MERAFONG MUNICIPALITY



SECTION 71 ENDING 30 APRIL 2025

DISTRIBUTION:

- Executive Mayor:
- Municipal Manager:
- Chief Financial Officer:
- Sector Departments:

Ms. Nozuko Best Mr. Dumisani Mabuza Ms. Palesa Makhubela National and Provincial Departments Uploaded to the National Treasury GoMuni portal

PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING APRIL MONTH 10 OF 2025 FINANCIAL YEAR TO: THE HOUNERABLE EXECUTIVE MAYOR FROM: BUDGET & TREASURY OFFICE

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71): IN-YEAR MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING IN APRIL, MONTH 10 2025 FINANCIAL YEAR

IN-YEAR BUDGET STATEMENT TABLES: MONTH ENDED 30 APRIL OF 2025 FINANCIAL YEAR

The financial results for the Month ended 30 April 2025 are attached and consists of the following tables:

MBRR TABLES:

- 1) Table C1 Month 10 Budget Statement -Summary
- 2) Table C2: Month 10 Budget Statement Financial Performance (Revenue and Expenditure by Functional Classification)
- 3) Table C3: Month 10 Budget Statement Financial Performance (revenue and expenditure by municipal vote)
- 4) Table C4: Month 10 Budget Statement Financial Performance (Revenue and Expenditure)
- 5) Table C5: Month 10 Budget Statement Capital Expenditure by vote, standard classification and funding
- 6) Table C6: Month 10 Budget Statement Financial Position
- 7) Table C7: Month 10 Budget Statement Cash Flow
- 8) Table SC3: Month 10 Budget Statement Aged Debtors
- 9) Table SC4: Month 10 Budget Statement Aged Creditors
- 10) Table SC5: Month 10 Budget Statement Investment Portfolio
- 11) Table SC7: Month 10 Budget Statement Transfer and grant expenditures

1. Purpose

To submit a report on the implementation of the budget and the financial state of affairs of the municipality for the Month of April 2025 in accordance with the provisions of Section 71 of the Municipal Finance Management Act (MFMA), Act 56 of 2003.

2. Background

This report contains the information for the Monthly section 71 which must be sent to the Executive Mayor within 10 working days.

According to Section 71 the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality, and the relevant National and Provincial Treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month.

For the reporting period ending **30 April 2025**, the ten working day reporting limit expired on **15 May 2025**.

3. Executive summary

The Adjusted budgeted revenue for the year amounted to **R2 347 723 120**, the actual revenue as at end of April amounted to **R116 546 000** including Grants received in April 2024. including Grants received in April 2025. The Adjusted budgeted expenditure for the year amounted **R 2 336 443 120.00**, the actual expenditure as at end of April amounted to **R169 345 000**.

Projections are that the Adjusted expenditure will not exceed the projections that were made at the time of compiling the budget.

Expenditure incurred on Capital amounted to **R1 456 256.60** for the month of April which is **1.00%** of the total capital Budget amounts to **R160 293 884.46**.

The total projected revenue for the 2024/2025 financial year amounts to **R2 347 712 120**. This increase is due to the increase in property rates, service charges and external grants from Government.

OPERATING AND	2024/2025
CAPITAL BUDGET	FINAL ADJUSTED
EXPENDITURE	BUDGET
TOTAL OPERATING	R2 347 723 120.00
REVENUE	
TOTAL OPERATING	R2 336 443 120.00
EXPENDITURE	
TOTAL CAPITAL	R192 423 884.00
EXPENDITURE	
TOTAL OPEX AND	R2 528 867 004.00
CAPEX BUDGET	

The summary of the operating and capital budgets are as follows:

4.1 Operating Revenue by Source

Description	Adjusted Budget Amount	April Actual	YTD Revenue	%YTD Revenue
Operating Revenue	2 347 712 120	116 546 000	2 062 495 000	87.85%
TOTAL Revenue	2 347 723 120	116 546 000	2 062 495 000	87.85%

4.2 Operating Expenditure by Type

Description	Adjusted Budget Amount	April Actual	YTD Expenditure	%YTD Expenditure
Operating Expenditure	2 336 443 120	169 345 000	1 793 276 000	76.75%
TOTAL Revenue	2 336 443 120	169 345 000	1 793 276 000	76.75%

4.3 SALARIES

Description	Adjusted Budget Amount	April Actual	YTD Expenditure	%YTD Expenditure
Employee Related Cost	436 350 069	34 576 000	365 165 000	83.68%
TOTAL	436 350 069	34 576 000	365 165 000	83.68%

4.4 REMUNERATION ON COUNCILLORS

Description	Adjusted Budget Amount	April Actual	YTD Expenditure	%YTD Expenditure	
Remunerations of Councillors	25 151 401	2 204 000	22 695 000	90.23%	
TOTAL	25 151 401	2 204 000	22 695 000	90.23%	

STAFF OVERTIME Summary: Overtime Trading Services

Month	Projected	M10 Actuals	Percentage
April	R2 211 250.25	R2 018 394.13	91.28%

	OVERTIME EXPENDITURE FOR APP	RIL 2025		
		ANNUAL		YEAR TO DATE
SERIAL NUMBER	CATEGORY OF EXPENDITURE	Aproved Budgett	April	Positive/Negative Variamce %
	Revenue By Source			
1	INCOME	65 000.00	67 076.97	103%
2	EXPENDITURE	32 000.00	44 967.13	141%
3	BUDGET & TREASURY	30 000.00	14 044.69	47%
4	SUPPLY CHAIN			
5	FINANCE:INTERNS	30 000.00		0%
6	TRAFFIC & LICENSING	2 741 639.00	171 659.44	6%
7	SECURITY	1 200 000.00	99 578.68	8%
8	CEMETARY	100 765.00		0%
9	REFUSE REMOVAL	7 997 522.00	526 227.39	7%
10	WATER	5 764 197.00	506 004.45	9%

11	ELECTRICITY	6 515 500.00	251 133.27	4%
12	CHIEF OPERATING OFFICER			
13	SECRETARIAT & LEGAL	30 651.00	26 248.07	86%
14	IDP/PMS	6 760.00		0%
15	EXECUTIVE MAYOR	21 107.00	32 128.00	152%
16	SPEAKER		5 605.82	
17	S.E. SHARED SERVICES		8 318.31	
18	INTERNAL AUDIT	3 525.00		0%
19	CHIEF OF STAFF			
20	INFORMATION TECHNOLOGY	1 040.00	6 871.65	661%
21	MANAGER CIVIL ENGINEERING	5 200.00	4 822.21	93%
22	PUBLIC WORKS	468 480.00	45 555.73	10%
23	SE ECONOMIC DEVELOPMENT		8 438.87	
24	ROADS & STORMWATER	411 462.00	101 310.05	25%
25	PARKS	1 018 985.00	43 693.65	4%
26	MARKETING	1 040.00		0%
27	MANAGER SRACH, LIS and Parks	27 775.00	17 179.13	62%
28	SOCIAL DEVELOPMENT	5 200.00		0%
29	HR & SKILLS DEVELOPMENT	41 555.00	16 879.96	41%
30	INDUSTRIAL RELATIONS		4 556.53	
31	HOUSING ADMINISTRATION	15 600.00	4 520.82	29%
32	SPARTIAL PLANNING			
33	LIBRARIES			
34	PROJECT MANAGEMET UNIT			
35	MUNICIPAL MANAGER			
36	LED			
37	SE COMMUNITY SERVICE		7 956.65	
38	WATER CAREWORK		3 616.66	
		26 535 003.00	2 018 394.13	8%
	Total			

Summary: Overtime

The approved overtime budget for the **2024/25** financial year is a total amount of **R26 355 003.00.**

During April 2025 overtime paid was a total amount of R2 018 394.13 against the projected budget of R2 211 250.25 which is 91.28% of the monthly projected budget.

There is an indication that most of the departments have increased spending on the overtime which need management attention to control the spending. The matter will be escalated to EXCO for review.

Management of overtime is a continuous process, and overtime hours have been curbed at 40 hours for delivery service departments excluding pre-approved essential services where overtime has exceeded 40 hours. There is still room for improvement on overtime expenditure, especially on non-service delivery section

4.5 PROGRESS ON IMPLIMENTATION OF FRP

Merafong City was placed under Financial Recovery Plan (FRP), the intervention was instituted in terms of S139(5) of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996), as read with sections 139, 140 and 146 to 149 of the MFMA.

As this is a mandatory intervention, the municipality must implement the financial recovery plan. In terms of S146(2) of the MFMA the imposed FRP binds the municipality in the exercise of both its legislative and executive authority including approval of a budget and legislative measures giving effect to the budget.

The Municipality is currently at the Rescue Phase stage of implementation of the Financial Recovery Plan. Governance

- 4.5.1 Institutional
- 4.5.2 Financial Management
- 4.5.3 Service Delivery

The 2024/2025 funded budget was successfully prepared, submitted to council and adopted by council within the prescribed timeframe. The budget recorded the reduction in the deficit to a surplus, however the assessment by the Provincial Treasury indicates that the budget is unfunded. The municipality subsequently prepared the budget funding plan which is being monitored monthly.

Financial control environment has improved due to the recent appointments of the Deputy CFO, the Financial Reporting Manager, the Revenue Manager.

The 2023/24 financial statements were submitted on time to AGSA and the audit is ongoing.

The municipality revenue collection rate is below the expected rate, however measures are being implemented to increase the revenue collection through implementation of prepaid meters and implementation of debt incentive scheme.

Furthermore, the Municipality is still struggling with cashflow management resulting in poor payment of service providers against provisions of Section 65 of the MFMA whereby creditors are to be paid within 30 days.

5. In-year budget statement tables

1) Table C1 Monthly Budget Statement Summary

GT484 Merafong City - Table C1 Monthly Budget Statement

Summary - M10 April

	2023/24				Budget Year 202	24/25			
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands		-	-			-		%	
<u>Financial</u> Performance									
Property rates	765 344	737 199	550 199	47 185	433 803	458 499	(24 696)	-5%	550 199
Service charges Investment	887 311	1 085 779	1 132 216	53 610	1 104 545	943 513	161 031	17%	1 132 216
revenue Transfers and subsidies -	19 718	15 000	15 000	765	9 787	12 500	(2 713)	-22%	15 000
Operational Other own	325 561	337 435	342 207	717	313 609	285 172	28 437	10%	342 207
revenue	574 332	578 945	424 596	14 268	200 752	337 662	(136 910)	-41%	424 596
Total Revenue (excluding capital transfers and contributions)	2 572 266	2 754 357	2 464 217	116 546	2 062 495	2 037 346	25 149	1%	2 464 217
Employee costs Remuneration of	414 513	539 316	436 350	34 576	365 165	365 262	(98)	-0%	436 350
Councillors Depreciation and	26 332	28 517	25 151	2 204	22 695	20 959	1 736	8%	25 151
amortisation	150 555	171 600	165 983	-	120 267	138 319	(18 052)	-13%	165 983
Interest Inventory consumed and bulk	197 304	153 118	166 190	17 734	161 660	138 491	23 168	17%	166 190
purchases Transfers and	826 530	652 964	868 297	80 529	672 609	723 581	(50 971)	-7%	868 297
subsidies Other	748	1 102	563	40	426	469	(42)	-9%	563
expenditure	390 622	1 166 747	790 404	34 263	450 453	362 735	87 719	24%	790 404
Total Expenditure	2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2%	2 452 937
Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations)	565 663 158 943	40 993 170 430	11 280 160 294	(52 799) –	269 219 95 753	287 530 78 008	(18 311) 17 745	-6% 23%	11 280 160 294
Transfers and subsidies - capital									
(in-kind) Surplus/(Deficit)	(3 187) 721 418	_ 211 423	171 574	(52 799)	(126) 364 846	365 538	(126) (692)	#DIV/0!	171 574
after capital transfers &	121410	211 423	1/1 3/4	(32 199)	504 040	303 330	(092)		171 374
contributions Share of surplus/								-0%	
(deficit) of associate Surplus/ (Deficit)	-	-	-	-	-	-	-	00/	-
for the year	721 418	211 423	171 574	(52 799)	364 846	365 538	(692)	-0%	171 574

- 1.1 The total revenue of **R116 546 000** has been recognised (representing **4.73.%**) of the annual budgeted revenue. This amount is mainly contributed by revenue received from grants (National and Provincial). The municipality is mostly funded by transfers and subsidies from National and Provincial Government.
- 1.2 The total expenditure budget for the 2024/25 financial year that amounts to **R169 345 000** is inclusive of capital and operating expenditure **6.90%** of the total approve expenditure budget for the year).
- 1.3 The main cost drivers of the expenditure are Bulk Purchases and Inventory Consumed.

