budget/Funding.aspx ?	No	
6.4.2	- 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	
6.4.3	- Has the municipality made adequate provision for debt impairment (considering the arrear collection of revenue and property rates during the 12 months immediately preceding the taking of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	

Office of the Head of the Department
Free State Provincial Treasury
6RF 25495, Bloemfontein, 9300
Tasbe Building, 1st Floor, Cnr Riekardt and Zeyher Streets, CBD, Bloemfontein

www.fs.gov.za

PRVCT 21.11.22

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

<p>Note: For purposes of the provisions during the preceding 12 months only standard to reflect 60 per cent of its existing debt portfolio until the provision for the subsequent reporting with the relevant outcome item. Should such an item be part of the 2023/24 MTREF, the relevant provision for the subsequent reporting with the relevant outcome item should be "No".</p>			
10	6.4.1	<p>- 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?</p>	<p>No</p>
<p>Note: If the municipality has made the appropriate provision impairment in "No" the Budget and Report to be in alignment with the provision for such with the state of assets/debt register. The Financial Outcome must be "No".</p>			
11	6.4.2	<p>- 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 5.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p>	<p>No</p>
<p>Note: If the municipality has an FRP, a credible Budget Funding Plan is not required. However, the FRP / MTREF must incorporate the relevant FRP provisions and give effect to a funded MTREF. If not, the FRP requires a budget funding plan.</p>			
12	6.4.2	<p>- 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 5.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p> <p>Note: - only if the municipality does not have an FRP may "No" be selected from the dropdown list.</p>	<p>No</p>
13	6.4.2	<p>- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA (B) - Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations align with and give effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (for example higher winter take-out month, lower January collection rates, etc.)?</p>	<p>Yes</p>
14	6.5	<p>Cost reflective tariffs - (excluding metered) 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?</p>	<p>No</p>
<p>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:</p>			
15	6.6.1	<p>- 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?</p>	<p>Yes</p>
16	6.6.2	<p>- 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?</p>	<p>No</p>
17	6.6.3	<p>- 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?</p> <p>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 water.</p>	<p>No</p>
18	6.6.4	<p>- 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 Kilo-watts electricity and 6 Kilo litres water, respectively?</p> <p>Note: - the municipality's monthly WATSA s.73 statement must include as part of the narrative the indigent information to the required R100000.</p>	<p>Yes</p>

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

6.6		Satisfying evidence: The National Treasury and/or an external agency's related budget assessment confirms the municipality's claimed MTRRF's related budget, financial and service performance compliance with paragraph 6.6.		
11	6.7	Maintain a consistent 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 statements and nSODA data strings uploaded via the GoMuni Upload Portal?		No
	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 statements and nSODA data strings uploaded via the GoMuni Upload Portal?		No
20	6.7.2	Note: - although the water department for water supply (WWS) is not a utility and therefore does not have the same level of responsibility for the water supply as the Eskom supplied areas, the municipality is required to ensure that the water supply is not interrupted for the Eskom supplied areas.		
	6.7.2.1	- 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: <ul style="list-style-type: none"> * 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; 		6.7.1 = Yes
	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)?		6.7.1 = Yes
	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 79 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?		No
	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?		Yes
	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect from 2023/24 MTRRF with a smart pre-paid meter?		Yes
	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
21	Municipality's Completion of the revenue base -			
	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
	6.8.1.1	- 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		Yes
	6.8.2	- For the latest ending Quarter - 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. 95, 96, 107 and 108) to the upload portal at https://uploadportal.treasury.gov.za ?		Yes

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

Monitor and report on implementation –			
2	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? - 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 MISCOA data string? <i>Note – condition 6.9.1 has a linked action component under 6.9.1.1</i>	Yes
3	6.9.2	- 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? <i>Note – 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) through the GoMuni Upload Portal https://ngwathe.muni.gov.za?</i>	6.9.1 = Yes
4	6.9.3	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	No FRP
5	6.9.4	- 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 simultaneously uploaded the compliance certificate via the GoMuni Upload Portal https://ngwathe.muni.gov.za ? <i>Note – in the case of a non-delegated municipality the National Treasury to issue the compliance certificate</i>	No FRP
6	6.10	Provincial Treasury Note: Provincial Treasury on suspension of municipal compliance – In terms of section 5 and 7 of the MFMA, with effect from 01 April 2014, a delegated municipality may not breach its compliance from 01 April 2014 onwards.	
7	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
8	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 simultaneously uploaded the compliance certificate via the GoMuni Upload Portal https://ngwathe.muni.gov.za ? <i>Note – in the case of a non-delegated municipality the National Treasury to issue the compliance certificate</i>	Yes
9	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 4.1.5 of MFMA Circular no. 124) within one month of the non-compliance occurring? <i>Note – if the Provincial Treasury is deemed to have failed to rectify non-compliance with the conditions in terms of paragraph 4.1</i>	No
10	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? <i>Note – there is a prohibition on provincial borrowing for other intervention measures provided prior to the date of any municipality's initial or any subsequent benefit in terms of this municipal debt support programme, not earlier than 01 May 2014. Section 6.11.1 conditions on municipality borrowing powers will only be enforced in relation to any new term loans entered into after the effective date of their initial approval or proposed to MMRG entities. Short-term borrowing, including making use of a revolving fund, and interest subvented credit facilities entered into prior to the date of this condition.</i>	No
11	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources)	
12	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?	Yes
13	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 Salom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	No

Ngwathe Local Municipality Debt Relief Report for 31 August 2024

Note: Only if relevant in the specific circumstances, will a tick (✓) be made in the relevant column, upon the municipality's request, to exempt the Municipality from S72(1) & S72(2).

PT	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?	Yes
6.33	Accounting Treatment - Has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrears 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? <small>Note - to include accounting for any related benefits (e.g. interest forgiveness, etc.) and alignment with mCOGAL.</small>	Yes
6.34	MERSA License - Has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes

Note: In exercising its Municipal Debt Relief as set out in paragraph 2 of MFMA Circular No. 126, the Council of the municipality during the duration of the temporary debt relief arrangement, is required to comply with any condition of the relief, subject to approval by the municipality's Council or other relevant authority. The Council of the municipality must be aware that the relief is subject to the conditions set out in the MFMA Circular No. 126 and the Municipality must be aware that the relief is subject to the conditions set out in the MFMA Circular No. 126 and the Municipality must be aware that the relief is subject to the conditions set out in the MFMA Circular No. 126.

PT: HDO/NT/MN Name:

Masechaba Angelina Sesing

Signature of HDO/NT/MN:

Date:

31-10-2024

*Note - If the official is signing on behalf of the Head of the Provincial Treasury (HDO) / Municipal Manager, the written procurement of the HDO / MN must be attached as an Annexure to the Certificate of Compliance.

*Note - The Signed Certificate to be uploaded as Annexure must not include comments column - comments need to be incorporated into the related PT report.

The Free State Provincial Treasury's assessment and compliance certificate confirmed that Ngwathe Local Municipality did not fully comply with all the MFMA Circular 124 conditions during September 2024 as elaborated on above. It is also noted that the municipality's September 2024 average compliance of 66% is an improvement from the 61% achieved during August 2024. Although, the municipality's made progress it is noted that unless the municipality address these non-compliance matters, the automated performance report is indicative that the municipality is unlikely to receive the 1/3 Eskom debt write-off at the end of its first 12-month compliance cycle on 30 November 2024. The municipality is urged to strengthen its implementation of the relief conditions to fully benefit from the relief by a return to basic financial management best practices.

Ngwathe Local Municipality Debt Relief Report for 30 September 2024

Yours sincerely,



Ms. M SESING

Head: Free State Provincial Treasury

Date: 30-10-2024

CC: HOD: FSCOGTA
PDO: SALGA – Free State
DDG: Intergovernmental Relations – National Treasury
MFMA Coordinator: Provincial Treasury
CFO: Ngwathe Local Municipality

Office of the Head of the Department
Free State Provincial Treasury
ENF 29496, Bloemfontein, 9000
Tshepo Building, 1st Floor, Opp Richard and Zastron Streets, CBD, Bloemfontein

www.fs.gov.za


PAGE 08 OF 12

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)? <i>Note - refer condition 6.12.2</i>	No	
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://goportal.nat-treasury.gov.za ?	No	
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?	No	
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)? <i>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 MT approval of the application.</i>	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://goportal.nat-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?	No	
7	6.4	Compliance with a funded MTRF – (choose from drop down list the MTRF assessed)	2016/25 Assessed MTRF	
7	6.4.1	- Is the municipality's MTRF funded and aligned to the National Treasury's Budget Funding Guidelines - http://mtfna.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 Budgets and Reporting Regulations?	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?	No	
	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?	Yes	
15	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?	No	
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 Kilo-watt electricity and 6 kilolitres water, respectively? Note – The municipality's monthly MFMA s.71 statement must include as part of the narrative the indigent information in the required MT Form.	Yes	
	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	Maintaining 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?	No	

6	6.4.1	<p>- 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?</p>	Yes	
	6.4.1	<p>Note - For example, if the municipality, during the preceding 12 months, only managed to collect 60 per cent of its revenue (from property rates), the provision for debt impairment, alongside with the historic collection trend should align to 40 per cent of the 2022/23 MRFMA revenue projections (this project may). If the municipality newly used the debt impairment to budget, 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".</p> <p>- 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?</p>	No	
	6.4.2	<p>Note - If the municipality newly used the depreciation and asset impairment to budget, the budget and there is no real alignment between the provision for such with the state of asset/register, the Provincial Treasury must respond to this item as "No".</p> <p>- If the municipality's MTRF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTRF budget (refer item 9.3 of MRFMA Budget Circular no. 122, 09 December 2022)?</p>	No	
	6.4.2	<p>Note - If the municipality has an FRP, a credible budget funding plan is not necessary. However, the PT/NT must ascertain whether the existing FRP incorporates / will give effect to a funded MTRF. If not, the FRP requires strengthening.</p> <p>- If the municipality's MTRF 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 MTRF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MRFMA Budget Circular no. 122, 09 December 2022)?</p> <p>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</p>	N/A	
13	6.4.2	<p>- 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 Estom tariffs, lower January collection rates, etc.?)</p>	Yes	

Annexure A2 - Monthly



National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Free State Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period Sept'24

National Financial Year 2024/25

Demarcation Code of Municipality being assessed FS203

District

Demarcation Description

Fezile Dabi	
Ngwathe	

I, [Masochaba Seasing](#), hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt 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)

6.3 + Maintaining the Eskom and bulk water current account –

Condition 6.12

Choose from drop down list

Survived account for the purpose of this exercise means the account for a single month's compliance will

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 Gokomani Upload Portal https://uploadportal.treasury.gov.za/ ?	Yes	
		<i>Note - In the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>		
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 4.1.5 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No	
		<i>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.</i>		
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	
		<i>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. If confirmed that MFMA Circular no. 124 (condition 6.1.1) (limitation on municipality borrowing powers) was 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 borrowings, including making use of an overdraft for income bridging purposes are not considered within the ambit of this condition.</i>		
37	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):		
	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?	Yes	
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	
		<i>Note: Only if revenue 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 4.8(3).</i>		

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? <i>Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt/rep/ compliance reporting in the MFMA s.71 statement</i>	Yes <input type="text"/>
28	6.8.2	- For the latest ending Quarter -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://uploadportal.treasury.gov.za?	Yes <input type="text"/>
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 <input type="text"/>
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? <i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1</i>	6.9.1 = Yes <input type="text"/>
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 <input type="text"/>
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) timously via the Gohumi Upload Portal https://uploadportal.treasury.gov.za? <i>Note - a municipality with a FRP may only benefit from the MFRS if it has implemented the FRP progress report and submitted to both the Department of Finance and MFRS</i>	No FRP <input type="text"/>
6.10 <i>Provincial Treasury Note - Provincial Treasury certificate 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:</i>			
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 <input type="text"/>

