KANNALAND
MUNISIPALITEIT | MUNICIPALITY

Monthly Budget Report for June 2024/25

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

Table of Contents

GLOSSARY

Adjustment's budget - Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations - Money received from Provincial or National Government or other municipalities.

Approved budget - means an annual budget—

a) approved by a municipal council; or
b) approved by a provincial or the national executive following an intervention in terms of section 139 of the Constitution, and includes such an annual budget as revised by an adjustments budget in terms of section 28;

Budget - The financial plan of the Municipality.

Budget related policy - Policy of a municipality affecting or affected by the budget, examples include the Tariff Policy, Property Rates Policy, Customer Care, Credit Control and Debt Collection Policy etc.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – summarizes the amount of cash and cash equivalents entering and leaving the municipality. The cash flow statement measures how well the municipality manages its cash position. It should be noted that there could be a difference between the timing of the actual cash flow compared to the recognition of expenditure. For example, when an invoice is received by the Municipality it is recognised as expenditure in the month it is dated, even though it may not be paid within the same month.

DORA - Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share - A general unconditional grant paid to municipalities. It is predominantly targeted to subsidise the delivery of free basic services.

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

GFS - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP - Generally Recognised Accounting Practice. The standard for municipal accounting.

IDP - Integrated Development Plan. The main strategic planning document of the Municipality.

MBRR - Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA - Local Government: Municipal Finance Management Act (56/2003). The principal piece of legislation relating to municipal financial management. From here on to be referred to as the Act.

MTREF - Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two outer year budget allocations. Also includes details of the previous and current year's financial position.

Operating expenditure - Spending on the day-to-day expenses of the Municipality such as salaries and wages. It provides a short-term benefit, normally less than a year.

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

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

Strategic objectives - The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure - in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3), and includes—

a) overspending of the total amount appropriated in the municipality's approved budget;

b) overspending of the total amount appropriated for a vote in the approved budget; Unauthorised expenditure refers to expenditure that municipalities incurred without provision having been made for it in the budget approved by the council or which does not meet the conditions of a grant.

Virement - A transfer of budget.

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

Vote - One of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

LEGISLATIVE FRAMEWORK

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium-term planning and policy choices on service delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – No. 56 of 2003, Sections 71 & 52,
- and The Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.
28. The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.

The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

Report of the Executive Mayor

In -Year Report – Monthly Budget Statement

The monthly budget statement for June 2025, has been prepared in terms of the Municipal Budget and Reporting Regulations (2009) and the Municipal Finance Management Act 56 of 2003.

a) The budget of the municipality has been implemented in terms of the Service Delivery Budget Implementation Plan (SDBIP). Details on the implementation and any material deviations from the SDBIP will be covered under Section 10 of this document.

Cash flow has and will for the foreseeable future be a problem. In the short-term Kannaland Municipality has done well to meet the most pressing commitments such as employee related cost and achieving service delivery requirements. The municipality still experiences cash flow challenges due to constrained resources. A Budget Funding Plan has been approved and will be implemented to mitigate risk.

Executive Mayor

Recommendations

That the Council takes cognisance of the monthly budget statement for June 2025.

That the Council takes cognisance of the Eskom Debt Relief Report for June 2025.

SECTION 1 – EXECUTIVE SUMMARY

1.1 INTRODUCTION

The Municipal Manager, as Accounting Officer of the Municipality, is required by Section 71(1) of the Municipal Finance Management Act to submit a monthly report in a prescribed format to the mayor, within 10 working days after the end of each month, on the implementation of the Municipality's budget. The format and contents of the monthly budget report comply with the requirements as set out within the Municipal Budget and Reporting Regulations of 2009.

The report will be made available to the public on the municipal website at www.kannaland.gov.za

1.2 CONSOLIDATED PERFORMANCE

The performance against the budget can be summarized as follow:

Amount in thousands	Amended Budget	YTD Budget	Monthly Actual	YTD Actual	YTD Budget vs YTD Actual Variance	YTD Budget vs YTD Actual Variance %
Operating Revenue	R 243 786	R 243 786	R18 670	R 240 529	R (3 257)	-1%
Operating Expenditure	R 285 441	R 285 441	R 22 737	R 228 078	R (57 363)	-20%
Capital	R 25 946	R 25 946	R1 034	R 15 130	R (10 655)	-41%

Refer to Table C4 for more detail on operating revenue & expenditure.

Operational Revenue

The municipality's total operational revenue budget amounts to R18.67 million and the year-to-date revenue on the budget accrued to R241 million. This represents 98% of the YTD variance for total revenue.

Operational Expenditure

The municipality's total operational expenditure budget amounts to R22.73 million, with a year-to-date performance of R285 million, or 79% of the YTD variance for total expenditure budget.

Capital Expenditure

The total capital budget for the municipality amounts to R26 million with a year-to-date performance of R 15 million, or 58% of the total capital budget.

Operating Surplus/Deficit

The variances for operating revenue amounted to R14.9 million exceeding budget, and expenditure amounting to R 15.15 million below budget, with an operating deficit of R 198 thousand for the month under review. This performance is to be noted against an unfunded budget.

1.3 MATERIAL DIFFERENCES TO THE SDBIP

Material differences to the SDBIP will be discussed under section 10 and in more detail within Appendix C.

1.4 REMEDIAL ACTIONS

(a) Directorates are to ensure that the budget is being implemented in accordance with the Service Delivery and Budget Implementation Plan of the Municipality;

(b) That, strategic decisions / resolutions to improve the capital expenditure, be implemented; communicating with the technical department on spending of capital budget;

(c) Monthly monitoring of the implementation of the Budget Funding Plan;

(d) That measures on debt collection are implemented and applied effectively;

(e) A procurement plan be developed and approved as a matter of urgency;

(f) That the funding plan addresses all issues and challenges on the financial performance of the municipality and adapt to an always changing environment.