1.4 A summary statement of financial performance will be in the C4 of the C schedule on a basis of prescribed budget format, detailing revenue by source type and expenditure input

-	2023/24				Budget Year	2024/25			
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Capital expenditure & funds sources			188						
Capital expenditure	40 531	3 100	768	6 505	307 295	157 307	149 989	95%	3 100
Capital transfers recognised	26 656	600	162 428	6 331	301 739	135 357	166 383	123%	600
Borrowing Internally generated	-	-	- 26	-	-	-	-		-
funds	13 450	2 500	340	174	5 556	21 950	(16 394)	-75%	2 500
Total sources of capital funds	40 106	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100
Financial position			897						
Total current assets Total non current	933 421	1 493 566	915 3 330		2 107 679				1 493 566
assets Total current	3 445 815	3 138 950	235 1 885		3 418 903				3 138 950
liabilities Total non current	(1 197 972)	2 249 860	342 47		3 127 887				2 249 860
liabilities Community	159 687	47 429	429 2 123		150 427				47 429
wealth/Equity	1 601 078	2 123 805	805		1 886 780				2 123 805
Cash flows Net cash from			(84						
(used) operating Net cash from	(2 210 152)	830 473	934) (416	94 119	(152 716)	26 191	178 906	683%	(84 934)
(used) investing Net cash from	223 245	(209 470)	904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)
(used) financing Cash/cash	-	-	-	-	-	-	-		-
equivalents at the month/year end	(1 784 882)	779 036	(343 806)	-	(265 816)	(163 197)	102 619	-63%	(501 838)
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	95 807	101 548	91 075 82	89 616	73 570	78 774	595 022	5 250 410 1 340	6 375 822
Total Creditors	119 310	42 183	339	97 053	62 307	101 023	823 159	770	2 668 144

GT484 Merafong City - Table C1 Monthly Budget Statement Summary - M10 April

GT484 Merafo	_	by Municip City - Table C		udget Staten	nent - Finand	cial Performar	nce (function	al classifi	cation) -	M10 April
		2023/24	Budget Year 2024/25							
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
<u>Revenue -</u> <u>Functional</u> Governance										
and administration Executive and		1 299 581	1 277 196	1 256 215	76 617	1 066 756	1 049 739	17 016	2%	1 256 215
council Finance and		10 749	561	-	-	1	-	1	#DIV/0!	- 1 256
administration		1 288 832	1 276 634	1 256 215	76 617	1 066 754	1 049 739	17 015	2%	215
Internal audit Community and		-	-	-	-	-	-	-		- 65
<i>public safety</i> Community and social services		68 989 15 770	66 860 23 307	65 454 29 651	269 44	50 743 23 842	54 545 24 709	(3 802) (867)	-7% -4%	454 29 651
Sport and recreation		15770	23 307	29 00 1	- 44	23 842	24 709	(19)	-4 %	44
Public safety		-	_	-	_	-	-	-		-
Housing		53 212	43 538	35 759	225	26 884	29 799	(2 915)	-10%	35 759
Health Economic and		-	-	-	-	-	-	-		-
environmental services		4 465	21 014	42 916	432	5 189	35 763	(30 574)	-85%	42 916
Planning and development Road		4 465	18 173	8 830	432	5 509	7 358	(1 849)	-25%	8 830 34
transport Environmental		-	2 841	34 086	-	(320)	28 405	(28 725)	-101%	086
protection Trading		-	-	-	-	-	-	-		- 1 170
services Energy		1 354 986	1 212 313 455 685	1 170 369 444 682	39 228 8 308	1 035 434 581 343	975 307 270 569	60 127 210 775	6% 57%	369 444 682
sources Water management		913 288 373 059	455 685 575 619	444 682 694 107	8 308 27 981	58 343 434 964	370 568 578 423	(143 458)	-25%	694 107
Waste water management		35 629	83 458	29 781	918	10 174	24 818	(14 644)	-59%	29 781
Waste management		33 010	97 552	1 798	2 021	8 952	1 498	7 454	497%	1 798 (20
Other	4	-	-	(30 885)	-	-	-	-		(30 885)
Total Revenue - Functional	2	2 728 022	2 577 382	2 504 068	116 546	2 158 122	2 115 355	42 768	2%	2 504 068

2) <u>Table C2: Budget Statement - Financial Performance (Revenue and Expenditure</u> by Municipal vote)

GT484 Merafong City - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

April		2023/24	Budget Year 2024/25							
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
<u>Expenditure -</u> Functional										
Governance and administration	-	503 414	927 098	558 000	33 364	409 070	392 005 66	17 065	4%	558 000
Executive and council Finance and		86 090	168 715	79 536 470	11 375	88 347 313	280 318	22 067 (5	33%	79 536 470
administration		412 596	753 410	105 8	20 954	018 7	760 6	741)	-2%	105 8
Internal audit Community and		4 729	4 973	358 122	1 036	705 120	965 101	739 18	11%	358 122
<i>public safety</i> Community and		129 158	109 621	157 72	8 901	520 84	797 60	722 23	18%	157 72
social services Sport and		85 990	65 857	733 28	5 593	572 22	611 23	960 (1	40%	733 28
recreation		25 913 5 515	33 209 1 618	017 5 617	2 328 482	269 4 568	348 4 681	078)	-5% -2%	017 5 617
Public safety Housing		11 739	5 937	12 789	402	9 111	10 658	(113) (1 547)	-2%	12 789
Health		-	3 000	3	-	_	2 500	(2 500)	-100%	3 000
Economic and environmental services		157 546	228 009	200 195	10 149	160 743	166 829	(6 086)	-4%	200 195
Planning and development		44 055	48 561	58 418 141	6 103	64 711 96	48 682 118	16 029 (22	33%	58 418 141
Road transport Environmental		113 490	179 448	776	4 047	033	147	114)	-19%	776
protection		-	-	_ 1 541	-	- 1 102	_ 1 089	- 13		– 1 541
Trading services		1 216 486	1 448 636	701 838	116 930	943 629	185 690	758 (61	1%	701 838
Energy sources		583 308	542 780	645 585	80 774	175 378	959 330	784) 47	-9%	645 585
Water management Waste water		520 923 45 833	682 585 90 621	225 48 841	28 341 2 615	309 35 780	312 27 250	997 8 531	15% 31%	225 48 841
management Waste management		45 833 66 422	132 650	68 989	5 199	59 678	250 40 664	19 014	47%	68 989
Other		- 00 422	-	303 30 885	-	_	_	_	-1/0	30 30 885
Total Expenditure - Functional	3	2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2%	2 452 937
Surplus/ (Deficit) for the year		721 418	(135 983)	51 131	(52 799)	364 846	365 538	(692)	0%	51 131

3) <u>Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M10 April</u>

Vote Description		2023/24		Budget Year 2024/25							
	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
R thousands									%		
Revenue by Vote Vote 1 - Municipal Manager	1	10 749 1 284	61	- 1 338	- 76	1	-	1	#DIV/0!	- 1 338	
Vote 2 - Finance Vote 3 -		303	808	964 29	145	1 052 701	1 044 065	8 636	0.8%	964 29	
Community and Social Services Vote 4 - Sport and		770	307 23	651	44	23 842	24 709	(867)	-3.5%	651	
Recreation Vote 4 - Sport and Recreation		7	15	44	-	17	36	(19)	-51.9%	44	
Vote 5 - Public		-	-	-	-	-	-	-		-	
Safety Vote 5 - Public		-	-	-	-	-	-	-		-	
Safety		- 53	43	- 35	-	-	-	-		- 35	
Vote 6 - Housing Vote 9 - Road		212	538 2	759 34	225	26 884	29 799	(2 915)	-9.8%	759 34	
Transport Vote 10 - Energy		- 913	841 418	086 435	- 8	(320)	28 405	(28 725)	-101.1%	086 435	
Sources Vote 11 - Water		288 373	857 180	188 505	308 27	581 343	370 568	210 775	56.9%	188 505	
Management Vote 12 - Waste		059 35	469 20	256 13	981	434 964	578 423	(143 458)	-24.8%	256 13	
Water Management Vote 13 - Waste		629 33	842 19	640 (18	918 2	10 174	24 818	(14 644)	-59.0%	640 (18	
Management Vote 14 - Internal		010	223	395)	021	8 952	1 498	7 454	497.5%	395)	
Audit		- 4	(346	- (82	-	-	-	-		- (82	
Vote 15 - Other		529	174)	748)	472	14 054	5 675	8 379	147.7%	748)	
Total Revenue by Vote	2	2 723 556	1 985 787	2 291 445	116 114	2 152 613	2 107 996	44 617	2.1%	2 291 445	

GT484 Merafong City - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description		2023/24		Budget Year 2024/25								
	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast		
R thousands									%			
Expenditure by Vote Vote 1 - Municipal	1	86	168	79	11	88	66	22		79		
Manager		090 394	715 405	536 371	375 19	347 302	280 311	067 (8	33.3%	536 371		
Vote 2 - Finance Vote 3 - Community and Social Services		046 85 990	915 65 857	274 72 733	863 5 593	710 84 572	032 60 611	322) 23 960	-2.7% 39.5%	274 72 733		
Vote 4 - Sport and Recreation		990 25 913	33 209	28 017	2 328	22 269	23 348	900 (1 078)	-4.6%	28 017		
Vote 4 - Sport and Recreation			-		-	-	-	-		-		
Vote 5 - Public Safety		5 515	1 618	5 617	482	4 568	4 681	(113)	-2.4%	5 617		
Vote 5 - Public Safety		- 11	- 5	- 12	-	- 9	- 10	- (1		- 12		
Vote 6 - Housing Vote 9 - Road		739 113 490	937 179 448	789 141 776	499 4 047	111 96 033	658 118 147	547) (22	-14.5% -18.7%	789 141 776		
Transport Vote 10 - Energy Sources		583 308	440 542 780	838 645	80 774	629 175	690 959	114) (61 784)	-10.7%	838 645		
Vote 11 - Water Management		520 923	682 585	585 225	28 341	378 309	330 312	47 997	14.5%	585 225		
Vote 12 - Waste Water Management Vote 13 - Waste		45 833 66	90 621 132	48 841 68	2 615 5	35 780 59	27 250 40	8 531 19	31.3%	48 841 68		
Management Vote 14 - Internal		422 4	650 4	989 8	199 1	678 7	40 664 6	014	46.8%	989 8		
Audit		729 18	973 347	358 98	036 1	705 10	965 7	739 2	10.6%	358 98		
Vote 15 - Other Total Expenditure by		549 1 962	496 2 661	831 2 360	091 163	308 1 728	728 1 698	581 29	33.4%	831 2 360		
Vote	2	548	803	634	242	565	634	931	1.8%	634		
Surplus/ (Deficit) for the year	2	761 009	(676 016)	(69 189)	(47 128)	424 048	409 362	14 686	3.6%	(69 189)		

GT484 Merafong City - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

4) <u>Table C4: Month 10 Budget Statement – Financial Performance (Revenue and Expenditure)</u>

GT484 Merafong City - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

-		2023/24			E	Budget Year	2024/25			
Description	Ref	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 Service		364 311	425 282	357 339	21 081	600 245	297 782	302 463	101.57%	357 339
charges - Water Service		373 074	479 320	568 572	19 253	365 045	473 810	(108 765)	-22.96%	568 572
charges - Waste Water Management Service		69 135	83 542	112 703	5 055	61 311	93 919	(32 608)	-34.72%	112 703
charges - Waste management Sale of Goods and Rendering of		80 791	97 635	93 603	8 220	77 944	78 002	(59)	-0.08%	93 603
Services Agency		2 044	4 846	5 085	267	2 455	4 238	(1 783)	-42.08%	5 085
services		10 991	-	18 500	-	6 911	15 417	(8 506)	-55.17%	18 500
Interest Interest earned		-	-	-	-	-	-	-		-
from Receivables Interest from		310 770	239 231	197 161	(395)	67 334	164 301	(96 967)	-59.02%	197 161
Current and Non Current Assets		19 718	15 000	15 000	765	9 787	12 500	(2 713)	-21.71%	15 000
Dividends		-	-	-	-	-	-	-		-
Rent on Land Rental from		-	0	-	317	1 108	-	1 108	#DIV/0!	-
Fixed Assets Licence and		2 904	1 614	3 668	238	2 540	3 057	(517)	-16.92%	3 668
permits Operational		1	13 568	1 008	-	4	840	(836)	-99.50%	1 008
Revenue Non-Exchange Revenue		51	10 615	9 717	0	9 390	(8 071)	17 461	-216.35%	9 717
Property rates		- 765 344	- 737 199	- 550 199	- 47 185	- 433 803	- 458 499	- (24 696)	-5.39%	- 550 199
Surcharges and Taxes Fines,		-	16 247	-	-	-	-	_		-
penalties and forfeits		34 365	2 176	34 317	185	315	28 598	(28 282)	-98.90%	34 317
Licence and permits Transfers and		-	-	-	-	-	-	-		-
subsidies - Operational		325 561	337 435	342 207	717	313 609	285 172	28 437	9.97%	342 207
Interest		-	290 647	155 138	13 657	110 694	129 282	(18 588)	-14.38%	155 138
Other Gains		213 207	-	-	-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		2 572 266	2 754 357	2 464 217	116 546	2 062 495	2 037 346	25 149	1.23%	2 464 217