<p>Note - although the item and standard for collection (MSE4 Circular No. 21) is a 95 per cent threshold municipalities under the debt relief support will be exempted for the first two years from adhering to the norm.</p>		
6.7.2	<p>- 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 :</p>	
6.7.2.1	<ul style="list-style-type: none"> 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; the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)? 	6.7.1 = Yes <input type="text"/>
6.7.2.2		6.7.1 = Yes <input type="text"/>
6.7.2.3	<ul style="list-style-type: none"> 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? 	No <input type="text"/>
6.7.3	<ul style="list-style-type: none"> 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? 	Yes <input type="text"/>
6.7.4	<ul style="list-style-type: none"> Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTRRF with a smart pre-paid meter? 	Yes <input type="text"/>
6.7.5	<ul style="list-style-type: none"> 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 <input type="text"/>
6.8	Municipality's completeness of the revenue base -	
6.8.1	<ul style="list-style-type: none"> 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 <input type="text"/>

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.	Yes
40	Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrears 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? <i>Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.</i>	Yes
41	6.14 NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief? <small><i>Note: By applying for Municipal Debt Relief as set out in paragraph 3. of MFMA Circular no. 224, 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 procedures for appointing an external mechanism or arbitrator in Chapter 9 of the Municipal Systems Act, 2000, including the necessary service delivery agreement signing with the National Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the resolution of government's wider support to Eskom, Eskom will enter upon basis a 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.</i></small>	Yes

PT: HOD/ NT / MM Name:

M.A. Seing

Signature of HOD/ NT/ MM:



Date:

30-10-2024

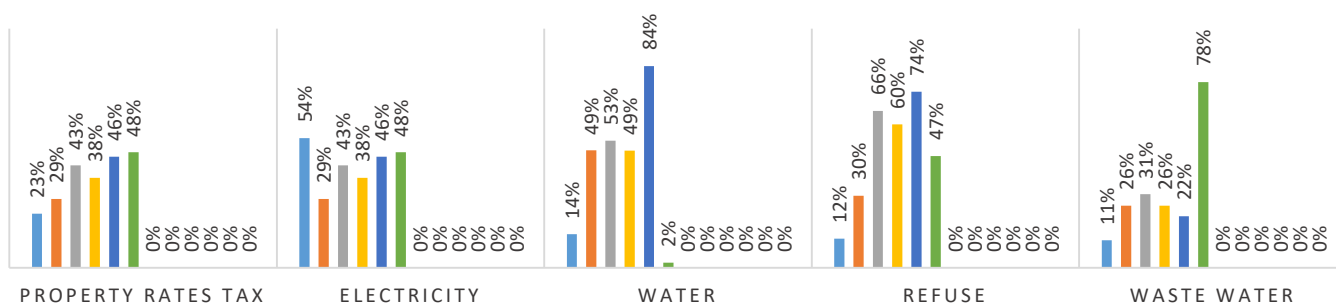
**Note - If the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written procurement of the HOD / MM must be attached as an Annexure to this Certificate of Compliance.

16.4. MFMA Circular 124- Condition 6.6 Electricity and Water as collection Tools

16.4.1. Monthly/ Quarterly collection per ward

% MONTHLY COLLECTION PERFORMANCE

July August September October November December January February March April May June



National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipal Details

Free State

Code	District	Municipality	Period Monitored
FS203		Ngwathe	December

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2				Q2	Summary - Quarter 3				Q3
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	197 360 093	58 194 898	139 165 195	29%	29%	193 118 370	85 379 387	107 738 983	44%	44%	-	-	-	-	#DIV/0!
2.Collection excl Eskom supplied areas	197 360 093	58 194 898	139 165 195	29%	29%	193 118 370	85 379 387	107 738 983	44%	44%	-	-	-	-	#DIV/0!
3.Collection: Property Rates	40 147 625	14 794 684	25 352 941	37%	37%	29 433 921	13 295 498	16 138 423	45%	45%	-	-	-	-	#DIV/0!
4.Total average collection: Electricity (Municipal supplied areas)	52 140 846	26 753 291	25 387 555	51%	51%	52 332 230	31 416 262	20 915 968	60%	60%	-	-	-	-	#DIV/0!
5.Total average collection: Water	26 105 330	5 519 055	20 586 276	21%	21%	45 015 075	25 771 144	19 243 930	57%	57%	-	-	-	-	#DIV/0!
6.Total average collection: Wastewater	25 492 726	5 410 058	20 082 669	21%	21%	22 458 621	3 608 600	18 850 021	16%	16%	-	-	-	-	#DIV/0!
7.Total average collection: Refuse	19 657 297	3 460 233	16 197 064	18%	18%	17 950 250	2 853 652	15 096 598	16%	16%	-	-	-	-	#DIV/0!
8.Total average collection: Interest	33 816 269	2 257 578	31 558 691	7%	0%	25 928 273	8 434 230	17 494 043	33%	33%	-	-	-	-	#DIV/0!

Municipal Debt Relief- Monthly Revenue Collection Reporting (condition 6.7)

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

Municipal Debt Relief - Monthly Revenue Collection Reporting (condition 6.7)

Province

Free State

FS203

Average collection rate (MFMA Circular 124 condition 6.7)

NB - Collection rate principle applied (Cash collection of previous month billing)

Collection Rate Assessment

Complete This Section							Quarter 1 Performance Per Ward				Quarter 2 Performance Per Ward					
							6 December									
Services	Electricity Supplier	Ward Name & Number	Billing	Collection	R - Billing not collected	% Collection	Q1	Billing For August	Collection for August in September	Rand Value of Billing not collected	% Collection	Billing	Collection	R - Billing not collected	% Collection	Q2
Property Rates	Mun Supplied	Ward 1	4 988 280	1 021 530	3 966 750	21%	21%	1 043 751	70	1 043 681	0%	2 853 306	2 302 408	549 898	81%	81%
Tax			2 047 280	929 729	1 117 551	45%	45%	407 481	19 681	387 799	5%	977 370	81 855	895 515	8%	8%
Electricity			940 458	55 763	884 695	6%	6%	268 024	362 103	0	135%	1 228 379	453 458	794 921	95%	35%
Water			528 407	44 255	484 151	8%	8%	169 762	5 225	164 537	3%	510 286	23 074	487 213	5%	5%
Refuse			569 344	26 362	542 982	5%	5%	169 367	935	168 432	1%	508 301	21 555	486 546	4%	4%
Waste Water			2 651 661	262 251	2 389 410	10%	10%	658 885	142 900	515 986	22%	1 992 198	762 372	1 229 826	38%	38%
Interest	Mun supplied	Ward 2	3 726 907	1 456 342	2 270 564	39%	39%	756 964	16 390	740 574	2%	2 489 275	379 825	2 089 450	15%	15%
Property Rates			16 130 835	9 954 613	6 176 222	62%	62%	4 618 735	867 808	3 750 927	19%	19 513 940	11 725 245	7 788 595	60%	60%
Tax			3 155 661	1 159 086	1 996 575	37%	37%	837 483	3 677 439	0	439%	2 658 735	4 680 016	(2 022 281)	176%	176%
Electricity			1 868 854	623 709	1 245 145	33%	33%	532 927	11 640	521 287	2%	1 686 600	354 610	1 330 991	21%	21%
Water			3 387 915	1 173 956	2 213 960	35%	35%	879 176	3 319	875 857	0%	2 757 072	698 208	2 118 864	23%	23%
Refuse			3 023 040	164 231	2 858 809	5%	5%	671 684	1 954 364	0	291%	2 287 255	2 056 708	181 547	92%	92%
Waste Water	Mun Supplied	Ward 3	153 178	6 641	146 537	4%	4%	50 166	4 259	45 907	8%	144 449	35 685	108 764	25%	25%
Interest			111 549	520	111 029	0%	0%	23 144	6 691	16 453	29%	80 029	6 691	73 338	8%	8%
Property Rates			497 095	26 414	470 681	5%	5%	18 117 392	41 305	18 076 087	0%	18 440 077	57 118	18 382 958	0%	0%
Tax			412 704	41 464	371 240	10%	10%	143 507	-	143 507	0%	438 352	18 692	420 660	4%	4%
Electricity			276 023	53 957	222 067	20%	20%	129 315	496	128 819	0%	392 642	19 054	373 588	5%	5%
Water			436 239	7 881	428 409	2%	2%	112 013	5 138	106 875	5%	338 646	14 014	325 632	4%	4%
Refuse	Mun Supplied	Ward 4	200 447	11 607	188 840	6%	6%	63 067	847	62 220	1%	755 598	9 901	745 697	1%	1%
Waste Water			170 608	15 210	155 398	9%	9%	35 399	4 259	31 140	12%	118 075	5 793	112 282	5%	5%
Interest			892 059	53 089	838 970	6%	6%	325 397	74 003	251 394	23%	664 699	108 559	756 140	13%	13%
Property Rates			588 720	47 385	541 335	8%	8%	202 095	200	201 895	0%	606 385	33 870	572 415	6%	6%
Tax			529 486	54 233	475 253	10%	10%	177 078	-	177 078	0%	531 233	43 927	487 306	8%	8%
Electricity			872 050	11 933	860 117	1%	1%	231 043	62 562	168 482	27%	683 538	91 379	592 159	13%	13%

