Section 71 Financial Report

31 October 2024

TABLE OF CONTENTS

1. Purpose....3
2. Background....3
3. Executive Summary....3
4. Budget Performance overview....6
   4.1. Operating Revenue by source....6
   4.2. Operating Expenditure by type....7
   4.3. Financial Performance by Vote....8
   4.4. Capital expenditure....9
   4.5. Cash Flows....10
5. Debtors Analysis....10
6. Creditors Analysis....11
7. Investment Portfolio Analysis....12
8. Allocation and grant receipts and expenditure....13
9. Councillor and board member allowances and employee benefits....15
10. Summary Statement of Financial Position....16
11. Repairs and Maintenance....18
12. Resolutions and Recommendations....20
13. Conclusion....21
14. Annexure A: C Schedule....21
15. Annexure B: Compliance with the conditions for Municipal Debt Relief....22
    15.1. MFMA Circular 124 – Municipality Compliance Self-Assessment....22
    15.2. Municipal Debt Relief Performance across the period of debt relief participation....24
    15.3. MFMA Circular 124 – Condition 6.8 (Completeness of the revenue base)....24
    15.4. MFMA Circular 124 – Condition 6.3 and Condition 6.12....25
    15.5. MFMA Circular 124 – Mainting Eskom Current Account....26
16. Municipal Managers quality certification....27

PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 October 2024
TO: THE HONOURABLE MAYOR
FROM: THE DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE

1. PURPOSE

The purpose of this report is to comply with section 71 of the Municipal Finance Management Act and its regulations that the municipality should report on monthly actual performance of the municipality's budget to the Mayor, National and Provincial Treasury in prescribed format.

2. BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, 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 provincial treasury a statement on the financial performance of that municipality. The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information of financial performance.

According to the Municipal Budget Reporting and Regulations (MBRR), 2009, "the monthly budget statement of a municipality must be in a format specified in Schedule C and include all the required tables, charts and explanatory information taking into account any guidelines issued by the Minister in terms of S168(1) of the Act" (MFMA).This report follows the legislative requirements of the Municipal Budget and Reporting Regulations (Schedule C format)

3. EXECUTIVE SUMMARY

This report is a summary of the main budget issues arising from the implementation of approved and in-year reporting monitoring process. It compares the progress in budget implementation to the projections as at the date of reporting.

3.1. CONSOLIDATED PERFORMANCE TABLE C1

EC124 Amahlathi - Table C1 Monthly Budget Statement Summary - M04 October

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	24 169	26 746	–	2 461	7 512	8 915	(1 404)	-16%	26 746
Service charges	57 850	62 935	–	42 656	64 142	20 978	43 164	206%	62 935
Investment revenue	3 456	–	–	–	–	–	–		–
[illegible]	3 456	3 892	–	–	1 424	1 297	127	10%	3 892
Other own revenue	176 511	172 600	–	2 088	69 216	57 533	11 683	20%	–
Total Revenue (excluding capital transfers and contributions)	265 440	266 172	–	47 206	142 294	88 724	53 569	60%	266 172
Employee costs	136 206	141 493	–	10 810	44 769	47 165	(2 396)		141 493
Remuneration of Councillors	13 595	15 031	–	1 112	4 344	5 010	(666)		15 031
[illegible]	25 940	24 186	–	–	–	8 062	(8 062)		24 186
Interest	15 524	3 000	–	–	(1 965)	1 000	(2 965)		3 000
Inventory consumed and bulk purchases	51 988	58 418	–	4	19 476	19 473	3		58 418
[illegible]	10	–	–	–	–	–	–		–
Other expenditure	62 844	66 449	–	1 427	11 521	22 150	(10 628)	-48%	66 449
Total Expenditure	306 107	308 577	–	13 353	78 145	102 859	(24 714)	-24%	308 577
Surplus/(Deficit)	(40 666)	(42 405)	–	33 853	64 149	(14 135)	78 284	-554%	(42 405)
Transfers and subsidies - capital (monetary allocations)	46 187	59 538	–	–	14 386	19 846	(5 460)	-28%	59 538
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	5 520	17 133	–	33 853	78 534	5 711	72 823	1275%	17 133
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	5 520	17 133	–	33 853	78 534	5 711	72 823	1275%	17 133
Capital expenditure & funds sources									
Capital expenditure	47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148
Capital transfers recognised	39 152	59 538	–	6 803	22 216	19 846	2 371	12%	59 538
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	8 785	2 610	–	–	254	870	(616)	-71%	2 610
Total sources of capital funds	47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148
Financial position									
Total current assets	128 311	83 733	–		207 835				83 733
Total non current assets	437 893	453 285	–		460 363				453 285
Total current liabilities	265 272	253 489	–		288 736				253 489
Total non current liabilities	45 608	39 813	–		45 608				39 813
Community wealth/Equity	255 320	243 716	–		333 854				243 716
Cash flows									
Net cash from (used) operating	274 715	75 884	–	2 985	40 511	35 315	(5 196)	-15%	75 884
Net cash from (used) investing	733 134	(71 240)	–	(6 803)	(22 471)	(23 747)	(1 276)	5%	(71 240)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	1 009 408	(11 058)	–	–	40 392	(4 134)	(44 526)	1077%	–

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	56 153	5 337	6 044	5 445	4 715	4 341	22 686	151 080	255 801
Creditors Age Analysis									
Total Creditors	11 613	8 493	1 223	905	2 453	1 575	6 656	142 181	175 099

- The year-to-date operating revenue excluding capital transfer for period ending 31 October 2024 amounts to R142 million, which constitutes 160% of the year-to-date budget and 53% of the Approved Budget.
- The year-to-date operating expenditure for period ending 31 October 2024 amounts to R78 million, which constitutes 76% of the year-to-date budget and 25% of the Approved Budget.
- The year-to-date capital expenditure for period ending 31 October 2024 amount to R22 million, which constitutes 108% of the year-to-date budget and 36% of the Approved Budget.

4. BUDGET PERFORMANCE OVERVIEW

4.1. Operating Revenue by source

The Summary Statement of Financial Performance shown below is prepared on a similar basis of the prescribed budget format, detailing revenue by source type and expenditure per vote.

