MOGALAKWENA MUNICIPALITY

MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT [MFMA SECTION 72 REPORT]

FINANCIAL ASSESSMENT

2024/25

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1. Introduction

In terms of Section 72(1) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003), the Accounting Officer of a municipality must by 25 January of each year, assess the performance of the municipality during the first half of the financial year and submit a report on such assessment to the Mayor of the Municipality, National Treasury and the relevant Provincial Treasury. The Mayor must in turn, comply with the provision of Section 54, which includes submitting the report to Council by 31 January of each year.

Section 52(d) of the MFMA requires that the mayor of the municipality must, table a report on the implementation of the budget and the financial state of affairs of the municipality to Council within 30 days after the end of the quarter.

2. Purpose of the report

To submit to the Mayor, the National Treasury and the provincial treasury an assessment report on the Municipality's performance covering the period 1 July 2024 to 31 December 2024.

3. Legislative Framework

3.1 The Municipal Finance Management Act

The Municipal Finance Management Act-Number 56 of 2003, Section 72: Mid-Year Budget and Performance Assessment

(1) The accounting officer of a municipality must by 25 January of each year;

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

(2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1) (b) of this section.

(3) The accounting officer must, as part of the review;

(a) make recommendations as to whether an adjustments budget is necessary; and
(b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

3.2. Thereafter, the mayor must, in terms of Section 54 (1) –

(a) Consider the report
(b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
(c) consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that the revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the Council following approval of an adjustment budget;
(d) Issue any appropriate instructions to the Accounting Officer to ensure-
(i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
(ii) That spending of funds and revenue collection proceed in accordance with the budget;
(e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
(f) Submit the report to the Council by 31 January of each year

4. PART 1: MID- YEAR BUDGET AND PERFORMANCE ASSESSMENT

The mid-year report and the supporting tables of Mogalakwena local municipality has been prepared in terms of the Local Government: Municipal Finance Management Act Number 56 of 2003: Municipal Budget and Reporting Regulations and Government Gazette 32141, 17 April 2009.

4.1. Mayor's Report

4.2. Council resolution

The Resolution will be submitted to both Provincial and National Treasuries once the Council has resolved.

5. Executive Summary

Section 72 of the Municipal Finance Management Act requires the Municipal Manager as the Accounting Officer of the municipality to submit a report to the Mayor of the municipality, the relevant Provincial Treasury and the National Treasury by the 25 January each year, reviewing the financial performance of the municipality for the first six months of the financial year.

As part of the review, Section 72(3) of the Municipal Finance Management Act provides that: The Accounting officer must make recommendations as to whether the Service Delivery Budget Implementation Plans and both the Operating and Capital budgets of the municipality need to be adjusted. The primary purpose is to review the targets and indicators, to conduct an assessment of the progress made in spending the budget, project implementation for the first half of the financial year and to consider the adjustment to the 2024/2025 budget.

The report provides consolidated analysis of the municipality's financial performance, cash flow and financial position as at the end of 31 December 2024. The analysis has a direct influence on the outcome of the adjustment budget process.

LIM367 Mogalakwena - Table C1 Monthly Budget Statement Summary - M06 - December

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	96 833	101 070	–	9 252	55 902	50 535	5 367	11%	101 070
Service charges	402 208	741 673	–	16 604	318 102	370 837	(52 734)	-14%	741 673
Investment revenue	7 700	9 177	–	4	2 507	4 588	(2 081)	-45%	9 177
Transfers and subsidies - Operational	588 621	623 792	–	177 491	403 485	311 896	91 589	29%	623 792
Other own revenue	142 277	91 016	–	8 801	47 395	45 508	1 887	4%	–
Total Revenue (excluding capital transfers and contributions)	**1 237 639**	**1 566 728**	–	**212 150**	**827 392**	**783 364**	**44 028**	**6%**	**1 566 728**
Employee costs	375 174	415 284	–	33 225	201 613	207 644	(6 031)	-3%	415 284
Remuneration of Councillors	26 445	27 084	–	–	–	13 542	(13 542)	-100%	27 084
Depreciation and amortisation	127 737	93 594	–	–	–	46 798	(46 798)	-100%	93 594
Interest	3 097	2 686	–	412	892	1 343	(451)	-34%	2 686
Inventory consumed and bulk purchases	361 111	412 351	–	40 707	170 513	206 176	(35 662)	-17%	412 351
Transfers and subsidies	2 630	2 231	–	241	268	1 115	(848)	-76%	2 231
Other expenditure	128 130	569 446	–	55 887	378 530	284 724	93 806	33%	569 446
Total Expenditure	**1 024 324**	**1 522 675**	–	**130 471**	**751 816**	**761 343**	**(9 527)**	**-1%**	**1 522 675**
Surplus/(Deficit)	**213 315**	**44 053**	–	**81 679**	**75 576**	**22 021**	**53 554**	**243%**	**44 053**
Transfers and subsidies - capital (monetary allocations)	455 058	347 389	–	44 550	181 025	173 694	7 331	4%	347 389
Transfers and subsidies - capital (in-kind)	31 348	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers &	**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31%**	**391 442**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31%**	**391 442**
Capital expenditure & funds sources									
Capital expenditure	**742 940**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**
Capital transfers recognised	460 989	347 389	–	35 572	191 954	173 695	18 260	11%	347 389
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**17 781**	**1 500**	–	**285**	**285**	**750**	**(465)**	**-62%**	**1 500**
Total sources of capital funds	**478 770**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**
Financial position									
Total current assets	685 036	583 074	–		830 537				583 074
Total non current assets	4 823 146	4 619 452	–		5 015 385				4 619 452
Total current liabilities	615 471	99 859	–		697 139				99 859
Total non current liabilities	134 053	123 791	–		134 053				123 791
Community wealth/Equity	**4 909 759**	**4 978 875**	–		**5 014 731**				**4 978 875**

The total budgeted operating revenue is R1, 566 billion. The year to date actual as at 31 December 2024 amounted to R827 million which is slightly more than the year-to-date budget of R783 million by R44 million (6%).

The total operating expenditure was budgeted at R1, 522 billion and the budgeted year to date as at 31 December 2024 amounted to R761 million. The year to date actual amounted to R751 million which is less than the year-to-date budgeted expenditure by R9 million.

The total approved capital budget for the 2024/25 financial year amounts to R348 million and the year-to-date budget as at 31 December 2024 amounted to R174 million. The year to date actual amounted to R192 million which is more than year to date budget by R17 million.

Revenue Summary

- Property rates to the amount of R55.9 million was recognized at the end of December 2024 against a budget amount of R50.5 million. The revenue is slightly higher than the budgeted amount.
- Service charges for the first half of the financial year amounted to R 318.1 million compared to the year-to-date budget of R370.8 million. Revenue is below the anticipated amount.
- Investment revenue is recognised at the amount of R2.5 million compared to a year-to-date budget of R4.5 million. The amount recognised is less than the anticipated amount.
- Transfers and subsidies – operational amounted to R403.4 million for the month ending December 2024 compare to year-to-date budget of R311.8 million. The revenue is higher than anticipated.
- Other revenue of R47.3 million was also recognized against the budget of R45.5m resulting in a favourable variance of R1.8 million.
- Capital transfers recognized for the first six months of the financial year amounted to R181.0 million. This results in a mid-year favourable variance of R7.3 million.

Expenditure Summary

- Employee costs to the amount of R201.6 million has been recognized against a year-to-date budget of R207.6m. The result thereof was a negative variance of R6 million. However, the expenditure reported includes the remuneration of councillors.
- No Remuneration for councillors has been recognised for the first six month of the financial year. The amount remunerated to councillors is erroneously reported under employee related costs as indicated above. The municipality is working on a solution to resolve the reporting.
- Depreciation and amortisation have not been recognised in the first half of the financial year. Therefore, a variance of 100% was recorded.
- Interest charged to the municipality amounted to R892 thousand against year-to-date budget of R1.3 million at the end of December 2024. Therefore, resulting in a negative variance of R451 thousand.
- Inventory consumed and bulk purchases to the amount of R170.5 million has been recognised at the end of December 2024 against a budget of R206.1 million.
- Transfers and subsidies paid amounted to R268 thousand compared to the year-to-date budget of R1.1 million. Resulting in a negative variance of R848 thousand.
- Other operational costs to an amount of R378.5 million were recognized during the first six months against the mid-year budget of R284.7 million, which resulted in R93.8 million variance.

Financial Position Summary

- The total current liabilities amounted to R697.1 million, whilst total current assets amounted to R830.5 million, representing a current ratio of 1.19: 1. The interpretation of the ratio suggests that the municipality will be able to meet its immediate or current financial commitments. However, there is still a need to raise more cash in order to be in a better financial position.

Cash Flow Summary

The municipality started the financial year 2024/2025 with a positive cash balance, and the year-to-date cash and cash equivalents balance as at 31 December 2024 amounts to R23.1 million which comprises of:

Primary account	R22.6 million
Current Investment	R561.8 thousand

5.1. Statement of Financial Performance

5.1.1 Actual Revenue by Source

The total operating revenue for month of December amounted to R827.3 million. Operating Transfers and subsidies to the total of R403.4 million were recognized by the municipality as at the end of December 2024. The recognised grants amount to 48% of revenue reported. The municipality has recognised more revenue than the year-to-date budgeted amount by R709.0m.

LIM367 Mogalakwena - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		320 950	451 376	–	7 801	190 144	225 688	(35 544)	-16%	451 376
Service charges - Water		28 073	214 881	–	4 894	103 681	107 441	(3 760)	-3%	214 881
Service charges - Waste Water Management		21 620	26 694	–	1 542	9 518	13 347	(3 828)	-29%	26 694
Service charges - Waste management		31 564	48 722	–	2 367	14 759	24 361	(9 603)	-39%	48 722
Sale of Goods and Rendering of Services		1 889	2 320	–	228	2 153	1 160	993	86%	2 320
Agency services		9 787	12 978	–	–	–	6 489	(6 489)	-100%	12 978
Interest		–	–	–	62	532	–	532	#DIV/0!	–
Interest earned from Receivables		55 838	49 053	–	5 661	32 184	24 526	7 658	31%	49 053
Interest from Current and Non Current Assets		7 700	9 177	–	4	2 507	4 588	(2 081)	-45%	9 177
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		8 744	2 127	–	166	1 224	1 063	161	15%	2 127
Licence and permits		–	–	–	602	1 212	–	1 212	#DIV/0!	–
Operational Revenue		1 808	2 074	–	582	726	1 037	(311)	-30%	2 074
Non-Exchange Revenue								–		
Property rates		96 833	101 070	–	9 252	55 902	50 535	5 367	11%	101 070
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		5 075	4 201	–	28	650	2 101	(1 450)	-69%	4 201
Licence and permits		22 973	11	–	0	19	6	14	245%	11
Transfers and subsidies - Operational		588 621	623 792	–	177 491	403 485	311 896	91 589	29%	623 792
Interest		15 683	14 216	–	1 471	8 695	7 108	1 587	22%	14 216
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		81	4 037	–	–	–	2 018	(2 018)	-100%	4 037
Other Gains		20 399	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		**1 237 639**	**1 566 728**	–	**212 150**	**827 392**	**783 364**	**44 028**	**6%**	**1 566 728**

Variances and explanation of variances for Revenue by Source – 10% and above

DESCRIPTION	VARIANCE		EXPLANATION OF VARIANCE	REMEDIAL ACTION
	(R' 000)	(%)		
Service charges - electricity revenue	(35 544)	-16%	Electricity is billed slightly lower during the summer (Warm) season. Hence the low billing.	The municipality has sourced a Services Provider to perform Meter audit, reconnections and disconnections. Electricity fluctuates in seasons. As a result, the billing will even out during the course of the financial year.
Service charges – Waste Water Management	(3 828)	-29%	The municipality has implemented the new valuation roll in the 2024/25 financial year and updated the indigent register.	Adjust the budget down during the adjustment budget process.
Service charges – Waste Management	(9 603)	-39%	Increased number of indigents requiring free basic services resulting in write-offs	The municipality will roll out additional bins to the consumers which will be at a cost to the consumer accounts.
Sale of goods and rendering of services	993	86%	The municipality sold tender documents for the first time in a while.	Adjust the amount accordingly during the adjustments budget process.
Agency services	(6 489)	-100%	Agency services are erroneously allocated to Licensing.	Make the correct allocation of revenue on Agency services.
Interest earned from Receivables	7 658	31%	Due to the culture of non-payment by the consumers, interest is levied and it increases. The municipality	Come up with an incentive scheme to encourage

DESCRIPTION	VARIANCE (R' 000)	VARIANCE (%)	EXPLANATION OF VARIANCE	REMEDIAL ACTION
			encourages consumers to pay outstanding to avoid interest charges.	consumers to pay their accounts.
Interest from Current and Non-Current Assets	(2 081)	-45%	Interest earned to date on investments is less than anticipated. This is as a result of less cash available for investments as the municipality is trying to honour payments in terms of MFMA	Observe interest earned in the first half of the financial year and make adjustments where necessary
Rental from fixed assets	161	15%	Rental of facilities depends on the demand during the financial year. Therefore, the actual amount fluctuates according to the demand.	No remedial action needed.
Operational Revenue	(311)	-30%	This line item refers to income received from staff recoveries.	Ensure that all expenditures incurred by the municipality on behalf of employees is fully recovered (e.g. Personal Telephone calls)
Property Rates	5 367	11%	The municipality has implemented a new valuation roll since the start of 2024/25 financial year.	Adjust the amount budget amount during the adjustment budget process to be in line with the current valuation roll.
Fines, penalties and forfeits	(1 450)	-69%	Traffic fines for the current year not fully captured due to change in the financial system	Propose cut-off dates for updating monthly fines in the financial system.
Licence and permits	14	245%	A portion of the amounts receipted in licence and permits relate to agency services revenue	Correct mapping on revenue items between licence & permits and agency services

DESCRIPTION	VARIANCE		EXPLANATION OF VARIANCE	REMEDIAL ACTION
	(R' 000)	(%)		
Transfers and subsidies	(91 589)	29%	Misalignment between the municipality's expected grants receipts and the National treasury's payment plan. The payment plan was not available when the budget was finalised.	No remedial action needed as grants to be received in the second half of the financial year will make up the variance.
Interest	1 587	22%	Interest charged on property rates is higher than the anticipated. This is due to both non-payment of customers and the new valuation roll	Ensure that consumers pay the accounts on time to avoid interest charges
Gains on disposal of Assets	(2 018)	-100%	No assets have been disposed by the municipality in the period under review	No remedial action needed. The line item will be realised in the second half of the financial year.

