

2025

Budget & Reporting MFMA S71 Report



April 2025

Finance Department,
Nketoana LM

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GLOSSARY

Adjustments Budgets – Prescribed in section 28 of the Municipal Finance Management Act. It is the formal means by which a municipality may revise its budget during a financial year.

Allocations – Money received from the Provincial or National Government or other municipalities.

AFS – Annual Financial Statements

Budget – The financial plan of a municipality.

Budget-related policy – Policy of a municipality affecting or affected by the budget.

Capital Expenditure – Spending on municipal assets such as land, buildings, distribution networks, treatment plants, and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality, and the month-end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted income and expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month that the services or goods are received, even though it may not be paid in the same period.

CFO – Chief Financial Officer / Director: Finance

DORA – Division of Revenue Act. An annual piece of legislation indicating the allocations from the National Government to the Local Government.

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to assist with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GDFI - Gross Domestic Fixed Investment

GFS – Government Finance Statistics. An internationally recognized classification system that facilitates comparisons between municipalities.

GRAP – Generally Recognized Accounting Practice. The new standard for municipal accounting and the basis upon which AFS are prepared.

IDP – Integrated Development Plan. The main strategic planning document of a municipality.

KPI's – Key Performance Indicators. Measures of service output and/or outcome.

MFMA – Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant

MPRA – Municipal Property Rates Act (No 6 of 2004).

MTREF – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level. Also includes details of the previous three years and the current year's financial position.

NT – National Treasury

Net Assets – Net assets are the residual interest in the assets of the entity after deducting all its liabilities. This means the net assets of the municipality equate to the "net wealth" of the municipality after all assets were sold/recovered and all liabilities paid. Transactions that do not meet the definition of Revenue or Expenses, such as increases in values of Property, Plant, and Equipment where there is no inflow or outflow of resources are accounted for in Net Assets.

Operating Expenditure – Spending on the day-to-day expenses of a municipality such as general expenses, salaries & wages, and repairs & maintenance.

Rates – Local Government tax based on the assessed valuation of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

RBIG – Regional Bulk Infrastructure Grant

R&M – Repairs and maintenance on property, plant, and equipment.

SCM – Supply Chain Management.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic Objectives – The main priorities of a municipality as set out in the IDP Budgeted spending must contribute towards the achievement of these strategic objectives.

TMA – Total Municipal Account

Unauthorized expenditure – Generally, spending without, or over, an approved budget.

Virement – A transfer of budget.

Virement Policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by the Council through an Adjustments Budget.

Vote – One of the main segments into which a budget is divided, usually at the department

INTRODUCTION

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003):
Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.

This report has been prepared in terms of section 71 of the Municipal Finance Management Act
2003 for In-Year Report of the Municipality.

BUDGET PERFORMANCE OVERVIEW

C4 - OPERATING REVENUE BY SOURCE

FS193 Nketoana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 - April

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		102,915	92,548	104,548	8,963	93,037	83,123	9,913	12%	104,548
Service charges - Water		102,957	45,057	80,057	8,022	74,988	62,338	12,650	20%	80,057
Service charges - Waste Water Management		37,359	30,500	30,500	2,965	31,819	25,417	6,402	25%	30,500
Service charges - Waste management		31,756	28,751	28,751	2,500	27,373	23,960	3,414	14%	28,751
Sale of Goods and Rendering of Services		1,012	1,426	1,083	79	955	931	24	3%	1,083
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		200,533	96,696	86,722	7,570	72,990	73,099	(109)	0%	86,722
Interest from Current and Non Current Assets		932	299	1,499	98	1,141	1,149	(9)	-1%	1,499
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		2,085	1,926	1,926	162	1,651	1,605	46	3%	1,926
Licence and permits		9	21	21	-	10	18	(8)	-45%	21
Operational Revenue		73	209	609	1	903	474	429	90%	609
Non-Exchange Revenue										
Property rates		18,332	18,900	18,900	1,558	15,721	15,750	(29)	0%	18,900
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		652	578	578	60	522	481	40	8%	578
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		146,846	142,783	143,783	45	134,197	143,783	(9,586)	-7%	143,783
Interest		-	-	24,000	2,215	21,915	18,000	3,915	22%	24,000
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		386	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		645,846	459,695	522,977	34,238	477,220	450,128	27,092	6%	522,977

C4 - OPERATING EXPENDITURE BY TYPE

FS193 Nketoana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 - April

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 By Type										
Employee related costs		186,772	168,400	188,400	15,908	152,714	155,333	(2,619)	-2%	188,400
Remuneration of councillors		11,638	7,176	7,176	491	6,405	5,980	425	7%	7,176
Bulk purchases - electricity		99,261	105,000	110,000	7,582	78,167	90,500	(12,333)	-14%	110,000
Inventory consumed		15,236	23,057	23,057	652	12,090	19,214	(7,123)	-37%	23,057
Debt impairment		188	85,442	85,442	-	31,138	71,202	(40,064)	-56%	85,442
Depreciation and amortisation		86,710	58,744	58,744	21,836	54,591	48,953	5,638	12%	58,744
Interest		39,795	50,400	38,400	2,356	22,143	33,000	(10,857)	-33%	38,400
Contracted services		41,051	34,012	31,112	2,195	20,076	26,169	(6,093)	-23%	31,112
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		422,169	47,153	77,153	(24)	106,684	61,794	44,890	73%	77,153
Operational costs		49,331	58,526	64,726	5,624	46,304	53,693	(7,388)	-14%	64,726
Losses on Disposal of Assets		6,061	-	-	-	-	-	-	-	-
Other Losses		19,410	-	-	-	10	-	10	#DIV/0!	-
Total Expenditure		977,621	637,911	684,211	56,621	530,324	565,838	(35,514)	-6%	684,211
Surplus/(Deficit)		(331,775)	(178,216)	(161,234)	(22,382)	(53,103)	(115,710)	62,607	-54%	(161,234)
Transfers and subsidies - capital (monetary allocations)		77,251	131,149	131,149	3,413	62,620	109,291	(46,671)	-43%	131,149
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(254,525)	(47,067)	(30,085)	(18,969)	9,517	(6,419)			(30,085)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(254,525)	(47,067)	(30,085)	(18,969)	9,517	(6,419)			(30,085)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(254,525)	(47,067)	(30,085)	(18,969)	9,517	(6,419)			(30,085)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(254,525)	(47,067)	(30,085)	(18,969)	9,517	(6,419)			(30,085)