SECTION 2 – IN-YEAR BUDGET STATEMENT TABLES

2.1 TABLE C1 – MONTHLY BUDGET SUMMARY

WC041 Kannaland - Table C1 Monthly Budget Statement Summary - M12 June

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Financial Performance								%	
Property rates	28,008	28,234	28,234	2,394	28,504	28,234	270	1%	28,234
Service charges	124,861	134,359	134,359	10,232	131,045	134,359	(3,314)	-2%	134,359
Investment revenue	1,762	1,500	1,500	107	1,479	1,500	(21)	-1%	1,500
Transfers and subsidies - Operational	72,746	65,516	64,134	4,373	55,939	64,134	(8,195)	-13%	64,134
Other own revenue	22,552	22,164	15,559	1,564	23,562	15,559	8,003	51%	15,559
Total Revenue (excluding capital transfers and	**249,930**	**251,773**	**243,786**	**18,670**	**240,529**	**243,786**	**(3,257)**	**-1%**	**243,786**
Employee costs	93,649	88,441	109,155	8,384	105,766	109,155	(3,389)	-3%	109,155
Remuneration of Councillors	3,956	3,635	3,764	303	4,264	3,764	499	13%	3,764
Depreciation and amortisation	17,799	12,314	12,314	1,026	12,327	12,314	13	0%	12,314
Interest	4,185	1,300	1,300	19	169	1,300	(1,131)	-87%	1,300
Inventory consumed and bulk purchases	65,420	70,475	83,074	7,200	66,311	83,074	(16,763)	-20%	83,074
Transfers and subsidies	396	400	690	231	589	690	(101)	-15%	690
Other expenditure	107,834	74,011	75,143	5,574	38,652	75,143	(36,491)	-49%	75,143
Total Expenditure	**293,240**	**250,576**	**285,441**	**22,737**	**228,078**	**285,441**	**(57,363)**	**-20%**	**285,441**
Surplus/(Deficit)	**(43,310)**	**1,197**	**(41,655)**	**(4,068)**	**12,451**	**(41,655)**	**54,106**	**-130%**	**(41,655)**
Transfers and subsidies - capital (monetary allocations)	16,611	22,282	25,786	3,231	18,739	25,786	(7,047)	-27%	25,786
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**(26,699)**	**23,479**	**(15,869)**	**(837)**	**31,190**	**(15,869)**	**47,059**	**-297%**	**(15,869)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(26,699)**	**23,479**	**(15,869)**	**(837)**	**31,190**	**(15,869)**	**47,059**	**-297%**	**(15,869)**
Capital expenditure & funds sources									
Capital expenditure	**33,026**	**32,938**	**25,946**	**1,162**	**15,259**	**25,946**	**(10,687)**	**-41%**	**25,946**
Capital transfers recognised	21,747	32,938	25,786	1,034	15,130	25,786	(10,655)	-41%	25,786
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	11,279	–	–	–	–	–	–		–
Total sources of capital funds	**33,026**	**32,938**	**25,786**	**1,034**	**15,130**	**25,786**	**(10,655)**	**-41%**	**25,786**
Financial position									
Total current assets	19,001	64,826	(65,906)		73,831				(65,906)
Total non current assets	309,530	320,603	313,611		312,475				313,611
Total current liabilities	90,830	64,732	(33,694)		128,505				(33,694)
Total non current liabilities	47,140	75,972	75,972		47,140				75,972
Community wealth/Equity	**190,560**	**244,725**	**244,725**		**210,660**				**244,725**
Cash flows									
Net cash from (used) operating	59,159	6,972	(117,647)	4,168	123,794	(117,647)	(241,441)	205%	231,199
Net cash from (used) investing	(14,217)	(22,282)	(25,786)	(2,041)	(18,818)	25,786	44,604	173%	25,786
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**81,587**	**74,878**	**(53,245)**	**–**	**144,816**	**(1,673)**	**(146,489)**	**8755%**	**296,825**

Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	3,001	3,612	3,214	2,842	2,800	2,835	18,376	126,815	163,496
Creditors Age Analysis									
Total Creditors	9,065	6,986	7,239	–	–	–	–	77,272	100,561

2.2 TABLE C2 – MONTHLY BUDGETED FINANCIAL PERFORMANCE
(Functional Classification)

WC041 Kannaland - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M12 June											
Description	Ref	2023/24	Budget Year 2024/25								
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Revenue - Functional									%	
Governance and administration		**81,154**	**54,667**	**53,226**	**5,169**	**82,400**	**53,226**	29,173	55%	**53,226**
Executive and council		35,452	13,603	13,612	30	37,100	13,612	23,487	173%	13,612
Finance and administration		45,703	41,064	39,614	5,140	45,300	39,614	5,686	14%	39,614
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**43,432**	**35,632**	**31,686**	**4,537**	**25,137**	**31,686**	(6,549)	-21%	**31,686**
Community and social services		15,932	15,691	15,691	3,034	15,379	15,691	(313)	-2%	15,691
Sport and recreation		46	66	66	–	58	66	(8)	-12%	66
Public safety		(1)	5	–	–	1	–	1		–
Housing		27,456	19,870	15,929	1,503	9,700	15,929	(6,229)	-39%	15,929
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**2,898**	**6,316**	**3,716**	**141**	**2,267**	**3,716**	(1,448)	-39%	**3,716**
Planning and development		–	–	–	–	–	–	–		–
Road transport		2,898	6,316	3,716	141	2,267	3,716	(1,448)	-39%	3,716
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**139,055**	**177,440**	**180,944**	**12,054**	**149,465**	**180,944**	(31,479)	-17%	**180,944**
Energy sources		73,635	95,625	95,625	7,017	87,144	95,625	(8,482)	-9%	95,625
Water management		41,889	46,676	50,180	2,845	36,314	50,180	(13,866)	-28%	50,180
Waste water management		11,946	18,386	18,386	1,121	13,212	18,386	(5,174)	-28%	18,386
Waste management		11,586	16,753	16,753	1,071	12,795	16,753	(3,958)	-24%	16,753
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**266,540**	**274,055**	**269,572**	**21,901**	**259,268**	**269,572**	**(10,303)**	**-4%**	**269,572**
Expenditure - Functional										
Governance and administration		**96,208**	**86,057**	**103,346**	**10,191**	**91,181**	**103,346**	(12,165)	-12%	**103,346**
Executive and council		25,078	24,977	31,407	5,526	32,887	31,407	1,480	5%	31,407
Finance and administration		71,130	61,081	71,939	4,665	58,294	71,939	(13,645)	-19%	71,939
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**39,663**	**35,964**	**31,497**	**1,426**	**22,762**	**31,497**	(8,735)	-28%	**31,497**
Community and social services		9,204	12,529	11,632	957	10,313	11,632	(1,319)	-11%	11,632
Sport and recreation		931	1,922	2,302	135	1,543	2,302	(759)	-33%	2,302
Public safety		1,479	405	369	127	1,650	369	1,281	348%	369
Housing		28,049	21,107	17,195	208	9,256	17,195	(7,939)	-46%	17,195
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**15,122**	**17,994**	**20,579**	**1,216**	**14,647**	**20,579**	(5,933)	-29%	**20,579**
Planning and development		–	620	452	0	227	452	(225)	-50%	452
Road transport		15,122	17,374	20,127	1,216	14,420	20,127	(5,708)	-28%	20,127
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**142,246**	**110,560**	**130,019**	**9,904**	**99,488**	**130,019**	(30,530)	-23%	**130,019**
Energy sources		70,153	71,137	88,894	7,766	72,191	88,894	(16,703)	-19%	88,894
Water management		38,087	16,925	18,143	884	12,648	18,143	(5,495)	-30%	18,143
Waste water management		17,002	12,079	11,493	672	7,128	11,493	(4,365)	-38%	11,493
Waste management		17,004	10,419	11,489	582	7,522	11,489	(3,967)	-35%	11,489
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**293,240**	**250,576**	**285,441**	**22,737**	**228,078**	**285,441**	**(57,363)**	**-20%**	**285,441**
Surplus/ (Deficit) for the year		**(26,699)**	**23,479**	**(15,869)**	**(837)**	**31,190**	**(15,869)**	**47,059**	**-297%**	**(15,869)**