5.1.2 Actual Expenditure per type

Operating expenditure for quarter ending December 2024 amounted to R751.8 million. Major contributors to the amount spent are Employee related costs R201.6 million, Bulk purchases – electricity R137.1 million, contracted services R185.9 million and Irrecoverable debt written off of R98.7 million.

The municipality has recognised an amount of R751.8 million for the first six months of the financial year against a year-to-date budget of R761.3 million. This resulted in a negative variance of R9.5 million. It must be noted however that the municipality has not processed depreciation costs on a monthly basis. Therefore, the non-cash item is not included in the year-to-date expenditure.

The table below illustrates detailed analysis of the actual expenditure per type for the period ending 31 December 2024.

LIM367 Mogalakwena - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type										
Employee related costs		375 174	415 284	–	33 225	201 613	207 644	(6 031)	-3%	415 284
Remuneration of councillors		26 445	27 084	–	–	–	13 542	(13 542)	-100%	27 084
Bulk purchases - electricity		298 978	334 571	–	25 068	137 110	167 285	(30 175)	-18%	334 571
Inventory consumed		62 133	77 780	–	15 639	33 403	38 890	(5 487)	-14%	77 780
Debt impairment		(345 255)	83 003	–	–	7 362	41 501	(34 139)	-82%	83 003
Depreciation and amortisation		127 737	93 594	–	–	–	46 798	(46 798)	-100%	93 594
Interest		3 097	2 686	–	412	892	1 343	(451)	-34%	2 686
Contracted services		289 448	297 328	–	37 093	185 973	148 665	37 309	25%	297 328
Transfers and subsidies		2 630	2 231	–	241	268	1 115	(848)	-76%	2 231
Irrecoverable debts written off		–	11 762	–	8 445	98 799	5 881	92 918	1580%	11 762
Operational costs		152 886	177 352	–	10 348	86 396	88 677	(2 281)	-3%	177 352
Losses on Disposal of Assets		4 601	–	–	–	–	–	–		–
Other Losses		26 450	–	–	–	–	–	–		–
Total Expenditure		1 024 324	1 522 675	–	130 471	751 816	761 343	(9 527)	-1%	1 522 675

Variances and explanation of variances on Expenditure by type – 10% and above

DESCRIPTION	VARIANCE		EXPLANATION OF VARIANCE	REMEDIAL ACTION
	(R' 000)	(%)		
Remuneration of councillors	13 542	-100%	Remuneration for councillors is reported under Employee Related Costs as a result of misalignment in Salaries integration	Implement corrections in the system to ensure that Remuneration of employees is correctly reported.
Bulk purchases - electricity	-30 175	-18%	The municipality was paying Eskom arrangement on the outstanding debt in the previous months.	Ensure that the arrangement is honoured in order to bring Eskom account to date.
Inventory consumed	5 487	-14%	Water consumed that is recognised for the month is less than the expected. Low usage of water from the municipal customers due to converting to boreholes	Municipality needs to continue with the project of replacing old water infrastructure (pipes). This will reduce water losses and bring back the customers' confidence in relying on water supplied by the municipality.
Debt impairment	(34 139)	-82%	Debt impairment processed is less than the anticipated amount.	Observe the line item to ensure that it is in line with the municipality's debtors' book.

DESCRIPTION	VARIANCE		EXPLANATION OF VARIANCE	REMEDIAL ACTION
	(R' 000)	(%)		
Depreciation & asset impairment	(48 798)	-100%	Depreciation & asset impairment not processed in the first half of the financial year.	Convert the audited Asset Register into the system and start running monthly depreciation.
Interest	(451)	-34%	Interest charged on outstanding Eskom and Lepelle Northern Water accounts.	The municipality strives not to incur interest as it mostly results in Fruitless and Wasteful Expenditure
Contracted Services	37 309	25%	The municipality has incurred more than anticipated on contracted services. This is due to the work that was done during the process of external audit.	Implement the reduction of use of consultants' plan in order to keep reducing on contracted services expenses.
Transfers and subsidies	(848)	-76%	This relates to payments made by the municipality to non-profit organisations like SPCA. Less payments have been made during the period under review	No remedial action is needed
Irrecoverable debts written off	92 918	1580 %	The municipality has written off an amount of R90m during the month under review. The amount covers all write offs since the beginning of the financial year.	Observe the write offs in the first half of the financial year to ensure that it is properly adjusted during the adjustment budget process

5.2. In- year Budget Statement tables

5.2.1. Table C1 Budget Statement Summary for the Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C1 Monthly Budget Statement Summary - M06 - December

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
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Service charges	402 208	741 673	–	16 604	318 102	370 837	(52 734)	-14%	741 673
Investment revenue	7 700	9 177	–	4	2 507	4 588	(2 081)	-45%	9 177
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Total Revenue (excluding capital transfers and contributions)	**1 237 639**	**1 566 728**	–	**212 150**	**827 392**	**783 364**	**44 028**	**6%**	**1 566 728**
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Remuneration of Councillors	26 445	27 084	–	–	–	13 542	(13 542)	-100%	27 084
Depreciation and amortisation	127 737	93 594	–	–	–	46 798	(46 798)	-100%	93 594
Interest	3 097	2 686	–	412	892	1 343	(451)	-34%	2 686
Inventory consumed and bulk purchases	361 111	412 351	–	40 707	170 513	206 176	(35 662)	-17%	412 351
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Other expenditure	128 130	569 446	–	55 887	378 530	284 724	93 806	33%	569 446
Total Expenditure	**1 024 324**	**1 522 675**	–	**130 471**	**751 816**	**761 343**	**(9 527)**	**-1%**	**1 522 675**
Surplus/(Deficit)	**213 315**	**44 053**	–	**81 679**	**75 576**	**22 021**	**53 554**	**243%**	**44 053**
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Transfers and subsidies - capital (in-kind)	31 348	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers &	**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31%**	**391 442**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31%**	**391 442**
Capital expenditure & funds sources									
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Capital transfers recognised	460 989	347 389	–	35 572	191 954	173 695	18 260	11%	347 389
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**17 781**	**1 500**	–	**285**	**285**	**750**	**(465)**	**-62%**	**1 500**
Total sources of capital funds	**478 770**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**
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Total non current liabilities	134 053	123 791	–		134 053				123 791
Community wealth/Equity	**4 909 759**	**4 978 875**	–		**5 014 731**				**4 978 875**

5.2.2. Table C2 Financial Performance (Functional Classification) for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Revenue - Functional										
Governance and administration		739 551	754 418	–	189 302	474 132	377 209	96 923	26%	754 418
Executive and council		582 270	619 565	–	54	3 588	309 783	(306 195)	-99%	619 565
Finance and administration		157 281	134 853	–	189 248	470 545	67 426	403 118	598%	134 853
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		642	723	–	121	931	361	569	157%	723
Community and social services		455	512	–	70	240	256	(16)	-6%	512
Sport and recreation		3	8	–	37	583	4	579	15110%	8
Public safety		8	17	–	–	30	9	22	256%	17
Housing		176	186	–	13	77	93	(16)	-17%	186
Health		–	–	–	–	–	–	–		–
Economic and environmental services		269 753	199 986	–	9 578	42 354	99 993	(57 639)	-58%	199 986
Planning and development		8 362	10 610	–	1 039	5 168	5 305	(137)	-3%	10 610
Road transport		261 390	189 376	–	8 539	37 186	94 688	(57 502)	-61%	189 376
Environmental protection		–	–	–	–	–	–	–		–
Trading services		714 100	958 990	–	57 700	491 000	479 495	11 505	2%	958 990
Energy sources		331 786	464 193	–	11 034	199 691	232 097	(32 405)	-14%	464 193
Water management		315 299	405 254	–	39 974	254 672	202 627	52 045	26%	405 254
Waste water management		27 198	32 020	–	3 673	17 655	16 010	1 645	10%	32 020
Waste management		39 817	57 523	–	3 019	18 981	28 761	(9 780)	-34%	57 523
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1 724 045**	**1 914 117**	–	**256 701**	**1 008 417**	**957 058**	**51 358**	**5%**	**1 914 117**
Expenditure - Functional										
Governance and administration		73 115	438 878	–	45 863	225 394	219 441	5 953	3%	438 878
Executive and council		(250 813)	185 687	–	5 947	38 669	92 844	(54 175)	-58%	185 687
Finance and administration		320 947	248 493	–	39 621	184 812	124 248	60 564	49%	248 493
Internal audit		2 981	4 698	–	295	1 913	2 349	(436)	-19%	4 698
Community and public safety		160 859	171 493	–	11 931	78 837	85 748	(6 911)	-8%	171 493
Community and social services		32 465	45 340	–	2 028	14 466	22 671	(8 205)	-36%	45 340
Sport and recreation		35 693	30 411	–	1 821	10 658	15 206	(4 548)	-30%	30 411
Public safety		80 234	94 393	–	7 968	52 833	47 197	5 637	12%	94 393
Housing		12 468	1 350	–	113	880	675	205	30%	1 350
Health		–	–	–	–	–	–	–		–
Economic and environmental services		115 973	136 831	–	16 879	60 203	68 416	(8 213)	-12%	136 831
Planning and development		33 893	53 462	–	3 036	22 657	26 732	(4 074)	-15%	53 462
Road transport		82 079	83 369	–	13 843	37 546	41 685	(4 139)	-10%	83 369
Environmental protection		–	–	–	–	–	–	–		–
Trading services		672 814	773 930	–	55 698	386 755	386 966	(211)	0%	773 930
Energy sources		375 544	450 272	–	31 741	192 047	225 136	(33 089)	-15%	450 272
Water management		188 175	208 280	–	14 618	110 809	104 140	6 669	6%	208 280
Waste water management		12 766	16 788	–	3 634	12 803	8 394	4 409	53%	16 788
Waste management		96 328	98 591	–	5 705	71 095	49 296	21 800	44%	98 591
Other		1 563	1 542	–	101	627	771	(144)	-19%	1 542
Total Expenditure - Functional	3	**1 024 324**	**1 522 675**	–	**130 471**	**751 816**	**761 343**	**(9 527)**	**-1%**	**1 522 675**
Surplus/ (Deficit) for the year		**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31%**	**391 442**

5.2.3. Table C3 Financial Performance (Revenue and Expenditure by Municipal Vote) for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 -