EC124 Amahlathi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		46 291	49 465	–	41 676	60 236	16 488	43 747	265%	49 465
Service charges - Water		–	–	–	–	–	–	–		–
Service charges - Waste Water Management		–	–	–	–	–	–	–		–
Service charges - Waste management		11 558	13 469	–	980	3 906	4 490	(584)	-13%	13 469
Sale of Goods and Rendering of Services		5 898	6 185	–	462	1 926	2 062	(136)	-7%	6 185
Agency services		1 321	1 918	–	–	42	639	(598)	-93%	1 918
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		7 704	7 779	–	761	2 936	2 593	343	13%	7 779
Interest from Current and Non Current Assets		3 456	3 892	–	–	1 424	1 297			3 892
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		246	366	–	15	61	122	(61)	-50%	366
Licence and permits		2 543	3 066	–	–	9	1 022	(1 013)	-99%	3 066
Operational Revenue		11 903	133	–	225	730	44	686	1545%	133
Non-Exchange Revenue		–	–	–	–	–	–	–		–
Property rates		24 169	26 746	–	2 461	7 512	8 915	(1 404)	-16%	26 746
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		12	29	–	–	2	10	(7)	-76%	29
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		138 142	145 505	–	–	60 925	48 502	12 424	26%	145 505
Interest		7 474	7 620	–	624	2 585	2 540	45	2%	7 620
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		–	–	–	–	–	–	–		–
Other Gains		4 723	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		265 440	266 172	–	47 206	142 294	88 724	53 569	60%	266 172

Revenue Variance Explanations against Planned Budget

- Electricity reflects a favourable variance of 265%, this is attributable to Commercial Electricity billing amounting to R36.8 million for the month of October 2024, this will however be monitored to identify if the estimated electricity was understated.
- Agency Services reflects an unfavourable variance of 93% for the period.
- Rentals of facilities reflects an unfavourable variance of 50% due to low demand on public facilities.
- Licences and permits reflects an unfavourable variance of 99% due to low demand for the services in the first four months of the financial year.
- Operational revenue reflects a favourable variance of 1545%, indicating a possible under estimation of revenue in the approved budget. Operational revenue, Agency Services and Licences and permits will be reviewed for possible misallocations, changes in estimates and adjusted accordingly during the first adjustments budget.

- Property rates reflect an unfavourable variance of 16% due to certain customers requesting to be billed annually at various months during the financial year.
- Transfers and subsidies reflect a favourable variance of 26%, this is as result of the Equitable share's first tranche being recognised on date of receipt.

4.2 Operating Expenditure by Type

EC124 Amahlathi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		136 206	141 493	–	10 810	44 769	47 165	(2 396)	-5%	141 493
Remuneration of councillors		13 595	15 031	–	1 112	4 344	5 010	(666)	-13%	15 031
Bulk purchases - electricity		51 809	57 965	–	–	19 411	19 322	90		57 965
Inventory consumed		178	453	–	4	65	151	(86)		453
Debt impairment		–	26 000	–	–	–	8 667	(8 667)	-100%	26 000
Depreciation and amortisation		25 940	24 186	–	–	–	8 062	(8 062)	-100%	24 186
Interest		15 524	3 000	–	–	(1 965)	1 000	(2 965)	-297%	3 000
Contracted services		14 341	17 491	–	1 156	6 386	5 830	556	10%	17 491
Transfers and subsidies		10	–	–	–	–	–	–		–
Irrecoverable debts written off		25 872	–	–	–	–	–	–		–
Operational costs		22 177	22 958	–	271	5 135	7 653	(2 518)	-33%	22 958
Losses on Disposal of Assets		454	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		306 107	308 577	–	13 353	78 145	102 859	(24 714)	-24%	308 577

Expenditure Variance Explanations against Planned Budget

- Interest on overdue accounts reflect a credit balance of R1.9. This is as result of an Eskom interest reversal of R3.4 million during August 2024.
- Depreciation and Debt Impairment reflect a variance of 100% respectively and these will be calculated at year end.
- Operational costs reflect a favourable balance of 33%. This is due to the implementation of cost containment measures and the management of the municipality's cash flow.

The municipality tabled an unfunded budget for the 2024/25 Financial Year. A Financial Recovery Plan has been approved and is currently implemented. The outcome of the Standardisation court case was received on the 10th of May 2024 and engagements with effected parties have been underway. When implementation, the FRP will be updated and this line item will be indicated as complete. The Eskom account for October 2024 have not been paid as it was not yet due at reporting date. This will be paid prior by the due date of 30 November 2024.

4.3 Table C3 Financial Performance by Vote

The table below reflects the operating revenue and expenditure by vote.

EC124 Amahlathi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Executive & Council		146 344	150 128	–	28	59 094	50 043	9 052	18,1%	150 128
Vote 2 - Finance and Admin		42 642	30 279	–	4 047	14 087	10 093	3 994	39,6%	30 279
Vote 3 - Internal Audit		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		6 121	2 032	–	17	1 857	677	1 180	174,2%	2 032
Vote 5 - Sport & Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		4 959	5 301	–	436	1 738	1 767	(30)	-1,7%	5 301
Vote 7 - Housing		505	118	–	2	31	39	(8)	-21,0%	118
Vote 8 - Planning & Development		46 778	56 611	–	10	13 241	18 870	(5 629)	-29,8%	56 611
Vote 9 - Road Transport		5 232	6 323	–	4	1 290	2 108	(817)	-38,8%	6 323
Vote 10 - Energy Sources		46 291	54 325	–	41 676	61 413	18 108	43 304	239,1%	54 325
Vote 11 - Waste Management		12 613	20 247	–	980	3 906	6 749	(2 843)	-42,1%	20 247
Vote 12 - Environmental Protection		144	346	–	5	22	115	(93)	-81,1%	346
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**311 627**	**325 710**	–	**47 206**	**156 679**	**108 570**	**48 109**	**44,3%**	**325 710**
Expenditure by Vote	1									
Vote 1 - Executive & Council		82 009	64 978	–	2 486	11 293	21 659	(10 366)	-47,9%	64 978
Vote 2 - Finance and Admin		56 531	65 746	–	4 192	18 169	21 915	(3 746)	-17,1%	65 746
Vote 3 - Internal Audit		2 125	1 612	–	164	1 036	537	499	92,8%	1 612
Vote 4 - Community and Social Services		8 405	8 369	–	359	1 544	2 790	(1 246)	-44,7%	8 369
Vote 5 - Sport & Recreation		2 254	2 249	–	219	750	750	(0)	0,0%	2 249
Vote 6 - Public Safety		4 230	4 043	–	246	1 061	1 348	(287)	-21,3%	4 043
Vote 7 - Housing		199	–	–	12	74	–	74	#DIV/0!	–
Vote 8 - Planning & Development		8 860	9 777	–	750	2 844	3 259	(415)	-12,7%	9 777
Vote 9 - Road Transport		67 458	63 055	–	3 531	15 878	21 018	(5 140)	-24,5%	63 055
Vote 10 - Energy Sources		59 774	65 788	–	475	21 723	21 929	(206)	-0,9%	65 788
Vote 11 - Waste Management		13 685	22 709	–	918	3 682	7 570	(3 888)	-51,4%	22 709
Vote 12 - Environmental Protection		576	250	–	–	90	83	7	8,0%	250
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**306 107**	**308 577**	–	**13 353**	**78 145**	**102 859**	**(24 714)**	**-24,0%**	**308 577**
Surplus/ (Deficit) for the year	2	5 520	17 133	–	33 853	78 534	5 711	72 823	1275,1%	17 133