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget& Performance Assessment

Property Rates T ₂₀₁₉	Mun. Supplied	Ward 5	775 078	11 146	763 932	1%	1%	87 072	11 500	75 572	13%
			421 659	99 634	328 025	22%	22%	87 308	16 972	70 336	19%
			992 861	52 276	940 585	5%	5%	283 457	249 410	34 047	88%
			889 379	64 059	755 320	8%	8%	298 781	10 329	288 451	3%
			686 416	65 881	620 535	9%	9%	234 051	460	233 591	0%
			822 038	23 070	798 968	3%	3%	221 539	42 656	178 883	19%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 6	482 442	8 048	474 394	2%	2%	134 759	1 423	133 335	1%
			197 026	5 400	191 626	3%	3%	40 673	10 310	30 363	25%
			1 493 794	28 501	1 465 293	2%	2%	394 610	49 527	345 083	13%
			894 789	46 057	848 732	5%	5%	245 927	1 782	244 145	1%
			1 118 268	59 853	1 058 415	5%	5%	303 799	1	303 798	0%
			2 045 739	13 378	2 032 361	1%	1%	538 053	6 619	531 434	1%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 7	6 149 205	2 758 846	3 390 359	44%	44%	1 530 312	5 589	1 524 723	0%
			3 918 503	430 232	3 488 270	11%	11%	435 759	180 305	255 454	41%
			2 854 336	325 094	2 529 242	11%	11%	1 577 472	1 676 866	0	106%
			1 363 537	102 313	1 261 223	8%	8%	313 852	3 457	310 394	1%
			2 008 326	238 777	1 769 549	12%	12%	539 608	1 456	538 152	0%
			5 041 040	884 014	4 157 026	18%	18%	1 542 564	313 866	1 228 698	20%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 8	3 367 972	1 068 689	2 299 283	32%	32%	872 857	56 112	816 745	6%
			2 127 335	1 167 230	960 105	55%	55%	961 682	492 309	469 372	51%
			1 120 296	252 568	867 727	23%	23%	582 964	1 784 203	0	306%
			922 307	203 954	718 353	22%	22%	267 101	3 418	263 683	1%
			1 679 108	390 559	1 288 549	23%	23%	451 159	961	450 198	0%
			2 851 594	254 442	2 597 151	9%	9%	758 083	958 915	0	126%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 09	855 911	85 140	770 771	10%	10%	250 373	158	250 214	0%
			542 129	142 893	399 235	26%	26%	166 377	11 084	155 292	7%
			1 353 836	96 202	1 257 633	7%	7%	619 254	425 358	193 896	69%
			1 038 560	100 315	938 245	10%	10%	295 587	223	295 364	0%
			1 223 107	104 128	1 118 979	9%	9%	341 934	44	341 889	0%
			1 959 354	39 978	1 919 376	2%	2%	525 492	126 819	398 674	24%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 10	3 770 346	1 117 917	2 652 429	30%	30%	1 027 537	492	1 027 045	0%
			2 602 371	1 954 478	647 893	75%	75%	1 034 712	160 513	874 199	16%
			1 575 330	471 847	1 103 482	30%	30%	444 090	1 564 607	0	352%
			1 106 940	280 982	825 958	26%	26%	303 269	318	302 951	0%
			1 311 438	338 637	972 800	26%	26%	356 444	2 305	354 139	1%
			1 893 871	133 614	1 760 256	7%	7%	548 379	561 016	0	102%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 11	261 225	77 525	183 700	30%	30%	87 072	11 500	75 572	13%
			285 280	81 534	203 746	28%	28%	87 308	16 972	70 336	19%
			913 456	279 101	634 355	31%	31%	283 457	249 410	34 047	88%
			886 342	46 634	839 708	5%	5%	298 781	10 329	288 451	3%
			702 152	48 703	653 448	7%	7%	234 051	460	233 591	0%
			653 798	57 486	596 312	9%	9%	221 539	42 656	178 883	19%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 12	407 884	25 207	382 677	6%	6%	134 759	1 423	133 335	1%
			143 007	20 111	122 896	14%	14%	40 673	10 310	30 363	25%
			1 246 717	73 059	1 173 657	6%	6%	394 610	49 527	345 083	13%
			741 063	22 972	718 091	3%	3%	245 927	1 782	244 145	1%
			915 617	9 701	905 916	1%	1%	303 799	1	303 798	0%
			1 999 347	11 666	1 987 681	1%	1%	538 053	6 619	531 434	1%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 13	4 019 318	3 302 807	716 511	82%	82%	1 530 312	5 589	1 524 723	0%
			1 065 997	458 064	607 933	43%	43%	435 759	180 305	255 454	41%
			2 844 891	1 953 525	891 366	72%	72%	1 577 472	1 676 866	0	106%
			1 315 034	82 221	1 232 813	6%	6%	313 852	3 457	310 394	1%
			1 534 617	205 174	1 329 443	13%	13%	539 608	1 456	538 152	0%
			#REF!	686 755	#REF!	#REF!	#REF!	1 542 564	313 866	1 228 698	20%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 14	2 520 965	608 756	1 912 208	24%	24%	872 857	56 112	816 745	6%
			4 080 652	1 664 980	2 415 672	41%	41%	961 682	492 309	469 372	51%
			1 489 705	1 988 482	(498 777)	133%	133%	582 964	1 784 203	0	306%
			913 620	156 635	756 985	15%	15%	267 101	3 418	263 683	1%
			1 386 787	295 664	1 091 123	21%	21%	451 159	961	450 198	0%
			2 229 222	1 112 685	1 116 536	50%	50%	758 083	958 915	0	126%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 15	738 650	70 366	668 284	10%	10%	250 373	158	250 214	0%
			498 055	137 693	360 362	28%	28%	166 377	11 084	155 292	7%
			1 412 296	480 940	931 356	34%	34%	619 254	425 358	193 896	69%
			880 435	56 554	823 880	6%	6%	295 587	223	295 364	0%
			1 016 824	56 685	960 139	6%	6%	341 934	44	341 889	0%
			1 542 235	141 432	1 400 802	9%	9%	525 492	126 819	398 674	24%
Property Rates T ₂₀₁₉	Mun. Supplied	Ward 16	3 015 721	847 637	2 168 084	27%	27%	1 027 537	492	1 027 045	0%
			3 000 294	1 920 541	1 079 753	64%	64%	1 034 712	160 513	874 199	16%
			1 349 453	1 889 021	(539 568)	140%	140%	444 090	1 564 607	0	352%
			911 089	163 323	747 766	18%	18%	303 269	318	302 951	0%
			1 070 310	172 589	897 721	16%	16%	356 444	2 305	354 139	1%
			1 611 637	640 024	971 614	40%	40%	548 379	561 016	0	102%

Property Rates	Mun Supplied	Ward 1.1	550 084	16 134	534 950	3%	3%	152 389	27	152 362	0%	432 981	39 936	393 045	9%	9%
Electricity			634 720	85 017	549 703	13%	13%	134 740	6 728	128 011	5%	432 540	116 609	315 931	27%	27%
Water			857 710	28 442	829 268	3%	3%	210 536	82 124	128 472	39%	593 388	123 446	469 942	21%	21%
Refuse			784 354	53 378	730 976	8%	8%	216 080	-	216 080	0%	643 259	37 184	606 075	6%	6%
Waste Water			998 367	69 116	929 251	7%	7%	256 133	-	256 133	0%	763 272	28 009	735 263	4%	4%
Interest			1 465 891	12 629	1 453 261	1%	1%	380 419	63 949	316 471	17%	1 125 946	80 577	1 045 369	7%	7%
Property Rates	Mun Supplied	Ward 1.2	9 388 462	5 497 277	3 891 185	59%	59%	2 399 860	18 100	2 381 760	1%	7 200 069	3 573 864	3 626 206	50%	50%
Electricity			16 420 319	9 084 302	7 336 017	55%	55%	4 621 652	4 894 008	0	106%	14 761 854	11 982 934	2 778 920	81%	81%
Water			2 006 341	2 224 652	(208 310)	110%	110%	752 887	8 481 015	0	1126%	2 644 274	9 795 058	(7 150 784)	370%	370%
Refuse			2 293 389	1 188 049	1 105 341	52%	52%	600 508	16 377	584 131	3%	2 007 217	878 656	1 128 561	44%	44%
Waste Water			3 197 387	1 719 224	1 478 163	54%	54%	844 498	2 662	841 836	0%	3 217 663	1 243 576	1 974 086	39%	39%
Interest			1 313 780	274 143	1 039 637	21%	21%	438 282	1 078 855	0	246%	1 191 929	1 234 168	(42 239)	104%	104%
Property Rates	Mun Supplied	Ward 1.3	465 574	46 315	419 259	10%	10%	(15 377)	51 812	0	-337%	254 401	82 612	171 789	32%	32%
Electricity			401 348	25 970	375 378	6%	6%	40 844	3 015	37 829	7%	126 393	7 274	119 119	6%	6%
Water			912 211	52 260	860 951	6%	6%	452 474	118 445	334 029	26%	973 575	139 707	833 868	14%	14%
Refuse			855 229	53 673	781 556	6%	6%	228 375	106	228 268	0%	686 968	18 642	668 325	3%	3%
Waste Water			1 062 400	99 240	963 160	9%	9%	286 574	25	286 548	0%	861 684	25 164	836 520	3%	3%
Interest			1 534 049	18 822	1 515 227	1%	1%	405 384	60 771	344 613	15%	1 207 789	65 182	1 142 608	5%	5%
Property Rates	Mun Supplied	Ward 1.4	2 340 108	1 304 698	1 035 409	56%	56%	592 374	11 528	580 846	2%	1 655 665	1 041 149	614 516	63%	63%
Electricity			1 921 567	1 006 112	915 454	52%	52%	803 818	154 101	649 717	19%	2 199 106	1 625 861	573 246	74%	74%
Water			1 039 863	288 042	751 821	28%	28%	613 691	1 807 674	0	295%	1 508 783	2 086 720	(577 937)	135%	135%
Refuse			845 413	180 689	664 724	23%	23%	254 181	318	253 863	0%	799 025	134 419	664 606	17%	17%
Waste Water			889 450	216 829	666 620	25%	25%	275 536	6 307	269 229	2%	824 102	172 956	651 146	21%	21%
Interest			710 567	22 175	688 392	3%	3%	173 939	817 460	0	470%	455 036	877 270	(422 234)	193%	193%
Property Rates	Mun Supplied	Ward 1.5	325 487	5 133	320 353	2%	2%	94 408	2 798	91 610	3%	281 976	208 380	73 596	74%	74%
Electricity			322 059	22 066	299 993	7%	7%	107 583	335	107 248	0%	286 112	8 419	277 694	3%	3%
Water			1 118 383	18 672	1 099 711	2%	2%	651 126	54 248	596 878	8%	1 435 436	71 677	1 363 759	5%	5%
Refuse			822 345	28 624	793 721	3%	3%	297 375	119	297 256	0%	891 679	26 689	864 989	3%	3%
Waste Water			742 647	53 213	689 434	7%	7%	257 712	178	257 534	0%	773 126	57 919	715 208	7%	7%
Interest			859 907	3 562	847 345	0%	0%	224 428	42 799	181 630	19%	671 546	44 380	627 167	7%	7%
Property Rates	Mun Supplied	Ward 1.6	311 201	935	310 267	0%	0%	94 318	408	93 909	0%	282 953	200 326	82 627	71%	71%
Electricity			339 755	66 991	272 763	20%	20%	99 446	1 642	97 804	2%	317 641	53 662	263 978	17%	17%
Water			1 630 316	17 708	1 612 608	1%	1%	480 938	65 369	415 569	14%	1 447 465	78 675	1 368 790	5%	5%
Refuse			689 167	14 186	674 981	2%	2%	248 036	655	247 381	0%	744 107	9 174	734 933	1%	1%
Waste Water			1 011 455	32 781	978 674	3%	3%	330 696	84	330 612	0%	992 087	20 384	971 703	2%	2%
Interest			853 882	2 680	851 202	0%	0%	239 422	42 343	197 079	18%	688 875	43 305	645 570	6%	6%
Property Rates	Mun Supplied	Ward 1.7	889 461	237 354	652 107	27%	27%	291 298	4 036	287 262	1%	913 243	270 035	643 208	30%	30%
Electricity			2 520 073	1 585 522	1 335 551	54%	54%	958 284	133 869	824 416	14%	3 333 427	1 369 889	2 063 538	38%	38%
Water			2 096 885	220 011	1 876 874	10%	10%	597 649	988 361	0	165%	1 895 434	1 176 796	718 637	62%	62%
Refuse			2 059 671	195 642	1 864 029	9%	9%	591 566	506 471	85 095	86%	1 784 483	662 764	1 121 639	37%	37%
Waste Water			2 220 546	287 678	1 932 868	13%	13%	638 860	3 249	635 611	1%	1 932 284	150 052	1 782 233	8%	8%
Interest			2 094 372	72 302	2 022 069	3%	3%	632 730	154 319	478 411	24%	1 594 500	186 548	1 407 953	12%	12%
Property Rates	Mun Supplied	Ward 1.8	882 675	131 235	751 439	15%	15%	247 312	21 268	226 045	9%	731 941	197 343	534 597	27%	27%
Electricity			604 846	155 492	449 354	26%	26%	262 562	2 597	259 965	1%	918 709	224 862	693 847	24%	24%
Water			406 580	88 808	317 773	22%	22%	316 553	200 840	115 712	63%	935 912	284 652	641 259	31%	31%
Refuse			988 715	85 399	903 316	9%	9%	366 011	4 132	361 879	1%	1 202 660	95 750	1 106 910	8%	8%
Waste Water			1 620 028	313 934	1 306 094	19%	19%	467 123	795	466 327	0%	1 420 468	372 612	1 047 856	26%	26%
Interest			1 741 369	43 067	1 698 301	2%	2%	455 895	150 716	305 179	33%	1 199 377	194 324	1 005 053	16%	16%
Property Rates	Mun Supplied	Ward 1.9	475 808	31 895	444 113	7%	7%	138 573	770	137 803	1%	406 301	22 747	383 554	6%	6%
Electricity			386 325	27 781	278 545	9%	9%	60 284	808	59 476	1%	173 849	24 244	149 605	14%	14%
Water			980 806	69 668	911 139	7%	7%	550 419	73 102	477 317	13%	1 281 582	117 132	1 164 450	9%	9%
Refuse			784 687	80 079	704 608	10%	10%	228 318	308	228 009	0%	684 656	51 807	632 848	8%	8%
Waste Water			1 013 005	111 900	901 105	11%	11%	286 291	-	286 291	0%	858 560	26 658	831 902	3%	3%
Interest			1 654 406	9 445	1 644 961	1%	1%	436 450	67 093	369 358	15%	1 296 364	74 956	1 221 408	6%	6%