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands									%	
Revenue by Vote	1									
Vote 1 - Executive & Council		582 270	619 565	–	54	3 588	309 783	(306 195)	-98.8%	619 565
Vote 2 - Corporate Support Services - A		176	186	–	13	77	93	(16)	-16.8%	186
Vote 3 - Corporate Support Services - B		111 004	6 063	–	156	1 164	3 032	(1 867)	-61.6%	6 063
Vote 4 - Budget And Treasury		46 382	128 833	–	189 103	469 433	64 416	405 017	628.7%	128 833
Vote 5 - Planning And Development		1 324	1 502	–	284	644	751	(107)	-14.3%	1 502
Vote 6 - Technical Services - A		537 848	590 584	–	52 467	312 500	295 292	17 208	5.8%	590 584
Vote 7 - Technical Services - B		36 716	29 284	–	–	–	14 642	(14 642)	-100.0%	29 284
Vote 8 - Community Services - A		341	397	–	60	186	198	(12)	-6.2%	397
Vote 9 - Community Services - B		39 820	57 530	–	3 056	19 564	28 765	(9 201)	-32.0%	57 530
Vote 10 - Traffic And Emergency Services		36 377	15 981	–	474	1 569	7 990	(6 421)	-80.4%	15 981
Vote 11 - Electrical Services		331 786	464 193	–	11 034	199 691	232 097	(32 405)	-14.0%	464 193
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1 724 045**	**1 914 117**	–	**256 701**	**1 008 417**	**957 058**	**51 358**	**5.4%**	**1 914 117**
Expenditure by Vote	1									
Vote 1 - Executive & Council		(236 825)	202 848	–	7 085	46 546	101 425	(54 879)	-54.1%	202 848
Vote 2 - Corporate Support Services - A		54 250	27 803	–	7 764	23 488	13 902	9 586	69.0%	27 803
Vote 3 - Corporate Support Services - B		68 722	73 579	–	4 198	32 502	36 790	(4 288)	-11.7%	73 579
Vote 4 - Budget And Treasury		207 092	142 045	–	27 131	126 714	71 023	55 691	78.4%	142 045
Vote 5 - Planning And Development		30 693	48 154	–	2 551	19 925	24 078	(4 152)	-17.2%	48 154
Vote 6 - Technical Services - A		256 603	280 221	–	30 318	146 874	140 111	6 763	4.8%	280 221
Vote 7 - Technical Services - B		3 332	3 811	–	283	2 007	1 906	102	5.3%	3 811
Vote 8 - Community Services - A		19 163	30 933	–	1 275	8 800	15 467	(6 667)	-43.1%	30 933
Vote 9 - Community Services - B		132 021	129 002	–	7 527	81 753	64 501	17 252	26.7%	129 002
Vote 10 - Traffic And Emergency Services		113 729	134 007	–	10 599	71 160	67 004	4 156	6.2%	134 007
Vote 11 - Electrical Services		375 544	450 272	–	31 741	192 047	225 136	(33 089)	-14.7%	450 272
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1 024 324**	**1 522 675**	–	**130 471**	**751 816**	**761 343**	**(9 527)**	**-1.3%**	**1 522 675**
Surplus/ (Deficit) for the year	2	**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**	**60 885**	**31.1%**	**391 442**

5.2.4. Table C4 Financial Performance (Revenue and Expenditure) for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		320 950	451 376	–	7 801	190 144	225 688	(35 544)	-16%	451 376
Service charges - Water		28 073	214 881	–	4 894	103 681	107 441	(3 760)	-3%	214 881
Service charges - Waste Water Management		21 620	26 694	–	1 542	9 518	13 347	(3 828)	-29%	26 694
Service charges - Waste management		31 564	48 722	–	2 367	14 759	24 361	(9 603)	-39%	48 722
Sale of Goods and Rendering of Services		1 889	2 320	–	228	2 153	1 160	993	86%	2 320
Agency services		9 787	12 978	–	–	–	6 489	(6 489)	-100%	12 978
Interest		–	–	–	62	532	–	532	#DIV/0!	–
Interest earned from Receivables		55 838	49 053	–	5 661	32 184	24 526	7 658	31%	49 053
Interest from Current and Non Current Assets		7 700	9 177	–	4	2 507	4 588	(2 081)	-45%	9 177
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		8 744	2 127	–	166	1 224	1 063	161	15%	2 127
Licence and permits		–	–	–	602	1 212	–	1 212	#DIV/0!	–
Operational Revenue		1 808	2 074	–	582	726	1 037	(311)	-30%	2 074
Non-Exchange Revenue								–		
Property rates		96 833	101 070	–	9 252	55 902	50 535	5 367	11%	101 070
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		5 075	4 201	–	28	650	2 101	(1 450)	-69%	4 201
Licence and permits		22 973	11	–	0	19	6	14	245%	11
Transfers and subsidies - Operational		588 621	623 792	–	177 491	403 485	311 896	91 589	29%	623 792
Interest		15 683	14 216	–	1 471	8 695	7 108	1 587	22%	14 216
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		81	4 037	–	–	–	2 018	(2 018)	-100%	4 037
Other Gains		20 399	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		**1 237 639**	**1 566 728**	–	**212 150**	**827 392**	**783 364**	**44 028**	**6%**	**1 566 728**
Expenditure By Type										
Employee related costs		375 174	415 284	–	33 225	201 613	207 644	(6 031)	-3%	415 284
Remuneration of councillors		26 445	27 084	–	–	–	13 542	(13 542)	-100%	27 084
Bulk purchases - electricity		298 978	334 571	–	25 068	137 110	167 285	(30 175)	-18%	334 571
Inventory consumed		62 133	77 780	–	15 639	33 403	38 890	(5 487)	-14%	77 780
Debt impairment		(345 255)	83 003	–	–	7 362	41 501	(34 139)	-82%	83 003
Depreciation and amortisation		127 737	93 594	–	–	–	46 798	(46 798)	-100%	93 594
Interest		3 097	2 686	–	412	892	1 343	(451)	-34%	2 686
Contracted services		289 448	297 328	–	37 093	185 973	148 665	37 309	25%	297 328
Transfers and subsidies		2 630	2 231	–	241	268	1 115	(848)	-76%	2 231
Irrecoverable debts written off		–	11 762	–	8 445	98 799	5 881	92 918	1580%	11 762
Operational costs		152 886	177 352	–	10 348	86 396	88 677	(2 281)	-3%	177 352
Losses on Disposal of Assets		4 601	–	–	–	–	–	–		–
Other Losses		26 450	–	–	–	–	–	–		–
Total Expenditure		**1 024 324**	**1 522 675**	–	**130 471**	**751 816**	**761 343**	**(9 527)**	**-1%**	**1 522 675**
Surplus/(Deficit)		**213 315**	**44 053**	–	**81 679**	**75 576**	**22 021**	**53 554**	**243%**	**44 053**
Transfers and subsidies - capital (monetary allocations)		455 058	347 389	–	44 550	181 025	173 694	7 331	4%	347 389
Transfers and subsidies - capital (in-kind)		31 348	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**			**391 442**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**			**391 442**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**			**391 442**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**699 721**	**391 442**	–	**126 229**	**256 601**	**195 716**			**391 442**

5.2.5. Table C5 Capital Expenditure (Municipal Vote, Functional classification and funding) for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - December

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		413	–	–	–	–	–	–		–
Vote 2 - Corporate Support Services - A		–	–	–	–	–	–	–		–
Vote 3 - Corporate Support Services - B		276	–	–	–	–	–	–		–
Vote 4 - Budget And Treasury		391	1 500	–	–	–	750	(750)	-100%	1 500
Vote 5 - Planning And Development		118	–	–	–	–	–	–		–
Vote 6 - Technical Services - A		730 774	303 982	–	30 424	178 387	151 991	26 396	17%	303 982
Vote 7 - Technical Services - B		–	–	–	–	–	–	–		–
Vote 8 - Community Services - A		122	–	–	–	–	–	–		–
Vote 9 - Community Services - B		3 299	14 181	–	425	900	7 091	(6 191)	-87%	14 181
Vote 10 - Traffic And Emergency Services		–	–	–	–	–	–	–		–
Vote 11 - Electrical Services		7 547	29 226	–	5 008	12 952	14 613	(1 661)	-11%	29 226
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	742 940	348 889	–	35 857	192 239	174 445	**17 794**	**10%**	348 889
Total Capital Expenditure		**742 940**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**
Capital Expenditure - Functional Classification										
Governance and administration		**1 115**	**1 500**	–	–	–	**750**	(750)	-100%	**1 500**
Executive and council		334	–	–	–	–	–	–		–
Finance and administration		780	1 500	–	–	–	750	(750)	-100%	1 500
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**511**	**14 181**	–	**425**	**900**	**7 091**	(6 191)	-87%	**14 181**
Community and social services		97	–	–	–	–	–	–		–
Sport and recreation		413	14 181	–	425	900	7 091	(6 191)	-87%	14 181
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**114 084**	**64 040**	–	**2 607**	**33 494**	**32 020**	1 474	5%	**64 040**
Planning and development		150	–	–	–	–	–	–		–
Road transport		113 935	64 040	–	2 607	33 494	32 020	1 474	5%	64 040
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**627 231**	**269 168**	–	**32 825**	**157 846**	**134 584**	23 262	17%	**269 168**
Energy sources		7 547	29 226	–	5 008	12 952	14 613	(1 661)	-11%	29 226
Water management		569 686	227 685	–	24 627	137 100	113 842	23 258	20%	227 685
Waste water management		47 112	12 257	–	3 190	7 794	6 129	1 665	27%	12 257
Waste management		2 885	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**742 940**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**
Funded by:										
National Government		429 641	347 389	–	35 572	191 954	173 695	18 260	11%	347 389
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		31 348	–	–	–	–	–	–		–
Transfers recognised - capital		**460 989**	**347 389**	–	**35 572**	**191 954**	**173 695**	**18 260**	**11%**	**347 389**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		17 781	1 500	–	285	285	750	(465)	-62%	1 500
Total Capital Funding		**478 770**	**348 889**	–	**35 857**	**192 239**	**174 445**	**17 794**	**10%**	**348 889**

5.2.6. Table C6 Financial Position for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C6 Monthly Budget Statement - Financial Position - M06 - December

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		12 254	99 763	–	33 710	99 763
Trade and other receivables from exchange transactions		324 226	67 944	–	396 063	67 944
Receivables from non-exchange transactions		85 744	46 847	–	101 159	46 847
Current portion of non-current receivables		–	–	–	–	–
Inventory		191 902	368 520	–	195 422	368 520
VAT		56 824	–	–	90 093	–
Other current assets		14 086	–	–	14 091	–
Total current assets		685 036	583 074	–	830 537	583 074
Non current assets						
Investments		–	–	–	–	–
Investment property		188 814	193 675	–	188 814	193 675
Property, plant and equipment		4 611 948	4 394 622	–	4 804 187	4 394 622
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		5 868	5 868	–	5 868	5 868
Intangible assets		901	9 150	–	901	9 150
Trade and other receivables from exchange transactions		15 617	–	–	15 617	–
Non-current receivables from non-exchange transactions		(2)	16 137	–	(2)	16 137
Other non-current assets		–	–	–	–	–
Total non current assets		4 823 146	4 619 452	–	5 015 385	4 619 452
TOTAL ASSETS		5 508 182	5 202 526	–	5 845 922	5 202 526
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		3 534	–	–	3 534	–
Consumer deposits		(4 761)	20 996	–	(4 440)	20 996
Trade and other payables from exchange transactions		437 364	66 309	–	357 424	66 309
Trade and other payables from non-exchange transactions		6 854	(194)	–	69 983	(194)
Provision		17 623	12 748	–	18 641	12 748
VAT		153 839	–	–	251 996	–
Other current liabilities		1 019	–	–	–	–
Total current liabilities		615 471	99 859	–	697 139	99 859
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		64 927	123 791	–	64 927	123 791
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		69 125	–	–	69 125	–
Total non current liabilities		134 053	123 791	–	134 053	123 791
TOTAL LIABILITIES		749 523	223 650	–	831 191	223 650
NET ASSETS	2	4 758 658	4 978 875	–	5 014 731	4 978 875
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		6 593 767	4 978 875	–	6 698 739	4 978 875
Reserves and funds		(1 684 008)	–	–	(1 684 008)	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	4 909 759	4 978 875	–	5 014 731	4 978 875

5.2.7. Table C7 Cash Flow Statement for Quarter ended 31 December 2024.

LIM367 Mogalakwena - Table C7 Monthly Budget Statement - Cash Flow - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	103 757	103 757	5 135	24 296	51 879	(27 582)	-53%	103 757
Service charges		–	785 282	785 282	30 331	161 570	392 641	(231 071)	-59%	785 282
Other revenue		–	4 942	4 942	3 368	83 233	2 471	80 762	3269%	4 942
Transfers and Subsidies - Operational		–	609 555	609 555	203 179	461 799	304 778	157 022	52%	609 555
Transfers and Subsidies - Capital		–	–	–	18 158	245 515	–	245 515	#DIV/0!	–
Interest		–	9 177	9 177	4	2 507	4 588	(2 081)	-45%	9 177
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(388 375)	(666 976)	(666 976)	(126 911)	(591 834)	(333 488)	(258 346)	77%	(666 976)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(388 375)	845 737	845 737	133 264	387 086	422 868	35 782	8%	845 737
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		–	–	–	(38 110)	(203 126)	–	(203 126)	#DIV/0!	–
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	–	–	(38 110)	(203 126)	–	203 126	#DIV/0!	–
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		(388 375)	845 737	845 737	95 153	183 960	422 868			845 737
Cash/cash equivalents at beginning:		40 324	40 344	40 344		12 254	40 344			12 254
Cash/cash equivalents at month/year end:		(348 051)	886 081	886 081		196 214	463 212			857 991

6. PART 2: SUPPORTING DOCUMENTATIONS

6.1. Debtors Age Analysis

Debtors' age analysis indicates the extent to which the municipality's due revenue is not yet collected or received in cash. Supporting table SC3 illustrates the debtors ageing as at 31 December 2024. It indicates that the municipality is owed an amount of R 1,551 billion at the end of December 2024. R 1,378 billion is owed over 90 days. The municipality has appointed debt collectors in order to assist with recovering the debt.