C5 - CAPITAL EXPENDITURE

FS193 Nketoana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 - April

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Capital Expenditure - Functional Classification										
Governance and administration		858	3,096	3,346	-	285	2,830	(2,545)	-90%	3,346
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		858	3,096	3,346	-	285	2,830	(2,545)	-90%	3,346
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		1,327	1,629	1,629	-	1,368	1,357	11	1%	1,629
Community and social services		569	1,629	1,629	-	1,049	1,357	(308)	-23%	1,629
Sport and recreation		758	-	-	-	320	-	320	#DIV/0!	-
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		4,257	14,071	14,071	-	5,763	11,726	(5,963)	-51%	14,071
Planning and development		-	-	-	-	-	-	-		-
Road transport		4,257	14,071	14,071	-	5,763	11,726	(5,963)	-51%	14,071
Environmental protection		-	-	-	-	-	-	-		-
Trading services		111,387	115,453	115,453	6,416	78,958	96,544	(17,586)	-18%	115,453
Energy sources		-	7,183	7,183	-	4,541	5,986	(1,445)	-24%	7,183
Water management		109,350	106,270	106,270	6,416	74,407	88,558	(14,151)	-16%	106,270
Waste water management		-	-	-	-	-	-	-		-
Waste management		2,037	2,000	2,000	-	10	2,000	(1,990)	-100%	2,000
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	117,829	134,249	134,499	6,416	86,375	112,457	(26,083)	-23%	134,499

C7 - CASH FLOWS

FS193 Nketoana - Table C7 Monthly Budget Statement - Cash Flow - M10 - April

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		14,546	39,026	39,026	1,196	11,925	-	11,925	#DIV/0!	39,026
Service charges		151,703	211,748	193,918	11,887	128,237	102,187	26,051	25%	193,918
Other revenue		3,358	100,847	3,360	255	6,243	2,635	3,608	137%	3,360
Transfers and Subsidies - Operational		122,344	142,783	142,783	92	136,436	144,013	(7,577)	-5%	142,783
Transfers and Subsidies - Capital		87,978	131,894	131,149	3,413	101,170	-	101,170	#DIV/0!	131,149
Interest		-	-	606	716	4,181	-	4,181	#DIV/0!	606
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(104,208)	-	(248,273)	(16,172)	(216,455)	(187,284)	(29,171)	16%	(248,273)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		275,721	626,297	262,568	1,388	171,737	61,550	(110,187)	-179%	262,568
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		79,462	(134,249)	(134,499)	(2,069)	(111,701)	-	(111,701)	#DIV/0!	(134,499)
NET CASH FROM/(USED) INVESTING ACTIVITIES		79,462	(134,249)	(134,499)	(2,069)	(111,701)	-	111,701	#DIV/0!	(134,499)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		355,183	492,048	128,069	(681)	60,035	61,550			128,069
Cash/cash equivalents at beginning:		1,904	1,946	1,946		8,650	1,946			8,650
Cash/cash equivalents at month/year end:		357,087	493,994	130,015		68,685	63,495			136,719

IN-YEAR BUDGET STATEMENT TABLES

Please refer to *Annexure A* for the complete set of budget statement tables.

SC3 - DEBTORS AGE-ANALYSIS

FS193 Nketoana - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 - April

Description	NT Code	Budget Year 2024/25									Total over 90 days	Actual Bad Debts Written Off against Debtors
		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		
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	9,142	6,792	7,741	6,382	7,048	6,771	5,391	275,301	324,567	300,892	197
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7,573	5,592	5,622	5,290	4,860	5,033	5,113	40,152	79,236	60,448	30
Receivables from Non-exchange Transactions - Property Rates	1400	1,327	957	903	879	854	831	812	52,899	59,460	56,274	(410)
Receivables from Exchange Transactions - Waste Water Management	1500	3,332	2,963	2,956	2,878	2,817	2,856	2,588	124,222	144,611	135,360	94
Receivables from Exchange Transactions - Waste Management	1600	2,821	2,433	2,360	2,326	2,311	2,303	2,282	136,924	153,761	146,147	111
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	299	299	299	-
Interest on Arrear Debtor Accounts	1810	9,863	9,635	9,438	9,449	9,279	9,241	9,081	617,339	683,325	654,389	82
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	113	87	72	102	89	150	358	26,640	27,613	27,341	22
Total By Income Source	2000	34,171	28,460	29,092	27,305	27,258	27,185	25,626	1,273,775	1,472,872	1,381,149	125
2023/24 - totals only		-	-	-	-	-	-	-	-	-	-	-
Debtors Age Analysis By Customer Group												
Organs of State	2200	4,548	4,045	4,301	4,310	4,417	4,549	2,698	193,047	221,915	209,021	(292)
Commercial	2300	10,392	8,250	8,609	6,678	6,865	6,425	7,372	59,625	114,216	86,965	(55)
Households	2400	19,231	16,164	16,182	16,318	15,976	16,210	15,556	1,021,103	1,136,740	1,085,163	472
Other	2500	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	34,171	28,460	29,092	27,305	27,258	27,185	25,626	1,273,775	1,472,872	1,381,149	125

SC4 - CREDITORS AGE-ANALYSIS

FS193 Nketoana - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 - April

Description	NT Code	Budget Year 2024/25								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	8,719	-	16,419	8,176	8,037	17,004	-	140,225	198,580
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	16,295	2,559	6,039	2,434	2,746	4,195	610	673,888	708,766
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	25,014	2,559	22,458	10,610	10,782	21,200	610	814,114	907,346

BALANCES OVER R1M

Creditor	Balance
ESKOM	R883 541 487
SALGA	R3 626 747
Auditor-General South Africa	R3 240 152
Khweza Trading	R2 733 886
Dept of Water & Sanitation	R1 451 176
Proplan Consulting Engineering	R2 525 998
Aqua Transport Hire	R1 064 210
SALA Pension Fund	R1 526 600
EMS Advisory	R1 499 010
Zarastep Civils	R1 153 781

*This listing shows the payables over R1 m and isn't the full payable listing.