4.4 Capital Expenditure by Municipal Vote

The following table provides a summary of the expenditure trends based on planned capital projects and actual spending. The percentage spending on capital projects as at 31 October 2024 amounts to 100.8% of the year to date capital budget exclusive of vat and 36% of the total capital budget. The table below reclects the capital expenditure performance by function.

EC124 Amahlathi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		91	400	–	–	–	133	(133)	-100%	400
Vote 2 - Finance and Admin		(1 554)	950	–	–	181	317	(135)	-43%	950
Vote 3 - Internal Audit		–	–	–	–	–	–	–		–
Vote 4 - Community and Social Services		2 154	–	–	–	–	–	–		–
Vote 5 - Sport & Recreation		–	–	–	–	–	–	–		–
Vote 6 - Public Safety		–	–	–	–	–	–	–		–
Vote 7 - Housing		–	–	–	–	–	–	–		–
Vote 8 - Planning & Development		15 609	54 678	–	6 801	20 264	18 226	2 038	11%	54 678
Vote 9 - Road Transport		23 575	–	–	–	–	–	–		–
Vote 10 - Energy Sources		173	5 560	–	2	591	1 853	(1 262)	-68%	5 560
Vote 11 - Waste Management		7 889	560	–	–	1 434	187	1 248	668%	560
Vote 12 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148
Total Capital Expenditure		47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148
Capital Expenditure - Functional Classification										
Governance and administration		(1 462)	1 350	–	–	181	450	(269)	-60%	1 350
Executive and council		91	400	–	–	–	133	(133)	-100%	400
Finance and administration		(1 554)	950	–	–	181	317	(135)	-43%	950
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		2 154	–	–	–	–	–	–		–
Community and social services		2 154	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		39 183	54 678	–	6 801	20 264	18 226	2 038	11%	54 678
Planning and development		15 609	54 678	–	6 801	20 264	18 226	2 038	11%	54 678
Road transport		23 575	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		8 062	6 120	–	2	2 025	2 040	(15)	-1%	6 120
Energy sources		173	5 560	–	2	591	1 853	(1 262)	-68%	5 560
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		7 889	560	–	–	1 434	187	1 248	668%	560
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148
Funded by:										
National Government		39 152	59 538	–	6 803	20 782	19 846	936	5%	59 538
Provincial Government		–	–	–	–	1 434	–	1 434	#DIV/0!	–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Transfers recognised - capital		39 152	59 538	–	6 803	22 216	19 846	2 371	12%	59 538
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		8 785	2 610	–	–	254	870	(616)	-71%	2 610
Total Capital Funding		47 937	62 148	–	6 803	22 471	20 716	1 755	8%	62 148

4.5 Cash Flows

The cash available as at 31 October 2024 amounts to R40m; this consist of call deposits and cash available in the main account excluding the cash on hand.

EC124 Amahlathi - Table C7 Monthly Budget Statement - Cash Flow - M04 October										
		2023/24	Budget Year 2024/25							
Description R thousands	Ref 1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(17 272)	22 670	–	1 573	6 045	7 557	(1 512)	-20%	22 670
Service charges		(37 941)	57 411	–	5 736	17 910	19 137	(1 226)	-6%	57 411
Other revenue		21 924	12 987	–	703	2 770	4 329	(1 559)	-36%	12 987
Transfers and Subsidies - Operational		339 974	145 505	–	392	101 364	48 502	52 862	109%	145 505
Transfers and Subsidies - Capital		(39 900)	59 538	–	–	10 342	19 846	(9 504)	-48%	59 538
Interest		18 633	13 947	–	1 386	6 945	4 649	2 296	49%	13 947
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(10 704)	(233 173)	–	(6 803)	(104 865)	(67 704)	37 161	-55%	(233 173)
Finance charges		–	(3 000)	–	–	–	(1 000)	(1 000)	100%	(3 000)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		274 715	75 884	–	2 985	40 511	35 315	(5 196)	-15%	75 884
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		733 134	(71 240)	–	(6 803)	(22 471)	(23 747)	(1 276)	5%	(71 240)
NET CASH FROM/(USED) INVESTING ACTIVITIES		733 134	(71 240)	–	(6 803)	(22 471)	(23 747)	(1 276)	5%	(71 240)
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		1 007 849	4 644	–	(3 818)	18 040	11 568			–
Cash/cash equivalents at beginning:		1 559	(15 702)	–	–	22 351	(15 702)			22 351
Cash/cash equivalents at month/year end:		1 009 408	(11 058)	–		40 392	(4 134)			–

DEBTORS ANALYSIS

The debtors report below provides the total amount owed to the municipality by income source and by debtor type. Total outstanding debt for the month ending 30 October 2024 is R255 million. A R44 million increase from the previous month. The biggest contributor being the households that owe R146 million which is an increase of R2 million from previous month; followed by government departments owing R37 million which is an increase of R2 million from previous month and business that owe R69 million, which have an increase of R40 million. This is largely due to the increase in commercial electricity billing.