LIM367 Mogalakwena - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 - December

Description	NT Code	Budget Year 2024/25									
R thousands		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
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	17 682	24 021	17 444	36 140	19 279	9 039	64 399	369 013	557 018	497 870
Trade and Other Receivables from Exchange Transactions - Electricity	1300	22 527	28 046	9 713	15 771	6 062	3 229	2 612	70 015	157 974	97 688
Receivables from Non-exchange Transactions - Property Rates	1400	8 857	7 304	4 906	8 885	3 332	3 124	3 325	209 895	249 628	228 561
Receivables from Exchange Transactions - Waste Water Management	1500	1 924	1 557	1 214	5 655	869	819	733	63 618	76 390	71 694
Receivables from Exchange Transactions - Waste Management	1600	2 361	2 065	1 709	2 702	1 365	1 330	1 229	89 214	101 975	95 840
Receivables from Exchange Transactions - Property Rental Debtors	1700	12	7	4	4	7	–	0	3	37	14
Interest on Arrear Debtor Accounts	1810	7 150	6 802	6 773	15 261	5 945	5 837	5 084	355 058	407 911	387 186
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–
Other	1900	61	49	55	42	48	0	–	–	255	90
Total By Income Source	**2000**	**60 574**	**69 851**	**41 820**	**84 460**	**36 908**	**23 378**	**77 381**	**1 156 817**	**1 551 189**	**1 378 944**
2023/24 - totals only		–	–	–	–	–	–	–	–	–	–
Debtors Age Analysis By Customer Group											
Organs of State	2200	3 516	3 148	4 549	32 866	2 869	1 264	3 661	99 431	151 302	140 090
Commercial	2300	14 858	20 960	5 647	9 231	3 966	2 270	3 957	69 934	130 824	89 359
Households	2400	42 200	45 743	31 624	42 364	30 072	19 844	69 764	987 452	1 269 063	1 149 496
Other	2500	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**60 574**	**69 851**	**41 820**	**84 460**	**36 908**	**23 378**	**77 381**	**1 156 817**	**1 551 189**	**1 378 944**

Revenue collection

The following is the summarized percentage of collection rate for the previous three months:

Month	**Collection rate**
December	48%
November	51%
October	54%

The average collection rate for the second quarter is 51%.

Top 10 accounts

The municipality's top 10 accounts are illustrated in the table below:

No	ACCOUNT HOLDER NAME	OUTSTANDING BALANCE CAPITAL	OUTSTANDING BALANCE INTEREST	OUTSTANDING TOTAL BALANCE
1	FROSTALL TRADING (PRY)LTD	8 579 007.06	1 499 857.72	10 078 864.78

No	ACCOUNT HOLDER NAME	OUTSTANDING BALANCE CAPITAL	OUTSTANDING BALANCE INTEREST	OUTSTANDING TOTAL BALANCE
2	NEDAN OILS & PROTEINS PTY LTD	6 753 660.55	131 436.53	6 885 097.08
3	KEMP J. G	3 854 641.57	7 672.14	3 862 313.71
4	H.V.N GROUP PTY LTD	2 265 582.93	415 341.63	2 680 924.56
5	POTGIETER R & Y B	2 446 924.89	11 590.55	2 458 515.44
6	MOORDDRIFT FAMILY TRUST	1 956 968.37	191 610.56	2 148 578.93
7	DE VILLIERS L	1 537 553.45	387 910.84	1 925 464.29
8	MUSHI S R	1 233 783.40	428 639.32	1 662 422.72
9	PROUDAFRIQUE TRADING 191 PTY LTD TO	1 347 279.98	278 250.06	1 625 530.04
10	RESILIENT PROP PTY LTD VAT 4460201363	1 603 627.56	21 855.23	1 625 482.79
		31 579 029.76	**3 374 164.58**	**34 953 194.34**

The table indicates that the municipality's top 10 debtors at the end of December 2024 comprises mostly of businesses. Therefore, the municipality needs to put more effort in collecting from business.

6.2. Creditors Age Analysis

Supporting table below shows the Creditors Age analysis as at 31 December 2024. Creditors have to be paid within 30 days as stipulated by the Municipal Finance Management Act, except for cases where there are disputes between the municipality and its creditors. The municipality is owing an amount of R126.1 million to its creditors as at the end of December 2024. The municipality had entered into an arrangement with Eskom for an outstanding amount. The Eskom account is expected to be settled by the end of January 2025.

LIM367 Mogalakwena - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 - December

Description	NT Code	Budget Year 2024/25								
R thousands		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	11 591	–	–	–	–	–	–	–	11 591
Bulk Water	0200	4 413	–	–	–	–	–	–	–	4 413
PAYE deductions	0300	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	8 304	3 638	13 550	3 169	11 084	27 843	42 534	–	110 120
Auditor General	0800	–	–	–	–	–	–	–	–	–
Other	0900	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	24 308	3 638	13 550	3 169	11 084	27 843	42 534	–	126 125

6.3. Investment Portfolio analysis

Investment Register

Investment	: 000001	**Account Number**	: 03 858 4964-002
Financial Year	: 2025		
Period From	: 202407	**Period To**	: 202515
Report Type	: Summary		
Quarter	: All Quarters		

Institution	System #	Bank Name	Account #		Start Date		End Date	Term (Y/M/D)	Month	Int. %	BOQ Amount	Top Up
STD	000001	CALL ACCOUNT-STD 1	03 858 4964-002		01/07/23		30/06/30	Y	202409		804434	190000000
Withdrawal	166600000	Int Accrued	.00	Int. Payout		Int. Capitalised	2339047	Charges			Balance	26543481
STD	000001	CALL ACCOUNT-STD 1	03 858 4964-002		01/07/23		30/06/30	Y	202412		26543481	
Withdrawal	26150000	Int Accrued	.00	Int. Payout		Int. Capitalised	168352	Charges			Balance	561833
STD	000001	CALL ACCOUNT-STD 1	03 858 4964-002		01/07/23		30/06/30	Y	202501		561833	
Withdrawal		Int Accrued	.00	Int. Payout		Int. Capitalised		Charges			Balance	561833

The municipality had a total balance of R561.8 thousand in the bank at the end of December 2024.

6.4. Allocation and grant receipts and expenditure

The municipality has applied for a Roll over for funds not fully spent on the Municipal Disaster Relief Grant. An amount of R6.8 million was applied for and the National treasury approved the application.

The municipality therefore needs to process adjustments on capital budget during the adjustments budget process in order to cater for the approved roll over.

LIM367 Mogalakwena - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 - December

Description	Ref	Budget Year 2024/25				
		Approved Rollover 2023/24	Monthly Actual	YearTD actual	YTD variance	YTD variance
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		(6 854)	–	(6 854)	–	
Municipal Disaster Relief Grant		(6 854)	–	(6 854)	–	
Provincial Government:		–	–	–	–	
District Municipality:		–	–	–	–	
Other grant providers:		–	–	–	–	
Total operating expenditure of Approved Roll-overs		(6 854)	–	(6 854)	–	
Capital expenditure of Approved Roll-overs						
National Government:		–	–	–	–	
Provincial Government:		–	–	–	–	
District Municipality:		–	–	–	–	
Other grant providers:		–	–	–	–	
Total capital expenditure of Approved Roll-overs		–	–	–	–	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		(6 854)	–	(6 854)	–	

Supporting Table SC6 Budget statement – Transfers and Grant receipts – Quarter Ended 31 December 2024.

LIM367 Mogalakwena - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		588 429	623 792	–	176 670	402 150	311 896	90 254	28.9%	623 792
Expanded Public Works Programme Integrated Grant		1 151	1 610	–	–	1 127	805	322	40.0%	1 610
Municipal Disaster Relief Grant		11 200	–	–	–	–	–	–		–
Local Government Financial Management Grant	3	2 100	3 500	–	–	3 500	1 750	1 750	100.0%	3 500
Municipal Infrastructure Grant		–	9 127	–	–	–	4 563	(4 563)	-100.0%	9 127
Equitable Share		573 978	609 555	–	176 670	397 523	304 778	92 745	30.4%	609 555
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		588 429	623 792	–	176 670	402 150	311 896	90 254	28.9%	623 792
Capital Transfers and Grants										
National Government:		456 610	347 389	–	18 158	245 490	173 694	71 795	41.3%	347 389
Municipal Infrastructure Grant		182 955	173 413	–	–	130 540	86 706	43 834	50.6%	173 413
Integrated National Electrification Programme Grant		–	12 976	–	–	7 000	6 488	512	7.9%	12 976
Regional Bulk Infrastructure Grant		198 322	115 000	–	18 158	71 950	57 500	14 450	25.1%	115 000
Water Services Infrastructure Grant		75 333	46 000	–	–	36 000	23 000	13 000	56.5%	46 000
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		456 610	347 389	–	18 158	245 490	173 694	71 795	41.3%	347 389
TOTAL RECEIPTS OF TRANSFERS & GRANTS		1 045 039	971 181	–	194 827	647 639	485 590	162 049	33.4%	971 181

Supporting Table SC7 (1) Budget statement – Transfers and Grant Expenditure – Quarter Ended 31 December 2024.

LIM367 Mogalakwena - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 - December

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		7 597	14 237	–	821	12 817	7 118	5 698	80.0%	14 237
Expanded Public Works Programme Integrated Grant		1 151	1 610	–	–	149	805	(656)	-81.5%	1 610
Municipal Disaster Relief Grant		4 346	–	–	–	6 854	–	6 854	#DIV/0!	–
Local Government Financial Management Grant	3	2 100	3 500	–	66	1 288	1 750	(462)	-26.4%	3 500
Municipal Infrastructure Grant		–	9 127	–	755	4 525	4 563	(39)	-0.8%	9 127
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		7 597	14 237	–	821	12 817	7 118	5 698	80.0%	14 237
Capital Transfers and Grants										
National Government:		462 105	347 389	–	44 550	181 025	173 694	7 331	4.2%	347 389
Municipal Infrastructure Grant		183 087	173 413	–	12 102	87 605	86 706	899	1.0%	173 413
Integrated National Electrification Programme Grant		–	12 976	–	3 133	6 818	6 488	330	5.1%	12 976
Regional Bulk Infrastructure Grant		198 346	115 000	–	24 426	57 869	57 500	369	0.6%	115 000
Water Services Infrastructure Grant		80 672	46 000	–	4 890	28 733	23 000	5 733	24.9%	46 000
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		462 105	347 389	–	44 550	181 025	173 694	7 331	4.2%	347 389
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		469 702	361 626	–	45 371	193 842	180 813	13 029	7.2%	361 626

The municipality has an overall spending of R193.8 million at the end of December 2024. The year-to-date budget amounted to R180.8 million. This has a positive variance of R13.0 million. The over-performance is mainly as a result of Water Services Infrastructure Grant. The municipality must continue to expedite spending on conditional grants in order to provide services to the community and to avoid having to pay the allocated grants back to National Treasury due to poor performance.

6.5. Expenditure on Councillors and Employee benefits

Table (SC8) provides the detail for councillors and employee benefits. For the first six months ended 31 December 2024, the total salaries, allowances and benefits paid amounts to R201.8 million.