2.3 TABLE C3 – MONTHLY BUDGETED FINANCIAL PERFORMANCE
(Revenue & Expenditure by Municipal Vote)

WC041 Kannaland - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June										
Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - MUNICIPAL MANAGER		35,452	13,603	13,612	30	37,100	13,612	23,487	172.5%	13,612
Vote 2 - CORPORATE SERVICES		45,258	44,530	33,984	4,666	25,955	33,984	(8,028)	-23.6%	33,984
Vote 3 - FINANCIAL SERVICES		44,987	36,666	39,216	5,086	44,711	39,216	5,495	14.0%	39,216
Vote 4 - TECHNICAL SERVICES		140,844	179,256	182,760	12,120	151,502	182,760	(31,257)	-17.1%	182,760
Vote 5 - CALITZDORP SPA		–	–	–	–	–	–	–		–
Vote 6 - CORPORATE SERVICES (Continued)		–	–	–	–	–	–	–		–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**266,540**	**274,055**	**269,572**	**21,901**	**259,268**	**269,572**	**(10,303)**	**-3.8%**	**269,572**
Expenditure by Vote	1									
Vote 1 - MUNICIPAL MANAGER		25,078	24,977	31,407	5,526	32,887	31,407	1,480	4.7%	31,407
Vote 2 - CORPORATE SERVICES		67,531	61,804	67,920	4,519	58,879	67,920	(9,041)	-13.3%	67,920
Vote 3 - FINANCIAL SERVICES		44,257	38,553	38,715	1,778	24,475	38,715	(14,241)	-36.8%	38,715
Vote 4 - TECHNICAL SERVICES		154,980	123,029	145,785	10,869	111,394	145,785	(34,391)	-23.6%	145,785
Vote 5 - CALITZDORP SPA		–	–	–	–	–	–	–		–
Vote 6 - CORPORATE SERVICES (Continued)		1,393	2,214	1,614	46	444	1,614	(1,170)	-72.5%	1,614
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**293,240**	**250,576**	**285,441**	**22,737**	**228,078**	**285,441**	**(57,363)**	**-20.1%**	**285,441**
Surplus/ (Deficit) for the year	2	**(26,699)**	**23,479**	**(15,869)**	**(837)**	**31,190**	**(15,869)**	**47,059**	**-296.5%**	**(15,869)**

2.4 TABLE C4 – MONTHLY FINANCIAL PERFROMANCE

WC041 Kannaland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June										
Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Revenue									%	
Exchange Revenue		138,298	147,437	147,432	11,515	145,106	147,432	(2,326)	-2%	147,432
Service charges - Electricity		73,292	89,822	89,822	6,569	86,289	89,822	(3,533)	-4%	89,822
Service charges - Water		33,366	24,044	24,044	1,993	24,640	24,044	596	2%	24,044
Service charges - Waste Water Management		9,196	10,415	10,415	853	10,179	10,415	(236)	-2%	10,415
Service charges - Waste management		9,006	10,078	10,078	817	9,937	10,078	(141)	-1%	10,078
Sale of Goods and Rendering of Services		483	419	409	51	480	409	72	18%	409
Agency services		1,208	1,450	1,450	106	1,324	1,450	(126)	-9%	1,450
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		8,623	7,832	7,832	908	9,583	7,832	1,751	22%	7,832
Interest earned from Current and Non Current Assets		1,762	1,500	1,500	107	1,479	1,500	(21)	-1%	1,500
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		670	1,148	1,148	57	692	1,148	(456)	-40%	1,148
Licence and permits		202	663	663	14	206	663	(457)	-69%	663
Operational Revenue		487	66	71	42	296	71	225	315%	71
Non-Exchange Revenue		111,632	104,336	96,354	7,155	95,423	96,354	(931)	-1%	96,354
Property rates		28,008	28,234	28,234	2,394	28,504	28,234	270	1%	28,234
Surcharges and Taxes		6,032	–	–	–	6,604	–	6,604		–
Fines, penalties and forfeits		921	2,561	561	31	243	561	(318)	-57%	561
Licence and permits		0	1,086	486	–	–	486	(486)	-100%	486
Transfer and subsidies - Operational		72,746	65,516	64,134	4,373	55,939	64,134	(8,195)	-13%	64,134
Interest		3,208	2,939	2,939	298	3,420	2,939	480	16%	2,939
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		716	–	–	59	714	–	714		–
Gains on disposal of Assets		–	4,000	–	–	–	–	–		–
Other Gains		–	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		249,930	251,773	243,786	18,670	240,529	243,786	(3,257)	-1%	243,786
Expenditure By Type										
Employee related costs		93,649	88,441	109,155	8,384	105,766	109,155	(3,389)	-3%	109,155
Remuneration of councillors		3,956	3,635	3,764	303	4,264	3,764	499	13%	3,764
Bulk purchases - electricity		60,101	60,529	75,798	6,871	62,990	75,798	(12,807)	-17%	75,798
Inventory consumed		5,318	9,946	7,276	330	3,320	7,276	(3,956)	-54%	7,276
Debt impairment		29,222	11,933	11,933	–	–	11,933	(11,933)	-100%	11,933
Depreciation and amortisation		17,799	12,314	12,314	1,026	12,327	12,314	13	0%	12,314
Interest		4,185	1,300	1,300	19	169	1,300	(1,131)	-87%	1,300
Contracted services		35,829	35,267	38,546	3,762	22,805	38,546	(15,741)	-41%	38,546
Transfers and subsidies		396	400	690	231	589	690	(101)	-15%	690
Irrecoverable debts written off		17,622	–	–	–	756	–	756		–
Operational costs		23,403	26,810	24,664	1,812	15,092	24,664	(9,572)	-39%	24,664
Losses on Disposal of Assets		1,272	–	–	–	–	–	–		–
Other Losses		486	–	–	–	–	–	–		–
Total Expenditure		293,240	250,576	285,441	22,737	228,078	285,441	(57,363)	-20%	285,441
Surplus/(Deficit)		(43,310)	1,197	(41,655)	(4,068)	12,451	(41,655)	54,106	(0)	(41,655)
Transfers and subsidies - capital (monetary allocations)		16,611	22,282	25,786	3,231	18,739	25,786	(7,047)	(0)	25,786
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		(26,699)	23,479	(15,869)	(837)	31,190	(15,869)			(15,869)
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		(26,699)	23,479	(15,869)	(837)	31,190	(15,869)			(15,869)
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–			–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		(26,699)	23,479	(15,869)	(837)	31,190	(15,869)			(15,869)
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–			–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		(26,699)	23,479	(15,869)	(837)	31,190	(15,869)			(15,869)

Due to the cyclical nature of the economy and the current straight-line approach to budgeting, all deviations in excess of 5% will be treated as material unless otherwise stated. Material deviations will be explained, and recommendations will be made if the extent and nature of the deviation may necessitate action.

It should be noted that the straight-line budget approach will be addressed and adjusted to reflect the cyclical nature of the economy as soon as possible. It should be noted that grants to be received, are accounted for correctly. A costly seamlessly integrated financial accounting system, as required in terms of mSCOA, will take time to implement due to financial constraints.

2.5 OPERATING REVENUE BY SOURCES:

The performance against the revenue budget can be explained as follow:

- **Sale of Goods and Rendering of Services** – amounts to R68 thousand for **June 2025** and R 375 thousand YTD which represents **18%** variance to the budget.
- **Interest on outstanding debtors** – **22%** YTD variance from the budget. This variance is due to improved debt collection strategies.
- **Rental from fixed Assets –** amounted to R 57 thousand and R 692 thousand YTD which represents a negative **40**% variance to the budget.
- **Licence and permits** - (negative **69%** YTD variance from the budget). Amounted to R 15 thousand for the month of **June 2025**.
- **Fines, Penalties & Forfeits** – Almost no activity, with a negative **57%** YTD variance, with no vendor appointed to provide cameras and administrative support on speed fines.
- **Other Revenue Deviations** - Can be explained as incidental and cyclical in nature**.**

2.6 OPERATING EXPENDITURE BY TYPE

- **Employee Related Costs –** amounted to R 8.3 million for **June 2025** and R 106million YTD, this represents a negative **3%** spending on the budget. The variance on employee related cost is due to salary increases, and high overtime and standby during the month of reporting.
- **Remuneration of Councillors –** amounted to R 303 thousand for **June 2025** and R 4.3million YTD, this represents a **13%** on the budget.
- **Bulk Purchases –**amounted to **6.8 million** for the month under review and represents a negative **17%** on the budget.
- **Inventory Consumed –** represents a negative **54%** negative on the budget.
- **Contracted Services** – amounted to R 3.7 million in **June 2025** and R 22.8 million YTD.
- **Other Expenditure** - amounted to R 1.8 million in **June 2025.**

Most expenditure items were less than forecasted and this is due to the lack of recognition of expenditure once incurred, in addition to cash flow issues that results in the municipality only spending in terms of available revenue. The Municipality is still busy implementing expenditure on the accrual basis, expenses has been recognized when paid. This process will be corrected in the next view months.