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

16.4.2. Monthly – restriction of the Free Basic Services to Indigent Households

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 otherwise)

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	M08	M09	M10	M11	M12
Indigent Household service targets	1																
Water: (Include All Indigent households also in Eskom supplied areas)																	
Indigent HH's with piped water inside dwelling		12 619	12 727	–	12 727	12 739	12 742	12 746	12 765	13 228	13						
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	4	12 619	12 727	–	12 727	12 739	12 742	12 746	12 765	13 228	13	–	–	–	–	–	–
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		200	26	–	–	–	–	–	–	–	–						
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		200	26	–	–	–	–	–	–	–	–						
Total number of registered indigent households	5	12 819	12 753	–	12 727	12 739	12 742	12 746	12 765	13 228	13	–	–	–	–	–	–
Status of Water meters:																	
Number of Indigent HH's with prepaid Water		–	–	–	–	–	–	–	–	–	–						
Number of Indigent HH's with conventional metered Water		12 819	12 727	–	12 727	12 739	12 742	12 746	12 765	13 228	13	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently - Water		–	–	–	26	26	26	26	26	26	–						
Number of Indigent HH's with NO Water supply - No metering		200	26	–	–	–	–	–	–	–	–						
Total number of registered indigent households	10	13 019	12 753	–	12 753	12 765	12 768	12 772	12 791	13 254	13	–	–	–	–	–	–
Status of unlimited supply of Water:																	
Number of Indigent HH's with conventional metered Water - where the municipality is NOT physically restricting Water to the national free basic limit of 6 kilolitres per household per month		12 819	12 727	–	12 727	12 739	12 742	12 746	12 765	13 228	13	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		12 819	12 727	–	26	26	26	26	26	26	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Water		12 819	12 727	–	12 753	12 765	12 768	12 772	12 791	13 254	13	–	–	–	–	–	–
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	10 341	10 181	–	10 181	10 212	10 793	10 834	10 872	11 266	11						
Energy: (Include All Indigent households also in Eskom supplied areas)																	
Indigent HH's with Electricity (at least min.service level)		800	724	–	724	724	724	724	724	724	1						
Indigent HH's with Electricity - prepaid (min.service level)		12 623	12 623	–	12 753	12 765	12 768	12 772	12 791	13 254	13						
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		13 423	13 347	–	13 477	13 489	13 492	13 496	13 515	13 978	14	–	–	–	–	–	–
Indigent HH's with Electricity (< min.service level)		–	200	–	200	200	200	200	200	200	–						
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		–	200	–	200	200	200	200	200	200	–	–	–	–	–	–	–
Total number of registered indigent households	5	13 423	13 547	–	13 677	13 689	13 692	13 696	13 715	14 178	14	–	–	–	–	–	–
Status of Electricity meters:																	
Number of Indigent HH's with prepaid Electricity		12 623	12 623	–	12 753	12 765	12 768	12 772	12 791	13 254	13	–	–	–	–	–	–
Number of Indigent HH's with conventional metered Electricity		1 000	724	–	724	724	724	724	724	724	1	–	–	–	–	–	–
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	13 623	13 347	–	13 477	13 489	13 492	13 496	13 515	13 978	14	–	–	–	–	–	–
Status of unlimited supply of Electricity:																	
Number of Indigent HH's with conventional metered Electricity - where the municipality is NOT physically restricting Electricity to the national free basic limit of 50kwh per household per month		1 000	724	–	724	724	724	724	724	724	1	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		1 000	724	–	724	724	724	724	724	724	1	–	–	–	–	–	–
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	1 000	724	–	724	724	724	724	724	724	1	–	–	–	–	–	–
Number of ALL Households receiving Free Basic Service (including registered Indigent Households)	7																
Water (6 kilolitres per household per month)		12 819	12 753	–	12 727	12 739	12 742	12 746	12 765	13 228	13	–	–	–	–	–	–
Electricity/other energy (50kwh per household per month)		13 623	13 347	–	13 477	12 765	12 768	12 772	12 791	13 254	13	–	–	–	–	–	–
Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)		8 587 516	14 702 544	–	14 702 544	1 183 479	1 165 261	1 181 646	1 251 942	1 403 701	1 423						
Electricity/other energy (50kwh per household per month)		(22 468 781)	20 788 856	–	20 788 856	1 184 690	1 504 754	1 153 109	1 159 002	1 243 738	1 203						
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	(13 881 265)	35 491 400	–	35 491 400	2 368 169	2 670 016	2 334 756	2 410 944	2 647 440	2 626						
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)		1 500 000	1 500 000	–	1 500 000	1 500 000	1 500 000	1 500 000	1 500 000	1 500 000	1 500						
Water (kilolitres per household per month)		6	6	–	6	6	6	6	6	6	6						
Sanitation (kilolitres per household per month)		–	–	–	–	–	–	–	–	–	–						
Sanitation (Rand per household per month)		149	156	–	156	156	156	156	156	156	156						
Electricity (kwh per household per month)		50	50	–	50	50	50	50	50	50	50						
Refuse (average litres per week)		1	1	–	1	1	1	1	1	1	1						
Revenue cost of subsidised services provided for ALL Households (R'000)	9																
Residential Category: Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)	14(a)	201 345 000	#####	–	202 155 000	#####	#####	#####	#####	#####	210	–	–	–	–	–	–
PSI Category: Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)	14(b)																
Additional Subsidies: Property rates exemptions, reductions and rebates in excess of section 17 of MPRA)		201 345 000	#####	–	202 155 000	#####	#####	#####	#####	#####	210	–	–	–	–	–	–
Water (in excess of 6 kilolitres per indigent household per month)	15	–	–	–	–	100	100	100	100	100	100	–	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)	16	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)		–	–	–	–	500	500	500	500	500	500	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Housing - top structure subsidies		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other	6	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided		402 690 000	#####	–	404 310 000	#####	#####	#####	#####	#####	1 021	–	–	–	–	–	–


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

Ngwathe LM municipality, in complying with Section 18 of the MFMA, together with MFMA Circular 124, condition number 6.8 (Completeness of the revenue base), undertook a detailed reconciliation between its GVR and Billing information during the month of November 2024. The National Treasury GVR Recon Tool was used in this process.

The Table below shows variances between the municipality's GVR and its FMS information. The process of correcting variances has commenced. The category "State Owned for Public Purpose" has received necessary obtained. Other categories are also receiving attention and it is work in progress.

GV Reconciliation Summary						
Province	FS					
District	Ficksburg District					
Type	LM					
Municipal Name	Ngwathe					
GV Period	01/01/2024 - 30/06/2025					
Financial Year	2024/2025					
Reconciliation Period	Quarter 1					
Part A - Reconciliation Summary						
Property Categories	Number of Properties			Market Values		
	Valuation Roll	Mass System	Variance	Valuation Roll	Mass System	Variance
Residential	27018	26257	743	6 304 677 603	5 633 242 690	671 434 913
Industrial	509	86	2	88 981 000	89 616 900	- 635 900
Business and Commercial	1060	917	86	899 675 708	834 213 200	65 462 508
Agricultural	5818	5357	253	5 634 758 708	5 636 320 200	- 1 561 500
Mining	3	3	0	8 250 000	8 250 000	-
State Owned for Public Purpose	89	283	-214	36 202 800	291 408 900	- 255 206 100
PSO	345	162	183	82 672 000	16 386 500	66 285 500
PSO	104	3	191	576 375 000	1 417 000	- 574 958 000
Multi Use	8	0	0	-	-	-
Vacant	12862	5001	5162	643 531 750	357 790 300	285 741 450
POW	162	236	-84	190 708 200	119 481 200	71 227 000
Municipal	4122	19004	-5682	101 838 637	497 932 987	- 396 094 350
Other	8	253	-253	-	812 763 300	- 812 763 300
Total	49 210	49 894	126	14 487 746 300	54 008 814 787	- 39 521 068
Part B - Detailed Reconciliation						
Property Categories	Monthly Billing - Massed Accounts			Monthly Billing - On Mapped Accounts		
	GV	MPF	Variance	GV	MPF	Variance
Residential	7 324 895	5 390 037	1 944 858	7 324 895	6 149 608	1 175 287
Industrial	108 226	108 176	1 500	108 226	108 033	193
Business and Commercial	1 799 351	1 829 682	- 30 331	1 799 351	1 668 430	130 921
Agricultural	1 549 558	1 629 554	- 280 296	1 549 558	1 549 999	- 441
Mining	15 675	15 675	-	15 675	15 675	-
State Owned for Public Purpose	72 406	86 079	- 7 326	72 406	582 818	- 510 412
PSO	17 839	68 389	- 50 550	17 839	4 501	13 338
PSO	691 690	1 152 750	- 461 160	691 690	1 700	- 689 950
Multi Use	-	-	-	-	-	-
Vacant	782 964	479 475	303 489	782 964	436 316	346 648
POW	-	7 693	- 7 693	-	9 958	- 9 958
Municipal	-	11 390	- 11 390	-	81 492	- 81 492
Other	-	-	-	-	118 227 53	- 118 227 53
Total	12 262 575	99 758 986	- 87 496 411	12 262 575	11 730 608	- 11 531 967
Prepared By	Mphahlele Mphahlele			Date	09/12/2024	
Signature						
Reviewed By	Kgondo Mphahlele			Date	10/12/2024	
Signature						

16.6 MFMA Circular 124- Condition 6.3 and Condition 6.12



ESKOM HOLDINGS SOC LTD REG NO 2002/015527/30
VAT REG NO 4740101508

NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0866) 037566
FAX NO: 0862 437 566
E-MAIL: customerservice@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

YOUR ACCOUNT NO 8743682895
SECURITY HELD 1190.53
BILLING DATE 2024-12-30
TAX INVOICE NO 874929276598
ACCOUNT MONTH DECEMBER 2024
CURRENT DUE DATE 2025-01-29
VAT REG NO 4000846586

CUSTOMER SELF SERVICE WEBSITE
Provincial email listed below

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

DIRECT DEPOSIT DETAIL
BANK: First National Bank
BRANCH CODE: 223629
BANK ACC NO: 55070067316

TAX INVOICE

E-MAIL: cfadmin@ngwathe.co.za

ACCOUNT TRANSACTION SUMMARY

FIXED CHARGE	R	0.00
ADMINISTRATION CHARGE	R	48,065.24
DIST. NETWORK CAPACITY CHARGE	R	1,472,890.09
NETWORK DEMAND CHARGE (CKWH)	R	204,678.74
ANCILLARY SERVICE (ALL)	R	109,332.11
ENERGY CHARGE (PEAK)	2,316,142.00	R 4,720,012.36
ENERGY CHARGE (STD)	5,533,152.00	R 7,759,679.21
ENERGY CHARGE (OFF)	5,809,162.00	R 5,169,647.42
ELECTRIFICATION AND RURAL SUBS (ALL)	R	2,089,777.05
TRANSMISSION NETWORK CAPACITY	R	496,496.00
NETWORK DEMAND CHARGE	R	1,415,109.48
DK EXCESS NETWORK CAPACITY CHA	R	224,000.32
NETWORK DEMAND CHARGE (CKWH) (ALL)	R	150,188.54
SERVICE CHARGE	R	244,399.35
TOTAL CHARGES FOR BILLING PERIOD	R	24,104,295.91