Variance reporting: Revenue

Revenue Description	YTD Actual	YTD Budget	Variance +over/(-under)	Comments
Property Rates	433 803 000	458 499 000	(24 696 000)	Town Planning Scheme
Electricity revenue	600 245 000	297 782 000	302 463 000	Prepaid Electricity not pulling through the C Schedule, this will be fixed in the next report
Water Revenue	365 045 000	473 810 000	(108 765 000)	Biling of Water is not understated
Wastewater management	61 331 000	93 919 000	(32 608 000)	Waste water in not understated
Waste Management	77 944 000	78 002 000	(59 000)	Not all areas have Willy bins
Sale of Goods	2 455 000	4 238 000	(1 783 000)	Seasonal usage of Halls, Lapas and Swimming pool.
Interest from Receivable	67 334 000	164 301 000	(96 967 000)	Interest charged for the Outstanding debtors
Interest from Current and Non-Current Assets	9 787 000	12 500 000	(2 713 000)	Interest earned from Main Bank account and Call Account
Rental from Fixed Assets	2 540 000	3 057 000	(517 000)	Interest earned from Main Bank account and Call Account
Licences	4 000	840 000	(836 000)	Calculated only at year end
Operational revenue	9 390 000	(8 071 000)	17 461 000	Less revenue received from internal sources
Transfer and Subsidies	661 000	313 554 000	285 172 000	Government subsidies
Fines	315 000	28 598 000	(28 282 000)	Calculated only at year end
Interest	110 694 000	129 282 000	(18 588 000)	Interest Received

GT484 Merafong City - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

		2023/24				Budget Year 2	2024/25			
Description	Ref	Audited	Original	Adjusted	Monthly	YearTD	YearTD	YTD	YTD	Full Year
R thousands		Outcome	Budget	Budget	actual	actual	budget	variance	variance %	Forecast
Expenditure By Type									,,,	
Experiance by Type	-	414	539	436	34	365	365			436
Employee related costs		513 26	316 28	350 25	576 2	165 22	262 20	(98) 1	-0.03%	350 25
Remuneration of councillors		332	517	151	204	695	959	736	8.28%	151
Dulla success and a tradition		466	431	642	67	460	535	(75	44.000/	642
Bulk purchases - electricity		244 360	007 221	564 225	615 12	329 212	470 188	141) 24	-14.03%	564 225
Inventory consumed		286	957	733	914	281	111	170	12.85%	733
Debt impairment		_	805 859	238 628	_	_	_	_		238 628
		150	171	165		120	138	(18	10.050/	165
Depreciation and amortisation		555 197	600 153	983 166	- 17	267 161	319 138	052) 23	-13.05%	983 166
Interest		304	118	190	734	660	491	168	16.73%	190
Contracted services		252 125	157 224	304 396	25 332	315 202	253 663	61 539	24.26%	304 396
		-	1							
Transfers and subsidies		748 60	102	563 50	40	426 43	469 41	(42)	-9.05%	563 50
Irrecoverable debts written off		395	-	000	304	544	667	877	4.51%	000
Operational costs		78 102	89 195	80 886	8 627	91 707	67 405	24 302	36.05%	80 886
		102	100	000	021		100	002	00.0070	000
Losses on Disposal of Assets		-	- 114	- 116	-	-	-	-		- 116
Other Losses		-	469	494	-	-	-	-		494
Total Expenditure		2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2.48%	2 452 937
•		565	40	11	(52	269	287	(18		11
Surplus/(Deficit) Transfers and subsidies - capital		663 158	993 170	280 160	799)	219 95	530 78	311) 17	-6.37%	280 160
(monetary allocations)		943	430	294	-	753	008	745	22.75%	294
Transfers and subsidies - capital (in-kind)		(3 187)	_	_	_	(126)	_	(126)	#DIV/0!	_
Surplus/(Deficit) after capital		721	211	171	(52	364	365	(120)		171
transfers & contributions		418	423	574	799)	846	538			574
Income Tax		_	-	-	-	-	-	-		-
Surplus/(Deficit) after income tax		721 418	211 423	171 574	(52 799)	364 846	365 538			171 574
Share of Surplus/Deficit		410	423	514	155)	040	550			514
attributable to Joint Venture Share of Surplus/Deficit		-	-	-	-	-	-			-
attributable to Minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		721	211	171 574	(52	364	365 538			171 574
Share of Surplus/Deficit		418	423	J14	799)	846	330			J14
attributable to Associate		-	-	-	-	-	-			-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-			-
		721	211	171	(52	364	365			171
Surplus/ (Deficit) for the year		418	423	574	799)	846	538			574

Expenditure Description	YTD Actual	YTD Budget	Variance +over/(-under)	Comments
Employee related costs	365 165 000	365 262 000	(98 000)	Employee cost still within threshold
Remuneration of councillors	22 695 000	20 959 000	1 736 000	Employee cost still within threshold
Bulk Purchases	460 329 000	535 470 000	(75 141 000)	Seasonal consumption of electricity
Inventory Consumed				Seasonal consumption of Water
Debt impairment	212 281 000	188 111 000	24 170 000	Impairment only at the end of the Year
Depreciation & asset impairment	120 267 000	138 319 000	(18 162 000)	Impairment only at the end of the Year
Interest	161 660 000	138 941 000	23 168	interest paid on Eskom, Rand Water and other leases
Contracted Services	315 202 000	253 663 000	61 539 000	Repairs and maintenance
Irrecoverable Debt	43 544 000	41 667 000	1 877 000	Irrecoverable debt
Operational Cost	91 707 000	67 405 000	22 500 000	Cost containment

5) Table C5: Month 10 Budget Statement – Capital Expenditure by vote, standard classification and funding

		2023/24	Budget Year 2024/25	•	•					•
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		_	_	2 340	_	-	1 950	(1 950)	-100%	_
Vote 2 - Finance		25 767	2 000	6 000	85	(7 755)	5 000	(12 755)	-255%	2 000
Vote 3 - Community and Social Services		(26 087)	_	4 000	_	22 067	3 333	18 734	562%	-
Vote 4 - Sport and Recreation		-	_	5 118	_	-	4 265	(4 265)	-100%	-
Vote 4 - Sport and Recreation		-	_	-	_	-	-	-		_
Vote 5 - Public Safety		-	-	-	-	-	-	-		-
Vote 5 - Public Safety		-	-	-	-	-	-	-		-
Vote 6 - Housing		-	-	-	-	-	-	-		-
Vote 9 - Road Transport		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Vote 10 - Energy Sources		24 722	-	40 082	-	73 567	33 401	40 166	120%	-
Vote 11 - Water Management		2 934	-	36 405	1 645	84 235	30 337	53 897	178%	-
Vote 12 - Waste Water Management		(19 516)	-	46 707	2 970	39 613	38 922	691	2%	-
Vote 13 - Waste Management		-	-	-	-	-	-	-		-
Vote 14 - Internal Audit		-	-	-	-	-	-	-		-
Vote 15 - Other		_	500	2 500	89	162	2 083	(1 921)	-92%	500
Total Capital single-year expenditure	4	40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100
Total Capital Expenditure		40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

tunding) - Mito April										
Vote Description	Ref	2023/24 Audited	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly	YearTD actual	YearTD budget	YTD variance	YTD	Full Year
R thousands	1	Outcome		Aujusteu Dudyet	actual				variance %	Forecast
Capital Expenditure - Functional Classification										
Governance and administration		25 767	2 500	10 840	174	(7 592)	9 033	(16 626)	-184%	2 500
Executive and council		-	-	2 340	-	-	1 950	(1 950)	-100%	-
Finance and administration		25 767	2 500	8 500	174	(7 592)	7 083	(14 676)	-207%	2 500
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		(26 087)	-	9 118	-	22 067	7 598	14 469	190%	-
Community and social services		(26 087)	-	4 000	-	22 067	3 333	18 734	562%	-
Sport and recreation		-	-	5 118	-	-	4 265	(4 265)	-100%	-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Planning and development		-	-	-	-	-	-	-		-
Road transport		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Environmental protection		-	-	-	-	-	-	-		-
Trading services		8 140	-	123 193	4 615	197 415	102 661	94 753	92%	-
Energy sources		24 722	-	40 082	-	73 567	33 401	40 166	120%	-
Water management		2 934	-	36 405	1 645	84 235	30 337	53 897	178%	-
Waste water management		(19 516)	-	46 707	2 970	39 613	38 922	691	2%	-
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	_	-		-
Total Capital Expenditure - Functional Classification	3	40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

Vote Description	Ref	2023/24	Budget Year 2024/25							
Vole Description	Rei	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Funded by:										
National Government		22 322	600	156 428	4 320	294 091	130 357	163 735	126%	600
Provincial Government		4 333	-	6 000	2 011	7 648	5 000	2 648	53%	-
District Municipality Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-		
Transfers recognised - capital		26 656	600	162 428	6 331	301 739	135 357	166 383	123%	600
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		13 450	2 500	26 340	174	5 556	21 950	(16 394)	-75%	2 500
Total Capital Funding		40 106	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

6) Table C6: Month 10 Budget Statement – Financial Position

	_	2023/24	Budget Year 2024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		165 066	794 036	(330 913)	129 040	794 036
Trade and other receivables from exchange transactions		193 092	82 673	537 003	695 364	82 673
Receivables from non-exchange transactions		108 039	310 376	311 598	699 514	310 376
Current portion of non-current receivables		-	-	-	-	-
Inventory		675	9 845	(4 843)	(3 316)	9 845
VAT		466 548	296 637	385 070	587 076	296 637
Other current assets		_	_	_	_	_
Total current assets		933 421	1 493 566	897 915	2 107 679	1 493 566
Non current assets						
Investments		-	_	-	-	-
Investment property		201 145	216 841	216 841	201 145	216 841
Property, plant and equipment		3 225 886	2 922 643	3 113 053	3 202 591	2 922 643
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		190	136	136	190	136
Intangible assets		18 593	(670)	205	14 976	(670)
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		_	_	_	_	_
Total non current assets		3 445 815	3 138 950	3 330 235	3 418 903	3 138 950
TOTAL ASSETS		4 379 236	4 632 516	4 228 150	5 526 581	4 632 516

GT484 Merafong City - Table C6 Monthly Budget Statement - Financial Position - M10 April

GT484 Merafong City - Table C6 Monthly Budget Statement - Financial Position - M10 April

		2023/24	Budget Year 2024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
LIABILITIES						
Current liabilities	-					
Bank overdraft		-	51 960	51 960	-	51 960
Financial liabilities		(12 773)	13 521	13 521	11 417	13 521
Consumer deposits		33 339	-	-	33 634	-
Trade and other payables from exchange transactions		(1 712 532)	1 934 984	1 562 390	2 464 855	1 934 984
Trade and other payables from non-exchange transactions		76 798	31 294	31 294	107 498	31 294
Provision		46 748	39 388	39 388	46 748	39 388
VAT		370 447	178 713	186 789	463 735	178 713
Other current liabilities		-	_	_	-	-
Total current liabilities		(1 197 972)	2 249 860	1 885 342	3 127 887	2 249 860
Non current liabilities						
Financial liabilities		7 963	17 535	17 535	(1 297)	17 535
Provision		33 564	29 894	29 894	33 564	29 894
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		118 161	_	_	118 161	_
Total non current liabilities		159 687	47 429	47 429	150 427	47 429
TOTAL LIABILITIES		(1 038 285)	2 297 289	1 932 771	3 278 315	2 297 289
NET ASSETS	2	5 417 520	2 335 228	2 295 379	2 248 267	2 335 228
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(935 540)	2 123 805	2 123 805	(649 291)	2 123 805
Reserves and funds		2 536 618	-	-	2 536 071	-
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	1 601 078	2 123 805	2 123 805	1 886 780	2 123 805