INVESTMENT PORTFOLIO ANALYSIS

BANK BALANCES

<i>Account type</i>	<i>Balance</i>
Operating account	R 192,917
Banktel	R -77,997
Call	R 13,687,515
Total	R 13,802,435

CASHBOOK BALANCES

<i>Account type</i>	<i>Balance</i>
Operating account	R -512,426
Banktel account	R 900,597
Total	R 388,172

OTHER FINANCIAL ASSETS

<i>Asset type</i>	<i>Balance</i>
VKB – Unlisted shares	R 5,000
VKB – Preference shares	R 440,182
VKB – Shareholders' loan	R 466,717
Old Mutual – Policy	R 837,161
Standard Bank – Money Market	R 37,154
Total	R 1,786,214

ALLOCATIONS

SC6 - GRANT RECEIPTS

FS193 Nketoana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 - April

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		134,306	138,783	138,783	(0)	134,883	138,783	(3,900)	-2.8%	138,783
Expanded Public Works Programme Integrated Grant		808	-	-	-	1,800	-	1,800	#DIV/0!	-
Local Government Financial Management Grant		2,850	-	-	-	2,800	-	2,800	#DIV/0!	-
Equitable Share		130,648	138,783	138,783	(0)	130,283	138,783	(8,500)	-6.1%	138,783
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants		134,306	138,783	138,783	(0)	134,883	138,783	(3,900)	-2.8%	138,783
Capital Transfers and Grants										
National Government:		27,337	-	-	-	63,736	-	63,736	#DIV/0!	-
Municipal Infrastructure Grant		19,648	-	-	-	28,869	-	28,869	#DIV/0!	-
Integrated National Electrification Programme Grant		-	-	-	-	1,867	-	1,867	#DIV/0!	-
Water Services Infrastructure Grant		7,689	-	-	-	33,000	-	33,000	#DIV/0!	-
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants		27,337	-	-	-	63,736	-	63,736	#DIV/0!	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS		161,643	138,783	138,783	(0)	198,619	138,783	59,836	43.1%	138,783

The following grant receipts are reflected on the bank statements, but they are not reflected in the table above:

Regional Bulk Infrastructure Grant (RBIG) – R 35,530,147

SC7 - GRANTS EXPENDITURE

FS193 Nketoana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 - April

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:		4,200	-	-	-	2,860	-	2,860	#DIV/0!	-
Expanded Public Works Programme Integrated Grant		1,121	-	-	-	840	-	840	#DIV/0!	-
Local Government Financial Management Grant	3	3,080	-	-	-	2,020	-	2,020	#DIV/0!	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants		4,200	-	-	-	2,860	-	2,860	#DIV/0!	-
Capital Transfers and Grants										
National Government:		30,925	-	-	-	25,186	-	25,186	#DIV/0!	-
Municipal Infrastructure Grant		16,468	-	-	-	19,812	-	19,812	#DIV/0!	-
Integrated National Electrification Programme Grant		1	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		14,456	-	-	-	5,375	-	5,375	#DIV/0!	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants		30,925	-	-	-	25,186	-	25,186	#DIV/0!	-
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		35,125	-	-	-	28,047	-	28,047	#DIV/0!	-

Please refer to **Capital Programme Performance** for capital spending per grant and project.

SC8 - COUNCILLORS, DIRECTORS, AND EMPLOYEE BENEFITS

FS193 Nketoana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 - April

Summary of Employee and Councillor remuneration	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		10,900	6,250	6,250	427	5,772	5,208	564	11%	6,250
Pension and UIF Contributions		737	186	186	64	633	155	478	308%	186
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	569	569	-	-	474	(474)	-100%	569
Cellphone Allowance		-	172	172	-	-	143	(143)	-100%	172
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		11,638	7,176	7,176	491	6,405	5,980	425	7%	7,176
% increase	4		-38.3%	-38.3%						-38.3%
Senior Managers of the Municipality										
Basic Salaries and Wages		12,037	5,642	7,757	1,187	8,461	6,288	2,173	35%	7,757
Pension and UIF Contributions		17	22	25	2	20	21	(1)	-4%	25
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	537	21	11	42	61	(18)	-30%	21
Motor Vehicle Allowance		68	378	424	29	275	349	(74)	-21%	424
Cellphone Allowance		-	77	18	-	-	20	(20)	-100%	18
Housing Allowances		-	54	6	-	3	9	(6)	-66%	6
Other benefits and allowances		573	-	774	58	592	581	11	2%	774
Payments in lieu of leave		4,897	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		17,592	6,709	9,026	1,286	9,393	7,328	2,065	28%	9,026
% increase	4		-61.9%	-48.7%						-48.7%
Other Municipal Staff										
Basic Salaries and Wages		100,001	108,514	112,790	9,009	87,002	93,636	(6,633)	-7%	112,790
Pension and UIF Contributions		19,916	18,687	20,668	1,986	18,124	17,058	1,066	6%	20,668
Medical Aid Contributions		4,453	3,022	5,162	550	4,731	4,123	607	15%	5,162
Overtime		12,811	10,047	13,479	910	10,685	10,946	(262)	-2%	13,479
Performance Bonus		7,501	6,782	7,774	530	6,399	6,395	4	0%	7,774
Motor Vehicle Allowance		9,465	7,253	10,908	928	9,185	8,785	399	5%	10,908
Cellphone Allowance		1,902	1,917	1,960	163	1,633	1,629	4	0%	1,960
Housing Allowances		1,471	1,709	1,516	147	1,329	1,279	50	4%	1,516
Other benefits and allowances		2,030	1,689	2,421	204	2,018	1,957	61	3%	2,421
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		(398)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	4,743	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		5,285	2,072	2,697	194	2,215	2,195	19	1%	2,697
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		169,180	161,691	179,374	14,622	143,321	148,005	(4,684)	-3%	179,374
% increase	4		-4.4%	6.0%						6.0%
Total Parent Municipality		198,410	175,576	195,576	16,399	159,120	161,313	(2,194)	-1%	195,576