EC124 Amahlathi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description R thousands	NT Code	Budget Year 2024/25											
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	45 316	2 231	2 261	1 831	1 184	959	3 378	3 339	61 509	10 701	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	7 349	373	1 065	964	910	868	4 818	49 089	65 436	56 649	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 052	910	890	899	840	832	4 890	48 277	58 590	55 738	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	6	6	6	6	6	6	34	445	515	496	-	-
Interest on Arrear Debtor Accounts	1810	1 396	1 381	1 384	1 330	1 398	1 271	7 356	39 120	54 626	50 475	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	45	436	438	415	378	395	2 210	10 810	15 126	14 208	-	-
Total By Income Source	2000	56 153	5 337	6 044	5 445	4 715	4 341	22 686	151 080	255 801	188 268	-	-
2023/24 - totals only										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200	7 800	1 526	2 422	2 107	1 613	1 402	5 732	15 329	37 932	26 183	-	-
Commercial	2300	45 106	952	824	612	507	500	2 649	18 822	69 972	23 090	-	-
Households	2400	3 191	2 808	2 747	2 677	2 548	2 393	14 058	115 990	146 412	137 666	-	-
Other	2500	55	51	50	49	47	45	247	940	1 484	1 328	-	-
Total By Customer Group	2600	56 153	5 337	6 044	5 445	4 715	4 341	22 686	151 080	255 801	188 268	-	-

5. CREDITORS ANALYSIS

Section 65 of the Municipal Finance management Act requires that municipalities should pay its creditors within 30 days. The municipality strives to pay its creditors within 30 days, however delays are experienced due to cash flow challenges the municipality is faced with. Below is the list of trade creditors as at 31 October 2024.

EC124 Amahlathi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2024/25								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	5 896	416	601	427	547	4 213	109 258	121 357
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	863	1 211	107	309	1 992	426	2 443	12 332	19 683
Auditor General	0800	1 297	782	421	-	-	-	-	-	2 500
Other	0900	9 453	604	279	(5)	34	601	-	20 591	31 558
Total By Customer Type	1000	11 613	8 493	1 223	905	2 453	1 575	6 656	142 181	175 099

6. INVESTMENT PORTFOLIO ANALYSIS

The table below details the Call Deposits made by the Municipality for the period ending 31 October 2024.

Institution	Opening Balance	New Investment	Withdrawals	INTEREST July	INTEREST August	INTEREST Sept	Total
FNB 62063171351	14 562 569,07	5 829 000,00	(7 895 567,77)	80 298,33	63 751,49	72 076,82	12 712 127,94
FNB 62135193770	1 620,85	12 962 000,00	(7 880 274,93)	19 715,91	64 135,80	55 313,70	5 222 511,33
FNB 61381739619	895 602,61	505 115,00	(1 000 000,00)	5 058,32	5 086,88	2 941,62	413 804,43
FNB 74568809858	5 174 751,78		(438 556,23)	37 003,02	38 509,87	36 291,56	4 848 000,00
FNB 62774381942	299 994,50			1 847,23	1 858,60	1 786,84	305 487,17
FNB 62774381009	2 031,22			12,50	12,59	12,10	2 068,41
FNB 62774381413	19360,52	600 000,00	(592 760,13)	834,28	3 615,85	1 617,36	32 667,88
FNB 62774382445	2392,88			14,73	14,82	14,26	2 436,69
FNB 62774383592	391165,68	57 000 000,00	(57 558 526,00)	162 683,27	6 032,26	6 388,23	7 743,44
FNB 62774382966	974256,48		(63 656,49)	5 619,69	5 641,66	5 423,82	927 285,16
NEDBANK '20738		9 000 000,00	(9 120 834,25)	30 757,81	68 106,58	21 969,86	-
ABSA 2081691844		9 000 000,00		-	102 195,61	71 092,60	9 173 288,21
ABSA 2081691836		9 000 000,00	(9 054 236,71)	-	54 236,71		-0,00
ABSA 2081691828		9 000 000,00		-	104 123,83	72 433,97	9 176 557,80
	22 323 745,59	112 896 115,00	(93 604 412,51)	343 845,09	517 322,55	347 362,74	**42 823 978,46**

EC124 Amahlathi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
FNB 62063171351		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	14 563	216	(7 896)	5 829	12 712
FNB 62135193770		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	2	139	(7 880)	12 962	5 223
FNB 61381739619		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	896	13	(1 000)	505	414
FNB 74568809858		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	5 175	112	(439)	-	4 848
FNB 62774381942		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	300	5	-	-	305
FNB 62774381009		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	2	0	-	-	2
FNB 62774381413		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	19	6	(593)	600	33
FNB 62774382445		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	2	0	-	-	2
FNB 62774383592		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	391	175	(57 559)	57 000	8
FNB 62774382966		1 Month	Call Deposit	Yes	Fixed		Nil		N/A	974	17	(64)	-	927
NEDBANK '20738		1 Month	Call Deposit	Yes	Fixed		Nil		N/A		121	(9 121)	9 000	0
ABSA 2081691844		1 Month	Call Deposit	Yes	Fixed		Nil		N/A		173	-	9 000	9 173
ABSA 2081691836		1 Month	Call Deposit	Yes	Fixed		Nil		N/A		54	(9 054)	9 000	(0)
ABSA 2081691828		1 Month	Call Deposit	Yes	Fixed		Nil		N/A		1 766	-	9 000	10 766
														-
														-
Municipality sub-total										22 324	2 798	(93 604)	112 896	44 413

7. ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

The conditional and unconditional grants allocation gazette for 2024/25 reflected an amount of R205m. An amount of R90 million has been received for period ending 31 October 2024. Transfers and grants receipts per allocation or grant is provided in the table below.