7) Table C7: Month 10 Budget Statement – Cash Flow

		2023/24	Budget Year 2024/25							
Description	Ref	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		(750 319)	526 258	385 274	8 052	40 780	321 061	(280 281)	-87%	385 274
charges Other		-	694 462	1 124 389	18 285	196 716	936 991	(740 275)	-79%	1 124 389
revenue Transfers		-	93 393	130 418	18 630	443 433	111 525	331 908	298%	130 418
and Subsidies - Operational Transfers		-	337 435	342 207	-	248 181	285 172	(36 991)	-13%	342 207
and Subsidies - Capital		_	170 430	160 294	_	74 529	133 578	(59 049)	-44%	160 294
Interest		-	549 738	-	18 419	2 967	-	2 967	#DIV/0!	-
Dividends		-	-	-	-	-	-	-		-
Payments Suppliers										
and										
employees Finance		(1 459 834)	(1 387 021)	(1 912 719)	30 733	(1 159 322)	(2 024 466)	(865 144)	43%	(1 912 719)
charges Transfers		-	(153 118)	(314 232)	-	-	261 860	261 860	100%	(314 232)
and Subsidies		-	(1 102)	(563)	-	-	469	469	100%	(563)
NET CASH FROM/(USED) OPERATING										
ACTIVITIES		(2 210 152)	830 473	(84 934)	94 119	(152 716)	26 191	178 906	683%	(84 934)

GT484 Merafong City - Table C7 Monthly Budget Statement - Cash Flow - M10 April

GT484 Merafong City - Table C7 Monthly Budget Statement - Cash Flow - M10 April

		2023/24	Budget Year 2024/25	- j = •••						
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1		•				•		%	
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		223 245	(209 470)	(416 904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)
NET CASH FROM/(USED) INVESTING ACTIVITIES		223 245	(209 470)	(416 904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)
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 Cash/cash		(1 986 907)	621 004	(501 838)	93 082	(265 816)	(321 229)			(501 838)
equivalents at beginning:		202 026	158 032	158 032	291 501	-	158 032			_
Cash/cash equivalents at month/year end:		(1 784 882)	779 036	(343 806)		(265 816)	(163 197)			(501 838)

PART 2: SUPPORTING DOCUMENTATION

6. Debtors' Analysis

GT484 Merafong City - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

Description						Budget Y	ear 2024/25				
	NT Code	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	30 059	32 317	34 258	24 332	27 497	20 202	145 559	1 145 445	1 459 670	1 363 036
Trade and Other Receivables from Exchange	1200	00 000	02 017	04 200	24 002	21 431	20 202	140 000	1 145 445	1 400 070	1 000 000
Transactions - Electricity	1300	-	-	-	-	722	604	981	133 160	135 468	135 468
Receivables from Non-exchange Transactions -											
Property Rates Receivables from Exchange Transactions - Waste	1400	30 068	30 094	30 256	30 305	28 009	27 970	206 673	295 188	678 562	588 145
Water Management	1500	3 968	3 796	3 314	3 153	2 929	2 943	17 273	25 372	62 748	51 670
Receivables from Exchange Transactions - Waste	1000	0.000	0100	0011	0 100	2 020	2010	11 210	20 012	02110	01010
Management	1600	8 872	8 277	7 394	6 423	6 115	5 925	37 425	307 542	387 974	363 430
Receivables from Exchange Transactions -	4700	0.14	000	004	040	010	004	4 000	4 507	4 454	0.450
Property Rental Debtors	1700	241	233	224	216	210	204	1 238	1 587	4 154	3 456
Interest on Arrear Debtor Accounts	1810	27 803	27 308	27 355	26 947	26 528	26 623	186 420	1 119 296	1 468 281	1 385 814
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	_	_	_	_	_	_	_	_	_	_
Other	1900	(427 305)	(477)	(11 727)	(1 759)	(18 442)	(5 697)	(546)	2 222 819	1 756 865	2 196 374
		· /		, ,			. ,				
Total By Income Source	2000	(326 294)	101 549	91 075	89 616	73 570	78 774	595 022	5 250 410	5 953 722	6 087 392
2023/24 - totals only										-	-
Debtors Age Analysis By Customer Group											
Organs of State	2200	619	555	534	528	372	369	2 655	22 354	27 985	26 277
Commercial	2300	(365 322)	56 186	50 952	50 389	47 583	47 494	360 546	3 080 269	3 328 096	3 586 281
Households	2400	37 141	41 877	37 796	37 625	24 601	29 905	215 448	2 090 934	2 515 328	2 398 513
Other	2500	1 268	2 931	1 793	1 074	1 014	1 006	16 374	56 853	82 314	76 322
Total By Customer Group	2600	(326 294)	101 549	91 075	89 616	73 570	78 774	595 022	5 250 410	5 953 722	6 087 392

Debtors Collection

Consumer debtors have increased due to continued non -payment

CONSUMER DEBTORS R6 375 822 0000

7. REVENUE MANAGEMENT

REVENUE PER SOURCE BILLING VERSUS CASH RECEIVED FOR THE MONTH OF APRIL

April

Revenue Per Source	Billing	Receipts
Property Rates	46 245 336	26 753 000
Electricity Basic	10 538 311	7 899 110
Water Availability	43 003 122	11 584 124
Refuse Removal	6 422 782	8 149 153
Sewer Availability	15 038 888	8 421 838
Interest	32 274 373	12 534 838
Grand Total	153 522 812	73 342 125

49%

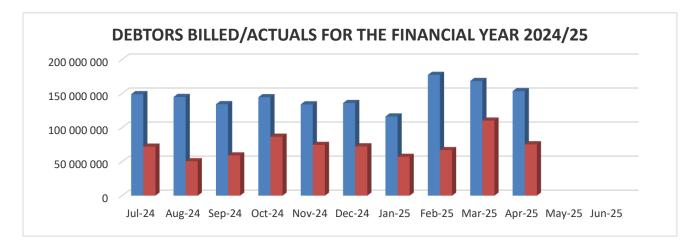
	CREDIT CONTROL: PAYMENT LEVELS - 2024'25									
MONTH	LEVIED	PAYMENT	PERCENTAGE	BUDGET	UNDER COLLECTED/LOSS ON BUDGETED COLLECTION RATE	% UNDER COLLECTED/LOSS				
Jul-24	148 955 082	71 958 659	48.31%	60%	17 414 391	11.69%				
Aug-24	144 907 255	50 503 235	34.85%	60%	36 441 118	0.00%				
Sep-24	134 291 630	59 052 515	43.97%	60%	21 522 463	0.00%				
Quarter 1	428 153 967	181 514 408	42.39%	60%	75 377 972	17.61%				
Oct-24	144 515 647	86 516 150	59.87%	60%	193 238	0.13%				
Nov-24	134 014 930	74 505 402	55.59%	60%	5 903 556	4.41%				
Dec-24	136 005 623	72 354 852	53.20%	60%	9 248 522	6.80%				
Quarter 2	414 536 200	233 376 404	56.30%	60%	15 345 316	3.70%				
Jan-25	116 264 241	57 008 002	49.03%	60%	12 750 543	10.97%				
Feb-25	177 298 630	66 815 883	37.69%	60%	39 563 295	22.31%				
Mar-25	168 345 185	110 162 100	65.44%	60%	-9 154 989	-5.44%				
Quarter 3	461 908 056	233 985 985	50.66%	60%	43 158 849	9.34%				
Apr-25	153 522 812	75 342 125	49.08%	60%	16 771 562	10.92%				
May-25				60%	0					
Jun-25				60%	0					
Quarter 4	153 522 812	75 342 125		60%	16 771 562					
TOTAL	1 458 121 035	724 218 923	49.67%	60%	133 882 136	9.18%				

The collection rate for the month of April is 49%,

Collection Per Ward Billing Vs Receipts per Ward	Billing	Collections	Percentage
BLYBANK	1,984,449	38,703	2%
CARLETONVILLE	23,519,012	10,088,051	43%
CARLETONVILLE PLASE	34,951,151	1,499,167	43 %
ELIJAH BARAYI VILLAGE			2%
	341,658	7,103	
FOCHVILLE	12,921,545	6,710,319	52%
FOCHVILLE INDISTRIAL	7,070	5,812	82%
FOCHVILLE PLASE	1,606,172	1,001,658	62%
FOUT ERWE	3,713	0	0%
GREENSPARK	2,118,577	13,479	1%
KHUTSONG	4,502,856	535,169	12%
KHUTSONG SOUTH	6,109,111	178,360	3%
KOKOSI	5,750,788	137,185	2%
OBERHOLZER	4,826,112	6,568,587	136%
Other	18,788,574	21,202,846	113%
PRETORIUSRUS	596,117	1,522,815	255%
WATERS EDGE	450,259	84,194	19%
WEDELA	3,598,505	184,882	5%
WELVERDIEND	1,375,472	1,050,401	76%
WONDERFONTEIN	2,523,660	2,185,669	87%

The billing vs payment per area report only considers service charge and does not consider interest billed and receipts that relate to interest charged, hence the difference in the two-collection rate.

	BILLED(Blue)	ACTUALS (Red)	%
2024/07/01	148 955 082	71 958 659	48%
2024/08/01	144 907 255	50 503 235	35%
2024/09/01	134 291 630	59 052 515	44%
2024/10/01	144 515 647	86 516 150	60%
2024/11/01	134 014 930	74 505 402	56%
2024/12/01	136 005 623	72 354 852	53%
2025/01/01	116 264 241	57 008 002	49%
2025/02/01	177 298 630	66 815 883	38%
2025/03/01	168 345 185	110 162 100	65%
2025/04/01	153 522 812	75 342 125	49%
2025/05/01			
2025/06/01			



8. Investment portfolio analysis

Institution Name	Account		Amount
Nedbank	Call Account		44 358 091.56
FNB	Call Account		60 808 118.21
Total			105 166 209.77

BANK BALANCE

Name of institution

NEDBANK	10 117 079.07
FNB	4 168 285.76

Council had a positive Bank Balance of R14 285 364.83

09.CREDITORS AGE ANALYSIS

Merafong Creditors as of 30 April amounted to R2 665 062 000

Creditors r	not paid	within 3	80 days	as at	30 April 2025:
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NO	SUPPLIER NAME	DESCRIPTION/ NATURE OF SERVICE	TOTAL
1	ESKOM	BULK PURCHASES	R1 273 345 233.17
2	RAND WATER	BULK PURCHASES	R1 327 360 239.87
		Total	R 2 600 705 473.04

The following interventions for financial recovery and sustainability underway as directed by the Financial Recovery plan signed off the minister of finance and MEC of Finance Mr. Maile:

- Implementation of the Payment Incentive Scheme to recover R5,2b owed to the municipality from consumers, commercial properties including mines.
- Draft Financial Recovery Plan (FRP) presented to the Municipality by National Treasury.
- Audit and automated meter reading technology used on Large Power Users meters through intervention by COGTA and Kagiso Trust to ensure revenue billing completeness and accuracy on large power users
- Circular 124 Eskom Debt Relief approved by National Treasury
- Awaiting Smart meter installation national programme at National Treasury that was undertaken at to improve revenue collection and revenue base protection
- Debt collection enforcement on going through Credit control and a service provider appointed.
- Payment of salaries, service providers and third parties on-going utilising income generated and subsidy from equitable shares, however income is still insufficient to meet liabilities within 30 days as per sect6ion 65 of the MFMA
- Fixing of broken and tempered water and electricity meters to reduce water and electricity distribution losses above 50% respectively (NB: Norm being 10% water & 15% electricity). Creating a culture of payment within Merafong City.

- Improving revenue enhancement through Cost Reflective tariffs studies and implementation of tariffs
- Refurbishment at WWTW plants and security to ensure, environmental compliance which also required funding for infrastructure overhaul
- Credit control action to be implemented in all areas to improve the collection to above 75%
- Proposal to enter into a special purpose Vehicle (entity)with Rand Water in order to boost capital investment of meter replacements and infrastructure refurbishment of water distribution assets within Merafong Jurisdiction in order to turnaround financial crises on lost revenue in water services.

10 Debt Management

Merafong Municipality has 2 loans with 2 different institutions.