ACCOUNT SUMMARY FOR DECEMBER 2024

BALANCE BROUGHT FORWARD	(Due Date 2024-12-27)	R	2,338,524,611.59
PAYMENT(S) RECEIVED	Cash - 2024-12-09	R	-10,000,000.00
PAYMENT(S) RECEIVED	Cash - 2024-12-18	R	-1,000,000.00
TOTAL CHARGES FOR BILLING PERIOD		R	24,104,295.91
ADJUSTMENTS	(Summary - See attachment for details)	R	8,182,046.40
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	3,615,644.39

CURRENT	TOTAL DUE	R	2,363,426,598.29
35,901,986.70			

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
2,259,703,823.51	34,088,404.02	33,732,384.06	0.00

Total outstanding debt must be settled immediately, subject to disconnection without further notice

ACCOUNT NO / REFERENCE NO 8743682895
NAME NGWATHE LOCAL MUNICIPALITY
FAX NUMBER 0568115145
7100 1874 3682 8957

TOTAL AMOUNT DUE 2,363,426,598.29

PAYMENT ARRANGEMENT
INSTALMENT 0.00
ARREARS (Due from billing) 327,524,611.59
DUE DATE (For Current Amount) 2025-01-29
AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

PAGE RUN NO EE: 446
BILL GROUP
BILL PAGE 1 OF 9

RAND

MONTH

55000000
45000000
35000000
27400000
18200000
9000000

D J F M A M J J A S O N D

01/2025/01/2025/01

NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (086) 037566

FAX NO: 0862 437 566

E-MAIL: customerservices@eskom.co.za

WEB: WWW.ESKOM.CO.ZA

YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276098
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	4,700.00
UTILISED CAPACITY	4,700.00

CONSUMPTION DETAILS (2024-11-25 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK KWH	409,821.48
ENERGY CONSUMPTION STD KWH	465,282.56
ENERGY CONSUMPTION PEAK KWH	204,706.76
ENERGY CONSUMPTION ALL KWH	1,079,810.80
DEMAND READING - KW/KVA	2,838.51
REACTIVE ENERGY - OFF PEAK	277,070.32
REACTIVE ENERGY - STD	224,991.16
REACTIVE ENERGY - PEAK	86,728.96
REACTIVE ENERGY - ALL	588,790.44
LOAD FACTOR	55.00

PREMISE ID NUMBER

5078937322

TARIFF NAME: Miniflex

BULK PHOTON MUNICIPALITY

Administration Charge @ R251.77 per day for 30 days	R	7,553.10
Network Capacity Charge 4,700 KVA @ R48.41 : = R48.41/KVA	R	227,527.00
Network Demand Charge (Peak & Standard) 669,989 kWh @ R0.1374 /kWh	R	92,056.49
Ancillary Service Charge 1,079,811 kWh @ R0.008 /kWh	R	8,638.49
Low Season Peak Energy Charge 204,707 kWh @ R2.0357 /kWh	R	416,722.04
Low Season Standard Energy Charge 465,283 kWh @ R1.401 /kWh	R	651,861.48
Low Season Off-peak Energy Charge 409,821 kWh @ R0.8891 /kWh	R	364,371.85
Electrification and Rural Network subsidy 1,079,811 kWh @ R0.1567 /kWh	R	169,206.38

TOTAL CHARGES	R	1,937,936.83
----------------------	----------	---------------------



PAGE RUN NO	EE 447
BILL GROUP	
BILL PAGE	2 OF 9



NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION	
PRIVATE BAG X16 WESTVILLE 3630	
CONTACT CENTRE:	0800 037566
FAX NO:	0862 437 566
E-MAIL:	customerservice@eskom.co.za
WEB:	WWW.ESKOM.CO.ZA
YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-31
TAX INVOICE NO	87492927659
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-21
VAT REG NO	4000846581
NOTIFIED MAX DEMAND	5,500.0k
UTILISED CAPACITY	5,500.0k

CONSUMPTION DETAILS (2024-11-24 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK kWh	941,769.45
ENERGY CONSUMPTION STD kWh	802,854.37
ENERGY CONSUMPTION PEAK kWh	330,709.16
ENERGY CONSUMPTION ALL kWh	2,075,332.98
DEMAND CONSUMPTION - OFF PEAK	3,596.20
DEMAND CONSUMPTION - STD	4,224.80
DEMAND CONSUMPTION - PEAK	4,225.44
DEMAND READING - kW/kVA	4,225.44
REACTIVE ENERGY - OFF PEAK	487,851.67
REACTIVE ENERGY - STD	384,149.05
REACTIVE ENERGY - PEAK	149,291.66
LOAD FACTOR	70.00

PREMISE ID NUMBER 5078937938 TARIFF NAME: Megaflex

BULK HEILBRON MUNICIPALITY

Administration Charge @ R251.77 per day for 31 days	R	7,804.87
TX Network Capacity Charge 5,500 kVA @ R16.12 : = R16.12/kVA	R	88,660.00
Network Capacity Charge 5,500 kVA @ R32.29 : = R32.29/kVA	R	177,595.00
Network Demand Charge 4,225.45 kVA @ R61.22 : = R61.22/kVA	R	258,682.05
Ancillary Service Charge 2,075,333 kWh @ R0.008 /kWh	R	16,602.66
Low Season Standard Energy Charge 802,854 kWh @ R1.401 /kWh	R	1,124,798.45
Low Season Peak Energy Charge 330,709 kWh @ R2.0357 /kWh	R	673,224.31
Low Season Off Peak Energy Charge 941,769 kWh @ R0.8891 /kWh	R	837,326.82
Electrification and Rural Subsidy 2,075,333 kWh @ R0.1567 /kWh	R	325,204.68
Fixed Charge @ R0.00	R	0.00
SERVICE CHARGE	R	244,399.35

TOTAL CHARGES R **3,754,298.19**



PAGE RUN NO	EE 448
BILL GROUP	
BILL PAGE	3 OF 9

NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	4,300.00
UTILISED CAPACITY	4,300.00

CONSUMPTION DETAILS (2024-11-25 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK kWh	498,992.92
ENERGY CONSUMPTION STD kWh	516,785.00
ENERGY CONSUMPTION PEAK kWh	212,335.24
ENERGY CONSUMPTION ALL kWh	1,228,113.16
DEMAND CONSUMPTION - OFF PEAK	2,494.98
DEMAND CONSUMPTION - STD	2,879.95
DEMAND CONSUMPTION - PEAK	3,044.83
DEMAND READING - kW/kVA	3,044.83
REACTIVE ENERGY - OFF PEAK	284,771.36
REACTIVE ENERGY - STD	247,278.88
REACTIVE ENERGY - PEAK	90,973.44
LOAD FACTOR	58.00

PREMISE ID NUMBER

6544851581

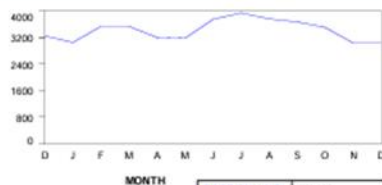
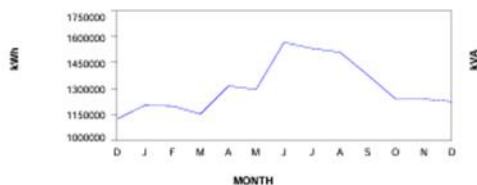
TARIFF NAME: Megaflex

BLUK VREDEFORT MUNIC 132/11KV

Administration Charge @ R251.77 per day for 30 days	R	7,553.10
TX Network Capacity Charge 4,300 kVA @ R16.12 : - R16.12/kVA	R	69,316.00
Network Capacity Charge 4,300 kVA @ R32.29 : - R32.29/kVA	R	138,847.00
Network Demand Charge 3,044.83 kVA @ R61.22 : - R61.22 /kVA	R	186,404.49
Ancillary Service Charge 1,228,113 kWh @ R0.008 /kWh	R	9,824.90
Low Season Standard Energy Charge 516,785 kWh @ R1.401 /kWh	R	724,015.79
Low Season Peak Energy Charge 212,335 kWh @ R2.0357 /kWh	R	432,250.36
Low Season Off Peak Energy Charge 498,993 kWh @ R0.8891 /kWh	R	443,654.68
Electrification and Rural Subsidy 1,228,113 kWh @ R0.1567 /kWh	R	192,445.31

TOTAL CHARGES

R 2,204,311.63



PAGE RUN NO	EE 449
BILL GROUP	
BILL PAGE	4 OF 9

NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

MAIN OFFICE: 0860 007566
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0860) 007566

FAX NO: 0862 437 566

E-MAIL: customerservices@eskom.co.za

WEB: WWW.ESKOM.CO.ZA

YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	100.00
UTILISED CAPACITY	845.42

CONSUMPTION DETAILS (2024-11-25 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK kWh	90,977.43
ENERGY CONSUMPTION STD kWh	99,343.60
ENERGY CONSUMPTION PEAK kWh	44,999.40
ENERGY CONSUMPTION ALL kWh	235,320.43
DEMAND READING - kW/kVA	644.90
REACTIVE ENERGY - OFF PEAK	57,088.63
REACTIVE ENERGY - STD	47,035.29
REACTIVE ENERGY - PEAK	17,909.53
REACTIVE ENERGY - ALL	122,033.45
LOAD FACTOR	53.00

PREMISE ID NUMBER

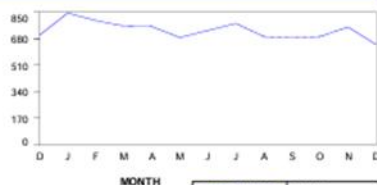
8501015035

TARIFF NAME: Ruralflex Interval

BULK NGWATHE TOWNSHIP MUNICIPALITY

Administration Charge @ R163.27 per day for 30 days	R	4,898.10
Number of Events: 12	R	0.00
NMD Exceeded by 544.9 kVA	R	0.00
Network Capacity Charge 845.42 kVA @ R34.26 : = R34.26/kVA	R	28,964.09
Excess Network Capacity Charge 6,538.83 kVA @ R34.26 : = R34.26/kVA	R	224,020.32
Network Demand Charge (All Periods) 235,320 kWh @ R0.466 /kWh	R	109,659.12
Ancillary Service Charge 235,320 kWh @ R0.0082 /kWh	R	1,929.62
Low Season Standard Energy Charge 99,344 kWh @ R1.459 /kWh	R	144,942.90
Low Season Peak Energy Charge 44,999 kWh @ R2.1208 /kWh	R	95,433.88
Low Season Off Peak Energy Charge 90,977 kWh @ R0.9255 /kWh	R	84,199.21

TOTAL CHARGES	R	694,047.24
----------------------	----------	-------------------



PAGE RUN NO	EE 450
BILL GROUP	
BILL PAGE	5 OF 9

NGIWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

FAX NO:	0862 437 566
E-MAIL:	customerservices@eskom.co.za
WEB:	WWW.ESKOM.CO.ZA
YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	400.00
UTILISED CAPACITY	400.00

CONSUMPTION DETAILS (2024-11-25 - 2024-12-24)