EC124 Amahlathi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		497 622	143 651	–	–	63 986	47 884	16 102	33,6%	143 651
EPWP Incentive	–	5 595	1 211	–	–	303	404	(101)	-24,9%	1 211
Finance Management	–	8 735	2 200	–	–	2 200	733	1 467	200,0%	2 200
Local Government Equitable Share	–	–	138 370	–	–	57 654	46 123	11 531	25,0%	138 370
Metro Informal Settlements Partnership Grant	–	477 996	–	–	–	–	–	–		–
Municipal Drought Relief	–	5 296	–	–	–	3 829	–	3 829	#DIV/0!	–
Municipal Infrastructure Grant	–	–	1 870	–	–	–	623	(623)	-100,0%	1 870
								–		
								–		
								–		
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
								–		
								–		
	4							–		
								–		
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		1 153	–	–	54	286	–	286	#DIV/0!	–
LG Seta	–	1 153	–	–	54	286	–	286	#DIV/0!	–
								–		
Total Operating Transfers and Grants	5	498 775	143 651	–	54	64 272	47 884	16 389	34,2%	143 651
Capital Transfers and Grants										
National Government:		132 217	59 538	–	11 466	24 428	19 846	12 584	63,4%	59 538
Municipal Infrastructure Grant (MIG)	–	132 217	35 533	–	11 466	24 428	11 844	12 584	106,2%	35 533
Energy Efficiency and Demand Side Management Grant	–	–	3 000	–	–	–	1 000			3 000
Integrated National Electrification Programme Grant	–	–	1 860	–	–	–	620			1 860
Municipal Disaster Relief Grant	–	–	19 145	–	–	–	6 382			19 145
								–		
								–		
								–		
								–		
Other capital transfers [insert description]								–		
Provincial Government:		–	1 854	–	–	1 792	618	1 174	190,0%	1 854
DEDEAT	–	–	1 854	–	–	1 792	618	1 174	190,0%	1 854
								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Total Capital Transfers and Grants	5	132 217	61 392	–	11 466	26 220	20 464	13 758	67,2%	61 392
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	630 992	205 043	–	11 520	90 492	68 348	30 146	44,1%	205 043

The table below reflects expenditure for the period ending 31 October 2024. The operating grants, excluding equitable share are at R2 million and capital grants at R 20 million. It is worth noting that the funds for EPWP Grant are already depleted and the municipality is financing the expenditure from internally generated funds.

EC124 Amahlathi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		492 045	5 281	–	–	1 479	1 760	(281)	-16,0%	5 281
Expanded Public Works Programme Integrated Grant	–	4 718	1 211	–	–	1 211	404	807	200,0%	1 211
Local Government Financial Management Grant	–	8 735	2 200	–	–	268	733	(465)	-63,4%	2 200
Metro Informal Settlements Partnership Grant	–	477 996	–	–	–	–	–	–		–
Municipal Disaster Relief Grant	–	596	–	–	–	–	–	–		–
Municipal Infrastructure Grant	–	–	1 870	–	–	–	623	(623)	-100,0%	1 870
Municipal Infrastructure Grant								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
								–		
								–		
								–		
								–		
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
[insert description]								–		
Other grant providers:		1 153	–	–	–	1 003	–	1 003	#DIV/0!	–
Unspecified-Specify (Replace with the name of the Entity)-Transfer	–	1 153	–	–	–	1 003	–	1 003	#DIV/0!	–
LG Seta								–		
Total operating expenditure of Transfers and Grants:		493 198	5 281	–	–	2 482	1 760	722	41,0%	5 281
Capital expenditure of Transfers and Grants										
National Government:		122 390	59 538	–	–	18 397	19 846	(1 449)	-7,3%	59 538
Energy Efficiency and Demand Side Management Grant	–	–	3 000	–	–	84	1 000	(916)	-91,6%	3 000
Integrated National Electrification Programme Grant	–	–	1 860	–	–	593	620	(27)	-4,4%	1 860
Municipal Disaster Relief Grant	–	–	19 145	–	–	10 354	6 382	3 972	62,2%	19 145
Municipal Infrastructure Grant	–	122 390	35 533	–	–	7 366	11 844	(4 478)	-37,8%	35 533
								–		
Other capital transfers [insert description]								–		
Provincial Government:		4 800	–	–	–	1 792	–	1 792	#DIV/0!	–
Eastern Cape	–	4 800	–	–	–	1 792	–	1 792	#DIV/0!	–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
								–		
Total capital expenditure of Transfers and Grants		127 190	59 538	–	–	20 189	19 846	343	1,7%	59 538
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		620 388	64 819	–	–	22 671	21 606	1 065	4,9%	64 819

8. COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

The expenditure on employee related costs and councillors allowance is detailed in the table below.

EC124 Amahlathi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October										
		2023/24	Budget Year 2024/25							
Summary of Employee and Councillor remuneration R thousands	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		9 141	10 377	–	730	2 891	3 459	(568)	-16%	10 377
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		436	593	–	55	158	198	(39)	-20%	593
Cellphone Allowance		1 481	1 702	–	119	466	567	(101)	-18%	1 702
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		2 538	2 358	–	209	828	786	42	5%	2 358
Sub Total - Councillors		13 595	15 031	–	1 112	4 344	5 010	(666)	-13%	15 031
% increase	4		10,6%							10,6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 214	6 423	–	369	1 610	2 141	(531)	-25%	6 423
Pension and UIF Contributions		10	12	–	1	3	4	(1)	-29%	12
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		369	585	–	35	80	195	(115)	-59%	585
Cellphone Allowance		78	94	–	6	22	31	(9)	-29%	94
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		1	1	–	0	0	0	(0)	-27%	1
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		38	82	–	–	–	27	(27)	-100%	82
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		5 710	7 197	–	411	1 716	2 399	(683)	-28%	7 197
% increase	4		26,0%							26,0%
Other Municipal Staff										
Basic Salaries and Wages		87 036	87 827	–	6 838	29 355	29 276	80	0%	87 827
Pension and UIF Contributions		16 052	16 798	–	1 308	5 230	5 599	(369)	-7%	16 798
Medical Aid Contributions		4 898	6 449	–	473	1 887	2 150	(262)	-12%	6 449
Overtime		1 622	1 386	–	114	481	462	19	4%	1 386
Performance Bonus		6 854	6 815	–	804	2 616	2 272	344	15%	6 815
Motor Vehicle Allowance		5 495	5 484	–	473	1 791	1 828	(37)	-2%	5 484
Cellphone Allowance		1 859	850	–	79	290	283	7	2%	850
Housing Allowances		2 522	2 631	–	207	828	877	(49)	-6%	2 631
Other benefits and allowances		911	1 042	–	62	256	347	(91)	-26%	1 042
Payments in lieu of leave		1 051	–	–	–	87	–	87	#DIV/0!	–
Long service awards		(698)	966	–	–	–	322	(322)	-100%	966
Post-retirement benefit obligations	2	2 709	2 204	–	–	–	735	(735)	-100%	2 204
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		186	1 844	–	41	231	615	(384)	-62%	1 844
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		130 496	134 297	–	10 400	43 053	44 766	(1 713)	-4%	134 297
% increase	4		2,9%							2,9%
Total Parent Municipality		149 801	156 524	–	11 922	49 113	52 175	(3 062)	-6%	156 524