			April 2025		
COMPANY NAME	DATE OF LOAN TAKEN	OPENING BALANCE 01 APRIL 2025	REDEEMED OR WRITTEN OFF	INTEREST	CLOSING BALANCE AS AT 30 APRIL 2025
DBSA	01/10/2007	7 232 935.45			7 232 935.45
NEDBANK	25/06/2015	3 935 403.05	2 048 712.99	106 456.43	1 993 146.49
TOTAL		11 168 338.50	2 048 712.99	106 456.43	9 226 081.94

Long-term loan expenditure for April is R9 226 081.94

and grant receipts and expenditure

Capital expenditure

Description	Received Grant April	April spending
INEP		588 953.35
WSIG		
MINING TOWN		447 757.44
MIG		
TOTAL		1 036 710.79

PERFORMANCE ON CONDITIONAL GRANTS 24/25

17. CAPEX GRANTS PENDING APRIL			
	Budget	YTD Spent	
MIG	76 910 000.00	45 493 442.55	59.15%
INEP	17 768 000.00	9 332 336.88	52.52%
WSIG	33 342 000.00	18 127 870.80	54.37%
MINING TOWN	32 242 884.46	25 382 496.41	78.72%

 160 283 884.46
 98 336 146.64
 61.35%

PERFORMANCE ON UNCONDITIONAL GRANTS

Description	Original Budget	YTD spent	Total unspent/ overspent
FMG	2 800 000.00	2 355 560.03	444 439.97
HIV/AIDS	2 791 324.78	1 211 081.83	1 580 242.95
LIBRARY	23 254 000.00	18 604 350.10	4 649 649.90
EPWP(COGTA)	1 232 000.00	1 636 447.22	-404 447.22
EPWP	500 000.00	719 879.54	-219 879.54
TOTAL	30 577 324.78	24 527 318.72	6 050 006.06

12. Capital programme performance

The Capital Budget amounted to R160 293 884.46, and Expenditure incurred on Capital amounted to R1 456 255.60 for the month of April and the total capital expenditure to date amounts to R98 336 146.64 and the percentage spending is currently at 61.35%.

MERAFONG CITY LOCAL MUNICIPALITY CAPITAL PROJECTS 2024/2025 AND APPOINTED CONTRACTORS

Project No.	WIP No.	Project Description	Ward No.	Funding Source	Allocated Funding	Consultant	Contractor	April	YTD Expenditure 2024/2025 (K:V)	
MIG PRO	JECTS									
P620		P M U Operational Expenses		MIG		Project Management Unit	Operational Expenses	419 545.81	3 633 934.73	
P769/ Ph8	WIP987	Khutsong Roads and Stormwater (Phase 8)	1,2	MIG	46 805 000	LSO Consulting Engineers (Pty) Ltd	Malindo Civil and Construction	588 953.35	4 107 194.96	
P770/ Ph 8	WIP988	Kokosi Roads and Stormwater (Phase 4) (2)	24	MIG	158 369 336	Kabe Consulting Engineers (Pty) Ltd	Sivuthumlilo Trading		4 890 230.27	
P757/ Ph 7	WIP959	Kokosi Roads and Stormwater (Phase 7)			NIO 44 435 500		Kutlo Consulting Engineers (Pty) Ltd Appointment 29-07-2022	Turnkey appointment 15-02-2023 Subcontractor: Kgakanoko JV Masaila		310 560.95
P771 Ph 8	WIP989	Kokosi Roads and Stormwater (Phase 8)	22,26	MIG	41 135 500	Kutlo Consulting Engineers (Pty) Ltd Appointment 01-09-2023	Contractor - Nandzu Trade and General Projects Appointed 16-05-2024.		10 014 810.45	
P758/ Ph 7	WIP960	Wedela Ext 3 Roads and Stormwater (Ph 7)	20,23			TKQ Consulting (Pty) Ltd	ATT Global Group (Pty) Ltd		4 767 953.18	
P772/ Ph 8	WIP990	Wedela Roads and Stormwater (Phase 8)	20,23	MIG	32 602 500	Kago Built Environment Consultants (Pty) Ltd Appointment 01-09-2023	Contractor - Situkulwane Lesisha Construction CC Appointed on 16-05-2024		5 137 942.41	
P759 STAGE 3	WIP961	Khutsong North Water & Sewer Reticulation Stage 3	6-10	MIC	49 242 750	Metsweding Consulting Engineers (Pty) Ltd Appointment 18-08-2022	Turnkey appointment 25-10-2022 Subcontractor: Gale Consulting		0.00	
P773 STAGE 4	WIP991	Khutsong North Water & Sewer Reticulation Stage 4		MIG	48 213 750	LSO Consulting Engineers (Pty) Ltd	Malindo Civil and Construction		6 377 701.05	
P774	WIP992	Merafong Solar Highmast Lights & Solar Streetlights		MIG	24 840 000.00	Motla Consulting Engineers (Pty) Ltd	Oakantswe Construction and Projects Appointment 22-04-2024		3 340 031.10	

P775	WIP993	Upgrading of Wedela Recreation Club	MIG	Awaited B/plan	Kabe Consulting Engineers (Pty) Ltd	Moribo iGroup Appointment 16-05-2024	616 625.93
P776	WIP994	Refurbishing of Kokosi Stadium	MIG	Awaited B/plan	Mhiduve Consulting Engineers (Pty) Ltd	Buyisa Projects Appointment 30-09-2024	0.00
P781		Access Roads Kokosi WWTW	MIG	Awaited B/plan	Kutlo Consulting Engineers (Pty) Ltd Appointment 20-09-2024	-	1 031 342.37
P782		Access Roads Wedela WWTW (to be replaced with Khut Roads Ph9 project)	MIG	Awaited B/plan	Kutlo Consulting Engineers (Pty) Ltd Appointment 20-09-2024	-	0.00
P783		Merafong Roads and Stormwater Maintenance	MIG	Awaited B/plan	Not Required	Jolinkomo Trading and Projects (Pty) Ltd	0.00
P784		Merafong Water and Sanitation	MIG	Awaited B/plan	Not Required	Zacks Business Enterprise JV OPM Construction Appointment 07-10-2024	0.00
P780		Rehabilitation of Carletonville Cemetery Road	MIG	Awaited B/plan	Mayisane and Associates (Pty) Ltd	RhuoneProjects and Plant Hire Appointment 07-10- 2024	1 265 115.15

1 008 499.16 45 493 442.55

INTEGRATE GRANT	D NATION	AL ELECTRIFICATION PROGRA	AM (INE	P)			
P765	WIP968	2x20 MVA Frikkie Substation 44/11 (Change control to Plover)	12	INEP	LSO Consulting Engineers (Pty) Ltd	Kunjalo Kunje Trading Appointment 17-05-2024	8 211 749.46
P786		132KV - 150M Loop in- loopout Overhead Line for Plover		INEP	LSO Consulting Engineers (Pty) Ltd	Kunjalo Kunje Trading Appointment 20-09-2024	0.00
Pnew		Khutsong south Ext 5,6 Electrification Change Control		INEP	='[PMU Capital and Other Projects Expenditure FEB 2025 (FY 2024-2025) SM.xIsx]Feb 2025'!\$G\$29		1 120 587.42

0.00 9 332 336.88

WATER SERVICES INFRASTRUCTURE GRANT							
P742/P763	WIP965	Upgrading & Rehabilitation of Wedela WWTW (Phase 2)	20	WSIG	Bigen Africa Services (Pty) Ltd TKQ Consulting (Pty) Ltd	Vusaken CC IPW/ New Construction appointment ZM and Nikiwenono	5 394 211.86
P764	WIP966	Structurer Rehabilitation of 007 Reservoir	18	WSIG	Morad Consulting Engineers (Pty) Ltd Appointment 29-07-2022	Bomseni Trading/Tshau Ngwako A Maloa JV 09-03- 2023 CONTRACT: ID (W&S) 16/11/2023	0.00
P779		Replacement of Manhole Covers		WSIG	JMS Projects (Pty) Ltd Appointment 21-12-2023	Implementation will be ttrough EPWP	2 855 289.00

P777	WIP995	Foundation Stabilisation of Addata Reservoir	WSIG	Lihuzu Projects (Pty) Ltd Appointment 02-02-2024 Name Change: LPS Consulting (Pty) Ltd	VTR Construction CC	5 301 545.03
P791		Welverdiend WWTW	WSIG	TKQ Consulting (Pty) Ltd	PK Financial Consultants	774 134.07
P789		Refurbishment Khutsong WWTW	WSIG	TKQ Consulting (Pty) Ltd	ZM and Nikiwenono Construction Appointment 09-10- 2024	3 661 485.35
P787		Installation of Zone Meters and PRV's	WSIG	Mayisane and Associates (Pty) Ltd Appointment 02-10-2024	SEBCRA (Pty) Ltd Appointment 02-10-2024	141 205.49

0.00 18 127 870.80

HUMAN SE	HUMAN SETTLEMENTS DEVELOPMENT GRANT (MINING TOWNS ALLOCATION)				DCATION)				
P747	WIP 929	Khutsong South Ext. 5 Outfall Sewer	1,12	GDHS	9 005 175	Pro-Plan Consulting Engineers (Pty) Ltd	Turnkey appointment dd 10-02-2022 Subcontractor: Reabusa Construction & Supplies CC	74 689.39	74 689.39
P766		Khutsong Electrcity (Frikkie Substation)		HSDG		LSO Consulting Engineers (Pty) Ltd	Kunjalo Kunje Trading		3 254 961.25
P778		Khutsong Rehabilitation of Sinkholes		HSDG		Lihuzu Projects (Pty) Ltd Name Change: LPS Consulting (Pty) Ltd	Jolinkomo Trading and Projects		7 987 183.98
P767		Fochville Outfall Sewer		HSDG		Lihuzu Projects (Pty) Ltd Name Change: LPS Consulting (Pty) Ltd	Kaneka Civil and Construction		7 682 914.26
P768		Kokosi Ext 6 Sewer & Water Meters		HSDG		JMS Projects (Pty) Ltd		373 06805	6 382 747.53
P790		Khutsong Bulk Roads and Stormwater Phase 2		HSDG		Mayisane and Associates (Pty) Ltd	Shwings Construction and Projects		0.00

1 456 256 .60 25 382 496.41

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Totals

98 336 146.64

13. Other supporting documents.

AUDIT FINDINGS

The Municipality received a Qualification audit opinion from Auditor General during the 2023/2024 financial year. An audit action plan is currently being addressed by all departments and also external third parties assisting the municipality

FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure					
Total		Amount R18 859 642.23			

There is Fruitless and wasteful expenditure for the month of April 2025 is R18 859 642.23

IRREGULAR EXPENDITURE

Irregular Expenditure					
Total		Amount R118 996 114.77			

The Irregular expenditure for the month of April 2025 amounts to R118 996 114.77

14. Other supporting documents.

Status of MSCOA CCG Systems Implementation:

3.3.1 General Ledger

Milestone	Task	Status	Comment	Status Date
Data Migration	Creation of New Chart Of Accounts (COA)	Completed		2024-03- 15
	Recapturing of 2023/24 Original and Adjusted Budgets	Completed		2024-03- 15

System	Setup & Customisation of	Completed	2024-03-
Setup	System Parameters		15
System	Testing System Processes	Completed	2024-03-
Testing	and Transactions Processing		29
System	Pre-Go Live End-user System	Completed	2024-06-
Training	Training		10
Take-on Balances	Migration of Audited Take-on Trial Balance as of 30 June 2023	Completed	2024-06- 10
	Bank Reconciliations Take-on	Completed	2024-06- 10
Go Live	General Ledger (Journals, Cashbooks) & Sub Ledger Transactions.	Live	2024-04- 30

3.3.2 Supply Chain Management

Milestone	Task	Status	Comment	Status Date	
Data Migration	Migration of Supplier Master Files	Completed		2024-06-10	
System Setup	Setup & Customisation of System Parameters	Completed		2024-06-10	
System Testing	TestingSystemProcessesandTransactionsProcessing	Completed		2024-04-30	
System Training	Pre-Go Live End-user System Training	Completed		2024-04-30	
Go Live	Purchase Requisitions and Approvals	Completed		2024-07-07	
	Supply Chain Management Processes	Live		2024-07-07	

3.3.3 Expenditure and Trade Payables

Milestone	Task	Status	Comment	Status Date
System Setup	Setup & Customisation of System Parameters	Completed		2024-03-15
System Testing	Testing System Processes and Transactions Processing	Completed		2024-03-29
System Training	Pre-Go Live End-user System Training	Completed		2024-04-19
Take-on Balances	Payables Take On Balances as of 30 June 2023	Completed		2024-06-10
Go-Live	Supplier Invoices and Payments	Live		2024-04-19

3.3.4 Billing and Revenue

Milestone	Item	Status	Comment	Status Date
Data Migration	Customer Master Files	Completed		2024-03-29
	Consolidated Valuation roll	Completed		2024-06-10
	Meter Master Files and Meter Books through E-Billing	Completed		2024-04-15
	Rate Tariffs	Completed		2024-04-12
System Setup	Setup & Customisation of System Parameters	Completed		2024-04-12
System Testing	Testing System Processes and Transactions	Completed		2024-04-15

System Training	Pre-Go Live End-user System Training	Completed	2024-06-10
Take-on Balances	Customers Take-on Balances as of 30 June 2023	Completed	2024-04-30
Go Live	Customer Billing Printing of Accounts and Bulk Emailing	Live	2024-06-30
	Receipting	Live	2024-04-30