LIM367 Mogalakwena - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 - December

Summary of Employee and Councillor remuneration	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		15 642	15 760	15 760	–	–	7 880	(7 880)	-100%	15 760
Pension and UIF Contributions		2 107	2 364	2 364	–	–	1 182	(1 182)	-100%	2 364
Medical Aid Contributions		4	–	–	–	–	–	–		–
Motor Vehicle Allowance		5 778	6 059	6 059	–	–	3 030	(3 030)	-100%	6 059
Cellphone Allowance		2 913	2 900	2 900	–	–	1 450	(1 450)	-100%	2 900
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Sub Total - Councillors		26 445	27 084	27 084	–	–	13 542	(13 542)	-100%	27 084
% increase	4		2.4%	2.4%						2.4%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		4 807	7 227	7 227	598	1 910	3 614	(1 703)	-47%	7 227
Pension and UIF Contributions		1 088	1 878	1 878	–	–	939	(939)	-100%	1 878
Medical Aid Contributions		236	430	430	105	313	215	98	46%	430
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		1 343	499	499	–	92	249	(158)	-63%	499
Motor Vehicle Allowance		804	978	978	0	1	489	(488)	-100%	978
Cellphone Allowance		491	696	696	–	–	348	(348)	-100%	696
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		42	1	1	–	–	1	(1)	-100%	1
Payments in lieu of leave		–	209	209	–	–	104	(104)	-100%	209
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		8 811	11 917	11 917	704	2 316	5 959	(3 643)	-61%	11 917
% increase	4		35.3%	35.3%						35.3%
Other Municipal Staff										
Basic Salaries and Wages		203 115	231 259	231 259	20 017	115 151	115 629	(478)	0%	231 259
Pension and UIF Contributions		44 468	49 384	49 384	2 479	25 220	24 693	527	2%	49 384
Medical Aid Contributions		24 490	13 589	13 589	1 113	6 663	6 795	(132)	-2%	13 589
Overtime		25 411	17 835	17 835	1 567	9 360	8 918	442	5%	17 835
Performance Bonus		16 658	21 787	21 787	2 073	9 141	10 893	(1 752)	-16%	21 787
Motor Vehicle Allowance		25 391	29 790	29 790	2 715	15 344	14 895	449	3%	29 790
Cellphone Allowance		4 870	5 478	5 478	479	2 973	2 739	233	9%	5 478
Housing Allowances		376	467	467	33	196	234	(38)	-16%	467
Other benefits and allowances		3 827	4 150	4 150	303	1 821	2 075	(255)	-12%	4 150
Payments in lieu of leave		10 641	25 663	25 663	1 024	6 904	12 831	(5 928)	-46%	25 663
Long service awards		(349)	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	5 073	2 023	2 023	31	435	1 012	(577)	-57%	2 023
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		2 393	1 941	1 941	686	6 090	971	5 120	527%	1 941
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		366 364	403 367	403 367	32 521	199 297	201 685	(2 388)	-1%	403 367
% increase	4		10.1%	10.1%						10.1%
Total Parent Municipality		401 619	442 368	442 368	33 225	201 613	221 186	(19 573)	-9%	442 368
Unpaid salary, allowances & benefits in arrears:										
TOTAL MANAGERS AND STAFF		375 174	415 284	415 284	33 225	201 613	207 644	(6 031)	-3%	415 284

6.6. Capital Budget performance analysis

Supporting Table SC12 provides information on the spending actual capital spending trend of the municipality. The table indicates that as at the end of December 2024, the municipality had spent 55% of the total capital budget. National treasury approved roll over of conditional grants from 2023/2024 financial year.

LIM367 Mogalakwena - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 - December

Month	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	–	29 074	–	41 286	41 286	29 074	(12 212)	-42.0%	12%
August	14 831	29 074	–	32 469	73 755	58 148	(15 607)	-26.8%	21%
September	100 069	29 074	–	25 878	99 633	87 222	(12 411)	-14.2%	29%
October	56 033	29 074	–	18 659	118 293	116 296	(1 996)	-1.7%	34%
November	60 268	29 074	–	38 090	156 382	145 370	(11 012)	-7.6%	45%
December	58 956	29 074	–	35 857	192 239	174 445	(17 794)	-10.2%	55%
January	25 852	29 074	–	–		203 519	–		
February	21 720	29 074	–	–		232 593	–		
March	77 978	29 074	–	–		261 667	–		
April	53 901	29 074	–	–		290 741	–		
May	252 522	29 074	–	–		319 815	–		
June	20 811	29 074	–	–		348 889	–		
Total Capital expenditure	742 940	348 889	–	192 239					

7. EQUITABLE SHARE VERIFICATION CHECKLIST

MFMA Circular no. 122 Municipal Budget Circular for the 2023/24 MTREF has set out the equitable share release criteria for 2023/24. The release of equitable share criteria is still relevant in the 2024/25 financial year as indicated in MFMA Circular no. 128. National Treasury has developed a guiding checklist in order to assist the municipalities with managing the process. The municipality has followed the guideline throughout the course of the current financial year in order to comply with the set criteria. The tables below depict progress made by the municipality in terms of the criteria:

General Requirements

Criteria	Verification Requirement	Yes/No
2024/25 Adopted Budget	Council resolution, adopted *m*SCOA budget data strings (ORGB), PDF version of adopted MTREF budget uploaded to GoMuni Upload portal immediately after approval.	
• Is the municipality's completed tariff tool (National Treasury format) included as part of its budget submission (MFMA Budget Circular No. 98 (refer item 4.2).	The completed National Treasury EXCEL tariff tool uploaded to GoMuni with the adopted budget by start of budget year i.e. 1 July 2024.	Yes
• Are allocations made for bulk suppliers current account payments?	Allocations reflected in mSCOA budget data strings (ORGB) and budget schedules/ document.	Yes

Criteria	Verification Requirement	Yes/No
If unfunded budget position–		
• Is a Budget Funding Plan (BFP) adopted with the budget?	Copy of the adopted Budget Funding Plan uploaded to GoMuni with the adopted budget by start of budget year i.e. **1 July 2024**.	Yes
	PDF version of BFP/progress report uploaded to GoMuni Upload portal by start of budget year i.e. **1 July 2024**.	Yes
	Is the BFP credible and show how the municipality intends moving progressively out of this position into a funded state?	Yes
	In the case of the latest progress report being submitted, is it aligned to the rescue phase of the new approach to Municipal Financial Recovery Service (MFRS)?	Yes
• Council resolution reflecting commitment to address unfunded position.	PDF copy of resolution uploaded to GoMuni Upload portal by start of budget year i.e. 1 July 2024.	Yes
mSCOA		
Submission of Data Strings	Successful submission of all financial and non-financial mSCOA data strings to the GoMuni Upload portal	Yes
	Timeous submission of all financial and non-financial mSCOA data strings to the GoMuni Upload portal	Yes
	Data strings submitted are credible as per the analysis done by NT/PTs	Partial
	Data strings are generated directly from the main municipal financial system	Yes
	The regulated MBRR Schedules are generated directly from the core municipal financial system	Yes
	Successful submission of all financial and non-financial mSCOA data strings to the GoMuni Upload portal	Yes
• Submission of documents	Municipal documents required in terms of legislation and MFMA Circulars have been submitted timeously and in the required format to the GoMuni Upload portal.	Yes
• Financial System Changes	Municipality has followed the processes in Circulars No. 93, 98, 123 and mSCOA Circulars No 5 and 6 to change their financial system.	Yes
UIF & W		
• UIF&W Register	Documents need to be uploaded to NTs eMonitoring Webpage	Yes
• MPAC recommendation on UIF&W		
• Council Resolution on UIF&W		
• UIF&W Reduction Strategy		
Disciplinary Board		

Criteria	Verification Requirement	Yes/No
• Does the municipality have a functional disciplinary board?	Proof of establishment (or efforts to establish DC Board) uploaded to NTs eMonitoring Webpage NTs eMonitoring Website.	Yes
Competency Regulations		
Has the minimum municipal competency regulations reporting requirements been adhered to?	In line with the Competency Regulations, consolidated reporting information must be uploaded to GoMuni by 30 January 2024 and 30 July 2024.	Yes
Audit Process		
• Opinion Received	Did the municipality receive an adverse or disclaimed audit opinion or had outstanding audits for two consecutive financial years?	No
• Adverse or disclaimed audit opinion	Council resolution signed by each member of the Council was was uploaded to NT's eMonitoring Webpage within 1 month after conclusion of the audit process reflecting council's commitment to address the opinion.	N/A
• Is a council approved audit action plan in place?	Audit action plan, together with council resolution, to be uploaded to NT's eMonitoring Webpage within 60 days from audit report issuance	Yes. NT Web based action plan is in place
Interventions (where applicable)		
• In the event of a discretionary or mandatory intervention in terms of section 139 of the Constitution, is a Financial Recovery Plan (FRP) in place?	The FRP and monthly progress reports submitted in terms of sections 145 and 146 of the MFMA must be uploaded to GoMuni Upload portal for each month since the inception of the FRP.	Voluntary FRP uploaded on the Portal

Quarterly Requirements

Criteria	Verification Requirement	Quarter 3 (Jan – March)	Quarter 4 (April – June)	Quarter 1 (July – Sept)	Quarter 2 (Oct – Dec)
Bulk Supplier Payments					
• Were current account payments to bulk suppliers (Eskom and Water Boards) timeously made?	PT/NT to verify status according to MFMA S41 Report. No action required from municipality if account in good standing.			Yes	Yes
• *If current account in arrears, are payment agreements in place?*	Copy of payment agreement or evidence of discussions are uploaded to on GoMuni Upload portal.			Yes	Eskom arrangement to be paid up end of January 2025
Staff benefit Deductions					

Criteria	Verification Requirement	Quarter 3 (Jan – March)	Quarter 4 (April – June)	Quarter 1 (July – Sept)	Quarter 2 (Oct – Dec)
• Were a) SARS, b) pension and c) other staff benefits timeously paid over to the relevant funds/institutions?	Proof of payment for each category, for each month of the quarter uploaded to on GoMuni Upload portal.			Yes	Yes
Reconciliation of Valuation Roll					
• Has the valuation role been reconciled to the financial system?	In line with MFMA Circulars No. 93, 98 and 107, proof of the verification for each quarter should be uploaded on GoMuni Upload portal.			Yes	Yes

8. Conclusion

In light of the first six months ended 31 December 2024 financial assessment above and forecasting on the annual budget as approved by council in May 2024. It is recommended that an adjustments budget for 2024/2025 financial year be processed in order to cater for the shift of funds between votes. The adjustments budget will be submitted to council by the end of February 2025.

9. MUNICIPAL MANAGER’S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, MM Maluleka municipal manager of Mogalakwena Local Municipality (LIM367), hereby certify that the quarterly budget statement report and supporting documentation for the quarter ended 31 December 2024 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

MM MALULEKA

MUNICIPAL MANAGER

PART 3: Service Delivery Performance Assessment

STRATEGIC OBJECTIVE

To promote good governance and report on the financial sustainability of the Municipality

INSTITUTIONAL PERFORMANCE OVERVIEW

The Organisational Performance Monitoring and Evaluation system at Mogalakwena Municipality is specifically designed to determine whether the strategic plans as outlined in the Municipality's Integrated Development Plan is implemented effectively.

The full analysis of the municipality's performance against Service Delivery Budget Implementation Plan for the first half of the financial year ended 31 December 2024 is contained in this report.

The following is the summary of the specific performance highlights for the period under review:

- The municipality planned a total number of 63 Key Performance indicator for the first quarter performance report.

- Out of 63 key performance target set, 50 targets were achieved as set and 13 performance targets were not achieved.

Key Performance area	Target achieved	Target not achieved	Total
Spatial Rationale	2	0	2
Basic service delivery and infrastructure development	15	5	20
Local Economic Development	2	0	2
Municipal Financial Viability and Sound Management	14	6	20
Municipal Transformation and organisational development	2	1	3
Good governance and public participation	15	1	16

COMPARISON OF THE ACTUAL PERFORMANCE 2023/2024 AND ACTUAL PERFORMANCE OF 2024/2025 FINANCIAL YEAR

The table below illustrates the performance for 2023/2024 financial year Mogalakwena municipality against the 2024/2025 performance results

Key Performance area	2023/2024			2024/2025		
	Target achieved	Target not achieved	% Achieved	Target achieved	Target not achieved	% Achieved
Spatial Rationale	3	0	100%	2	0	100%
Basic service delivery and infrastructure development	17	2	89%	15	5	75%
Local Economic Development	3	0	100%	2	0	100%
Municipal Financial Viability and Sound Management	17	4	81%	14	6	70%
Municipal Transformation and organisational development	8	0	100%	2	1	67%
Good governance and public participation	15	3	78%	15	1	93%
Total	**63**	**9**	**88%**	**50**	**13**	**79%**

The comparison shows a decline of 9% as compared to the 2023/2024 annual performance. This could be as a results of key performance indicators that were not measured in the first half of the 2024/2025 financial year

ADJUSTMENT SDBIP

Regulation 23 of the municipal Budget and Reporting regulation provides, inter alia, for the following:

> *" An adjustment budget may be tabled in the Municipal Council at any time after the Mid-year Budget and performance assessment has been tabled to council, but not after the 28 of February of each year".*

A revised Top Layer SDBIP will be submitted with the Adjustment budget to council on or before 28 February 2024 with the necessary motivation where key performance indicators require an adjustment/amendment.

SUMMARY AND CHALLENGES

Annexure A is the audited Top Layer SDBIP for the first half of the financial year ending 31 December 2024, which measures the Mogalakwena Municipality's overall performance per KPA's. The report includes the performance comments and corrective measures indicated for targets not achieved.

ANNEXURES

Annexure A: measures performance targets as set in the Services Delivery and Budget Implementation Plan

Annexure B: measures progress on Capital Projects also as indicated in the Service Delivery and Budget Implementation Plan.