9. SUMMARY OF STATEMENT OF FINANCIAL POSITION

The financial position reflects the position of Amahlathi Local Municipality having considered the assets; liabilities and equity as at 31 October 2024.

EC124 Amahlathi - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		22 827	21 092	–	40 392	21 092
Trade and other receivables from exchange transactions		27 527	20 492	–	82 280	20 492
Receivables from non-exchange transactions		29 522	17 192	–	32 928	17 192
Current portion of non-current receivables		–	–	–	–	–
Inventory		3	74	–	17	74
VAT		47 272	24 882	–	50 913	24 882
Other current assets		1 160	–	–	1 306	–
Total current assets		**128 311**	**83 733**	**–**	**207 835**	**83 733**
Non current assets						
Investments		–	–	–	–	–
Investment property		11 679	11 687	–	11 679	11 687
Property, plant and equipment		421 113	434 745	–	443 584	434 745
Biological assets		4 470	6 214	–	4 470	6 214
Living and non-living resources		–	–	–	–	–
Heritage assets		610	610	–	610	610
Intangible assets		20	30	–	20	30
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**437 893**	**453 285**	**–**	**460 363**	**453 285**
TOTAL ASSETS		**566 203**	**537 018**	**–**	**668 198**	**537 018**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		222	228	–	222	228
Consumer deposits		1 737	1 844	–	1 737	1 844
Trade and other payables from exchange transactions		183 801	207 406	–	181 657	207 406
Trade and other payables from non-exchange transactions		15 783	15 500	–	31 464	15 500
Provision		17 036	18 394	–	17 036	18 394
VAT		46 694	10 118	–	56 620	10 118
Other current liabilities		–	–	–	–	–
Total current liabilities		**265 272**	**253 489**	**–**	**288 736**	**253 489**
Non current liabilities						
Financial liabilities		–	222	–	–	222
Provision		16 068	7 862	–	16 068	7 862
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		29 540	31 728	–	29 540	31 728
Total non current liabilities		**45 608**	**39 813**	**–**	**45 608**	**39 813**
TOTAL LIABILITIES		**310 880**	**293 302**	**–**	**334 344**	**293 302**
NET ASSETS	2	**255 324**	**243 716**	**–**	**333 854**	**243 716**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		255 320	243 716	–	333 854	243 716
Reserves and funds		–	–	–	–	–
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**255 320**	**243 716**	**–**	**333 854**	**243 716**

9.1. CURRENT ASSETS

- ***Cash*** – The cash balance of R1.4m comprises of the cashbook balance for the main primary bank account as at 31 October 2024.
- ***Call Investments Deposits*** – Call investment deposits comprises of investments of call deposits made with various financial institutions when there is surplus cash available in the main account. These monies are invested in line with municipal investment policy. The table below details the Cash Balance in the Main Account and Call Deposits made by the Municipality for the period ending 31 October 2024.

Date	Type	Account Description	Balance
30 September 2024	**Cash**	**Main Account**	**1 403 188.59**
30 September 2024	**Call Investment Deposit**	Disaster Account	8 240 422.86
30 September 2024	**Call Investment Deposit**	MIG Account	13 886 005.56
30 September 2024	**Call Investment Deposit**	Insurance Account	742 300.65
30 September 2024	**Call Investment Deposit**	FNB Guarantee	4 879 478.79
30 September 2024	**Call Investment Deposit**	Retention Account	307 303.35
30 September 2024	**Call Investment Deposit**	FMG Account	2 080.70
30 September 2024	**Call Investment Deposit**	INEP Account	32 862.09
30 September 2024	**Call Investment Deposit**	LGSETA Account	2 451.17
30 September 2024	**Call Investment Deposit**	Payroll Accounts	3 030 716.88
30 September 2024	**Call Investment Deposit**	Waste Management	932 798.07
30 September 2024	**Call Investment Deposit**	Payroll Accounts	6 932 048.29
			40 391 657.07

- The total cash available as at 31 October 2024 indicates a total balance of **R40 391 657.07.**
- **Inventory** – The value of inventory as at 31 October 2024 amounts to R17 thousand.
- **Investment Property; Biological Assets and Intangible Assets** – The depreciation will be calculated during the Second quarter FAR compilation.

9.2. NON-CURRENT ASSETS

- The non-current assets amount to R460 million with the biggest contributor being the Property; Plant and Equipment of the municipality amounting to R443 million.

9.3. CURRENT LIABILITIES

- Section 65 of the Municipal Finance management Act requires that municipalities should pay its creditors within 30 days. The municipality strives to pay its creditors within 30 days, however delays are experienced due to cash flow challenges the municipality is faced with. Below is the list of trade creditors as at 31 October 2024.

- **Trade and other Payables** – The trade and other payables are currently at R181 million which indicates a R6 million increase when compared to prior months.
- **Unspent Grant** – The unspent grants amounts to R31 million as at 31 October 2024.

10. REPAIRS AND MAINTENANCE

The table below reflects expenditure on repairs by asse class. The expenditure on repairs and maintenance is at 19% of annual budget.