Classification	Amount paid
Company 1 (Officials)	R 8 815 173.51
Company 2 (S57 managers)	R 532 286.62
<i>Company 3 (councillors):</i>	
Mayor	R 86 396.90
Speaker	R 74 791.98
Chief Whip	R 36 966.62
Councillors	R 410 113.63
Company 4 (interns; ward committees et.al.)	R 3 951 988.62
Total	R 13 277 718.88

MATERIAL VARIANCES TO THE SDBIP

Nketoana Local Municipality's Service Delivery & Budget Implementation Plan (SDBIP), as legislated, is aligned to the municipality's Integrated Development Plan (IDP) as well as the Annual Budget. There are therefore no significant variances to report on.

CAPITAL PROGRAMME PERFORMANCE

MUNICIPAL INFRASTRUCTURE GRANT

Project Description	Allocation	Year-to-date	Apr-25	Total	Unspent
PMU	-R1,541,250	R905,755	R180,849	R1,086,604	-R454,646
Leratswana/Arlington: Re-sealing of 1.5km tar roads (MIS:416228)	-R2,947,299	R0	R0	R0	R2,947,299
Lindley/Ntha: Re-sealing of 0.75km tar roads (MIS:439245)	-R452,618	R0	R0	R0	-R452,618
Petsana: Upgrading of 1.6km of gravel roads to paved roads and stormwater drainage (MIS:470810)	-R9,922,678	R10,036,631	R0	R10,036,631	R113,953
Reitz: Construction of Alternative Dam in Geluk Farm (MIS:477458)	-R10,670,095	R4,112,000	R746,663	R4,858,664	R5,811,432
Arlington: Upgrading of sports facility - Phase 2 (MIS:358739)	-R1,541,978	R598,166	R576,566	R1,174,732	-R367,246
Purchasing of Specialized Vehicles 2024/2025	-R1,890,082	R0	R0	R0	R1,890,082
Petsana: Installation of 5 (30m) high mast lights (MIS:509983)	R0	R2,326,034	R405,249	R2,731,283	R2,731,283
Total	-R28,966,000	R17,978,586	R1,909,327	R19,887,913	R9,078,087

WATER SERVICES INFRASTRUCTURE GRANT

Project Description	Allocation	Year-to-date	Apr-25	Total	Unspent
Matoding Water Supply	-R18,000,000	R14,119,029	R10,706,747	R24,825,776	R6,825,776
Refurbish 10 existing boreholes and drilling 12 new boreholes	-R13,750,000	R7,910,939	R300,000	R8,210,939	-R5,539,061
Total	-R31,750,000	R22,029,968	R11,006,747	R33,036,715	R1,286,715

REGIONAL BULK INFRASTRUCTURE GRANT

Project	Contract Value	22/23 Expenditure	23/24 Expenditure	YTD Spending	Apr-25	Total Expenditure	Spending
Phase 1, Stage 1: Reitz WTW: Part B and raw water pump station and High Lift Pump Station	R40,322,247	R834,701	R9,871,624	R7,669,640	R165,700	R18,541,665	46%
Phase 1, Stage 2 Part D: Construction of 12 km 315mm diam. PVC pipeline from Reitz to Petrus Steyn	R49,959,839	R1,860,815	R23,221,319	R2,878,018	R0	R27,960,152	56%
Phase 2, Stage 4: Construction of 3MI Reservoir in Petrus Steyn	R16,821,145	R4,547,982	R7,310,696	R2,868,258	R0	R14,726,936	88%
Phase 2, Stage 8.1: Construction of 3MI Lindley	R18,999,616	R4,214,004	R8,395,242	R3,726,400	R1,003,288	R17,338,934	91%
Phase 2, Stage 10: Construction of 3MI Arlington	R17,425,411	R843,887	R1,824,360	R731,379	R0	R3,399,626	20%
	R143,528,258	R12,301,389	R50,623,241	R17,873,695	R1,168,988	R81,967,313	

OTHER SIGNIFICANT REPORTING ITEMS

BORROWINGS

The municipality's borrowings are limited to a loan from the Development Bank of South Africa.

Loan name	Principal debt	Opening balance	Borrowings	Repayments	Interest accrued	Other movements	Closing balance
DBSA	R 9,600,000	R 4,921,745	R 0	R 0	R 0	R 0	R 4,921,745