2.7 TABLE C5 – MONTHLY BUDGETED CAPITAL EXPENDITURE

WC041 Kannaland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–		–
Vote 2 - CORPORATE SERVICES		193	–	–	–	–	–	–		–
Vote 3 - FINANCIAL SERVICES		–	–	–	–	–	–	–		–
Vote 4 - TECHNICAL SERVICES		26,554	22,178	25,682	1,034	15,130	25,682	(10,551)	-41%	25,682
Vote 5 - CALITZDORP SPA		–	–	–	–	–	–	–		–
Vote 6 - CORPORATE SERVICES (Continued)		–	–	–	–	–	–	–		–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**26,747**	**22,178**	**25,682**	**1,034**	**15,130**	**25,682**	**(10,551)**	**-41%**	**25,682**
Single Year expenditure appropriation	2									
Vote 1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–		–
Vote 2 - CORPORATE SERVICES		–	–	160	128	128	160	(32)	-20%	160
Vote 3 - FINANCIAL SERVICES		–	–	–	–	–	–	–		–
Vote 4 - TECHNICAL SERVICES		6,279	10,760	104	–	–	104	(104)	-100%	104
Vote 5 - CALITZDORP SPA		–	–	–	–	–	–	–		–
Vote 6 - CORPORATE SERVICES (Continued)		–	–	–	–	–	–	–		–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	6,279	10,760	264	128	128	264	**(136)**	**-51%**	264
Total Capital Expenditure	3	**33,026**	**32,938**	**25,946**	**1,162**	**15,259**	**25,946**	**(10,687)**	**-41%**	**25,946**
Capital Expenditure - Functional Classification										
Governance and administration		**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	–	–	–	–	–	–		–
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**193**	**–**	**160**	**128**	**128**	**160**	(32)	-20%	**160**
Community and social services		51	–	160	128	128	160	(32)	-20%	160
Sport and recreation		142	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development		–	–	–	–	–	–	–		–
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**32,833**	**32,938**	**25,786**	**1,034**	**15,130**	**25,786**	(10,655)	-41%	**25,786**
Energy sources		384	626	626	227	453	626	(173)	-28%	626
Water management		7,093	12,656	5,504	180	327	5,504	(5,177)	-94%	5,504
Waste water management		24,225	17,956	17,198	627	12,041	17,198	(5,157)	-30%	17,198
Waste management		1,130	1,700	2,458	–	2,309	2,458	(148)	-6%	2,458
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**33,026**	**32,938**	**25,946**	**1,162**	**15,259**	**25,946**	**(10,687)**	**-41%**	**25,946**
Funded by:										
National Government		20,662	30,416	19,760	627	14,351	19,760	(5,409)	-27%	19,760
Provincial Government		1,085	2,522	6,026	406	780	6,026	(5,246)	-87%	6,026
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**21,747**	**32,938**	**25,786**	**1,034**	**15,130**	**25,786**	**(10,655)**	**-41%**	**25,786**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		11,279	–	–	–	–	–	–		–
Total Capital Funding	7	**33,026**	**32,938**	**25,786**	**1,034**	**15,130**	**25,786**	**(10,655)**	**-41%**	**25,786**

CAPITAL EXPENDITURE

- amounted to **R 1 million** in **June 2025** and **R 15 million YTD** which represents a negative **41%** variance to the budget**.**

2.8 TABLE C6 – MONTHLY BUDGETED FINANCIAL POSITION

WC041 Kannaland - Table C6 Monthly Budget Statement - Financial Position - M12 June						
Description	Ref	2023/24	Budget Year 2024/25			
R thousands		Audited Outcome	Original Budget	Adjusted Budget	YearTD Actual	Full Year Forecast
ASSETS	1					
Current assets						
Cash and cash equivalents		9,707	26,093	(103,542)	23,316	(103,542)
Trade and other receivables from exchange transactions		32,456	6,414	6,409	50,835	6,409
Receivables from non-exchange transactions		2,459	3,322	(678)	8,519	(678)
Current portion of non-current receivables		–	–	–	–	–
Inventory		1,974	1,981	4,889	1,974	4,889
VAT		(26,534)	25,953	25,953	(10,516)	25,953
Other current assets		(1,062)	1,063	1,063	(297)	1,063
Total current assets		**19,001**	**64,826**	**(65,906)**	**73,831**	**(65,906)**
Non current assets						
Investments		–	–	–	–	–
Investment property		1,064	1,116	1,116	1,064	1,116
Property, plant and equipment		308,458	319,477	312,485	311,403	312,485
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		8	9	9	8	9
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**309,530**	**320,603**	**313,611**	**312,475**	**313,611**
TOTAL ASSETS		**328,531**	**385,429**	**247,705**	**386,305**	**247,705**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		1,446	1,364	1,364	1,584	1,364
Trade and other payables from exchange transactions		89,925	25,374	(78,065)	103,919	(78,065)
Trade and other payables from non-exchange transactions		14,991	8,402	13,415	20,601	13,415
Provision		4,735	7,477	7,477	4,735	7,477
VAT		(20,267)	22,114	22,114	(2,334)	22,114
Other current liabilities		–	–	–	–	–
Total current liabilities		**90,830**	**64,732**	**(33,694)**	**128,505**	**(33,694)**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		35,590	20,653	20,653	35,590	20,653
Long term portion of trade payables		–	44,502	44,502	–	44,502
Other non-current liabilities		11,550	10,817	10,817	11,550	10,817
Total non current liabilities		**47,140**	**75,972**	**75,972**	**47,140**	**75,972**
TOTAL LIABILITIES		**137,971**	**140,704**	**42,278**	**175,645**	**42,278**
NET ASSETS	2	**190,560**	**244,725**	**205,427**	**210,660**	**205,427**
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		190,098	237,309	237,309	210,199	237,309
Reserves and funds		462	7,417	7,417	462	7,417
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**190,560**	**244,725**	**244,725**	**210,660**	**244,725**

2.9 TABLE C7 – MONTHLY BUDGETED CASH FLOW

WC041 Kannaland - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES	1								%	
Receipts										
Property rates		17,177	25,160	25,125	1,880	19,650	25,125	(5,476)	-22%	25,125
Service charges		82,221	123,878	123,878	7,308	100,836	123,878	(23,041)	-19%	123,878
Other revenue		16,053	8,716	6,115	787	17,289	6,115	11,173	183%	6,115
Transfers and Subsidies - Operational		73,430	62,503	64,134	62	56,202	64,134	(7,932)	-12%	64,134
Transfers and Subsidies - Capital		19,652	19,760	25,264	–	24,160	25,264	(1,104)	-4%	25,264
Interest		3	6,657	6,657	–	–	6,657	(6,657)	-100%	6,657
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(149,375)	(239,702)	(368,821)	(5,869)	(94,343)	(368,821)	(274,477)	74%	(19,975)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**59,159**	**6,972**	**(117,647)**	**4,168**	**123,794**	**(117,647)**	**(241,441)**	**205%**	**231,199**
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		(14,217)	(22,282)	(25,786)	(2,041)	(18,818)	25,786	44,604	173%	25,786
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(14,217)**	**(22,282)**	**(25,786)**	**(2,041)**	**(18,818)**	**25,786**	**44,604**	**173%**	**25,786**
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		**44,942**	**(15,310)**	**(143,433)**	**2,127**	**104,976**	**(91,861)**			**256,985**
Cash/cash equivalents at beginning:		36,645	90,188	90,188		39,840	90,188			39,840
Cash/cash equivalents at month/year end:		81,587	74,878	(53,245)		144,816	(1,673)			296,825