3.3.5 Fixed Assets Management

Milestone	Task	Status	Comment	Revised Target Date
System Setup	Setup & Customisation of System Parameters	In progress	Implementation Date for Fixed Assets has been revised to June 2025	2024-06-30
System Testing	TestingSystemProcessesandTransactionsProcessing	In progress		2024-06-30
System Training	Pre-Go Live End-user System Training	In progress		2024-06-30
Take-on Balances	Audited Fixed Assets Register as of 30 June 2024	In progress		2024-06-30
Go-Live	Processing of all Fixed Assets Transactions in the System	In progress		2024-06-30

3.3.6 Inventory Management

Milestone	Task	Status	Comment	Status Date	
System Setup	Setup & Customisation of System Parameters	Pending		2024-09-07	
System Testing	Testing System Processes and Transactions Processing	Pending		2024-09-07	
System Training	Pre-Go Live End-user System Training	Pending		2024-09-07	
Take-on Balances	Inventory Valuation as of 30 June 2024	Pending		2024-09-07	
Go-Live	Processing of all Inventory Transactions in the System	Pending		2024-09-07	

3.3.7 Payroll Management

Milestone	Item	Status	Comment	Status Date
Data Migration	Migration of Employee Master Files	Completed		2024-03-21
System Setup	Setup & Customisation of System Parameters	Completed		2024-03-21
System Testing	Testing System Processes and Transactions	Completed		2024-04-15
System Training	Pre-Go Live End-user Training	Completed		2024-03-15
Take-on Balances	Financial Data Take-on (March 2023 to February 2024 Payroll Transactions)	Completed		2024-07-07
Go Live	Processing of all Payroll Transactions	Live		2024-03-21

3.3.8 Human Resources

Milestone Task		Status	Comment	Status Date
Data Migration	Migration of Employee Master Files	Completed		2024-09-06
System Setup	Setup & Customisation of System Parameters	Completed		2024-09-06
System Testing	Testing System Processes and Transactions	Completed		2024-09-06
System Training	Pre-Go Live End-user Training	Completed		2024-09-06
Take-on Balances	Leave Take-on Balances as of 28 February 2024	Completed		2024-09-06
Go Live	HR Maintenance and Management	Partial	Employee Self Service Pending.	2024-09-06

• Issues identified during the implementation of IFMS:

Issue	Module	Resolution	Status	Resolution Date
Creation of Different Users for Database Administrator	Administration	CCG System will do Database Administration	Resolved	2024-03-08
Leave Management Portal (Employee Self Service) not yet available	HR and Payroll	Implementation In Progress as part of HR Modules	Resolved	2024-11-15
2022/23 FY Expenditure Transactions Posted with Current FY Dates	Expenditure and Trade Payables	Review of Transactions in Progress for correction of Transaction Dates	Resolved	2024-05-31
Errors on Transactions re-capturing (Staff Not paying attention to detail when Capturing Vouchers)	Expenditure and Trade Payables	Review of Transactions in Progress for correction of mistakes made	Resolved	2024-05-31
Missing Expenditure/Payment Vouchers	Expenditure and Trade Payables	The Municipality to find missing Vouchers	Resolved	2024-06-30

FINANCIAL RECOVERY PLAN

In terms of the approved FRP, the municipality reports monthly to the MEC for Finance in the province on the implementation of the plan. The report is uploaded to Go-Muni portal in line with reporting prescripts.

16. Conclusion

- 1) That cognizance be taken of the financial performance achievements for month 10 of the financial year ended April 2025 in accordance with Section 71.
- 2) That the revenue of the municipality be adjusted to be in line with the mid-term performance.
- 3) That stringent credit control and debt collection measures be implemented to improve the funding of the budget.
- 4) That the expenditure budget be reduced to be in line with the realistically anticipated revenue to be collected.
- 5) That the programme to reduce water be undertaken to reduce the expenditure on water purchases.
- 6) That the implementation of the capital budget from grants be accelerated to avoid funds being returned with the resultant negative impact on service delivery.
- 7) That it be noted that the progress report on implementation of the financial recovery plan is reported to Provincial Treasury

17. Recommendations

It is recommended that that the Committee meeting take note of -

- 8) The financial performance achievements for month 10 of the financial year ended April 2025 in accordance with Section 71 of the MFMA and that the Committee take note of the recommendations to improve the financial performance of the municipality:
 - That the revenue of the municipality be adjusted to be in line with the mid-term performance.
 - That stringent credit control and debt collection measures be implemented to improve the funding of the budget.
 - That the expenditure budget be reduced to be in line with the realistically anticipated revenue to be collected.

- That the programme to reduce water be undertaken to reduce the expenditure on water purchases.
- That the implementation of the capital budget from grants be accelerated to avoid funds being returned with the resultant negative impact on service delivery.
- 9) 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 16.6 above.
- 10)The progress on the implementation of the Financial Recovery Plan.
- 11)The non-compliance emanating from the municipality's debt relief self-assessment as well as the Provincial Treasury's independent assessment set-out in paragraph 16 above;
- 12) The following remedial actions necessary to improve the municipality's monthly compliance in terms of the Debt Relief Conditions:

CERTIFICATE OF COMPLIANCE – MFMA CIRCULAR NO.124 – APRIL 2025 (MERAFONG CITY LOCAL MUNICIPALITY)

- 1. Herewith attached is the certificate of compliance for the month ending 30 April 2025, in relation to Merafong City Local Municipality as guided by the MFMA Circular No.124.
- 2. Below are items the municipality has not complied and will address the non-compliance within the 30 days in terms of MFMA Circular No.124.

Maintenance of the core financial system

3. The municipality has started implementing a new integrated financial system in February 2024 and the municipality will continue updating the Provincial treasury on the progress through the office of the Municipal Manager. The data relating to Revenue module, GL, Cashbook, Payroll & HR, Creditors ageing, debtors ageing, Trial Balance, Property Valuation Roll and Customer master file. The above is currently completed on migration for implementation except Inventory & stores. The municipality is working closely with CCG System and fully demonstrating full compliance to ensure that full implementation of core financial system. The municipality has furthermore appointed MSCOA Committee members and the engagement will take place on a monthly basis.

Condition 6.3 Maintaining Bulk Water Account and Maintaining the Eskom bulk account

- 4. The municipality has paid outstanding debt upon receipt of the equitable share that was received and will settle additional balance on May 2025. The April Eskom account was R1 292 391 153.26 with the bulk account due date in May 2025. The municipality paid for the LPU accounts before the due date. The municipality is in arrears from the October 2024 account due to financial constrain. The municipality is implementing credit control measures to improve collection rate in order to pay all creditors on time.
- 5. Due to cashflow constraints that the municipality has been facing the municipality has lagged in paying the Eskom Invoices and also honouring the arrangements. The municipality is one month in arrears.

6. The municipality intends to settle the outstanding debt through recoveries from long outstanding debtors from customers who have entered into debt arrangement with the municipality under the Debt Incentive Scheme. The bulk purchases and inventory consumed are high due to distribution losses averaging 53,63% on electricity and 38,08% on water as end of April 2025.

Condition 6.4 Compliance with the funded MTREF

- 7. The municipality has tabled a funded budget for 2024/25 MTREF and has revised it to unfunded position. The unfunded budget is based on the assumptions that the municipality only achieves minimum collection rate averaging 56,30% as end of second quarter. The municipality has put forward various strategies to ensure that this is achieved among other things implementation of smart meters, implementation of the debt incentive scheme, effective credit control and ensuring compliance with the strategies in the Financial Recovery Plan. The municipality is reporting monthly on the implementation of FRP.
- 8. The municipality held a Revenue enhancement strategic session relating to the challenges on the declining Revenue base and Revenue protection. The municipality has concluded installation of Water and Electricity smart meters that must be prioritised as part of budget adjustment and non-essential expenditure be reduced downwards to accommodate meter replacement. All Departments are committed to ensure the municipality increases its revenue base.

Submission of FRP reports

 The municipality's FRP was approved by MEC Finance on the 03 June 2024 and progress report supported by evidence-based portfolio of evidence on implementation is submitted to GPT on the 7th monthly.

Apportion and ring-fenced collections into a sub-account

 With reference to the MFMA Circular No. 124 and Supplementary Guidance - MSCOA Ring Fencing of accounts and the different Accounting Treatments towards Condition 6.12 & 6.13, the municipality will ensure that MTREF 2024-25 budget accounts in respect of ringfencing of electricity, water and sanitation.

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

The municipality achieved an overall collection rate averaging 50% for the period ended April 2025 due to distribution losses and tempering of meters and ultimately the billing system challenges. The billing has since been activated and the municipality hope to increase the collection rate to be above 60%.

6.7.2.2. Khutsong North is the only area within the Municipality that is supplied by Eskom. Restrictions have not been made due to aging infrastructure and the issue of tampered meters are not adequately address.

6.7.2.3. The municipality has concluded the process of requesting Eskom SOC to enter into a Service Level Agreement (SLA) with the Merafong City Local Municipality to allow the

municipality to implement and execute credit control actions and other related debt collection activities within Eskom Supplied areas of the Municipality.

Condition 6.5 (Cost Reflective Tariffs)

- 11. The Municipality has completed the tariff tool based on the tabled 2024/25 MTREF. Three tariffs i.e. electricity, water and refuse removal are not cost reflective.
- 12. Electrical tariffs are the same all year, only annual increases are implemented on standard tariff groups. The Electrical division has initiated cost of supply studies that was submitted to NERSA to conclude in 2024/25.
- 13. The Municipality has made a commitment to settle the Winter bills with the funds received from Equitable Share and has executed that function.
- 14. The municipality has applied and obtained an approval from NERSA feed-in tariff(s) for the 2024/25 MTREF to facilitate compensating consumers feeding from home / business solar systems. Furthermore, no formal application has been brought by any public member or council policy relating to solar system exemptions.

Condition 6.6 Electricity and water as collection tools.

- 15. The municipality, debt relief application was approved in December 2023. The 2024/25 MTREF budget demonstrates by-laws and budget related policies that electricity and water will be used as collection tools.
- 16. The Municipality has not complied with a number of conditions, including the payment of current accounts. The overall collection rate is below 56.30% as the result of challenges on credit control execution in the townships. Billing on electricity has not been effective due to continuous meter tempering, cable theft and load reduction implemented by Eskom. Moreover interest receivable from debtors is less than expected.

Condition 6.12 Proper Management of Resources and Condition 6.13 -Accounting Treatment

17. The municipality has not ring-fenced receipts for electricity sales and equitable share earmarked for free basic services (FBE). This is due to the fact that the municipality was in the process of financial system implementation and will comply with Condition 6.13 Accounting Treatment during 2025/26 Tabled budget in March 2025 and has budget for smart meters.

Plan to address non-compliance

- 18. It should be noted that the municipality has 30 days to address any non-compliance as indicated above.
- 19. For any further enquiries, please do not hesitate to contact us.