8.1 ANNEXURE A

KPA1 SPATIAL RATIONAL														
Strategic objectives	**Programme**	**Key performance indicator**	**Baseline 2023/2024**	**Annual target 2024/2025**	**Quarterly Performance**		**Mid-year performance**	**Actual expenditure**	**Method of calculations**	**Reason for variance**	**Corrective measure**	**POE**	**Target achieved/ Not achieved/ Not measured**	**Lead department**
					Quarterly target	**Quarterly Performance**								
The optimum utilisation of land	*Land Use*	*1. Percentage of land use contraventions referred to Legal Services after 30 days of non-response by the resident.*	*100%*	*100%*	*Q1: 100%*	*Q1: 100%*	*100%*	-	*24/24*	*Not applicable*	*Not applicable*	*Copies of notices and memo issued and referred to legal services*	*Target achieved*	*Planning and development services*
					Q2: 100%	*Q2: 100%*								
Optimum compliance with the National Building Regulations and Building Standard Act 103 Of 1977	*Building Inspectorate (Control)*	*2. Percentage of NBR contraventions referred to Legal Services after 30 days of non-response by the resident.*	*New*	*%*	*Q1: 100%*	*Q1: Not Applicable*	*100%*	-	*18/18*	*Not applicable*	*Not applicable*	*Copies of notices and memo issued and referred to legal services*	*Target not achieved*	*Planning and development services*
					Q2: 100%	*Q2: 100%*								

8.1.2 KPA 2: BASIC SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
Foster, regulate, maintain and promote a sustainable environment	*Waste management*	*3.Number of formal households with access to waste collection by June 2025*	*17051*	*17051*	*Q1: 17051* *Q2: 17051*	*Q1: 14301* *Q2: 16658*	*16658*	-	*Not applicable*	*not applicable*	*Not applicable*	*BS 506 Report*	*Target not achieved*	*Community services*
Foster, regulate, maintain and promote a sustainable environment	*Waste management*	*4.Number of waste awareness/clean-up campaigns held by June 2025*	*New*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q1: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Attendance register*	*Target achieved*	*Community services*
Foster, regulate, maintain and promote a sustainable environment	*Waste management*	*5.Number of illegal dumping areas cleared by June 2025*	*New*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q1: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Job cards*	*Target achieved*	*Community services*
Foster, regulate, maintain and promote a sustainable environment	*Parks and Recreation*	*6.Number of sport and recreational facilities maintained by June 2025*	*New*	*5*	*Q1: 1* *Q2: 1*	*Q1: 4* *Q1: 5*	*9*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Attendance register*	*Target achieved*	*Community services*
Foster, regulate, maintain and promote a sustainable environment	*Parks and Recreation*	*7.Number of cemeteries maintained by June 2025*	*New*	*2*	*Not planned for this quarter* *Q2: 1*	*Not planned for this quarter* *4*	*4*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Attendance register*	*Target achieved*	*Community services*
Improve the quality of lives through social development and the provision of effective community services	*Road safety and traffic control*	*8.Number of speed checks conducted by June 2025*	*83*	*100*	*Q1: 25* *Q2: 25*	*Q1: 33* *Q2: 30*	*63*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Speed operation list; traffic tickets*	*Target achieved*	*Traffic and emergency services*
Improve the quality of lives through social development and the provision of effective community services	*Road safety and traffic control*	*9. Number of roadblocks held by June 2025*	*10*	*4*	*Q1: 2* *Q2: 2*	*Q1: 4* *Q2: 37*	*41*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Road block attendance register*	*Target achieved*	*Traffic and emergency services*
To improve the quantity and quality of municipal infrastructure and services	*Water*	*10.Number of formal households with access to basic level of water by 30 June 2025*	*25622*	*25622*	*Q1:25622* *Q2: 25622*	*Q1: 14334* *Q2: 14334*	*14334*	-	*Not applicable*	*Not applicable*	*Not applicable*	*BS 506 Report*	*Target not achieved*	*Technical services*

8.1.2 KPA 2: BASIC SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance: Quarterly Target	Quarterly Performance: Actual Performance	Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not	Lead department
To improve the quantity and quality of municipal infrastructure and services	*Sanitation*	*11.Number of formal households with access to basic level of sanitation by 30 June 2025*		*18073*	*Q1: 18073* *Q2: 18073*	*Q: 15187* *Q2: 17586*	*17586*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*BS 506 Report*	*Target not achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Water*	*12.Number of Water Meter Audit conducted by 30 June 2025*		*500*	*Q1: 125* *Q2: 125*	*Q1: 1200* *Q2: 220*	*1420*	*1 029 297,75*	*Not applicable*	*Not applicable*	*Not applicable*	*Meter audit forms*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Water*	*13.Percentage of water loss*	*47%*	*25%*	*Q1: 25%* *Q2: 25%*	*Q1: -58%* *Q2: -74%*	*-66,00%*	*1 871 936*	*-1 241 982,7/1 871 936*	*Not applicable*	*Not applicable*	*Water loss calcuations*	*Target not achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Water & Sanitation*	*14.Number of test conducted reports on Water Quality by 30 June 2025*	*12*	*12*	*Q1: 3* *Q2: 3*	*Q1: 3* *Q2: 3*	*6*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Lab test results*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Water & Sanitation*	*15.Number of test conducted reports on Water Quality by 30 June 2025*	*12*	*12*	*Q1: 3* *Q2: 3*	*Q1: 3* *Q2: 3*	*6*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Lab test results*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Roads and storm water*	*16.Length of km roads tarred/paved*	*11,5km*	*7,7km roads tarred/ paved*	*Q1: Road base and bed at 20%* *Q2: Road base and bed at 50%*	*Q1: Road base and bed at 50%* *Q2: Road base and bed at 59%*	*59%*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Lab test results*	*Target achieved*	*PMU*
To improve the quantity and quality of municipal infrastructure and services	*Roads and storm water*	*17.Length of km of roads bladed*	*714,6km*	*500km*	*Q1: 100km* *Q2: 100km*	*Q1: 132km* *Q2: 120km*	*252km*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Job cards*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal	*Roads and storm water*	*18. Length of km of roads re-graveled by June 2025*	*15km*	*40km*	*Q1: 10km* *Q2: 10km*	*Q1: 13km* *Q2: 12km*	*25km*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Job cards*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Roads and storm water*	*19.Area of road square meters patched*	*12300,56m²*	*4000m²*	*Q1:1000m2* *Q2: 1000m2*	*Q1: 2338,24m2* *Q2: 3339,58m2*	*5677,82m2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Job cards*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Roads and storm water*	*20. Number of cubic of storm water drainage maintained*	*0m³*	*1500m³*	*Q1: 375m3* *Q2: 375m3*	*Q1: 383m3* *Q2: 403m3*	*786m3*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Job cards*	*Target achieved*	*Technical services*
To improve the quantity and quality of municipal infrastructure and services	*Energy efficiency*	*21.Number of households with access to electricity*	*200*	*482 households electrified*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Target not meassured*	*PMU*
To improve the quantity and quality of municipal infrastructure and services	*Energy efficiency*	*22.Number of electricity meter audit conducted*	*1591*	*1000*	*Q1: 250* *Q2: 250*	*Q1: 774* *Q2: 951*	*1725*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Meter audit forms*	*Target acahived*	*Electrical services*
To improve the quantity and quality of municipal infrastructure and services	*Electricity Loss control*	*23.Percentage of electricity loss*	*24%*	*20%*	*Q1: 20%* *Q2: 20%*	*Q1: 27%* *Q2: 19%*	*19,00%*	*15592786,07 /78373165*	*78 373 165*	*This is due to low conventional sales.*	*Meter audits and credit control measures must be intensified.*	*Sales report and Eskom purchases.*	*Target not achieved*	*Electrical services*

8.1.3 KPA 3: LOCAL ECONOMIC DEVELOPMENT

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance: Quarterly Target	Quarterly Performance: Actual Performance	Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
To create inclusive and well-coordinated investment opportunities for the growth of the economy	*Job creation*	*24.Number of Jobs created through LED initiatives including capital projects by June 2025.*	*690*	*100*	*Q1: Not planned for this quarter*	*Q1: Not planned for this quarter*	*Not applicable*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Not applicable*	*Target not measured*	*Planning and development services*
					Q2: Not planned for this quarter	*Q2: Not planned for this quarter*								
To create inclusive and well-coordinated investment opportunities for the growth of the economy	*Business information session*	*25. Number of business information sessions conducted by June 2025.*	*4*	*4*	*Q1: 1*	*Q1: 1*	*5*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Copies of invitation and attendance register*	*Target achieved*	*Planning and development services*
					Q2: 1	*Q2: 4*								
To create inclusive and well-coordinated investment opportunities for the growth of the economy	*Flea market*	*26.Number of flea markets held by June 2025.*	*2*	*2*	*Q1: 1*	*Q1: 1*	*3*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Copies of the attendance register, pictures, notice, agenda.*	*Target achieved*	*Planning and development services*
					Q2: 1	Q2: 2								

8.1.4 KPA 4: MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
Sound and efficient financial management	Budget and Reporting	27.Development and submission of compliant Annual Financial Statements to the Auditor General by 31 August 2024	AFS developed and submitted to AG by 31 August 2023	Development and submission of Annual Financial Statements to the Auditor General by 31 August 2024	Q1: Development and submission of Annual Financial Statements to the Auditor General by 31 August 2024 Q2: Not planned for this quarter	Q1: AFS developed and submitted to the Auditor General on the 31 August 2024 Q2: Not planned for this quarter	AFS developed and submitted to the Auditor General on the 31 August 2024	Not applicable	Not applicable	Not applicable	Not applicable	Aknowdgement letter;AFS	Target achieved	Budget & Treasury
Sound and efficient financial management	Budget and Reporting	28.Number of Action Plan for 2023/2024 AG Audit Queries developed and submitted to Council by 31 January 2025	1	1	Q1: Not planned for this quarter Q2: Not planned for this quarter	Q1: Not planned for this quarter Q2: Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Target not measured	Budget & Treasury
Sound and efficient financial management	Budget and Reporting	29.Percentage of AG queries resolved as per the Action Plan by 30 June 2025	100,00%	100%	Q1: Not planned for this quarter Q2: Not planned for this quarter	Q1: Not planned for this quarter Q2: Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Target not measured	Budget & Treasury
Sound and efficient financial management	Budget and Reporting	30.Development and approval of the credible mSCOA compliant Annual Budget approved by Council by 31 May 2025	Final and approved budget by May 2024	Final and approved annual budget by May 2025	Q1: Not planned for this quarter Q2: Not planned for this quarter	Q1: Not planned for this quarter Q2: Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Not planned for this quarter	Target not measured	Finance Department
Sound and efficient financial management	Budget and Reporting	31.Number of MFMA Section 71 Reports submitted to the Mayor, Provincial and National Treasury by no later than 10 days after the end of each month	12	12	Q1: 3 Q2: 3	Q1: 3 Q2: 3	3	-	Not applicable	Not applicable	Not applicable	Section 71 Reports and proof of Submission to Provincial and National Treasuries	Target achieved	Finance Department
Sound and efficient financial management	Budget and Reporting	32.cost coverage of 3 months by 30 June 2025	0,59months	3months	Q1: 2months Q2: 2months	Q1: 0,1Months Q1: 0,1Months	0months	-	-17092119/ 112173167		Cost containment policy to be strictly enforced	Monthly report and Bank statements	Target not achieved	Finance