The total bank balance ending of **June 2025** were as follow;

- Standard Bank Main Account is **R 555 thousand;**
- The Traffic Account has **R 696 thousand;**
- Deposit Account has **R 5.6 million**;
- Call Account has **R 16 million**; and
- Eskom Bulk Account has **R 445 thousand.**

SECTION 3 SUPPORTING DOCUMENTATION

3.1 TABLE SC3 – DEBTORS AGE ANALYSIS

WC041 Kannaland - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June													
Description		Budget Year 2024/25											
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1,417	919	762	763	750	957	4,823	23,710	34,101	31,003	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,213	402	401	165	146	93	682	1,220	4,322	2,306	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	1,804	888	721	615	629	525	3,685	25,816	34,684	31,271	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	430	409	403	399	396	388	2,647	14,920	19,993	18,751	–	–
Receivables from Exchange Transactions - Waste Management	1600	880	677	639	623	600	580	3,988	21,294	29,282	27,086	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	0	0	0	–	–
Interest on Arrear Debtor Accounts	1810	0	31	55	73	100	124	1,358	35,358	37,099	37,013	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	(2,743)	286	233	203	179	167	1,193	4,497	4,015	6,238	–	–
Total By Income Source	**2000**	**3,001**	**3,612**	**3,214**	**2,842**	**2,800**	**2,835**	**18,376**	**126,815**	**163,496**	**153,668**	**–**	**–**
2023/24 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	(283)	404	342	103	42	12	61	324	1,004	541	–	–
Commercial	2300	587	301	214	194	232	185	1,005	5,852	8,571	7,469	–	–
Households	2400	2,857	2,755	2,533	2,424	2,401	2,519	16,329	108,716	140,534	132,389	–	–
Other	2500	(160)	152	126	122	125	118	981	11,923	13,387	13,269	–	–
Total By Customer Group	**2600**	**3,001**	**3,612**	**3,214**	**2,842**	**2,800**	**2,835**	**18,376**	**126,815**	**163,496**	**153,668**	**–**	**–**

The total amount owed to Kannaland Municipality amounted to **R 163 million** at the end of **June 2025**.

- **R126.8 million or 77%** of the total outstanding debtors are older than one year.
- **R153.6 million or 93%** of the outstanding debtors are outstanding for more than 90 days and are less likely to be recoverable debt.

The biggest concern regarding debt collection in Kannaland Municipality is the ability to collect service charges for water, refuse and sewerage in areas where electricity is not supplied by the municipality. Pre-paid electricity remains the most effective form of credit control.

3.3 TABLE SC4 – CREDITORS AGE ANALYSIS

WC041 Kannaland - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June											
Description	NT Code	Budget Year 2024/25									Prior year totals for chart (same period)
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	7,510	6,051	6,808	–	–	–	–	45,149	**65,518**	–
Bulk Water	0200	–	–	–	–	–	–	–	–	**–**	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**	–
Loan repayments	0600	–	–	–	–	–	–	–	–	**–**	–
Trade Creditors	0700	573	103	177	–	–	–	–	1,395	**2,248**	–
Auditor General	0800	343	435	168	–	–	–	–	18,066	**19,012**	–
Other	0900	638	398	86	–	–	–	–	12,660	**13,783**	–
Total By Customer Type	**1000**	**9,065**	**6,986**	**7,239**	**–**	**–**	**–**	**–**	**77,272**	**100,561**	**–**

- The total outstanding creditors as at the end of **June 2025** amounts to **R 100.5 million**.

The old debt, +90days, consist mainly of the following:

- ESKOM = R65,5 million, of which the entire amount is conditionally written off. The other R35 million is mainly made up of Creditors with payment arrangements, being AG, SALGA, SAMRAS, Collaborator consist of R32.8 million and further Municipal debt owed by Kannaland municipality to neighbouring municipalities amount to R2.2 million.

- All other creditors 0-90 days are managed and paid on a month-to-month payment plan, for finalisation in the 2024-2025 FY.

3.4 INVESTMENT PORTFOLIO ANALYSIS

- The municipality has no long-term debt obligations and any investments other than call account investments.

2025/06/30				
	Original Budget	Total Received	Total Spent	Unspent
Grant Name	Amount			
Provincial Government	**R 29 567 814,00**	**R 17 357 622,21**	**R 14 630 565,95**	**R 2 727 056,26**
Housing	R 4 800 000,00	R 4 800 000,00	R 4 726 442,81	R 73 557,19
Human Settlement Grant	R 14 167 000,00	R 4 354 262,00	R 4 354 262,00	R -
Financial Assistance to Municipalities for Maintenance and Construction of Transport Infrastructure	R -			R -
Title Deeds Restoration Grant	R 403 000,00			R -
Informal Settlm Upgrading Partnership Grant	R 500 000,00			R -
Lib Replacement: Vulnerable Mun	R 3 559 000,00	R 3 559 000,00	R 3 296 254,00	R 262 746,00
Municipal Water Resilience Grant	R 1 503 814,00		R 520 435,92	R 983 378,08
Municipal Water Resilience Grant	R 4 000 000,00	R 4 000 000,00	R 206 871,83	R 3 793 128,17
Municipal Energy Resilience Grant	R 522 000,00	R 522 000,00	R 521 266,20	R 733,80
Comm Dev Workers	R 113 000,00	R 122 360,21	R 108 524,18	R 13 836,03
National Government Grants	**R 61 955 000,00**	**R 61 345 000,00**	**R 59 168 237,93**	**R 2 176 762,07**
Equitable Share	R 37 479 000,00	R 36 991 000,00	R 36 991 000,00	R -
FMG (Audit)	R 2 900 000,00	R 2 900 000,00	R 1 733 850,53	R 1 166 149,47
Mun Infrastructure Grant	R 560 850,00	R 560 850,00	R 560 850,00	R -
Mun Infrastructure Grant	R 10 656 150,00	R 10 638 150,00	R 10 638 150,00	R -
EPWP	R 1 255 000,00	R 1 255 000,00	R 1 255 000,00	R -
INEP	R -			R -
INEP (Eskom)	R 104 000,00			R -
WSIG	R 9 000 000,00	R 9 000 000,00	R 7 315 448,42	R 1 684 551,58

3.5 GRANT RECEIPTS AND EXPENDITURE

The following indicates expenditure on each respective grant received (Operational) and (Capital) for June 2025 –

National Treasury

Expenditure:

- Financial Management Grant amounts to **R 181 thousand.**
- Municipal Infrastructure Grant PMU amounts to **R41 thousand**
- Municipal Infrastructure Grant amounts to **R 1.8 million.**

Provincial Treasury

Expenditure:

- Libraries Grant amounts to **R590 thousand.**

3.6 TABLE SC8 – EXPENDITURE ON COUNCILLOR, SENIOR MANAGERS AND OTHER STAFF

WC041 Kannaland - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration R thousands	Ref	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3,354	3,306	3,414	228	3,448	3,414	33	1%	3,414
Pension and UIF Contributions		152	–	21	17	187	21	166	788%	21
Medical Aid Contributions		114	–	–	11	123	–	123		–
Motor Vehicle Allowance		36	–	–	22	207	–	207		–
Cellphone Allowance		300	329	329	25	300	329	(29)	-9%	329
Sub Total - Councillors		**3,956**	**3,635**	**3,764**	**303**	**4,264**	**3,764**	**499**	**13%**	**3,764**
% increase	4		**-8.1%**	**-4.8%**						**-4.8%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3,377	4,628	5,175	307	3,410	5,175	(1,765)	-34%	5,175
Pension and UIF Contributions		7	9	9	0	5	9	(3)	-40%	9
Motor Vehicle Allowance		303	676	676	53	367	676	(309)	-46%	676
Cellphone Allowance		86	178	166	2	35	166	(131)	-79%	166
Other benefits and allowances		22	136	83	4	53	83	(30)	-36%	83
Sub Total - Senior Managers of Municipality		**3,794**	**5,627**	**6,109**	**367**	**3,870**	**6,109**	**(2,239)**	**-37%**	**6,109**
% increase	4		**48.3%**	**61.0%**						**61.0%**
Other Municipal Staff										
Basic Salaries and Wages		61,213	55,034	71,900	5,811	71,901	71,900	1	0%	71,900
Pension and UIF Contributions		7,583	10,497	7,424	628	7,364	7,424	(60)	-1%	7,424
Medical Aid Contributions		2,395	3,493	2,333	218	2,424	2,333	92	4%	2,333
Overtime		8,603	4,122	9,821	811	10,321	9,821	500	5%	9,821
Performance Bonus		789	725	632	–	1,560	632	928	147%	632
Motor Vehicle Allowance		3,614	3,089	4,416	344	4,164	4,416	(251)	-6%	4,416
Cellphone Allowance		107	157	130	23	138	130	8	6%	130
Housing Allowances		339	1,200	481	19	418	481	(64)	-13%	481
Other benefits and allowances		6,425	3,785	5,760	164	3,438	5,760	(2,322)	-40%	5,760
Payments in lieu of leave		1,771	100	150	–	96	150	(54)	-36%	150
Long service awards		(2,985)	–	–	–	70	–	70		–
Sub Total - Other Municipal Staff		**89,854**	**82,200**	**103,046**	**8,018**	**101,895**	**103,046**	**(1,150)**	**-1%**	**103,046**
% increase	4		**-8.5%**	**14.7%**						**14.7%**
Total Parent Municipality		**97,604**	**91,462**	**112,919**	**8,687**	**110,029**	**112,919**	**(2,890)**	**-3%**	**112,919**
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Medical Aid Contributions		–	614	–	–	–	–	–		–
Other benefits and allowances		1	–	–	0	1	–	1		–
Sub Total - Executive members Board	2	**1**	**614**	**–**	**0**	**1**	**–**	**1**		**–**
% increase	4		**74797.2%**							
Senior Managers of Entities										
Sub Total - Senior Managers of Entities		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase	4									
Other Staff of Entities										
Sub Total - Other Staff of Entities		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase	4									
Total Municipal Entities		**1**	**614**	**–**	**0**	**1**	**–**	**1**		**–**
TOTAL SALARY, ALLOWANCES & BENEFITS		**97,605**	**92,076**	**112,919**	**8,687**	**110,030**	**112,919**	**(2,889)**	**-3%**	**112,919**
% increase	4		**-5.7%**	**15.7%**						**15.7%**
TOTAL MANAGERS AND STAFF		**93,649**	**87,828**	**109,155**	**8,384**	**105,766**	**109,155**	**(3,389)**	**-3%**	**109,155**

SECTION 4 – IMPLEMENTATION OF THE BUDGET FUNDING PLAN

The municipal council approved the Budget Funding Plan on 10 November 2024. Progress on the funding plan will be reported on from the June reporting cycle.

SECTION 6 – PROGRESS ON MUNICIPAL DEBT RELIEF

- Municipality's self-assessment in the format of the compliance certificate issued in MFMA Circular No. 124: Annexure A (signed by the Municipal Manager / (Acting); Attached as Annexure A
- Supporting information substantiating its compliance with conditions 6.1 – 6.14 in MFMA Circular No. 124.

MFMA Circular 124 – Municipality Compliance Self-Assessment

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

Province		
WC		
Code	District	Code Description
WC041	Garden Route	Kannaland

Monthly Performance Report

Municipal Details			Part A: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/BFP & Tariff Assessment		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14
1.July	Kannaland	WC041	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes
2.August	Kannaland	WC041	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes
3.September	Kannaland	WC041	No	No	No	No	No	No	No	Yes	Yes	Yes	Yes	No	Yes	Yes
4.October	Kannaland	WC041	No	No	No	No	No	No	Yes	Yes	Yes	Yes	No	N/A	Yes	Yes
5.November	Kannaland	WC041	No	No	No	No	No	No	Yes	Yes	Yes	Yes	No	N/A	Yes	Yes
6.December	Kannaland	WC041	No	No	No	No	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
7.January	Kannaland	WC041	No	No	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
8.February	Kannaland	WC041	No	No	No	No	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
9.March	Kannaland	WC041		Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
10.April	Kannaland	WC041	No	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
11.May	Kannaland	WC041	No	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
12.June	Kannaland	WC041	No	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes

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

Month	Part E: Oversight													Part F: Compliance Status	
	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	
1.July	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	95%	Non Compliance
2.August	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	95%	Non Compliance
3.September	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	78%	Non Compliance
4.October	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	76%	Non Compliance
5.November	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	76%	Non Compliance
6.December	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	68%	Non Compliance
7.January	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	73%	Non Compliance
8.February	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	66%	Non Compliance
9.March	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	78%	Non Compliance
10.April	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	73%	Non Compliance
11.May	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	73%	Non Compliance
12.June	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	78%	Non Compliance

MFMA Circular 124 - Municipal Indigent Household Information

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

Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))

Instruction *- complete only with information of the current households registered as indigent with the municipality (Do NOT include the information of all households unless explicitly stated otherwise)*

Description	Ref	As Per Debt Relief Application	Current Year - 2024/2025			2024/2025 - Monthly Monitoring											
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11	M12
Indigent Household service targets	1																
***Water**: (Include All Indigent households also in Eskom supplied areas)*																	
Indigent HH's with piped water inside dwelling						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Indigent HH's with piped water inside yard (but not in dwelling)																	
Indigent HH's using public tap (at least min.service level)	2																
Indigent HH's with other water supply (at least min.service level)	4																
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Indigent HH's using public tap (< min.service level)	3																
Indigent HH's with other water supply (< min.service level)	4																
Indigent HH's with No water supply																	
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	5	–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Status of Water meters :																	
Number of Indigent HH's with prepaid Water						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Number of Indigent HH's with conventional metered Water																	
Number of Indigent HH's NOT metered currently - Water																	
Number of Indigent HH's with NO Water supply - No metering		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	10	–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Status of unlimited supply of Water :																	
Number of Indigent HH's with conventional metered Water - where the municipality is *NOT physcally restricting Water to the national free basic limit of 6 kilolitres per \household per month*																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's **billed for consumption above the 6 kilolitres**	11																
***Energy**: (Include All Indigent households also in Eskom supplied areas)*																	
Indigent HH's with Electricity (at least min.service level)																	
Indigent HH's with Electricity - prepaid (min.service level)						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Indigent HH's with Electricity (< min.service level)																	
Indigent HH's with Electricity - prepaid (< min. service level)																	
Indigent HH's with other energy sources																	
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	5	–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Status of Electricity meters :																	
Number of Indigent HH's with prepaid Electricity						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Number of Indigent HH's with conventional metered Electricity																	
Number of Indigent HH's NOT metered currently - Electricity																	
Number of indigent HH's with other energy sources - No metering		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	12	–	–	–	–	1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Status of unlimited supply of Electricity :																	
Number of Indigent HH's with conventional metered Electricity - where the municipality is *NOT physcally restricting Electricity to the national free basic limit of 50kwh per \household per month*																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's **billed for consumption above the 50 kwh**	13																

Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7																
Water (6 kilolitres per household per month)						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Electricity/other energy (50kwh per household per month)						1,995	2,029	2,063	2,119	2,148	2,155	2,175	2,184	2,195	2,199	2,202	2,213
Cost of Free Basic Services provided to ALLHousehols in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)						97,196.40	98,852.88	#######	#######	#######	#######	#######	#######	#######	#######	#######	
Electricity/other energy (50kwh per household per month)						#######	#######	#######	#######	#######	#######	#######	#######	#######	#######	#######	
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)																	
Electricity/other energy (50kwh per household per month)																	
Total cost of FBS Water and Electricity provided to ALL Households	8	–	–	–	–	368,407	374,685	380,964	391,305	396,660	397,953	401,646	403,308	405,340	406,078	406,632	–
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)																	
Water (kilolitres per household per month)																	
Sanitation (kilolitres per household per month)																	
Sanitation (Rand per household per month)																	
Electricity (kwh per household per month)																	
Refuse (average litres per week)																	
Revenue cost of subsidised services provided for ALL Households (R'000)	9																
Residential Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(a)																
PSI Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(b)																
Additional Subsidies: Property rates exemptions, reductions and rebates **in excess of section 17 of MPRA)**																	
Water **(in excess of 6 kilolitres per indigent household per month)**	15																
Sanitation **(in excess of free sanitation service to indigent households)**	16																
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**																	
Refuse **(in excess of one removal a week for indigent households)**																	
Municipal Housing - rental rebates																	
Housing - top structure subsidies	6																
Other																	
Total revenue cost of subsidised services provided		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–

References

1. Include services provided by another entity; e.g. Eskom

2. Stand distance <= 200m from dwelling

3. Stand distance > 200m from dwelling

4. Borehole, spring, rain-water tank etc.

*5. Must agree to total number of **registered indigent households** in municipal area (formal and informal settlements receiving services must be included)*

6. Include value of subsidy provided by municipality above provincial subsidy level

7. Show number of households receiving at least these levels of services completely free (formal and informal settlements must be included)

*8. Must reflect the cost to the municipality of providing the Free Basic Service (Water and Electricity) to **ALL Households***

9. Reflect the cost of free or subsidised services in excess to the National policy that are not funded from the Free Basic Services component of the Equitable Share

10.The total number of registered HH's reported on rows 19 & 24 must be the same

11. Of the Total number of registered indigents HH's receiving unlimited supply of Water reported on row 27, provide number of these Indigent HH's that are issued with a monthly bill for the consumption above the 6 kilolitres FBS water

12. The total number of registered HH's reported on rows 39 & 44 must be the same

13. Of the Total number of registered indigents HH's receiving unlimited supply of Electricity reported on row 51, provide number of these Indigent HH's that are issued with a monthly bill for consumption above 50 kwh FBS electricity

*14.(a) Impermissibles on Residential Properties - (15000 * Number of Residential properties) - Provide the actual rand value not to be billed*

*14.(b) Impermissibles on Public Service Infrastructure (PSI) - (30% * Property Market Value * Number of PSI Properties) - Provide the actual rand value not to be billed*

15.(a) Free Water to Indigent HH's exceeding the 6 killolitres FBS water

15.(b) Free Water to any HH's that is not Indigent

16.If the Municipality provides unlimited free basic water to any indigent and / or any other household , it must also account for the related unlimited sanitation

MFMA Circular 124 – Municipal Collection Rate Assessment

National Treasury	Municipal Details	
Municipal Debt Relief		
MFMA Circular No. 124	iod Monito	No.Of Wards
Municipal Finance Management Act No. 56 of 2003	June	8

Collection Rate Assessment		Summary - Quarter 4				
Aggregate Collection	Q1	Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	88%	191,083,246	154,089,965	36,993,281	81%	81%
2.Collection <u>excl Eskom supplied areas</u>	100%	121,292,150	103,048,762	18,243,388	85%	85%
3.Collection: **Property Rates**	100%	35,313,707	30,807,343	4,506,364	87%	87%
4.Total average collection: **Electricity** (Municipal supplied areas)	108%	87,548,693	90,378,963	(2,830,270)	103%	103%
5.Total average collection: **Water**	82%	40,187,621	34,082,902	6,104,719	85%	85%
6.Total average collection: **Wastewater**	60%	13,652,690	6,868,984	6,783,706	50%	50%
7.Total average collection: **Refuse**	50%	13,293,011	5,994,421	7,298,590	45%	45%
8.Total average collection: **Interest**	-41%	1,087,525	(14,042,648)	15,130,173	-1291%	-1291%

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

Municipal Details				
Western Cape				
Code	District	Municipality	Period Monitored	No.Of Wards
WC041		Kannaland	June	8

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1 Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	45,567,550	39,241,137	6,326,413	86%	86%
2.Collection excl Eskom supplied areas	32,888,639	29,478,517	3,410,122	90%	90%
3.Collection: **Property Rates**	9,233,585	1,719,809	7,513,776	19%	19%
4.Total average collection: **Electricity** (Municipal supplied areas)	18,037,976	17,680,319	357,657	98%	98%
5.Total average collection: **Water**	12,342,706	16,943,045	(4,600,338)	137%	137%
6.Total average collection: **Wastewater**	2,895,648	1,346,158	1,549,490	46%	46%
7.Total average collection: **Refuse**	2,828,957	1,181,044	1,647,913	42%	42%
8.Total average collection: **Interest**	228,677	370,762	(142,085)	162%	0%

Aggregate Collection	Summary - Quarter 2 Billing	Collection	R - Billing not collected	% Collection	Q2
1.Collection for whole demarcation	39,157,474	34,752,227	4,405,247	89%	89%
2.Collection excl Eskom supplied areas	23,344,566	22,193,757	1,150,809	95%	95%
3.Collection: **Property Rates**	7,108,975	7,187,103	(78,128)	101%	101%
4.Total average collection: **Electricity** (Municipal supplied areas)	18,686,946	19,194,173	(507,227)	103%	103%
5.Total average collection: **Water**	7,256,045	4,538,479	2,717,566	63%	63%
6.Total average collection: **Wastewater**	2,972,868	1,431,209	1,541,659	48%	48%
7.Total average collection: **Refuse**	2,906,328	1,292,181	1,614,146	44%	44%
8.Total average collection: **Interest**	226,313	1,109,082	(882,769)	490%	490%