EC124 Amahlathi - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		1 454	1 750	–	–	162	583	421	72,2%	1 750
Roads Infrastructure		705	900	–	–	141	300	159	53,1%	900
Roads		705	900	–	–	141	300	159	53,1%	900
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Storm water Infrastructure		7	50	–	–	2	17	15	90,8%	50
Drainage Collection		7	50	–	–	2	17	15	90,8%	50
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		742	800	–	–	20	267	247	92,6%	800
Power Plants		46	100	–	–	–	33	33	100,0%	100
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		696	700	–	–	20	233	213	91,5%	700
MV Substations		–	–	–	–	–	–	–		–
Community Assets		–	150	–	–	–	50	50	100,0%	150
Community Facilities		–	150	–	–	–	50	50	100,0%	150
Halls		–	–	–	–	–	–	–		–
Libraries		–	–	–	–	–	–	–		–
Cemeteries/Crematoria		–	150	–	–	–	50	50	100,0%	150
Police		–	–	–	–	–	–	–		–
Other assets		308	515	–	–	115	172	57	33,0%	515
Operational Buildings		308	515	–	–	115	172	57	33,0%	515
Municipal Offices		307	500	–	–	115	167	52	31,0%	500
Capital Spares		0	15	–	–	–	5	5	100,0%	15
Machinery and Equipment		–	50	–	–	–	17	17	100,0%	50
Machinery and Equipment		–	50	–	–	–	17	17	100,0%	50
Transport Assets		1 955	1 300	–	1	455	433	(22)	-5,1%	1 300
Transport Assets		1 955	1 300	–	1	455	433	(22)	-5,1%	1 300
Total Repairs and Maintenance Expenditure	1	3 717	3 765	–	1	732	1 255	523	41,7%	3 765

11. RESOLUTIONS AND RECOMMENDATIONS

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

1. The monthly section 71 report for period ending 31 October 2024 **BE NOTED AND ACCEPTED**.
2. The non-compliance emanating from the municipality's debt relief self-assessment as well as the Provincial Treasury's independent assessment set-out.
3. The following remedial actions necessary and / or undertaken to improve the municipality's monthly compliance in terms of debt relief conditions.
4. The balance of the Eskom bulk account and the municipality's reconciliation of these accounts.

12. CONCLUSION

The municipality continues to take part in the Eskom Debt relief program. The compliance status is 95%. This is largely due to the municipality adopting an unfunded budget.

The collection rate has increased from 54% during August 2024 to 80% in the current month. Since the start of the programme, the municipality has not missed one payment to Eskom.

13. ANNEXURE A: SCHEDULE A

14. ANNEXURE B: Compliance with the Conditions for Municipal Debt Relief

15.1 MFMA Circular 124 – Municipal Compliance Self-Assessment

Annexure A2 - Monthly

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

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Oct'23
National Financial Year	2024/25
Demarcation Code of Municipality being assessed	EC124
District	Amathole
Demarcation Description	Amahlathi

I, [illegible] hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in MFMA Circular No. 124 and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

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

No.	Condition	Response	Notes/Comments
	6.1 Maintaining the Eskom and bulk water current account – [illegible]		
6.12.2	Has the municipality paid its *bulk water current account* within 30 days of receiving the relevant invoice (this applies to all municipalities, excluding metros)? *Note* - refer condition 6.12.2	Does not have function	The water service is a competency of the Amathole DM
6.12.2	Has the municipality submitted the supporting evidence of the bulk water current account payments to the National Treasury, the Water Board and/or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal [illegible]?	Does not have function	The water service is a competency of the Amathole DM
6.12.2	Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/or Water Trading Entity?	Does not have function	
6.3.1	Has the municipality paid its *Eskom bulk current account* within 30 days of receiving the relevant invoice (this applies to all municipalities, excluding metros)? *Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current accounts), up to the date of NT approval of the application.*	Yes	
6.3.2 6.3.3	Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal [illegible]?	Yes	
6.3.4	Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes	
	6.4 Compliance with a funded MTREF – [illegible]	[illegible]	
6.4.1	Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - [illegible]?	No	The municipality has adopted an unfunded budget for 2024/25 FY
6.4.1	Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	No	The municipality has budgeted for an operational deficit due to non-cash items such as depreciation and debt impairment. Unless the municipality is in a position to increase its revenue drastically, this will not change in the short term
6.4.1	Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	The municipality is implementing a voluntary FRP AND Revenue Enhancement strategy. The municipality has established a Revenue Enhancement Committee that will be looking into all revenue management challenges
	Note - [illegible]		
6.4.1	Has the municipality made adequate provision for depreciation and asset impairment (considering asset register and physical state of assets) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	R26 million for 2024/25 (A4) and R446 million (A9 – asset register). The amounts are reasonable
	Note - [illegible]		
6.4.2	- *If the municipality's MTREF is not funded*, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
	Note - [illegible]		
6.4.2	- *If the municipality's MTREF is not funded and it has an FRP per the legislative framework*, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022? *Note* - [illegible]	Yes	
6.4.3	- Does the municipality's annual and monthly cash flow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations align with and give effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (for example higher winter Eskom tariffs, lower January collection rates, etc.)?	Yes	The projections as per the 2024/25 budget (SA30) [illegible] the municipality has applied a straight line method in its cashflow projections. This matter will be reviewed during the 2024/25 adjustments budget
5.5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes	Cost reflective electricity tariffs [illegible] NERSA [illegible]