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
Sound and efficient financial management	*Budget and Reporting*	*33.Percentage capital budget spent on budgeted capital projects identified for 2024/2025 financial year*	*100%*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 28.56%* *Q2: 55.10%*	*55,10%*	*192 239 050*	*192239050/ 348889104*	*Not applicable*	*Not applicable*	*C Schedule – Capital Expenditure Report*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Budget and Reporting*	*34.Percentage spent on the MIG grants approved projects by 30 June 2025*	*100%*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 33.16%* *Q2: 50.50%*	*50,50%*	*92 130 000*	*92130000 182540000*	*Not applicable*	*Not applicable*	*C Schedule – Capital Expenditure Report*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Budget and Reporting*	*35.Percentage of budget spent on the WSIG grants approved projects by 30 June 2025*	*100*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 32.44%* *Q2: 62.5%*	*63%*	*28 733 000*	*28733000/ 46000000*	*Not applicable*	*Not applicable*	*C Schedule – Capital Expenditure Report*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Budget and Reporting*	*36.Percentage of budget spent on the RBIG grants approved projects by 30 June 2025*	*100%*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 21.87%* *Q2: 50.3%*	*50%*	*6 818 000*	*6818000/ 12976000*	*Not applicable*	*Not applicable*	*C Schedule – Capital Expenditure Report*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Budget and Reporting*	*37.Percentage of budget spent on the INEP grants approved projects by 30 June 2025*	*100%*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 7.82%* *Q2: 52.54%*	*53%*	*6 818 000*	*6818000/ 12976000*	*Not applicable*	*Not applicable*	*C Schedule – Capital Expenditure Report*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Asset Management*	*38.Number of asset verification reports complied - movables (sampling) by 30 June 2025*	*1*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Assets register*	*Target achieved*	*Finance Department*
Sound and efficient financial management	*Free basic services*	*39.Percentage of Registered Indigents with access to Free Basic Services by 30 June 2025*	*100%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 100%* *Q2: 100%*	*100%*		*2 528 /2 528*	*Not applicable*	*Not applicable*	*July – Aug 2024 Indigent Register*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Revenue Management*	*40.Percentage of Service Debtors Revenue by 30 June 2025*	*87%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 63.68%* *Q2: 98%*	*98%*	*-*	*1 527 172 360.50/1 550 392 539.90*	*Not applicable*	*Not applicable*	*Trial Balance*	*Target achieved*	*Finance Department*
Sound and efficient financial management	*Revenue Management*	*41.Percentage of debtors collection rate by 30 June 2025*	*64%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 51.17%* *Q2: 51%*	*51%*	*-*	*93 426 340.38/183 790 762.33*	*Credit Control marginalized at Mahwelereng as cut-offs cannot be done. Eskom is supplying electricity. Collection*	*Debt collection and credit control initiatives to be implemented and enforced at mahwelereng.*	*Monthly Report Debtors Reconciliation*	*Target not achieved*	*Finance department*

Strategic objectives	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
Sound and efficient financial management	*Revenue enhancement*	*42. Number of times that agreed portion of revenue from drivers licence cards were paid over prodiba by 15th of each month*	*11*	*12*	*Q1: 3* *Q2: 3*	*Q1: 2* *Q2: 0*	*2*	-	*Not applicable*	*Payment for July not made on time*	*Payment to prodiba will be made on time*	*Memos and proof of payment*	*Target not achieved*	*Traffic and emergency services*
Sound and efficient financial management	*Supply Chain Management*	*43. Number of reports on the implementation of SCM Policy compiled and tabled to Council by 30 June 2024*	*0*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*First quarter SCM reports are done awaiting the next council meeting*	*Table SCM report to council on quarterly basis*	*SCM reports*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Supply Chain Management*	*44. Number of deviation reports compiled and tabled to Council by 30 June 2024*	*0*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*SCM reports*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Supply Chain Management*	*45. Percentage of tenders and bids awarded within 90 days after closure of advertisement*	*100%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 100%* *Q2: 100%*	*100%*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Tender award register*	*Target achieved*	*Finance department*
Sound and efficient financial management	*Expenditure Management*	*46. Percentage of creditors paid within 30days (as per MFMA S65) of receipt of invoices and all necessary supporting documentation*	*58%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 83,1%* *Q2: 93,97%*	*94%*	-	*1700/1809*	*Not applicable*	*Not applicable*	*CRS payments report*	*Target not achieved*	*Finance department*
Sound and efficient financial management	*Revenue enhancement*	*47. Percentage of debt over 90 days collected*	*59%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 1.15%* *Q2: 41%*	*41%*	-	*99 464 220,04/238 463 008,46*	*Credit Control marginalized at Mahwelereng as cut-offs cannot be done. Eskom is supplying electricity. Collection*	*Debt collection and credit control initiatives to be implemented and enforced at mahwelereng.*	*Ageing Report and Payment Report*	*Target not achieved*	*Finance department*
Sound and efficient financial management	*Revenue enhancement*	*48. Percentage of revenue (as per quarterly projections)*	*64%*	*100%*	*Q1: 100%* Q2: 100%	*Q1: 75%* Q2: 96%	*96%*	-	*458 162 824.51 / 477 221 310.00*	*Not applicable*	*Not applicable*	*Monthly Report Debtors Reconciliation*	*Target achieved*	*Finance department*
Sound and efficient financial	Expenditure Management	*49. Percentage of budget spent on work place skills plan*	65%	100%	Q1: 20% Q2: 50%	Q1: 8,7% Q2: 25%	25	205 454,55	205454,55/811773			Expenditure report	Target not achieved	Corporate support services

8.1.5 KPA 5: MUNICIPAL TRANSFORMATION AND ORGANISATIONAL DEVELOPMENT

Strategic objectives	Programme	Key performance indicator	Baseline 2022/2023	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
To develop and implement integrated management and governance systems	*Legal Services*	*50. Number of Litigation Reports compiled and submitted to Council by 30 June 2025*	*0*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Copies of council resolution and Litigation reports*	*Target achieved*	*Corporate Service*
To ensure that all stakeholders within the institution are adequately capacitated and retained	*Local Labour Forum*	*51. Number of LLF meetings held by 30 June 2025*	*3*	*4*	*Q1: 1* *Q2:1*	*Q1: 0* *Q2: 0*	*0*	-	*Not applicable*	*Non attendance*	*Hold LLF meetings as per annual work programme*	*Copies of agendas*	*Target not achieved*	*Corporate Service*
To ensure that all stakeholders within the institution are adequately capacitated and retained	*Organisational development*	*52.Organograms Reviewed and approved by 30 June 2025*	*Org structure not reviewed*	*Reviewed and approved Organisational structure*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Not planned for this quarter*	-	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Target not measured*	*Corporate Service*
To ensure that all stakeholders within the institution are adequately capacitated and retained	*Human Resources & Development*	*53. Number of WSP developed and submitted to LGSETA by 30 April 2025*	*1*	*1*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Not applicable*	*Not planned for this quarter*	*Not planned for this quarter*	*Not planned for this quarter*	*Target not measured*	*Corporate Service*
To ensure that all stakeholders within the institution are adequately capacitated and retained	*Staff retention*	*54. Percentage of budgeted vacant positions on the organogram filled*	*0%*	*100%*	*Q1: 20%* Q3: 50%	*Q1: 34%* Q2: 60%	*60%*	-		*Not applicable*	*Not applicable*	*Appointment letters*	*Target achieved*	*Corporate Service*

8.1.6 KPA 6: GOOD GOVERNANCE AND PUBLIC PARTICIPATION

Strategic objectives	Programme	Key performance indicator	Baseline 2022/2023	Annual target	Quarterly Performance: Quarterly Target	Quarterly Performance: Actual Performance	Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
Develop and implement efficient management and governance systems	*Integrated Development Plan*	*55. Number of IDP/PMS/Budget Process Plan approved by Council 30 August 2024*	*1*	*1*	*Q1: 1* *Q2: Not planned for this quarter*	*Q1: 1* *Q2: Not planned for this quarter*	*1*	-	*Not applicable*	*Not applicable*	*Not applicable*	*2025/2026 Council approved Process Plan with Council Resolution*	*Target achieved*	*Planning & Development*
Develop and implement efficient management and governance systems	*Integrated Development Plan*	*56.Development and adoption of the 2025/2026 IDP by Council by 30 May 2025*	*Final approved IDP by May 2024*	*Development and adoption of the 2025/2026 IDP by 30 May 2025*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Not planned for this quarter*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Not applicable*	*Target not measured*	*Planning & Development*
Develop and implement efficient management and governance systems	*Integrated Development Plan*	*57. Number of IDP Representative Forums held by 30 June 2025*	*4*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Attendance registers and agendas*	*Target achieved*	*Planning & Development*
To develop and implement integrated management and governance systems	*Performance Management System*	*58. Number of MFMA Section 52 reports compiled and submitted to Council by 30 June 2025*	*4*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*		*Target achieved*	*Office of the MM*
To develop and implement integrated management and governance systems	*Performance Management System*	*59. Number of SDBIPs approved by the Mayor 28 days after the approval of the budget*	*1*	*1*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Q1: Not planned for this quarter* *Q2: Not planned for this quarter*	*Not planned for this quarter*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Not applicable*	*Target not measured*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Performance Management System*	*60. Percentage of Section 54A/56 Performance Agreements signed year to date*	*0%*	*100%*	*Q1: 100%* *Q2: 100%*	*Q1: 100%* *Q2: 100%*	*100%*	-	*7/7*	*Not applicable*	*Not applicable*	*Copies of signed PA*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Municipal communication*	*61. Number of newsletters issued to communities on quarterly basis by 30 June 2025*	*1*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	-	*Not applicable*	*Not applicable*	*Not applicable*	*Copies of news letters*	*Target achieved*	*Office of the Municipal Manager*

Strategic objectives	Programme	Key performance indicator	Baseline 2022/2023	Annual target	Quarterly Performance		Mid-year performance	Actual expenditure	Method of calculations	Reason for variance	Corrective measure	POE	Target achieved/ Not achieved/Not measured	Lead department
					Quarterly Target	Actual Performance								
To develop and implement integrated management and governance systems	*Ward Committees*	*62. Number of Ward Committees reports submitted to Speaker by 30 June 2025*	*0*	*32*	*Q1: 32* *Q2: 32*	*Q1:15* *Q2: 15*	*15*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Ward committee reports*	*Target not achieved*	*Office of the speaker*
To develop and implement integrated management and governance systems	*Audit*	*63. Obtain Unqualified Audit Opinion by 30 June 2025*	*Qualified opinion*	*Unqualified audit opinion*	*Q1: Not planned for this quarter* *Q2: Unqualified audit opinion*	*Q1: Not planned for this quarter* *Q2: Unqualified audit opinion*	*Unqualified audit opinion*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Not applicable*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Auditing*	*64. Percentage of queries raised by internal audit resolved*	*32%*	*100%*	*Q1: 20%* *Q2: 50%*	*Q1: 53%* *Q2: 53%*	*53%*	*-*	*22/35*	*Not applicable*	*Not applicable*	*Follow-up report*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Audit*	*65. Number of Audit Committee meetings held by 30 June 2025*	*7*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 2*	*3*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Signed Attendance Registers and Minutes*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Audit*	*66. Number of Performance Audit Committee meetings held by 30 June 2025*	*8*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 2*	*3*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Signed Attendance Registers and Minutes*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Audit*	*67. Number of Audit Committee Reports tabled to Council by 30 June 2025*	*6*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Audit Committee Reports*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Risk Management*	*68.Number of Risk Management committee meetings held by 30 June 2025*	*5*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Invite, attendance register and minutes of the meeting*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Risk Management*	*69. Percentage of risks identified and resolved*	*18%*	*100%*	*Q1: 25%* *Q2: 50%*	*Q1: 46%* *Q2: 54%*	*54%*	*-*	*30/56*	*Not applicable*	*Not applicable*	*Risk management report*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*Public participation*	*70. Number of public participation meeting held (Imbizo)*	*0*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Attendance registers*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*MPAC*	*71. Number of MPAC meeting held*	*3*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Appointment letters*	*Target achieved*	*Office of the Municipal Manager*
To develop and implement integrated management and governance systems	*MPAC*	*72. Number of MPAC reports tabled to council and approved by 30 June 2024*	*1*	*4*	*Q1: 1* *Q2: 1*	*Q1: 1* *Q2: 1*	*2*	*-*	*Not applicable*	*Not applicable*	*Not applicable*	*Appointment letters*	*Target achieved*	*Office of the Municipal Manager*

8.2 ANNEXURE B: CAPITAL PROJECTS

No	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance: Quarterly Target	Quarterly Performance: Actual Performance	Actual expenditure	Reason for variance	Corrective measure	POE	Target achieved/not achieved	Lead department
1	Pruizen Farm Groundwater	Drilling and equipping of 1 borehole, installation of package plant and construction of 10km pipeline	Geo-hydrologic repor; SANRAL application and WULA application approved	15%. Equipping of boreholes, installation of package plant and construction of 10km pipeline	Q1: Not applicable Q2: Procurement of Constructor	Q1: Not applicable Q2: Constructor not yet appointed	R1 241 821	Delay in SCM processes	Recommended contractor is over the budget, Budget adjustment is applied for and awaitingnapproval from cogsta after appraisal	Copy of tender advert and bid adjudication report	Target not achieved	PMU
2	Mini Water Scheme 13: Buffelhoek, Diphici, Grasvlei, Kgopeng; Mphelelo; Ramosesane; Tiberius; Galelia; Vergenoeg Diphici Cluster A	Construction of internal water reticulation in 5 villages	Construction at 47%	100% Construction of internal water reticulation in 5 villages	Q1: 70% construction Q2: 80% construction	Q1: 96% construction Q2: 98% construction	R21 141 913	Not applicable	Not applicable	Progress report	Target achieved	
3	Mini water scheme 13 phase 2	Construction of internal water reticulation in 5 villages	New	100% Construction of internal water reticulation	Q1: Appointment of service provider Q2: 50% construction	Q1: 91% construction Q2: 97% construction	R24 156 960	Not applicable	Not applicable	Progress report	Target achieved	
4	Mogalakwena Household Sanitation – Tenerife, Daggakraal, Rietfontein, Makekeng, and Ga-Chokoe	Construction of 1000 household sanitation	80% construction	100% Construction of 1000 household sanitation	Q1: 90% Construction Q2: 100% Construction	Q1: 94% construction Q2: 98% construction	R4 143 373	Community unrest	Intervention by the municipality	Project progress report and completion certificate	Target not achieved	PMU
5	Completion of Moordekoppie Mini water scheme Cluster Ph3	Completion of Moordekoppie Mini water scheme Cluster Ph3	New	100% construction of mini water scheme	Q1: Appoint of service provider Q2: 30% construction	Q1: 58% Construction Q2: 58% Construction	R3 095 987	Not applicable	Not applicable	Progress report	Target achieved	PMU