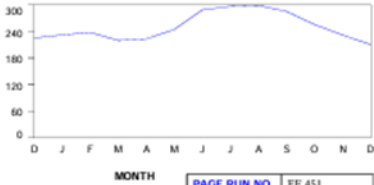
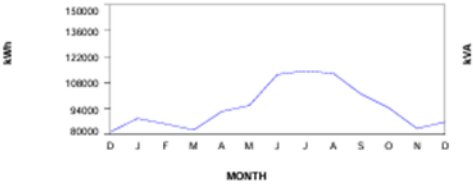
ENERGY CONSUMPTION OFF PEAK kWh	38,733.81
ENERGY CONSUMPTION STD kWh	33,988.25
ENERGY CONSUMPTION PEAK kWh	14,250.48
ENERGY CONSUMPTION ALL kWh	86,972.54
DEMAND READING - kW/kVA	211.55
REACTIVE ENERGY - OFF PEAK	20,797.84
REACTIVE ENERGY - STD	16,651.70
REACTIVE ENERGY - PEAK	6,592.33
REACTIVE ENERGY - ALL	44,041.87
LOAD FACTOR	61.00

PREMISE ID NUMBER 8501015796 TARIFF NAME: Ruralflex Interval

BULK EDENVILLE

Administration Charge @ R163.27 per day for 30 days	R	4,898.10
Network Capacity Charge 400 kVA @ R34.26 : = R34.26/kVA	R	13,704.00
Network Demand Charge (All Periods) 86,973 kWh @ R0.466 /kWh	R	40,529.42
Ancillary Service Charge 86,973 kWh @ R0.0082 /kWh	R	713.18
Low Season Standard Energy Charge 33,988 kWh @ R1.459 /kWh	R	49,588.49
Low Season Peak Energy Charge 14,250 kWh @ R2.1208 /kWh	R	30,221.40
Low Season Off Peak Energy Charge 38,734 kWh @ R0.9255 /kWh	R	35,848.32

TOTAL CHARGES R 175,502.91



PAGE RUN NO	EE 451
BILL GROUP	
BILL PAGE	6 OF 9

083701030361



NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION
PRIVATE BAG X16 WESTVILLE 3630

CONTACT CENTRE: (0860) 037566

FAX NO: 0862 437 566

E-MAIL: customerservices@eskom.co.za

WEB: WWW.ESKOM.CO.ZA

YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	21,000.00
UTILISED CAPACITY	21,000.00

CONSUMPTION DETAILS (2024-11-24 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK kWh	3,278,526.00
ENERGY CONSUMPTION STD kWh	3,043,386.00
ENERGY CONSUMPTION PEAK kWh	1,260,987.00
ENERGY CONSUMPTION ALL kWh	7,582,899.00
DEMAND CONSUMPTION - OFF PEAK	14,439.02
DEMAND CONSUMPTION - STD	15,135.30
DEMAND CONSUMPTION - PEAK	15,844.87
DEMAND READING - kW/kVA	15,844.87
REACTIVE ENERGY - OFF PEAK	1,411,218.00
REACTIVE ENERGY - STD	1,170,480.00
REACTIVE ENERGY - PEAK	437,766.00
LOAD FACTOR	66.00

PREMISE ID NUMBER 8743682975 TARIFF NAME: Megaflex

BULK PARYS 132/11kV

Administration Charge @ R251.77 per day for 31 days	R	7,804.87
TX Network Capacity Charge 21,000 kVA @ R16.12 : = R16.12/kVA	R	338,520.00
Network Capacity Charge 21,000 kVA @ R32.29 : = R32.29/kVA	R	678,090.00
Network Demand Charge 15,844.87 kVA @ R61.22 : = R61.22 /kVA	R	970,022.94
Ancillary Service Charge 7,582,899 kWh @ R0.008 /kWh	R	60,663.19
Low Season Standard Energy Charge 3,043,386 kWh @ R1.401 /kWh	R	4,263,783.79
Low Season Peak Energy Charge 1,260,987 kWh @ R2.0357 /kWh	R	2,566,991.24
Low Season Off Peak Energy Charge 3,278,526 kWh @ R0.8891 /kWh	R	2,914,937.47
Electrification and Rural Subsidy 7,582,899 kWh @ R0.1567 /kWh	R	1,188,240.27

TOTAL CHARGES R **12,989,053.77**



PAGE RUN NO	EE: 452
BILL GROUP	

NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION	
PRIVATE BAG X16 WESTVILLE 3630	
CONTACT CENTRE:	(0860) 037566
FAX NO:	0862 437 566
E-MAIL:	customerservices@eskom.co.za
WEB:	WWW.ESKOM.CO.ZA
YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	4,300.00
UTILISED CAPACITY	4,300.00

CONSUMPTION DETAILS (2024-11-25 - 2024-12-24)

ENERGY CONSUMPTION OFF PEAK KWH	550,342.07
ENERGY CONSUMPTION STD KWH	571,512.06
ENERGY CONSUMPTION PEAK KWH	248,154.87
ENERGY CONSUMPTION ALL KWH	1,370,009.00
DEMAND READING - KW/KVA	3,140.85
REACTIVE ENERGY - OFF PEAK	356,558.34
REACTIVE ENERGY - STD	304,121.22
REACTIVE ENERGY - PEAK	119,204.93
REACTIVE ENERGY - ALL	779,884.49
LOAD FACTOR	66.00

PREMISE ID NUMBER 8795116334 TARIFF NAME: Miniflex

BULK KOPPIES MUNIC BULK/GRV

Administration Charge @ R251.77 per day for 30 days	R	7,553.10
Network Capacity Charge 4,300 kVA @ R48.41 : = R48.41/kVA	R	208,163.00
Network Demand Charge (Peak & Standard) 819,667 kWh @ R0.1374 /kWh	R	112,622.25
Ancillary Service Charge 1,370,009 kWh @ R0.008 /kWh	R	10,960.07
Low Season Peak Energy Charge 248,155 kWh @ R2.0357 /kWh	R	505,169.13
Low Season Standard Energy Charge 571,512 kWh @ R1.401 /kWh	R	800,688.31
Low Season Off-peak Energy Charge 550,342 kWh @ R0.8891 /kWh	R	489,309.07
Electrification and Rural Network subsidy 1,370,009 kWh @ R0.1567 /kWh	R	214,680.41

TOTAL CHARGES R **2,349,145.34**



PAGE RUN NO	83 453
BILL GROUP	
BILL PAGE	8 OF 9



NGWATHE LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
PO BOX 359
PARYS
9585

NORTH WESTERN REGION	
PRIVATE BAG X16 WESTVILLE 3630	
CONTACT CENTRE: (0860) 037566	
FAX NO: 0862 437 566	
E-MAIL: customerservices@eskom.co.za	
WEB: WWW.ESKOM.CO.ZA	
YOUR ACCOUNT NO	8743682895
BILLING DATE	2024-12-30
TAX INVOICE NO	874929276598
ACCOUNT MONTH	DECEMBER 2024
CURRENT DUE DATE	2025-01-29
VAT REG NO	4000846586
NOTIFIED MAX DEMAND	4,300.00
UTILISED CAPACITY	4,300.00

ADJUSTMENTS

		R	8,182,046.40
ADJUSTMENT	Interest on overdue account	R	7.40
ADJUSTMENT	Interest on overdue account	R	0.04
ADJUSTMENT	Interest on overdue account	R	20,325.20
ADJUSTMENT	Interest on overdue account	R	677,417.78
ADJUSTMENT	Interest on overdue account	R	1,074,879.31
ADJUSTMENT	Interest on overdue account	R	36,635.60
ADJUSTMENT	Interest on overdue account	R	769,451.30
ADJUSTMENT	Interest on overdue account	R	23,067.85
ADJUSTMENT	Interest on overdue account	R	7,285.16
ADJUSTMENT	Interest on overdue account	R	236,575.52
ADJUSTMENT	Interest on overdue account	R	1,869.15
ADJUSTMENT	Interest on overdue account	R	55,417.92
ADJUSTMENT	Interest on overdue account	R	4,391,794.84
ADJUSTMENT	Interest on overdue account	R	135,761.82
ADJUSTMENT	Interest on overdue account	R	23,480.26
ADJUSTMENT	Interest on overdue account	R	728,077.27


PAGE RUN NO	EE 454
BILL GROUP	
BILL PAGE	9 OF 9

00000000000000000000

Table below shows the Eskom payments during the month of December 2024.

DECEMBER 2024 PAYMENTS			
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
09/12/2024	ESKOM	ELECTRICITY BILL	10 000 000.00
09/12/2024	ESKOM	ELECTRICITY BILL	10 178.56
13/12/2024	ESKOM	ELECTRICITY BILL	36 631.93
13/12/2024	ESKOM	ELECTRICITY BILL	153 220.91
15/12/2024	ESKOM DEBIT ORDER	ELECTRICITY BILL	1 000 000.00
17/12/2024	ESKOM	ELECTRICITY BILL	36 631.93
18/12/2024	ESKOM	ELECTRICITY BILL	36 632.00
09/12/2024	ESKOM EDENVILLE	ELECTRICITY BILL	10 254.99
09/12/2024	ESKOM VREDEFORT	ELECTRICITY BILL	148 581.32
			11 432 131.64

Indicated below is the municipality's proof of payment of the Eskom Bulk invoice paid in October 2024. The proof of payments was submitted to GoMuni Portal.



Audit Trail

Create Transfer

Mon, Dec 9, 2024 at 04:09:43 PM

Group: 31595 - NGWATHE LOCAL MUNICIPALITY
Operator: 006 - NOKWANDA MKWAYI
Status: Finally Approved

Transaction Status					
	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator Number	6	3			18
Operator Name	NOKWANDA MKWAYI	PINKY MOKOENA			MUSA WENKOSI XULU
Approval Level		A			A
Date	2024/12/09	2024/12/09			2024/12/09
Time	09:51:58	11:28:05			13:46:28
Roll-over Date					
Roll-over Type					

Transaction Detail			
From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	
Description	3 584921		Frequency
Beneficiary Code			Adhoc
To Account	230736	ESKOM (PARYS) - 0000055070067316	
Description	3 NGWATHE MUN.		
Date	20241209		Amount
Roll-over date			10,000,000.00
Transaction Number	132590		Immediate Interbank Payment
			No

To View Payment Confirmation Details [click here](#).