6.6	[illegible]		
6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	
6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	
6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? [illegible]	Does not have function	
6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? Note – [illegible]	Yes	
6.6	[illegible]		
6.7	[illegible]		
6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No	
	[illegible]		
6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of National Treasury the following :		
6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes	
6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	6.7.1 = Yes	
6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	Yes	The municipality has previously approached ESKOM to assist with revenue collection in ESKOM supplied areas. ESKOM has refused to assist the municipality. The matter has been escalated to COGTA for further intervention.
6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes	The municipality has appointed a service provider to supply with SMART meters for electricity. The installation is done by the municipality. The challenge with the supplied meters was done they stop working when there is loadshedding. The issue has been resolved. Today 250 meter have been bought. 175 meter have been installed. The municipality is still procuring for more.
6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No	While there is NO council approved policy in place, every meter that is being installed is a SMART prepaid meter
6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes	
6.8	[illegible]		
6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes	The municipality does upload the quarterly valuation recon, however, it is NOT in a prescribed reporting framework.
6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? Note – [illegible]	Yes	The municipality does reconcile the identified variances identified but need to utilize the correct format for the recon.
6.8.2	- **For the latest ending Quarter** -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on [illegible]?	Yes	The municipality does upload the quarterly valuation recon, however, it is NOT in a prescribed reporting framework.
6.9	[illegible]		
6.9.1	- **MFMA section 71 reporting** – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes	The Revenue Enhancement committee (chaired by MM) reports quarterly to standing committees, EXCO and ultimately to Council.
6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? Note – [illegible]	Yes	
6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP	voluntary FRP
6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal [illegible]?	No FRP	voluntary FRP
	[illegible]		
6.10	[illegible]		
6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes	
6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal [illegible]? Note – [illegible]	Yes	
6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No	

6.11	**Limitation on municipality borrowing powers** - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No	
6.12			
6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month, and (b) **the component of the Local Government Equitable Share (LGES)** the municipality earmarked to provide free basic electricity, water and sanitation?	Yes	
6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes	
	Supporting evidence - Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue	Yes	
6.13	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury-Office of the Accountant General issued for Municipal Debt Relief to date?	Yes	
6.14	NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	No	

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

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

Province		
EC		
Code	District	Code Description
EC124	Amathole	Amahlathi

Monthly Performance Report

Municipal Details			Part A: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/SFP & Tariff Assessment		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14
1.July	Amahlathi	EC124				Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes
2.August	Amahlathi	EC124				Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes
3.September	Amahlathi	EC124				Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes
4.October	Amahlathi	EC124				Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes
5.November	Amahlathi	EC124														
6.December	Amahlathi	EC124														
7.January	Amahlathi	EC124														
8.February	Amahlathi	EC124														
9.March	Amahlathi	EC124														
10.April	Amahlathi	EC124														
11.May	Amahlathi	EC124														
12.June	Amahlathi	EC124														

Month	Part D: Electricity and water as collection tools				Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base		
	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28
1.July	Yes	Yes		Yes	No	Yes		Yes	Yes	No	Yes	Yes	Yes	Yes
2.August	Yes	Yes		Yes	No	Yes		Yes	Yes	No	Yes	Yes	Yes	Yes
3.September	Yes	Yes		Yes	No	Yes		Yes	Yes	No	Yes	Yes	Yes	Yes
4.October	Yes	Yes		Yes	No	Yes		Yes	Yes	No	Yes	Yes	Yes	Yes
5.November														
6.December														
7.January														
8.February														
9.March														
10.April														
11.May														
12.June														

Month	Part E: Oversight													Part F: Compliance Status	
	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	
1.July	Yes	Yes			Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	55%	Non Compliance
2.August	Yes	Yes			Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	55%	Non Compliance
3.September	Yes	Yes			Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	55%	Non Compliance
4.October	Yes	Yes			Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	55%	Non Compliance
5.November														0%	Non Compliance
6.December														0%	Non Compliance
7.January														0%	Non Compliance
8.February														0%	Non Compliance
9.March														0%	Non Compliance
10.April														0%	Non Compliance
11.May														0%	Non Compliance
12.June														0%	Non Compliance

Comments/Motivation

HOD Name:

Signature of HOD:

Date:

15.3 September 2024 Provincial Treasury Debt Relief Compliance Assessment

Please see Annexure C Attached

15.4 Collection Performance

Collection Rate Assessment

Summary	
1 Collection for whole municipal area	
2 Collection excl. Eskom supplied areas	
3 Collection: Property Rates	
4 Total average collection: Electricity (Municipal supplied areas)	
5 Total average collection: Water	
6 Total average collection: Waste water	
7 Total average collection: Refuse	
8 Total average collection: Interest	

Complete This Section

Quarter 1 Performance Per Ward | Quarter 2 Performance Per Ward (October, November, December)

Ward	Service	Quarter 1 %	Quarter 2 %
1	Property Rates Tax	46%	43%
	Electricity	51%	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	33%	43%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
2	Property Rates Tax	#DIV/0!	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
3	Property Rates Tax	#DIV/0!	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
4	Property Rates Tax	43%	152%
	Electricity	45%	2%
	Water	#DIV/0!	#DIV/0!
	Refuse	38%	43%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
5	Property Rates Tax	14%	19%
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	1%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
6	Property Rates Tax	#DIV/0!	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
7	Property Rates Tax	18%	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
8	Property Rates Tax	42%	38%
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	17%	11%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
9	Property Rates Tax	175%	199%
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	170%	109%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
10	Property Rates Tax	21%	11%
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
11	Property Rates Tax	#DIV/0!	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
12	Property Rates Tax	1%	1781%
	Electricity	#DIV/0!	193%
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
13	Property Rates Tax	73%	115%
	Electricity	71%	143%
	Water	#DIV/0!	#DIV/0!
	Refuse	98%	66%
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
14	Property Rates Tax	#DIV/0!	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	12%	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!
15	Property Rates Tax	15%	#DIV/0!
	Electricity	#DIV/0!	#DIV/0!
	Water	#DIV/0!	#DIV/0!
	Refuse	#DIV/0!	#DIV/0!
	Waste Water	#DIV/0!	#DIV/0!
	Interest	#DIV/0!	#DIV/0!

15.5 Maintaining the Eskom bulk current account

Eskom accounts are paid prior to the due date. Last payment amounting to R5 million was made on 04 November 2024. This was in relation to the September invoice.

The municipality is also keeping up with the Third Party payments.

15. MUNICIPAL MANAGERS QUALITY CERTIFICATE

QUALITY CERTIFICATE

I, **Dr. Z Shasha** Municipal Manager of **Amahlathi Municipality,** hereby certify that -

(Mark as appropriate)

☒ the monthly budget statement

☐ Quarterly report on the implementation of the budget and financial state of affairs of the municipality

☐ Mid-year budget and performance assessment

for the month of October 2024 of 2024/2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: Dr. Z Shasha

Municipal Manager of Amahlathi Municipality (EC124)

Signature ______________________________

Date: **12 October 2024**