INSURANCE REGISTER

Claim Type	Asset Description	Affected Unit	Claim Details	Claim	Settled	Remarks
Damage	Acer: 22632	Office of the Speaker	Laptop: Damage	R0.00	R0.00	In Progress
Damage	Intel: 22865	Office of MM	Laptop: Damage	R0.00	R0.00	In Progress
Motor Damage	HTZ 268 FS	Water + Sanitation	Motor Damage	R1,915	R2,415	Settled
Motor Damage	HXZ 820 FS	Water + Sanitation	Motor Damage	R37,960	R32,960	Settled
Damage	HP: 22276	Community Services	Laptop: Damage	R0.00	R0.00	In Progress
Motor Damage	HXZ 823 FS	Electricity	Motor Damage	R330,000	R297,000	Settled
Motor Damage	HMZ 066 FS	Corporate: Fleet	Motor Damage	R161,600	R145,440	In Progress
Damage	Transformer	Electricity	Transformer: Damage	R0.00	R0.00	In Progress
Damage	Generator	Fire Fighter	Generator: Damage	R0.00	R0.00	In Progress
Motor Damage	HTZ 271 FS	Water + Sanitation	Motor Damage	R0.00	R0.00	In Progress
Motor Damage	HTZ 273 FS	Electricity	Motor Damage	R0.00	R0.00	In Progress
Motor Damage	HMZ 060 FS	Corporate: Fleet	Motor Damage	R0.00	R0.00	Settled
Motor Damage	HXZ 821 FS	Water + Sanitation	Motor Damage	R0.00	R0.00	In-progress
Motor Damage	HMZ 071 FS	Traffic Department	Motor Damage	R0.00	R0.00	In-progress
Motor Damage	HXZ 822 FS	Water + Sanitation	Motor Damage	R0.00	R0.00	Settled

MONTHLY ASSET ADDITIONS

Tag Number	Asset Description	Asset Category	Invoice Number	Quantity	Unit price	Department
21983	Lenovo Laptop	Computer Equipment	1643	1	R18,267.83	FINANCE

BUDGET FUNDING PLAN

The municipality's unfunded budget was adopted with a budget funding plan. The funding plan is monitored monthly to ensure progress towards a funded budget. The funding plan criteria and outcomes are tabled below:

Budget Funding Matrix	Mar-25	Apr-25
Trade Payables – balance	R 889,332,156	R913,063,855
Trade Payables - % overdue	98%	98%
Monthly Eskom statement	R 871,927,067	R 883,541,487
Monthly Waterboards and DWA statement	R 8,921,909	R 8,921,909
Cash and short-term liquidity (days) - Improve cost coverage to: <ul style="list-style-type: none"> • FY 2024/25 – 15 days cash on hand • FY 2025/26 – 30 days cash on hand • FY 2026/27 – 2 months cash on hand 	19 days	13 days
Implement a positive Cash flow statement: <ul style="list-style-type: none"> • Establish a Cash Management Committee and meet weekly. • Compile, implement, and monitor monthly cash flow projections. • Ring-fencing of conditional grants 	No No No	No No No
Reduce non-core expenditure: <ul style="list-style-type: none"> - Legal costs - Interest paid - Consulting fees 	R 616 R 2,353,765 R 721,040	R 352,770 R 2,759,337 R 2,401,409
Collection rates	42%	32%
Implement Credit Control and Debt Collection Policy	Yes	Yes
Monthly Oversight - Report Monthly to Municipal Structures	Yes	Yes
Clear unallocated deposits	R -692,246	R -73,755
Reduce Debtors balance	R 1,440,085,746	R 1,463,636,986
Reduce Employee-related cost	R 13,525,609	R 13,277,719
Minimize capital spending from own funds. FY 2024/25 - Zero Spending. Year 2 - Provide 10% of Cash Surplus (A7) Year 3 - Provide 30% of cash Surplus (A7)	Currently, all projects are funded by government grants	Currently, all projects are funded by government grants

MSCOA ROADMAP

Monitoring module usage can track the municipality's mSCOA compliance. The table below shows the mSCOA modules in use at the municipality. Once the relevant officials are trained in module usage and data conversion is possible, unused modules can be implemented.

Usage by Module		Usage by Business Processes	
Module	Usage	Business Process	Usage
Accounts Payable	50	Asset Management	0
Action Assist (SDBIP)	100	Corporate Governance	100
Asset Management	0	Costing and Reporting	0
Budget module	63	Customer Care, Credit Control and Debt Collection	50
CaseWare	100	Financial Accounting	100
Cashbook	100	Grant Management	0
Cashiers	100	Human Resource and Payroll Management	0
Consumer Debtors	62	Land Use Management	100
Contract Debtors		Municipal Budgeting, Planning and Modelling	78
Contract Register	0	Procurement Cycle: Supply Chain Management, Expenditure Management, Contract Management and Accounts Payable	67
Costing	0	Project Accounting	50
Creditors	100	Real Estate and Resource Management	0
General Ledger	0	Revenue Cycle Billing	60
Grant Registers	0	Treasury and Cash Management	57
IDP	100	Valuation Roll Management	100
Insurance Claim Register	0		
Inventory	100		

Loan Register	0
Munsoft Reporting	100
Petty Cash	100
Procurement	100
Sundry Registers - Cemetery	0
Sundry Registers - Facilities	0
Supply Chain Management	100
Pensioners Management	0
Indigent Management	100
Investment Registers	0

BUDGET PROCESS PLAN

The process plan, adopted by the Council, sets out the activities and timelines for preparing the 2025/2026 annual budget.