Description		Amount		
EXT STOP ORDER TO ESKOM KWAZESKOM		1143787		-1,000,000.00
TOTAL EXT STOP ORDER TO				-1,000,000.00
DEBIT TRANSFER				
20241213	DEBIT TRANSFER 585010	CASHFOCUS	1143568	-119,510.75
20241213	DEBIT TRANSFER 585009	CASHFOCUS	1143569	-225,617.04
20241213	DEBIT TRANSFER 585008	CASHFOCUS	1143570	-190,033.55
20241213	DEBIT TRANSFER 585007	CASHFOCUS	1143571	-34,716.75
20241213	DEBIT TRANSFER 585011	CASHFOCUS	1143572	-68,936.37
20241213	DEBIT TRANSFER 585012	CASHFOCUS	1143574	-360.00
20241213	DEBIT TRANSFER 585012	CASHFOCUS	1143575	-500.00
20241213	DEBIT TRANSFER 585014	CASHFOCUS	1143592	-153,220.91
20241213	DEBIT TRANSFER 585014	CASHFOCUS	1143593	-20,355.00
20241213	DEBIT TRANSFER 585014	CASHFOCUS	1143594	-79,856.00
20241213	DEBIT TRANSFER 585005	CASHFOCUS	1143596	-882,830.99
20241213	DEBIT TRANSFER 585005	CASHFOCUS	1143597	-925,119.80
20241213	DEBIT TRANSFER 585022	CASHFOCUS	1143598	-669,034.36
20241213	DEBIT TRANSFER 585022	CASHFOCUS	1143599	-1,002,837.15
20241213	DEBIT TRANSFER 585017	CASHFOCUS	1143600	-36,631.93
20241213	DEBIT TRANSFER 585019	CASHFOCUS	1143603	-6,718.00
20241213	DEBIT TRANSFER 585019	CASHFOCUS	1143604	-6,718.00
20241213	DEBIT TRANSFER 585019	CASHFOCUS	1143605	-6,718.00
20241213	DEBIT TRANSFER 585018	CASHFOCUS	1143608	-1,386,377.13
20241213	DEBIT TRANSFER 585024	CASHFOCUS	1143609	-9,500.00
20241213	DEBIT TRANSFER 585024	CASHFOCUS	1143610	-193,060.00
20241213	DEBIT TRANSFER 585024			

RAND WATER STATEMENTS

CUSTOMER CODE	CUSTOMER VAT REGISTRATION NO.	RAND WATER VAT REGISTRATION NO.
562	4000846586	4750106264

NGWATHE LOCAL MUNICIPALITY
C/O HEILBRON TOWN COUNCIL
P O BOX 359
PARYS
9585



TAX INVOICE

Dr. to: Rand Water, water supplied
and meter rent

TAX INVOICE NO. / DATE OF ACCOUNT

W000408652

27-DEC-24

P O BOX 1127, JOHANNESBURG 2000
"RIETVLEI" 522 IMPALA RD, GLENVISTA 2058
Tel: (011) 682-0911 Fax: (011) 682-0444

This account is payable not later
than the

31-JAN-25

Interest is charged on
overdue accounts.

The rate includes a levy of

7.73

cents per kilolitre imposed by the State in terms
of the provisions of the Water Research Act, 1971



PAGE NO. 1 / 1

DEPOSIT	CASH	0
	GUARANTEE	0

METER READINGS

METER ID	SUPPLY POINT	SIZE	RENTAL	27-DEC-24	29-NOV-24	CONSUMPTION	AMOUNT
4012	HEILBRON	200	35.09	1712113	1466020	246093	
4053	HEILBRON					0	
4053	HEILBRON	100	26.32	5	5	0	
4053	HEILBRON					0	
TOTAL CONSUMPTION		246093	Kl @	1343.233519			3,305,603.66 DT
TOTAL METER RENTAL							61.41 DT
VAT @ 15 %							495,849.76 DT
WATER RESEARCH LEVY		246093	Kl @	7.73			19,022.99 DT
TOTAL INVOICE DUE							3,820,537.82 DT

CUSTOMER CODE	CUSTOMER VAT REGISTRATION NO.	RANDWATER VAT REGISTRATION NO.
562	4000846586	4750106264



Rand Water Customer 562

NGWATHE LOCAL MUNICIPALITY
C/O HEILBRON TOWN COUNCIL
P O BOX 359
PARYS
9585

CUSTOMER STATEMENT

Rand Water
PO Box 1127
Johannesburg
2000
Gauteng
Tel: +27(0)86 010 1060
Fax: +27(0)11 682-0679

Account statement from: 29-NOV-24 to 31-DEC-24

Date 06-JAN-25

DOC.DATE	DETAILS	AMOUNT	CUMMULATIVE
01-DEC-24	Balance B/F	62,753,910.98	62,753,910.98
09-DEC-24	Payment Received - Receipt No.	-3,490,117.43	59,263,793.55
09-DEC-24	Payment Received - Receipt No.	-3,495,191.14	55,768,602.41
27-DEC-24	Interest	508,848.01	56,277,450.42
27-DEC-24	Water Account - Invoice No. 408652	3,820,537.82	60,097,988.24
30-DEC-24	Payment Received - Receipt No.	-4,030,459.92	56,067,528.32

DUE ITEMS AT 27-DEC-24

TOTAL AMOUNT DUE 56,067,528.32

Rand Water changed bankers from FIRST NATIONAL BANK (RMB) TO NEDBANK. The new banking details are as follows:

Name of the bank: Nedbank
Name of account: Rand Water - Debtor One Account
Type of account: Current Account
Account number: 1249694930
Branch: Nedbank Limited
Branch code: 198765
Reference: 562

AGE ANALYSIS	OVER 90 DAYS	90 DAYS	60 DAYS	30 DAYS	CURRENT	TOTAL
	38,036,958.63	4,291,951.53	4,847,917.49	4,561,314.84	4,329,385.83	56,067,528.32

CONSUMPTION FOR THE LAST 18 MONTHS



DECEMBER 2024 PAYMENTS			
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
09/12/2024	RAND WATER	WATER BILL	3 490 117.43
09/12/2024	RAND WATER	WATER BILL	3 495 191.14
30/12/2024	RAND WATER	WATER BILL	4 030 459.92
			11 015 768.49

12/9/24, 4:33 PM

RAND WATER - DECEMBER

about:blank



Audit Trail

Create Transfer

Mon, Dec 9, 2024 at 04:32:52 PM

Group 31595 - NGWATHE LOCAL MUNICIPALITY
 Operator 006 - NOKWANDA MKWAYI
 Status Finally Approved

Transaction Status

Operator Number	Captured 3	First Approver 3	Second Approver	Third Approver	Final Approver 18
Operator Name	PINKY MOKOENA	PINKY MOKOENA			MUSAWENKOSI XULU
Approval Level		A			A
Date	2024/12/09	2024/12/09			2024/12/09
Time	11:17:39	11:17:58			13:34:43
Roll-over Date					
Roll-over Type					

Transaction Detail

From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	
Description	3 584922		Frequency
Beneficiary Code			Adhoc
To Account	198765	RAND WATER - 0000001249694930	
Description	3	NGWATHE MUN.	
Date	20241209		Amount
Roll-over date			3,495,191.14
Transaction Number	132605		Immediate Interbank Payment
			No

To View Payment Confirmation Details [click here](#).



Audit Trail

Create Transfer

Group **31595 - NGWATHE LOCAL MUNICIPALITY**
 Operator **006 - NOKWANDA MKWAYI**
 Status **Finally Approved**

Mon, Jan 6, 2025 at 09:33:04 AM

	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
Operator Number	6	3			18	
Operator Name	NOKWANDA MKWAYI	PINKY MOKOENA			MUSAWENKOSI XULU	
Approval Level		A			A	
Date	2024/12/19	2024/12/30			2024/12/30	
Time	11:24:30	10:12:41			16:08:14	
Roll-over Date		2024/12/30				
Roll-over Type		All Transactions			Accepted the suggested roll-over date	

			Transaction Detail
From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	
Description	3 585045		Frequency
Beneficiary Code			Adhoc
To Account	198765	RAND WATER - 0000001249694930	
Description	3 NGWATHE MUN.		
Date	20241219		Amount
Roll-over date	2024/12/30		4,030,459.92
Transaction Number	134168		Immediate Interbank Payment
			No

To View Payment Confirmation Details [click here](#).



Audit Trail

Create Transfer

Mon, Dec 9, 2024 at 04:32:16 PM

Group 31595 - NGWATHE LOCAL MUNICIPALITY
 Operator 006 - NOKWANDA MKWAYI
 Status Finally Approved

	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
Operator Number	3	3			18	
Operator Name	PINKY MOKOENA	PINKY MOKOENA			MUSAWENKOSI XULU	
Approval Level		A			A	
Date	2024/12/09	2024/12/09			2024/12/09	
Time	11:17:39	11:17:58			13:34:43	
Roll-over Date						
Roll-over Type						

					Transaction Detail
From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733			
Description	3 584922		Frequency		Adhoc
Beneficiary Code					
To Account	198765	RAND WATER - 0000001249694930			
Description	3	NGWATHE MUN.			
Date	20241209		Amount		3,490,117.43
Roll-over date					
Transaction Number	132604		Immediate Interbank Payment		No

To View Payment Confirmation Details [click here](#).

DEPARTMENT OF WATER AND SANATATION

Page 1 of 1

NWRI Customer Ref no. 60000430
 BUSINESS PARTNER 20015314
 CONTRACT ACCOUNT 100069158
 STATEMENT DATE 30.11.2024
 PAYMENTS INCLUDED UP TO 30.11.2024

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361



water & sanitation

Department:
 Water and Sanitation
 REPUBLIC OF SOUTH AFRICA

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 16
 VREDEFORT
 VREDEFORT
 9595

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

 R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				797,563.70
31.10.2024	NWRI Balance brought forward				84,912,250.30
31.10.2024	Total Balance brought forward				85,709,814.00
	Sub Total (A)				85,709,814.00
30.11.2024	Total Movement for the month (B)				0.00
30.11.2024	Total Outstanding (A+B)				85,709,814.00

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408
 Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 20015314

AGE ANALYSIS					
CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
0.00	0.00	0.00	1,225,769.30	84,484,044.70	85,709,814.00

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.Incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmsdatarequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

NAME:
POSTAL ADDRESS:
POSTAL CODE:
TELEPHONE NO (BUS):
TELEPHONE NO (CELL):
FAX NUMBER:
E-MAIL:

BANKING DETAILS

Name of Bank ABSA
 Branch key: 630145
 Account Number 4054697285
 Reference Contract Acc. No.

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment

NWRI Customer Ref no. 60000793
 BUSINESS PARTNER 20028676
 CONTRACT ACCOUNT 100113620
 STATEMENT DATE 30.11.2024
 PAYMENTS INCLUDED UP TO 30.11.2024

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361

**water & sanitation**

Department:
 Water and Sanitation
 REPUBLIC OF SOUTH AFRICA

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 359
 PARYS
 PARYS
 9585

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408

Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 20028676

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				3,859,225.33
31.10.2024	NWRI Balance brought forward				19,115,814.53
31.10.2024	Total Balance brought forward				22,975,039.86
	Sub Total (A)				22,975,039.86
30.11.2024	Total Movement for the month (B)				0.00
30.11.2024	Total Outstanding (A+B)				22,975,039.86

AGE ANALYSIS

CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
0.00	0.00	0.00	0.00	22,975,039.86	22,975,039.86

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.Incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmsdatarequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

NAME:
POSTAL ADDRESS:
POSTAL CODE:
TELEPHONE NO (BUS):
TELEPHONE NO (CELL):
FAX NUMBER:
E-MAIL:

BANKING DETAILS

Name of Bank ABISA
 Branch key: 630145
 Account Number 4054697285

NWRI Customer Ref no. 60000793
 BUSINESS PARTNER 20028676
 CONTRACT ACCOUNT 100113710
 STATEMENT DATE 30.11.2024
 PAYMENTS INCLUDED UP TO 30.11.2024

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361



water & sanitation

Department:
Water and Sanitation
REPUBLIC OF SOUTH AFRICA

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 359
 PARYS
 PARYS
 9585

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				2,274,856.90
31.10.2024	NWRI Balance brought forward				2,990,370.98
31.10.2024	Total Balance brought forward				5,265,227.88
	Sub Total (A)				5,265,227.88
30.11.2024	Total Movement for the month (B)				0.00
30.11.2024	Total Outstanding (A+B)				5,265,227.88

AGE ANALYSIS

CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
0.00	0.00	0.00	0.00	5,265,227.88	5,265,227.88

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.Incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmdatarequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408
 Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 20028676

NAME:
POSTAL ADDRESS:
POSTAL CODE:
TELEPHONE NO (BUS):
TELEPHONE NO (CELL):
FAX NUMBER:
E-MAIL:

BANKING DETAILS

Name of Bank ABSA
 Branch key: 630145
 Account Number 4054697285
 Reference Contract Acc. No.

Note: Please turn over leaf for additional banking details.