2) Table C1 Monthly Budget Statement Summary

	2023/24	Budget Year 2024/25							
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
<u>Financial</u> Performance									
Property rates	765 344	737 199	550 199	47 185	433 803	458 499	(24 696)	-5%	550 199
Service charges Investment	887 311	1 085 779	1 132 216	53 610	1 104 545	943 513	161 031	17%	1 132 216
revenue Transfers and	19 718	15 000	15 000	765	9 787	12 500	(2 713)	-22%	15 000
subsidies - Operational Other own	325 561	337 435	342 207	717	313 609	285 172	28 437	10%	342 207
revenue	574 332	578 945	424 596	14 268	200 752	337 662	(136 910)	-41%	424 596
Total Revenue (excluding capital transfers and	2 572 266	2 754 357	2 464 217	116 546	2 062 495	2 037 346	25 149	40/	2 464 217
contributions)								1%	
Employee costs Remuneration of	414 513	539 316	436 350	34 576	365 165	365 262	(98)	-0%	436 350
Councillors Depreciation and	26 332	28 517	25 151	2 204	22 695	20 959	1 736	8%	25 151
amortisation	150 555	171 600	165 983	-	120 267	138 319	(18 052)	-13%	165 983
Interest Inventory consumed and bulk	197 304	153 118	166 190	17 734	161 660	138 491	23 168	17%	166 190
purchases Transfers and	826 530	652 964	868 297	80 529	672 609	723 581	(50 971)	-7%	868 297
subsidies Other	748	1 102	563	40	426	469	(42)	-9%	563
expenditure	390 622	1 166 747	790 404	34 263	450 453	362 735	87 719	24%	790 404
Total Expenditure	2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2%	2 452 937
Surplus/(Deficit) Transfers and subsidies - capital (monetary	565 663 158 943	40 993 170 430	11 280 160 294	(52 799) _	269 219 95 753	287 530 78 008	(18 311) 17 745	-6%	11 280 160 294
allocations) Transfers and subsidies - capital								23%	
(in-kind)	(3 187)	-	-		(126)	-	(126)	#DIV/0!	-
Surplus/(Deficit) after capital transfers &	721 418	211 423	171 574	(52 799)	364 846	365 538	(692)		171 574
contributions Share of surplus/								-0%	
(deficit) of associate Surplus/ (Deficit)	-	-	-	-	-	-	-		-
for the year	721 418	211 423	171 574	(52 799)	364 846	365 538	(692)	-0%	171 574

GT484 Merafong City - Table C1 Monthly Budget Statement Summary - M10 April

GT484 Merafong City - Table C1 Monthly Budget Statement Summary - M10 April

	2023/24		Budget Year 2024/25							
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
R thousands								%		
Capital expenditure & funds sources			188							
Capital expenditure	40 531	3 100	768	6 505	307 295	157 307	149 989	95%	3 100	
Capital transfers recognised	26 656	600	162 428	6 331	301 739	135 357	166 383	123%	600	
Borrowing Internally generated	-	-	- 26	-	-	-	-		-	
funds	13 450	2 500	340	174	5 556	21 950	(16 394)	-75%	2 500	
Total sources of capital funds	40 106	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100	
Financial position			897							
Total current assets Total non current	933 421	1 493 566	915 3 330		2 107 679				1 493 566	
assets Total current	3 445 815	3 138 950	235 1 885		3 418 903				3 138 950	
liabilities Total non current	(1 197 972)	2 249 860	342 47		3 127 887				2 249 860	
liabilities Community	159 687	47 429	429 2 123		150 427				47 429	
wealth/Equity	1 601 078	2 123 805	805		1 886 780				2 123 805	
Cash flows Net cash from			(84							
(used) operating Net cash from	(2 210 152)	830 473	934) (416	94 119	(152 716)	26 191	178 906	683%	(84 934)	
(used) investing Net cash from	223 245	(209 470)	904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)	
(used) financing Cash/cash	-	-	-	-	-	-	-		-	
equivalents at the month/year end	(1 784 882)	779 036	(343 806)	-	(265 816)	(163 197)	102 619	-63%	(501 838)	
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	95 807	101 548	91 075	89 616	73 570	78 774	595 022	5 250 410	6 375 822	
Total Creditors	119 310	42 183	82 339	97 053	62 307	101 023	823 159	1 340 770	2 668 144	

GT484 Merafong City - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 Ap													
		2023/24	Budget Year 2024/25										
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast			
R thousands	1								%				
<u>Revenue -</u> <u>Functional</u> Governance										1 256			
and administration Executive and		1 299 581	1 277 196	1 256 215	76 617	1 066 756	1 049 739	17 016	2%	215			
council Finance and		10 749	561	-	-	1	-	1	#DIV/0!	- 1 256			
administration		1 288 832	1 276 634	1 256 215	76 617	1 066 754	1 049 739	17 015	2%	215			
Internal audit Community and		-	-	-	-	-	-	-		- 65			
<i>public safety</i> Community		68 989	66 860	65 454	269	50 743	54 545	(3 802)	-7%	454 29			
and social services Sport and		15 770	23 307	29 651	44	23 842	24 709	(867)	-4%	651			
recreation		7	15	44	-	17	36	(19)	-52%	44			
Public safety		-	-	-	-	-	-	-		- 35			
Housing		53 212	43 538	35 759	225	26 884	29 799	(2 915)	-10%	759			
Health Economic and		-	-	-	-	-	-	-		-			
environmental services Planning and		4 465	21 014	42 916	432	5 189	35 763	(30 574)	-85%	42 916 8			
development Road		4 465	18 173	8 830	432	5 509	7 358	(1 849)	-25%	830 34			
transport Environmental		-	2 841	34 086	-	(320)	28 405	(28 725)	-101%	086			
protection Trading		-	-	-	-	-	-	-		- 1 170			
services Energy		1 354 986	1 212 313	1 170 369	39 228	1 035 434	975 307	60 127	6%	369 444			
sources Water		913 288	455 685	444 682	8 308	581 343	370 568	210 775	57%	682 694			
management Waste water		373 059	575 619	694 107	27 981	434 964	578 423	(143 458)	-25%	107 29			
management Waste		35 629	83 458	29 781	918	10 174	24 818	(14 644)	-59%	781 1			
management		33 010	97 552	1 798	2 021	8 952	1 498	7 454	497%	798 (30			
Other Total Revenue -	4	-		(30 885)	-	-	-	-		885) 2 504			
Functional	2	2 728 022	2 577 382	2 504 068	116 546	2 158 122	2 115 355	42 768	2%	068			

4) <u>Table C2: Budget Statement - Financial Performance (Revenue and Expenditure</u> by Municipal vote)

GT484 Merafong City - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

April		2023/24	Budget Year							
Description	Ref	Audited Outcome	2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1		•	-			-		%	
Expenditure -										
Functional	-			558		409	392	17		558
Governance and administration Executive and		503 414	927 098	000 79	33 364	409 070 88	005 66	065	4%	000 79
council Finance and		86 090	168 715	536 470	11 375	347 313	280 318	067	33%	536 470
administration		412 596	753 410	470 105 8	20 954	018	760 6	(5 741)	-2%	470 105 8
Internal audit		4 729	4 973	358	1 036	705	965 101	739 18	11%	358 122
Community and public safety		129 158	109 621	122 157	8 901	120 520	797	722	18%	157
Community and social services		85 990	65 857	72 733	5 593	84 572	60 611	960	40%	72 733 28
Sport and recreation		25 913	33 209	28 017	2 328	22 269	23 348 4	(1 078)	-5%	017
Public safety		5 515	1 618	5 617	482	4 568	681	(113)	-2%	5 617
Housing		11 739	5 937	12 789	499	9 111	10 658	(1 547)	-15%	12 789
Health		-	3 000	3 000	_	-	2 500	(2 500)	-100%	3 000
Economic and environmental services		157 546	228 009	200 195	10 149	160 743	166 829	(6 086)	-4%	200 195
Planning and development		44 055	48 561	58 418	6 103	64 711	48 682	16 029	33%	58 418
Road transport		113 490	179 448	141 776	4 047	96 033	118 147	(22 114)	-19%	141 776
Environmental protection		-	-	- 1 541	-	- 1 102	- 1 089	- 13		_ 1 541
Trading services		1 216 486	1 448 636	701 838	116 930	943 629	185 690	758 (61	1%	701 838
Energy sources		583 308	542 780	645 585	80 774	175 378	959 330	784) 47	-9%	645 585
Water management Waste water		520 923	682 585	225 48	28 341	378 309 35	330 312 27	997 8	15%	225 48
management Waste		45 833	90 621	48 841 68	2 615	780 59	250 40	531 19	31%	48 841 68
management		66 422	132 650	989 30	5 199	678	40 664	014	47%	989 30
Other		-	-	30 885	-	-	_	-		30 885
Total Expenditure - Functional	3	2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2%	2 452 937
Surplus/ (Deficit) for the year		721 418	(135 983)	51 131	(52 799)	364 846	365 538	(692)	0%	51 131

5) <u>Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M10 April</u>

Vote Description		2023/24	2023/24 Budget Year 2024/25							
	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue by Vote Vote 1 - Municipal Manager	1	10 749 1 284	61	- 1 338	- 76	1	-	1	#DIV/0!	- 1 338
Vote 2 - Finance Vote 3 -		303	808	964 29	145	1 052 701	1 044 065	8 636	0.8%	964 29
Community and Social Services Vote 4 - Sport and		770	307	651	44	23 842	24 709	(867)	-3.5%	651
Recreation Vote 4 - Sport and Recreation		7	15	44	-	17	36	(19)	-51.9%	44
Vote 5 - Public		-	-	-	-	-	-	-		-
Safety Vote 5 - Public		-	-	-	-	-	-	-		-
Safety		- 53	43	- 35	-	-	-	-		- 35
Vote 6 - Housing Vote 9 - Road		212	538 2	759 34	225	26 884	29 799	(2 915)	-9.8%	759 34
Transport Vote 10 - Energy		- 913	841 418	086 435	- 8	(320)	28 405	(28 725)	-101.1%	086 435
Sources Vote 11 - Water		288 373	857 180	188 505	308 27	581 343	370 568	210 775	56.9%	188 505
Management Vote 12 - Waste		059 35	469 20	256 13	981	434 964	578 423	(143 458)	-24.8%	256 13
Water Management Vote 13 - Waste		629 33	842 19	640 (18	918 2	10 174	24 818	(14 644)	-59.0%	640 (18
Management Vote 14 - Internal		010	223	395)	021	8 952	1 498	7 454	497.5%	395)
Audit		- 4	(346	- (82	-	-	-	-		- (82
Vote 15 - Other		529	174)	748)	472	14 054	5 675	8 379	147.7%	748)
Total Revenue by Vote	2	2 723 556	1 985 787	2 291 445	116 114	2 152 613	2 107 996	44 617	2.1%	2 291 445

GT484 Merafong City - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description		2023/24	Budget Year 2024/25							
	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD YTD variance variance	Full Year Forecast	
R thousands								%		
Expenditure by Vote Vote 1 - Municipal Manager	1	86 090	168 715	79 536	11 375	88 347	66 280	22 067 33.3%	79 536	
Vote 2 - Finance Vote 3 - Community		394 046 85	405 915 65	371 274 72	19 863 5	302 710 84	311 032 60	(8 322) 23 -2.7%	371 274 72	
and Social Services Vote 4 - Sport and Recreation		990 25 913	857 33 209	733 28 017	593 2 328	572 22 269	23	960 39.5% (1 078) -4.6%	733 28 017	
Vote 4 - Sport and Recreation		- 5	- 1	- 5	-	- 4	- 4	-	- 5	
Vote 5 - Public Safety Vote 5 - Public Safety		515	618	617	482	568	681	(113) -2.4%	617	
Vote 6 - Housing Vote 9 - Road		11 739 113	5 937 179	12 789 141	499	9 111 96	10 658 118	(1 547) -14.5%	12 789 141	
Transport Vote 10 - Energy		490 583	448 542	776 838	4 047 80	033 629	147 690	(22 114) -18.7% (61	776 838	
Sources Vote 11 - Water Management		308 520 923	780 682 585	645 585 225	774 28 341	175 378 309	330 312	784) -8.9% 47 997 14.5%	645 585 225	
Vote 12 - Waste Water Management Vote 13 - Waste		45 833 66	90 621 132	48 841 68	2 615 5	35 780 59	27 250 40	8 531 31.3% 19	48 841 68	
Management Vote 14 - Internal Audit		422 4 729	650 4 973	989 8 358	199 1 036	678 7 705	6	014 46.8% 739 10.6%	989 8 358	
Vote 15 - Other		18 549	347 496	98 831	1 091	10 308	7 728	2 581 33.4%	98 831	
Total Expenditure by Vote	2	1 962 548	2 661 803	2 360 634	163 242	1 728 565		29 931 1.8%	2 360 634	
Surplus/ (Deficit) for the year	2	761 009	(676 016)	(69 189)	(47 128)	424 048	409 362	14 686 3.6%	(69 189)	

GT484 Merafong City - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

8) <u>Table C4: Month 10 Budget Statement – Financial Performance (Revenue and Expenditure)</u>