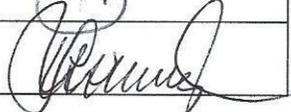
No.	Activity	Timeline	Responsible Person / Dept.	Achieved
1	Inputs from Stakeholders and Community for IDP review	Sep-Dec 2024	PMS Manager	N/A
2	1 st Quarter <i>Budget Assessment Report</i>	22 Oct 2024	Finance	Yes
3	Budget Steering Committee Meeting (1)	29 Oct 2024	Mayor	No
4	Budget Steering Committee Meeting (2)	16 Jan 2025	Mayor	No
5	2 nd Quarter <i>Budget Assessment Report</i> and submission of <i>Mid-Year Budget Report</i>	24 Jan 2025*	CFO / MM	Yes
6	Table 2024/2025 <i>Mid-Year Budget Performance & Assessment Report</i> to Council	31 Jan 2025*	Mayor	Yes
7	Mid-Year Budget & Performance Assessment – Provincial Treasury	Jan - March 2025	Mayor	Yes
8	Projects – Outline Prioritized Development	February 2025	PMS Manager	Yes
9	Submission of 2024/2025 <i>Adjustment Budget</i> to Council	28 Feb 2025*	Mayor	Yes
10	Table 2025/2026 <i>Draft Annual Budget</i> to the Mayor	14 Mar 2025	CFO / MM	Yes
11	Budget Steering Committee Meeting (3)	18 Mar 2025	Mayor	No
12	Finalize 2025/2026 <i>Draft Annual Budget</i> and <i>Draft Tariff List</i>	21 Mar 2025	CFO / MM	Yes
13	Table 2025/2026 <i>Draft Annual Budget</i> and <i>Draft Tariff List</i> to Council	31 Mar 2025*	Mayor	Yes
14	Make public the 2025/2026 <i>Draft Annual Budget</i>	04 April 2025*	MM	
15	Obtain comments from the public on the 2025/2026 <i>Draft Annual Budget</i>	01-30 Apr 2025	Mayor	Yes
16	Budget and Benchmark Assessment – Provincial Treasury	Apr-May 2025	CFO / MM	Yes
17	Budget Steering Committee Meeting (4)	09 May 2025	Mayor	Yes
18	Finalize 2025/2026 <i>Annual Budget</i> and <i>Tariff List</i>	16 May 2025	CFO / MM	N/A
19	Submit 2025/2026 <i>Final Annual Budget</i> to the Mayor	23 May 2025	MM	N/A
20	Table 2025/2026 <i>Final Annual Budget</i> for Approval	30 May 2025*	Council	N/A
21	Make public the 2025/2026 <i>Annual Budget</i>	06 May 2025*	MM	N/A

*Legislated MFMA deadlines

25 January | MFMA s 72(1)(a) & 52(d) | 31 January | MFMA s 54(1)(f) | 28/29 February | MFMA s 28(4) | 31 March | MFMA s 16, 22, 23, 87; MSA s 34 | 31 May | MFMA s 87 | 30 June | MFMA s 16, 24, 26, 5 |

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

This Section 71 Report has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

	Name	Designation	Date	Signature
Compiled by	Nico Fourie	Budget & Reporting Manager	15-May-2025	
Reviewed by	Jabulani Makubu	Chief Financial Officer	15-May-2025	
Authorized by	Mokete Nhlapo	Municipal Manager	15-May-2025	

RECOMMENDATIONS

It is recommended that the Mayoral Committee take note of -

1. The monthly budget statement for the Month under review, taking into account:
 - a. The monthly debt impairment journals were not processed and resulted in a YTD variance;
 - b. The bulk purchase invoice for April 2025 was processed along with the interest charge;
 - c. Non-routine adjustments are processed annually and contribute to temporary YTD variances; and
 - d. YTD variances in service charges (especially water and wastewater) can be attributed to seasonal fluctuations and the projections based on the 24/25 Lesotho Highlands tunnel closure. The budget for electricity and water was increased in February 2025, but is still showing a year-to-date variance.
2. The non-compliance emanating from the municipality's debt relief self-assessment, as well as the Provincial Treasury's independent assessment set out in *Annexure B* below;
3. The following remedial actions are necessary and have been undertaken to improve the municipality's monthly compliance in terms of the Debt Relief Conditions:
4. As per recommendations above;
 - a. Adhering to budget funding conditions; and
 - b. Implementing mSCOA modules for compliance.
5. The balance of the Eskom bulk account (and/or bulk water account if relevant) and the municipality's reconciliation of these accounts as set out in paragraph *Annexure B* below.

ANNEXURES

ANNEXURE A – C SCHEDULES

[..\..\Other reporting\GoMuni\2024_2025\M10\Nketoana Local Municipality M10 C Schedule version 6_8.pdf](#)

ANNEXURE B – MUNICIPAL DEBT RELIEF COMPLIANCE

MFMA CIRCULAR 124 – MUNICIPALITY COMPLIANCE SELF-ASSESSMENT



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

Apr'25

National Financial Year

2024/25

Demarcation Code of Municipality being assessed

FS193

District

Thabo Mofutsanyana

Demarcation Description

Nketoana

I, **ME Mohlallo**, 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

Condition	6,3 + 6,12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):
1	6.12.2	- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.12.2</i>

Does not have function

2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Does not have function
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Does not have function
4	6.3.1	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and /or subsequent current account(s) up to the date of NT approval of the application.	No
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No
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
	6.4	Compliance with a funded MTREF – (choose from drop down list the MTREF assessed)	2024/25 Tabled MTREF
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	Yes
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	No

9	6.4.1	<p>- Has the municipality made adequate provision for debt impairment (<i>considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget</i>) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p>	<input type="text" value="No"/>
		<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".</i></p>	
10	6.4.1	<p>- Has the municipality made adequate provision for depreciation and asset impairment (<i>considering its asset register and physical state of assets</i>) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p>	<input type="text" value="No"/>
		<p><i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i></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 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p>	<input type="text" value="Yes"/>
		<p><i>Note - if the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i></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 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? <i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i></p>	<input type="text" value="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 (<i>For example higher winter Eskom tariffs, lower January collection rates, etc.?</i>)</p>	<input type="text" value="No"/>

14	6.5	Cost reflective tariffs – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality’s annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes
	6.6	Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, <i>demonstrated, through its by-laws and budget related policies</i> 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
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? <i>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.</i>	No
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? <i>Note – the municipality’s monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.</i>	No
	6.6	Supporting evidence: <i>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.</i>	
	6.7	Maintain a minimum average quarterly collection of property rates and services charges –	
19	6.7.1	- Has the municipality achieved a minimum of <i>80 per cent average quarterly collection</i> of property rates and service charges with effect from 01 April 2023 and <i>85 per cent average quarterly collection with effect from 01 April 2024</i> 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

		<i>Note - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</i>	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of National Treasury the following :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> 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;	No
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	No
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No