BUSINESS PARTNER 23002581
CONTRACT ACCOUNT 100298729
STATEMENT DATE 30.11.2024
PAYMENTS INCLUDED UP TO 30.11.2024

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361

**water & sanitation**

Department:
Water and Sanitation
REPUBLIC OF SOUTH AFRICA

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 359
 PARYS
 PARYS
 9585

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				268,470.98
	Sub Total (A)				268,470.98
30.11.2024	Total Movement for the month (B)				0.00
30.11.2024	Total Outstanding (A+B)				268,470.98

AGE ANALYSIS

CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
0.00	0.00	0.00	0.00	268,470.98	268,470.98

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.Incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmdatarequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408

Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 23002581

NAME:

POSTAL ADDRESS:

POSTAL CODE:

TELEPHONE NO (BUS):

TELEPHONE NO (CELL):

FAX NUMBER:

E-MAIL:

BANKING DETAILS

Name of Bank ABISA
 Branch key: 630145
 Account Number 4054697285
 Reference Contract Acc. No.

BUSINESS PARTNER 23002643
 CONTRACT ACCOUNT 100479160
 STATEMENT DATE 30.11.2024
 PAYMENTS INCLUDED UP TO 30.11.2024

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361



water & sanitation

Department:
 Water and Sanitation
 REPUBLIC OF SOUTH AFRICA

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 38
 EDENVILLE
 EDENVILLE
 9535

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				110,780.72
	Sub Total (A)				110,780.72
30.11.2024	Total Movement for the month (B)				0.00
30.11.2024	Total Outstanding (A+B)				110,780.72

AGE ANALYSIS

CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
0.00	0.00	0.00	1,392.94	109,387.78	110,780.72

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.Incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmdatarequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408

Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 23002643

NAME:
POSTAL ADDRESS:
POSTAL CODE:
TELEPHONE NO (BUS):
TELEPHONE NO (CELL):
FAX NUMBER:
E-MAIL:

BANKING DETAILS

Name of Bank ABSA
 Branch key: 630145
 Account Number 4054697285
 Reference Contract Acc. No.

CUSTOMER STATEMENT

DWS VAT Reg. no 4040112361



water & sanitation

Department:
Water and Sanitation
REPUBLIC OF SOUTH AFRICA

NWRI Customer Ref no. 60002588
 BUSINESS PARTNER 23002661
 CONTRACT ACCOUNT 100479210
 STATEMENT DATE 30.11.2024
 PAYMENTS INCLUDED UP TO 30.11.2024

HEAD OF FINANCE
 NGWATHE LOCAL MUNICIPALITY
 PO BOX 359
 PARYS
 PARYS
 9585

YOUR CONTACT OFFICE

Department: Water and Sanitation
 Private Bag X313
 Pretoria
 0001

R534 Waterbron Building
 185 Francis Baard Street
 Pretoria

Date	Details	Document Number	Due Date	Water Use No. /Div.	Amount R (Inc.VAT)
31.10.2024	CMA Balance brought forward				682,825.79
31.10.2024	NWRI Balance brought forward				20,768,053.68
31.10.2024	Total Balance brought forward				21,450,879.47
	Sub Total (A)				21,450,879.47
30.11.2024	Consumptive (O&M)	412590066	30.12.2024	4/NWRI	20,669.12
30.11.2024	Consumptive (Depr)	412590066	30.12.2024	4/NWRI	7,465.58
30.11.2024	Consumptive (ROA)	412590066	30.12.2024	4/NWRI	91,295.89
30.11.2024	WRL	412590066	30.12.2024	4/NWRI	4,192.29
30.11.2024	Total Movement for the month (B)				123,622.88
30.11.2024	Total Outstanding (A+B)				21,574,502.35

CONTACT DETAILS

DWS Call Centre
 PHONE 0800 200 200
 FAX 012 336 1408
 Email: Revenue@dws.gov.za

For change in details,
 Please complete the
 form below and forward
 to your regional office.
 View personal details
 on reverse of this page

Customer No. 23002661

AGE ANALYSIS					
CURRENT	30+ DAYS	60+ DAYS	90+ DAYS	120+ DAYS	TOTAL
123,622.88	123,622.88	123,622.88	123,622.88	21,080,010.83	21,574,502.35

The Department has introduced an Incentive Scheme. Customers who wish to participate can do so by sending emails to Munic.incentive@dws.gov.za for Municipalities and Incentivescheme@dws.gov.za for other customers.

Interest charges which are not reflected on this statement, but which are applicable to documents will be reflected on the future statements.

PLEASE USE THE CONTRACT ACCOUNT NUMBER PROVIDED ABOVE (1000000000 AS REFERENCE WHEN MAKING PAYMENTS)

Email warmstdaterequests@dws.gov.za for property ownership updates, contact details (including email address for electronic receipt of invoices and statements) and VAT number updates, using your Business Partner number as reference. Email revenue@dws.gov.za for any revenue related queries. i.e. Invoices etc.

Please note, as of December 2019 invoices and statements will be available for downloading and printing from the DWS portal through following link <https://statements.dws.gov.za> Please log onto the link to REGISTER.

NAME:
POSTAL ADDRESS:
POSTAL CODE:
TELEPHONE NO (BUS):
TELEPHONE NO (CELL):
FAX NUMBER:
E-MAIL:

BANKING DETAILS

Name of Bank ABSA
 Branch key: 630145
 Account Number 4054697285
 Reference Contract Acc. No.

Note: Please turn over leaf for
 additional banking details.

indicated above is the latest DWS statement, as at 30 November 2024. As per the age analysis of the Department, the current account due is R 1,351 million. According to the municipality's records the total outstanding debt amounts as at 30 November 2024 amount to R135 657 million. The Municipality could not download current statement from the DWS Portal due to delay in the upload of invoices and statements on the DWS portal Hence We have used the November information.

DWS PROOF OF PAYMENT

Ngwathe Local Municipality (FS203): S52(d) Second Quarter Assessment and S72 Mid-year Budget & Performance Assessment



DWS - DECEMBER

Audit Trail

Create Transfer

Group 31595 - NGWATHE LOCAL MUNICIPALITY
Operator 006 - NOKWANDA MKWAVI
Status Finally Approved

Fri, Dec 20, 2024 at 09:03:58 AM

	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
Operator Number	5	3			18	
Operator Name	NOKWANDA MKWAVI	PHIVY MOKGENA			MUSAMHEKOSI XULU	
Approval Level		A			A	
Date	2024/12/19	2024/12/19			2024/12/19	
Time	14:25:45	14:37:22			16:17:56	
Roll-over Date						
Roll-over Type						

				Transaction Detail
From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733		
Description	3 585064		Frequency	Adhoc
Beneficiary Code				
To Account	323145	DEPARTMENT: WATER AND SANTATIO - 0000004054697285		
Description	3 NGWATHE MUN.			
Date	20241219		Amount	113,967.41
Roll-over date				
Transaction Number	134190		Immediate Interbank Payment	No

To View Payment Confirmation Details [click here](#).



Audit Trail

Create Transfer

Group 31595 - NGWATHE LOCAL MUNICIPALITY
Operator 006 - NOKWANDA MKWAVE
Status Finally Approved

Fri, Dec 20, 2024 at 09:0

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator Number	6	3			18
Operator Name	NOKWANDA MKWAVE	PINKY MOKOENA			MUSAMENKOSI XULU
Approval Level		A			A
Date	2024/12/19	2024/12/19			2024/12/19
Time	14:25:45	14:37:22			16:17:56
Roll-over Date					
Roll-over Type					

Transaction Sta

From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	
Description	3 585064		
Beneficiary Code			Frequency
To Account	323145	DEPARTMENT: WATER AND SANITATIO - 0000004054697285	
Description	3 NGWATHE MUN.		
Date	20241219		
Roll-over date			Amount
Transaction Number	134189		Immediate Interbank Payment

Transaction Det

Adhoc

101,231.59

No

To View Payment Confirmation Details [click here](#).

Audit Trail

Create Transfer

Group 31595 - NGWATHE LOCAL MUNICIPALITY
Operator 006 - NOKWANDA MIKWAYI
Status Finally Approved

Fri, Dec 20, 2024 at 09:04:20 AM

Operator Number	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
6	3	3			18	
Operator Name	NOKWANDA MIKWAYI	PINKY MOKOENA			MUSAMENKOSI XULU	
Approval Level		A			A	
Date	2024/12/19	2024/12/19			2024/12/19	
Time	14:25:45	14:37:22			16:17:56	
Roll-over Date						
Roll-over Type						

From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	Frequency	Adhoc
Description	3 585064			
Beneficiary Code				
To Account	323145	DEPARTMENT: WATER AND SANITATIO - 0000004054697285		
Description	3 NGWATHE MUN.			
Date	20241219			
Roll-over date			Amount	114,168.08
Transaction Number	134191		Immediate Interbank Payment	No

To View Payment Confirmation Details [click here](#).



Audit Trail

Create Transfer

Group 31595 - NGWATHE LOCAL MUNICIPALITY
Operator 006 - NOKWANDA MIKWAYI
Status Finally Approved

Fri, Dec 20, 2024 at 09:03:03 AM

Operator Number	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
6	3	3			18	
Operator Name	NOKWANDA MIKWAYI	PINKY MOKOENA			MUSAMENKOSI XULU	
Approval Level		A			A	
Date	2024/12/19	2024/12/19			2024/12/19	
Time	14:25:45	14:37:22			16:17:56	
Roll-over Date						
Roll-over Type						

From Account	334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	Frequency	Adhoc
Description	3 585064			
Beneficiary Code				
To Account	323145	DEPARTMENT: WATER AND SANITATIO - 0000004054697285		
Description	3 NGWATHE MUN.			
Date	20241219		Amount	114,168.08
Roll-over date			Immediate Interbank Payment	No
Transaction Number	134188			

To View Payment Confirmation Details [click here](#).



Audit Trail

Create Transfer

Group 31595 - NGWATHE LOCAL MUNICIPALITY
Operator 006 - NOKWANDA MKWAVE
Status Finally Approved

Fri, Dec 20, 2024 at 09:02:42 AM

Operator Number	Captured	First Approver	Second Approver	Third Approver	Final Approver	Transaction Status
Operator Name	NOKWANDA MKWAVE	DIPKEY MOKOENNA			AB MUSAMBEKOSI XULU	
Approval Level		A			A	
Date	2024/12/19	2024/12/19			2024/12/19	
Time	14:25:45	14:37:22			16:17:56	
Roll-over Date						
Roll-over Type						

From Account	Description	Beneficiary Code	To Account	Description	Date	Roll-over date	Transaction Number	Frequency	Amount	Immediate Interbank Payment	Transaction Detail
334836	NGWATHE LOCAL MUNICIPALITY - 0000004052707733	3 585064	323145	DEPARTMENT: WATER AND SANITATIO - 0000004054697285	3 NGWATHE MUN.	20241219	134187		101,231.59	No	Adhoc

To View Payment Confirmation Details [click here](#)

DWS DECEMBER PAYMENTS

DECEMBER 2024 PAYMENTS			
DATE	NAME OF CREDITOR	DESCRIPTION	AMOUNT
19/12/2024	DWA	WATER SERVICES	101 231.59
19/12/2024	DWA	WATER SERVICES	114 168.08
19/12/2024	DWA	WATER SERVICES	101 231.59
19/12/2024	DWA	WATER SERVICES	113 967.19
19/12/2024	DWA	WATER SERVICES	114 168.08
			544 766.53

17 Municipal Manager's quality certification

18 Recommendation

It is recommended that

- the Finance and Budget Committee takes note of the Section 72 mid-term assessment and MS52d up to the month of December 2024.
- Note the MFMA Circular 124 - Debt relief report for December 2024.
- that the report be presented before the Mayoral Committee
(After which it must ultimately be tabled at Council before the end of January 2025)