No	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance			Reason for variance	Corrective measure	POE	Target achieved/not achieved	Lead department
					Quarterly Target	Actual Performance	Actual expenditure					
6	Mahwelereng Roads & Stormwater Phase 2A	Construction of 5.4km road	Construction at 73%	100% Construction of 5,4km road	Q1: 80% Construction of 5,4km road	Q1: 100% Construction of 5,4km road	R6 990 568	Not applicable	Not applicable	Progress report	Target achieved	PMU
					Q2: 90% Construction of 5,4km road	Q2: 100% Construction of 5,4km road						
7	Mahwelereng Roads & Stormwater Phase 2B	Construction of 3.5 km road	Construction at 76%	100% Construction of 3,5km road	Q1: 80% Construction of 3,5km road	Q1: 99% Construction of 3,5km road	R4 290 727	Not applicable	Not applicable	Progress report	Target achieved	PMU
					Q2: 90% Construction of 3,5km road	Q2: 100% Construction of 3,5km road						
8	Completion of Marulaneng roads & stormwater	Construction of 3.5Km with 1 low level bridge.	50% construction	100% Construction of 3.5 Km	Q1: 75% Construction of 3.5Km with 1 low level bridge.	Q1: 86% Construction of 3.5Km with 1 low level bridge.	R13 887 566	Not applicable	Not applicable	Progress report	Target achieved	PMU
					Q2: 80%	Q2: 96						
9	Mshengo RDP Section Roads & Stormwater	Construction of 1.2km roads	New	100% Construction	Q1: Appointment of service provider	Q1: Service proveder not appointed	R2 317 399	Project not yet registered and reprioritised for the next financial year	Site visit with Misa and CoGHSTA to amend the scope and application with rall for road connection	Appointment letter and progress report	Target not achieved	PMU
					Q2: 15% Construction	Q2: 1% Construction						

No	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance: Quarterly Target	Quarterly Performance: Actual Performance	Actual expenditure	Reason for variance	Corrective measure	POE	Target achieved/not achieved	Lead department
10	*Completion of Thabang Street Roads & Stormwater*	*Construction of 1 km road at Geyser street and construction of 2.5km stormwater channel and two level bridge from AKASIA to Mogalakwena Rivier*	*New*	*30% Construction*	*Q1: Appointment of service provider* *Q2: 10% Construction*	*Q1: Service provider not appointed* *Q2: Service provider appointed*	*R1 108 063*	*Delays in SCM processes*	*Service provider appointed*	*Appointment letter*	*Target not achieved*	*PMU*
11	*Completion of Ext 14 to 19 Roads & Stormwater*	*Construction of 1.2km roads*	*New*	*100% Construction*	*Q1: Appointment of service provider* *Q2: 20% Construction*	*Q1: Service provider not appointed* *Q2: 0%*	*R1 324 437*	*Delays in SCM processes*	*Recommended contractor is over the budget, Budget adjustment is applied for and awaitingnapproval from cogsta after appraisal persentation on the 17th January 2025*	*Copies of Advert*	*Target not achieved*	*PMU*
12	*Upgrading of Swimming Pools (Mokopane Town)*	*Upgrading of Swimming Pools*	*New*	*100% Upgrading of Swimming Pools*	*Q1: Appointment of service provider* *Q2: 30% Upgrading of Swimming Pool and chlorine room, shelter.*	*Q1: Service provider not appointed* *Q2: 00% Upgrading of Swimming Pool and chlorine room, shelter.*	*R1 090 671*	*Changes of scope of work by department of sports,art and culture*	*Tender advertised and closed on the 17th of december 2024. Appointment of service provider in Q3.*	*Copies of Advert*	*Target not achieved*	*PMU*
13	*High Mast Light in Tshamahanzi/Magongwa*	*Installation of 3 high mast lights in Tshamahanzi/Magongwa*	*Designs completed and tender documents completed.*	*100% installation of 3 high mast lights*	*Q1: Appointment of contractor, excavation and construction of concrete base plate for high mass lights* *Q2: 60% Installation of 3 high mass lights*	*Q1: Designs completed; tender advertised* *Q2: Contractor appointed and site establed*	*R1 695 387*	*Delays in SCM processes*	*Fasttrack appointment of service provider*	*Copies of Advert*	*Target not achieved*	*PMU*
14	*High Mast Light in Masodi/Mzombane*	*Installation of 2 high mast lights in Masodi/Mzombane*	*Designs completed and tender documents completed.*	*100% installation of 2 high mast lights*	*Q1: Appointment of Consultant and Design Stage.* *Submission MIG 1 Application at Cogsta for Funding* *Q2: Appointment of contractor, excavation and construction of concrete base plate for high mass lights*	*Q1: Designs completed; tender advertised* *Q2: Contractor appointed and site establed*	*R1 178 232*	*Not applicable*	*Not applicable*	*Copies of designs and advert*	*Target achieved*	*PMU*
15	*Contract 06-2017/18 Construction of 15km of 300ml rising main steel pipeline, 3,1km of reticulation pipelines and 3,5ml/day concrete reservoir for Jakkalskuil Cluster Phase 2 of Mogalakwena Water Master Plan.*	*Construction of 15km of 300ml rising main steel pipeline, 3,1km of reticulation pipelines and 3,5ml/day concrete reservoir for Jakkalskuil Cluster Phase 2 of Mogalakwena Water Master Plan.*	*Construction at 54%*	*Construction of 15km of 300ml rising main steel pipeline, 3,1km of reticulation pipelines and 3,5ml/day concrete reservoir for Jakkalskuil Cluster Phase 2 of Mogalakwena Water Master Plan.*	*Q1: 70% Construction of 3,5ml/day concrete reservoir* *Q2: 80% Construction of 3,5ml/day concrete reservoir*	*Q1: 79% Construction of 3,5ml/day concrete reservoir* *Q2: 95% Construction of 3,5ml/day concrete reservoir*	*R8 088 079,69*	*Not applicable*	*Not applicable*	*Progress report*	*Target achieved*	*PMU*

No	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Actual expenditure	Reason for variance	Corrective measure	POE	Target achieved/not achieved	Lead department
					Quarterly Target	Actual Performance						
16	*Contract 22-2020/21 Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase 1*	*Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase*	*Construction at 92%*	*100% Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase*	*Q1: 100% Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase*	*Q1: 97% Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase*	*R10 581 800,89*	*Awaiting connection of the plant to the water source and electrical source whch was not part of the project scope*	*Sub-contractor has been appointed through the bulkline project of contract 6 and is corrently busy with the works to be completed in Q3*	*Progress report*	*Target not achieved*	*PMU*
					Q2: Not applicable	*Q2: 99,5% Construction of 5,8ml/day Kroomkloof Water Treatment Works and high lift Pump station commissioning of phase*						
17	*Refurbishment of 58 reservoirs (Basterpad, Bokwidi, Dikgokgopeng, Galakwenastroom, Harmansdal, Jakkalskuil , Kabeane Kaditshwene Kroomkloof , Lesodi , Leyden, Lusaka-Ngoru, Mabuladihlare, Makekeng, Malapile , Mamatlakala Marulaneng, Matebeleng, Nellie, Paulos, Rantlakane, Skilpadskraal, Skrikfontein, Van Wykspan, Vlakfontein 1 & 2 Wydhoek)*		*Construction at 95%*	*100% Refurbishment of 46 Concrete and steel reservoirs at 26 Villages*	*Q1: 100% Refurbishment of 46 Concrete and steel reservoirs at 26 Villages*	*Q1: 86% Refurbishment of 46 Concrete and steel reservoirs at 26 Villages*	*R56 841 974,53*	*Extension of Scope*	*Project to be completed in Q3*	*Progress report*	*Target not achieved*	*PMU*
					Q2: Not applicable	*Q2: 89% Refurbishment & Upgrade of Sewer Pipelines in Mokopane (Extension 17, 19 & 20)*						
18	*Sekgakgapeng water source development and reticulation.(Roll over)*	*100% Construction*	*New*	*100% Construction*	*Q1: Appointment of service provider*	*Q1: Construction at 14%*	*R4 198 839,75*	*Community unrest due to tank location,position*	*Intervention by the municipality*	*Progress report*	*Target achieved*	*PMU*
					Q2: 50% Construction	*Q2: Construction at 20,7%*						
19	*Replacement of Asbestos Pipes within Mogalakwena Jurisdiction (Mokopane Town)*	*Rehabilitation of Existing Water and Sanitation Infrastructure*	*Construction at 17%*	*100% Rehabilitation of Existing Water and Sanitation Infrastructure*	*Q1: 30% Rehabilitation of Existing Water and Sanitation Infrastructure*	*Q1: 90% Rehabilitation of Existing Water and Sanitation Infrastructure*	*R15 765 558,87*	*Not applicable*	*Not applicable*	*Progress report*	*Target achieved*	*PMU*
					Q2: 50% Rehabilitation of Existing Water and Sanitation Infrastructure	*Q2: 100% Rehabilitation of Existing Water and Sanitation Infrastructure*						
20	*Replacement of Asbestos Pipes within Mogalakwena Jurisdiction (Mahwelereng)*	*Rehabilitation of Existing Water and Sanitation Infrastructure*	*Construction at 4.5%*	*100% Rehabilitation of Existing Water and Sanitation Infrastructure*	*Q1: 30% Rehabilitation of Existing Water and Sanitation Infrastructure*	*Q1: 76% Rehabilitation of Existing Water and Sanitation Infrastructure*	*R28 659 786,22*	*Not applicable*	*Not applicable*	*Progress report*	*Target achieved*	*PMU*
					Q2: 50% Rehabilitation of Existing Water and Sanitation Infrastructure	*Q2: 89% Rehabilitation of Existing Water and Sanitation Infrastructure*						

No	Programme	Key performance indicator	Baseline 2023/2024	Annual target	Quarterly Performance		Actual expenditure	Reason for variance	Corrective measure	POE	Target achieved/not achieved	Lead department
					Quarterly Target	Actual Performance						
21	*Sodoma and Rebone Water Source Development Reticulation*	*development of water source and reticulation in Sodoma and Rebone*	*New*	*100% development of water source and reticulation*	*Q1: Appointment of service provider*	*Q1: Designs completed; tender advertised*	*R1 458 345,29*	*Procurement was planned to be done using panel but it was delayed since the pannel was withdrawn by council.Then normal tender process gad to be followed*	*Service provider appointed*	*Copies of Advert and appointment letter*	*Target not achieved*	*PMU*
					Q2: 50% Construction	*Q2: Service provider appointed*						
22	*Electrification of villages : Morula view phase 2*	*Electrification of 224 households*	*New*	*100% Electrification of 224 households*	*Q1: Designs completed*	*Q1: Designs completed; tender advertised*	*R2 854 999,26*	*Not applicable*	*Not applicable*	*Copies of Advert;Appointment letter;progress report*	*Target achieved*	*PMU*
					Q2: Appointment of service provider	Q2: Service provider appointed. 57% physical progress						
23	*Electrification of villages : Makapanes Valley*	*Electrification of 82 households*	*New*	*100% Electrification of 82 households*	*Q1: Designs completed*	*Q1: Designs completed; tender advertised*	*R911 810,29*	*Not applicable*	*Not applicable*	*Copies of Advert;Appointment letter;progress report*	*Target achieved*	*PMU*
					Q2: Appointment of service provider	Q2: Service provider appointed. 57% physical progress						
24	*Electrification of villages : Tshamahansi Village*	*Electrification of 176 households*	*New*	*100% Electrification of 176 households*	*Q1: Designs completed*	*Q1: Designs completed; tender advertised*	*3 152 30,72*	*Not applicable*	*Not applicable*	*Copies of Advert;Appointment letter;progress report*	*Target achieved*	*PMU*
					Q2: Appointment of service provider	Q2: Service provider appointed. 51% physical progress						

9. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, **MM Maluleka** municipal manager of Mogalakwena Local Municipality (LIM367), hereby certify that the quarterly budget statement report and supporting documentation for the quarter ended 31 December 2024 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

MM MALULEKA

MUNICIPAL MANAGER