25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	No
	6.8	Municipality's Completeness of the revenue base –	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <i>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</i>	No
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://lguploadportal.treasury.gov.za ?	Yes
	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?	No
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>	No
31	6.9.3	- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za ?	No FRP
		<i>Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i>	

	6.10	<i>Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:</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
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? <i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
		<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. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.</i>	
	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):	
37	6.12.1	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable	No

		Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	
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 relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).</i>	
39		Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	No
40	6.13	Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? <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?	No
		<i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.</i>	

MUNICIPAL DEBT RELIEF PERFORMANCE ACROSS THE PERIOD OF DEBT RELIEF PARTICIPATION

Monthly Performance Report

Municipal Details			Part A						Part B					Part C			Part D				Part E					Compl																			
Month	Code Descr	Code	Eskom And Bulk water current account						Compliance with a funded MTRF					FRP/BFP & Tariff Assessment			Electricity and water as collection tools				Quarterly collection of property rates and services charges						Maximization of Revenue Base					Oversight													
			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	Nketoana	FS193	N/A	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	No	No	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	74%									
2.August	Nketoana	FS193	N/A	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	No	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	76%									
3.September	Nketoana	FS193	N/A	N/A	N/A	No	No	No	No	No	No	No	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	76%									
4.October	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	63%							
5.November	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	No	No	No	No	No	63%		
6.December	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	No	No	No	No	No	63%		
7.January	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	No	No	No	No	No	63%		
8.February	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	No	No	No	No	No	63%		
9.March	Nketoana	FS193	No	N/A	N/A	No	No	No	No	No	No	Yes	Yes	N/A	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	N/A	Yes	No	Yes	No	No	No	No	No	No	63%		
10.April	Nketoana	FS193	N/A	N/A	N/A	No	No	No	Yes	No	No	No	Yes	N/A	No	Yes	Yes	Yes	No	No	No	No	Yes	No	Yes	No	Yes	No	Yes	Yes	No	Yes	No	No	N/A	N/A	Yes	Yes	Yes	Yes	No	No	No	Yes	54%
																																												0%	

Comments/Motivation

HOD Name:

Signature of HOD:

Date:

** Note – if the official is signing on behalf of the Head of the Provincial Treasury (IIOD), the written procurement of the IOOD must be attached as an Annexure to this Certificate of Compliance.

THE PROVINCIAL TREASURY DEBT RELIEF COMPLIANCE ASSESSMENT

[..\..\..\Debt relief\Compliance\FS193 March.pdf](#)

MFMA CIRCULAR 124 – CONDITION 6.8 (COMPLETENESS OF THE REVENUE BASE)

Property Rates Reconciliation						
Province	FS					
District	Thabo Mofutsanyana District					
Type	LM					
Municipal Name	Nketoana					
GV Period	01/07/2020 - 30/06/2025					
Financial Year	2024/2025					
Reconciliation Period						
Reconciliation Overview						
High Level Reconciliation						
Property Categories	# of Properties			Market Values		
	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	7569	7698	-129	1,069,525,000.00	1,079,330,000.00	9,805,000.00
Industrial	0	0	0	-	-	-
Business and Commercial	325	325	0	300,285,000.00	300,515,000.00	230,000.00
Agricultural	3166	3166	1	5,453,107,600.00	5,418,617,600.00	4,490,000.00
Mining	0	0	0	-	-	-
State Owned for Public Purpose	71	72	-1	134,640,000.00	135,410,000.00	770,000.00
PSI	63	63	0	7,573,200.00	7,573,200.00	-
PBO	0	0	0	-	-	-
Multi Use	0	0	0	-	-	-
Vacant	234	234	0	31,491,000.00	31,491,000.00	-
POW	52	53	-1	23,055,000.00	23,185,000.00	130,000.00
Municipal	8305	1	8304	471,970,000.00	460,000.00	471,510,000.00
Other	0	1	-1	-	210,000.00	210,000.00
	19785	11612	8173	7,491,646,800.00	7,026,791,800.00	464,855,000.00
Detailed Reconciliation						
Property Categories	Monthly Billing			Quarterly		
	GV	MFS	Variance	GV	MFS	Variance
Residential	471,414	463,327	8,086	1,414,240.73	1,389,981.90	24,258.83
Industrial	-	-	-	-	-	-
Business and Commercial	215,247	214,997	249	645,740.37	644,992.17	748.20
Agricultural	762,708	768,950	6,250	2,288,123.95	2,306,874.24	18,750.29
Mining	-	-	-	-	-	-
State Owned for Public Purpose	96,517	96,988	471	289,550.05	290,963.61	1,413.56
PSI	-	50	50	-	150.54	150.54
PBO	-	-	-	-	-	-
Multi Use	-	-	-	-	-	-
Vacant	12,369	12,764	395	37,108.21	38,292.15	1,183.94
POW	-	221	221	-	662.97	662.97
Municipal	-	-	-	-	-	-
Other	-	151	151	-	451.59	451.59
Total	R1,558,254.44	R1,557,466.39	R798.05	4,674,763.31	4,672,369.17	2,394.14