GT484 Merafong City - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description R thousands Eevenue Exchange Revenue Service	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly	YearTD	YearTD	YTD	YTD	Full Year
<u>Revenue</u> Exchange Revenue					actual	actual	budget	variance	variance	Forecast
Exchange Revenue									%	
charges - Electricity Service		364 311	425 282	357 339	21 081	600 245	297 782	302 463	101.57%	357 339
charges - Water Service		373 074	479 320	568 572	19 253	365 045	473 810	(108 765)	-22.96%	568 572
charges - Waste Water Management Service		69 135	83 542	112 703	5 055	61 311	93 919	(32 608)	-34.72%	112 703
charges - Waste management Sale of Goods and Rendering of		80 791	97 635	93 603	8 220	77 944	78 002	(59)	-0.08%	93 603
Services Agency		2 044	4 846	5 085	267	2 455	4 238	(1 783)	-42.08%	5 085
services		10 991	-	18 500	-	6 911	15 417	(8 506)	-55.17%	18 500
Interest Interest earned from Receivables Interest from		- 310 770	- 239 231	- 197 161	– (395)	- 67 334	- 164 301	– (96 967)	-59.02%	- 197 161
Current Assets		19 718	15 000	15 000	765	9 787	12 500	(2 713)	-21.71%	15 000
Dividends		-	-	-	-	-	-	-		-
Rent on Land Rental from Fixed Assets		- 2 904	0 1 614	- 3 668	317 238	1 108 2 540	- 3 057	1 108 (517)	#DIV/0! -16.92%	- 3 668
Licence and permits		2 904	13 568	1 008	-	2 540	840	(836)	-10.92 %	1 008
Operational Revenue		51	10 615	9 717	0	9 390	(8 071)	17 461	-216.35%	9 717
Non-Exchange Revenue		-	-	-	-	-	-	-		-
Property rates Surcharges		765 344	737 199	550 199	47 185	433 803	458 499	(24 696)	-5.39%	550 199
and Taxes Fines,		-	16 247	-	-	-	-	-		-
penalties and forfeits Licence and		34 365	2 176	34 317	185	315	28 598	(28 282)	-98.90%	34 317
permits Transfers and subsidies -		-	-	-	-	-	-	-		-
Operational		325 561	337 435	342 207	717	313 609	285 172	28 437	9.97%	342 207
Interest		-	290 647	155 138	13 657	110 694	129 282	(18 588)	-14.38%	155 138
Other Gains		213 207	-	-	-	-	-	-	4 000/	-
Total Revenue (excluding capital transfers and contributions)		2 572 266	2 754 357	2 464 217	116 546	2 062 495	2 037 346	25 149	1.23%	2 464 217

GT484 Merafong City - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

		2023/24		Budget Year 2024/25							
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
R thousands			•	· ·			<u> </u>		%		
Expenditure By Type Employee related costs	-	414 513 26	539 316 28	436 350 25	34 576 2	365 165 22	365 262 20	(98)	-0.03%	436 350 25	
Remuneration of councillors Bulk purchases - electricity Inventory consumed Debt impairment Depreciation and amortisation Interest Contracted services Transfers and subsidies		332 466 244 360 286 - 150 555 197 304 252 125 748 60	517 431 007 221 957 805 859 171 600 153 118 157 224 1 102	151 642 564 225 733 238 628 165 983 166 190 304 396 50	204 67 615 914 - - 734 25 332 40	695 460 329 212 281 - - 120 267 161 660 315 202 426 43	959 535 470 188 111 - 138 319 138 491 253 663 469 41	736 (75 141) 24 170 - (18 052) 23 168 61 539 (42) 1	8.28% -14.03% 12.85% -13.05% 16.73% 24.26% -9.05%	151 642 564 225 733 238 628 165 983 166 190 304 396 50	
Irrecoverable debts written off Operational costs Losses on Disposal of Assets		395 78 102 -	- 89 195 -	000 80 886 -	304 8 627 -	43 544 91 707 -	41 667 67 405 -	877 24 302 -	4.51% 36.05%	000 80 886 -	
Other Losses		_	114 469	116 494	_	_	_	_		116 494	
Total Expenditure		2 006 603	2 713 365	2 452 937	169 345	1 793 276	1 749 816	43 460	2.48%	2 452 937	
Surplus/(Deficit) Transfers and subsidies - capital (monetary allocations) Transfers and subsidies - capital (in-kind) Surplus/(Deficit) after capital transfers & contributions		565 663 943 (3 187) 721 418	40 993 430 - 211 423	11 280 294 - 171 574	(52 799) - - (52 799)	269 219 95 753 (126) 364 846	287 530 78 008 - 365 538	(18 311) 17 745 (126)	-6.37% 22.75% #DIV/0!	11 280 294 - 171 574	
Income Tax Surplus/(Deficit) after income tax Share of Surplus/Deficit attributable to Joint Venture Share of Surplus/Deficit attributable to Minorities		- 721 418 -	- 211 423 -	- 171 574 -	- (52 799) -		- 365 538 -	-		_ 171 574 _	
Surplus/(Deficit) attributable to municipality Share of Surplus/Deficit attributable to Associate Intercompany/Parent subsidiary transactions		721 418 - -	211 423 -	171 574 -	(52 799) - -	364 846 - -	365 538 - -			171 574 -	
Surplus/ (Deficit) for the year		721 418	211 423	171 574	(52 799)	364 846	365 538			171 574	

9) Table C5: Month 10 Budget Statement – Capital Expenditure by vote, standard classification and funding

		2023/24	Budget Year 2024/25	•	•					•
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		_	_	2 340	_	-	1 950	(1 950)	-100%	_
Vote 2 - Finance		25 767	2 000	6 000	85	(7 755)	5 000	(12 755)	-255%	2 000
Vote 3 - Community and Social Services		(26 087)	_	4 000	_	22 067	3 333	18 734	562%	-
Vote 4 - Sport and Recreation		-	_	5 118	_	-	4 265	(4 265)	-100%	-
Vote 4 - Sport and Recreation		-	_	-	_	-	-	-		_
Vote 5 - Public Safety		-	-	-	-	-	-	-		-
Vote 5 - Public Safety		-	-	-	-	-	-	-		-
Vote 6 - Housing		-	-	-	-	-	-	-		-
Vote 9 - Road Transport		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Vote 10 - Energy Sources		24 722	-	40 082	-	73 567	33 401	40 166	120%	-
Vote 11 - Water Management		2 934	-	36 405	1 645	84 235	30 337	53 897	178%	-
Vote 12 - Waste Water Management		(19 516)	-	46 707	2 970	39 613	38 922	691	2%	-
Vote 13 - Waste Management		-	-	-	-	-	-	-		-
Vote 14 - Internal Audit		-	-	-	-	-	-	-		-
Vote 15 - Other		_	500	2 500	89	162	2 083	(1 921)	-92%	500
Total Capital single-year expenditure	4	40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100
Total Capital Expenditure		40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

tunding) - Mitu April										
Vote Description	Ref	2023/24 Audited	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly	YearTD actual	YearTD budget	YTD variance	YTD	Full Year
R thousands	1	Outcome		Aujusteu Dudyet	actual				variance %	Forecast
Capital Expenditure - Functional Classification										
Governance and administration		25 767	2 500	10 840	174	(7 592)	9 033	(16 626)	-184%	2 500
Executive and council		-	-	2 340	-	-	1 950	(1 950)	-100%	-
Finance and administration		25 767	2 500	8 500	174	(7 592)	7 083	(14 676)	-207%	2 500
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		(26 087)	-	9 118	-	22 067	7 598	14 469	190%	-
Community and social services		(26 087)	-	4 000	-	22 067	3 333	18 734	562%	-
Sport and recreation		-	-	5 118	-	-	4 265	(4 265)	-100%	-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Planning and development		-	-	-	-	-	-	-		-
Road transport		32 711	600	45 617	1 716	95 406	38 014	57 392	151%	600
Environmental protection		-	-	-	-	-	-	-		-
Trading services		8 140	-	123 193	4 615	197 415	102 661	94 753	92%	-
Energy sources		24 722	-	40 082	-	73 567	33 401	40 166	120%	-
Water management		2 934	-	36 405	1 645	84 235	30 337	53 897	178%	-
Waste water management		(19 516)	-	46 707	2 970	39 613	38 922	691	2%	-
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	_	-		-
Total Capital Expenditure - Functional Classification	3	40 531	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

GT484 Merafong City - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

Vete Description	Def	2023/24	Budget Year 2024/25							
Vote Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Funded by:										
National Government		22 322	600	156 428	4 320	294 091	130 357	163 735	126%	600
Provincial Government		4 333	-	6 000	2 011	7 648	5 000	2 648	53%	-
District Municipality Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-		
Transfers recognised - capital		26 656	600	162 428	6 331	301 739	135 357	166 383	123%	600
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		13 450	2 500	26 340	174	5 556	21 950	(16 394)	-75%	2 500
Total Capital Funding		40 106	3 100	188 768	6 505	307 295	157 307	149 989	95%	3 100

10) Table C6: Month 10 Budget Statement – Financial Position

		2023/24	Budget Year 2024/25		•	
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		165 066	794 036	(330 913)	129 040	794 036
Trade and other receivables from exchange transactions		193 092	82 673	537 003	695 364	82 673
Receivables from non-exchange transactions		108 039	310 376	311 598	699 514	310 376
Current portion of non-current receivables		-	-	-	-	-
Inventory		675	9 845	(4 843)	(3 316)	9 845
VAT		466 548	296 637	385 070	587 076	296 637
Other current assets		_	_	_	_	_
Total current assets		933 421	1 493 566	897 915	2 107 679	1 493 566
Non current assets						
Investments		-	-	-	-	-
Investment property		201 145	216 841	216 841	201 145	216 841
Property, plant and equipment		3 225 886	2 922 643	3 113 053	3 202 591	2 922 643
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		190	136	136	190	136
Intangible assets		18 593	(670)	205	14 976	(670)
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		_	_	_	_	_
Total non current assets		3 445 815	3 138 950	3 330 235	3 418 903	3 138 950
TOTAL ASSETS		4 379 236	4 632 516	4 228 150	5 526 581	4 632 516

GT484 Merafong City - Table C6 Monthly Budget Statement - Financial Position - M10 April

GT484 Merafong City - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description		2023/24	Budget Year 2024/25			
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1		-			
LIABILITIES						
Current liabilities	-					
Bank overdraft		-	51 960	51 960	-	51 960
Financial liabilities		(12 773)	13 521	13 521	11 417	13 521
Consumer deposits		33 339	-	-	33 634	-
Trade and other payables from exchange transactions		(1 712 532)	1 934 984	1 562 390	2 464 855	1 934 984
Trade and other payables from non-exchange transactions		76 798	31 294	31 294	107 498	31 294
Provision		46 748	39 388	39 388	46 748	39 388
VAT		370 447	178 713	186 789	463 735	178 713
Other current liabilities		-	_	_	-	-
Total current liabilities		(1 197 972)	2 249 860	1 885 342	3 127 887	2 249 860
Non current liabilities						
Financial liabilities		7 963	17 535	17 535	(1 297)	17 535
Provision		33 564	29 894	29 894	33 564	29 894
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		118 161	_	_	118 161	_
Total non current liabilities		159 687	47 429	47 429	150 427	47 429
TOTAL LIABILITIES		(1 038 285)	2 297 289	1 932 771	3 278 315	2 297 289
NET ASSETS	2	5 417 520	2 335 228	2 295 379	2 248 267	2 335 228
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(935 540)	2 123 805	2 123 805	(649 291)	2 123 805
Reserves and funds		2 536 618	-	-	2 536 071	-
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	1 601 078	2 123 805	2 123 805	1 886 780	2 123 805

11) Table C7: Month 10 Budget Statement – Cash Flow

		2023/24	Budget Year 2024/25							
Description	Ref	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		(750 319)	526 258	385 274	8 052	40 780	321 061	(280 281)	-87%	385 274
Service charges Other		-	694 462	1 124 389	18 285	196 716	936 991	(740 275)	-79%	1 124 389
revenue Transfers		-	93 393	130 418	18 630	443 433	111 525	331 908	298%	130 418
and Subsidies - Operational Transfers		-	337 435	342 207	-	248 181	285 172	(36 991)	-13%	342 207
and Subsidies - Capital		-	170 430	160 294	-	74 529	133 578	(59 049)	-44%	160 294
Interest		-	549 738	-	18 419	2 967	-	2 967	#DIV/0!	-
Dividends		-	-	-	-	-	-	-		-
Payments Suppliers										
and employees		(1 459 834)	(1 387 021)	(1 912 719)	30 733	(1 159 322)	(2 024 466)	(865 144)	43%	(1 912 719)
Finance charges		-	(153 118)	(314 232)	-	-	261 860	261 860	100%	(314 232)
Transfers and Subsidies		_	(1 102)	(563)	_	_	469	469	100%	(563)
NET CASH FROM/(USED) OPERATING										
ACTIVITIES		(2 210 152)	830 473	(84 934)	94 119	(152 716)	26 191	178 906	683%	(84 934)

GT484 Merafong City - Table C7 Monthly Budget Statement - Cash Flow - M10 April

GT484 Merafong City - Table C7 Monthly Budget Statement - Cash Flow - M10 April

		2023/24	Budget Year 2024/25	- j = •••						
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1						-		%	
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		223 245	(209 470)	(416 904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)
NET CASH FROM/(USED) INVESTING ACTIVITIES		223 245	(209 470)	(416 904)	(1 037)	(113 101)	(347 420)	(234 319)	67%	(416 904)
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		(1 986 907)	621 004	(501 838)	93 082	(265 816)	(321 229)			(501 838)
Cash/cash equivalents at beginning:		202 026	158 032	158 032	291 501	-	158 032			-
Cash/cash equivalents at month/year end:		(1 784 882)	779 036	(343 806)		(265 816)	(163 197)			(501 838)