Description	Ref	As Per Debt Relief Application		2024/2025 - Monthly Monitoring													
		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																	
Indigent HH's with piped water inside yard (but not in dwelling)																	
Indigent HH's using public tap (at least min service level)	2		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
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	3		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
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	4																
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total	5																
Total number of registered indigent households	5		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Status of Water meters:																	
Number of Indigent HH's with prepaid Water																	
Number of Indigent HH's with conventional metered Water			1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Number of Indigent HH's NOT metered currently - Water																	
Number of Indigent HH's with NO Water supply - No metering																	
Total number of registered indigent households	10		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
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																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water																	
Total number of registered indigent households receiving unlimited supply - Water	11																
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																
Electricity: (Include All Indigent households also in Eskom supplied areas)																	
Indigent HH's with Electricity (at least min service level)																	
Indigent HH's with Electricity - prepaid (min service level)																	
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total	5		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Indigent HH's with Electricity (< min service level)	5																
Indigent HH's with Electricity - prepaid (< min service level)	5																
Indigent HH's with other energy sources	5																
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total	5																
Total number of registered indigent households	5		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Status of Electricity meters:																	
Number of Indigent HH's with prepaid Electricity																	
Number of indigent HH's with conventional metered Electricity			1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
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		1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
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 30kwh per household per month																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity																	
Total number of registered indigent households receiving unlimited supply - Electricity	13																
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's billed for consumption above the 30 kwh	13																
Number of ALL Households receiving Free Basic Service (including registered Indigent Households)	7																
Water (6 kilolitres per household per month)			1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Electricity/other energy (50kwh per household per month)			1,417		1,417	1,417	2,403	3,463	3,992	3,977	4,468	4,583	4,746	4,816	4,811		
Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)			405,120		405,120	687,018	687,017	9,900,718	1,141,313	1,137,024	1,277,401	1,310,280	1,355,452	1,376,894	1,375,465		
Electricity/other energy (50kwh per household per month)			384,971		384,971	652,847	658,855	949,485	1,094,527	4,061,244	1,225,036	1,256,567	1,299,887	1,320,451	1,319,080		
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		790,091		790,091	1,339,865	1,345,872	10,850,203	2,235,839	5,198,268	2,502,437	2,566,847	2,655,339	2,697,345	2,694,545		
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)			15,000		15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000		
Water (kilolitres per household per month)			6		6	6	6	6	6	6	6	6	6	6	6		
Sanitation (kilolitres per household per month)			189		189	189	189	189	189	189	189	189	189	189	189		
Sanitation (cans per household per month)			50		50	50	50	50	50	50	50	50	50	50	50		
Electricity (kwh per household per month)			217		217	217	217	217	217	217	217	217	217	217	217		
Refuse (average litres per week)																	
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)																
PCI 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																	
Water (in excess of 6 kilolitres per indigent household per month)	15																
Sanitation (in excess of free sanitation service to indigent households)	16																
Electricity/other energy (in excess of 50 kwh per indigent household per month)																	
Refuse (in excess of one removal a week for indigent households)																	
Municipal Housing rental rebates																	
Housing - top structure subsidies	6																
Other																	
Total revenue cost of subsidised services provided																	

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	No. Of Wards
FS193		Ikotoana	August	9

Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2				Q2	Summary - Quarter 3				Q3	Summary - Quarter 4				Q4
	Billing	Collection	R - Billing not collected	% Collection		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	108,394,837	34,792,446	73,602,391	32%	32%	90,779,636	27,954,718	62,824,918	31%	31%	88,125,269	28,233,795	59,891,474	32%	32%	28,104,588	9,732,372	19,372,225	33%	33%
2. Collection <u>and</u> Eskom supplied areas	76,354,745	32,709,073	43,645,672	43%	43%	64,170,218	26,891,390	37,278,827	42%	42%	62,210,463	25,415,796	36,794,667	41%	41%	26,637,819	9,210,481	11,427,339	40%	40%
3. Collection: Property Rates	4,716,810	4,064,191	652,619	86%	86%	4,707,696	2,652,731	2,054,965	56%	56%	4,660,999	2,909,018	1,771,981	62%	62%	1,587,456	1,107,123	480,334	71%	71%
4. Total average collection: Electricity (Municipal supplied areas)	22,792,951	17,140,328	5,652,613	75%	75%	20,276,626	11,592,773	8,683,853	57%	57%	19,922,477	12,646,003	7,276,474	63%	63%	6,519,942	3,578,203	2,941,639	55%	55%
5. Total average collection: Water	25,733,760	6,259,717	19,474,042	24%	24%	19,894,853	3,276,242	16,608,611	16%	16%	18,176,268	4,450,258	13,726,010	24%	24%	5,962,817	2,494,279	3,468,538	42%	42%
6. Total average collection: Wastewater	9,461,088	1,760,218	7,680,870	19%	19%	9,475,925	7,453,832	2,021,963	79%	79%	9,125,904	4,142,426	4,983,478	45%	45%	2,949,630	1,199,946	1,750,562	41%	41%
7. Total average collection: Refuse	8,719,605	1,775,813	6,943,993	20%	20%	8,044,578	1,540,638	6,503,940	19%	19%	7,610,194	2,083,765	5,526,429	27%	27%	2,500,303	630,800	1,869,702	25%	25%
8. Total average collection: Interest	36,970,622	3,772,369	33,198,254	10%	0%	28,390,557	1,438,500	26,951,557	5%	5%	26,609,426	2,002,324	24,607,102	7%	7%	9,624,550	723,120	8,901,430	8%	8%

 PROOF OF PAYMENT OF ESKOM BULK CURRENT ACCOUNT INVOICE

**Audit Trail**

Create Transfer

Thu, Mar 20, 2025 at 03:11:10 PM

Group **25503 - NKETOANA LOCAL MUNICIPALITY**
 Operator **013 - MPHONGODFREY LETHOLA**
 Status **Finally Approved**

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator Number	13	13			26
Operator Name	MPHONGODFREY LETHOLA	MPHONGODFREY LETHOLA			LEONARD J MAKUBU
Approval Level		A			A
Date	2025/03/20	2025/03/20			2025/03/20
Time	12:50:53	12:52:26			14:40:51
Roll-over Date					

Transaction Status

From Account	334833	MUNICIPALITY OPERATING ACCOUNT - 0000002170560119
Description	3 EF4927NKET	Frequency
Beneficiary Code		
To Account	230534	ESKOM - 0000055070067316
Description	3 EF004927-0001 0000	
Date	20250320	Amount
Roll-over date		
Transaction Number	171334	Immediate Interbank Payment

Transaction Detail**Adhoc****9,361,150.85****No**

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

ESKOM RECONCILIATION ALIGNING TO THE MFMA S71 MSCOA DATA STRINGS UPLOAD

The municipality's bulk electricity balance in the data strings does not correspond to the statement.