Aggregate Collection	Summary - Quarter 3 Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	40,062,005	35,344,516	4,717,489	88%	88%
2.Collection excl Eskom supplied areas	24,759,656	24,708,161	51,495	100%	100%
3.Collection: **Property Rates**	7,107,691	7,142,221	(34,530)	100%	100%
4.Total average collection: **Electricity** (Municipal supplied areas)	18,252,504	19,777,169	(1,524,665)	108%	108%
5.Total average collection: **Water**	8,692,838	5,358,833	3,334,005	62%	62%
6.Total average collection: **Wastewater**	2,930,268	1,744,946	1,185,322	60%	60%
7.Total average collection: **Refuse**	2,846,687	1,416,683	1,430,004	50%	50%
8.Total average collection: **Interest**	232,017	(95,336)	327,352	-41%	-41%

Aggregate Collection	Summary - Quarter 4 Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	191,083,246	154,089,965	36,993,281	81%	81%
2.Collection excl Eskom supplied areas	121,292,150	103,048,762	18,243,388	85%	85%
3.Collection: **Property Rates**	35,313,707	30,807,343	4,506,364	87%	87%
4.Total average collection: **Electricity** (Municipal supplied areas)	87,548,693	90,378,963	(2,830,270)	103%	103%
5.Total average collection: **Water**	40,187,621	34,082,902	6,104,719	85%	85%
6.Total average collection: **Wastewater**	13,652,690	6,868,984	6,783,706	50%	50%
7.Total average collection: **Refuse**	13,293,011	5,994,421	7,298,590	45%	45%
8.Total average collection: **Interest**	1,087,525	(14,042,648)	15,130,173	-1291%	-1291%

MFMA Circular 124 – Monthly Revenue Collection Reporting

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

Province

Western Cape	WC041

Average collection rate (MFMA Circular 124 condition 6.7)

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

Collection Rate Assessment

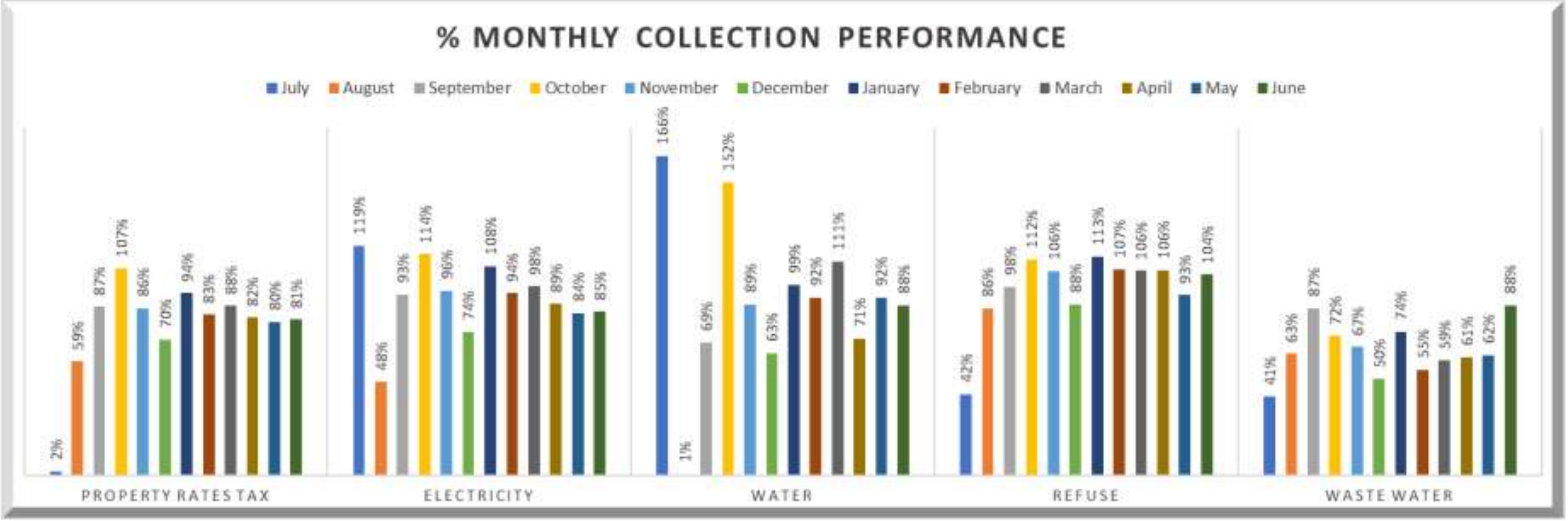
Notes	Total Aggregate Collection		12.June - Reporting for May in June: Billing For May	Collection in June	R - Billing not collected	% Collection	Click to view/close months	Summary - Quarter 4: Billing	Collection	R - Billing not collected	% Collection	Q1
1	1.Collection for whole demarcation		164,972,502	133,049,499	34,820,080	81%		191,083,246	154,089,965	36,993,281	81%	81%
2	2.Collection excl Eskom supplied areas		104,399,599	88,471,352	22,230,433	85%		121,292,150	103,048,762	18,243,388	85%	85%
3	3.Collection: **Property Rates**		30,572,675	26,947,161	3,625,514	88%		35,313,707	30,807,343	4,506,364	87%	87%
4	4.Total average collection: **Electricity** (Municipal supplied areas)	Summary	74,842,885	77,739,962	0	104%		87,548,693	90,378,963	(2,830,270)	103%	103%
5	5.Total average collection: **Water**		35,507,504	31,200,621	4,306,883	88%		40,187,621	34,082,902	6,104,719	85%	85%
6	6.Total average collection: **Wastewater**		11,711,689	5,987,113	5,724,576	51%		13,652,690	6,868,984	6,783,706	50%	50%
7	7.Total average collection: **Refuse**		11,410,393	5,215,043	6,195,350	46%		13,293,011	5,994,421	7,298,590	45%	45%
8	8. 7.Total average collection: **Interest**		927,356	(14,040,401)	14,967,757	-1514%		1,087,525	(14,042,648)	15,130,173	-1291%	-1291%

Complete This Section

Quarter 4 Performance Per Ward

Services	Electricity Supplier	Ward Name & Number	12.June: Billing For August	Collection for August in September	Rand Value of Billing not collected	% Collection	Billing	Collection	R - Billing not collected	% Collection	Q4
Property Rates Tax	Mun Supplied	Nissenville - Ward 1	2,001,755	1,524,269	477,486	76%	2,310,062	1,762,117	547,945	76%	76%
Electricity			1,420,982	1,411,912	9,069	99%	1,636,102	1,777,678	(141,576)	109%	109%
Water			2,517,183	791,309	1,725,874	31%	2,895,008	1,000,381	1,894,628	35%	35%
Refuse			1,903,784	791,691	1,112,093	42%	2,207,562	893,380	1,314,183	40%	40%
Waste Water			2,392,093	1,422,196	969,897	59%	2,779,543	1,622,071	1,157,472	58%	58%
Interest			16,782	(248,939)	265,721	-1483%	19,559	(239,309)	258,868	-1224%	-1224%
Property Rates Tax	Eskom supplied	Zoar - Ward 2	961,508	289,909	671,600	30%	1,105,102	324,043	781,059	29%	29%
Electricity			-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
Water			5,956,321	603,186	5,353,136	10%	6,868,167	718,189	6,149,978	10%	10%
Refuse			4,021,338	471,705	3,549,633	12%	4,690,939	548,855	4,142,084	12%	12%
Waste Water			3,889,488	451,360	3,438,127	12%	4,538,682	509,237	4,029,446	11%	11%
Interest			52,493	(480,156)	532,649	-915%	61,170	(409,118)	470,288	-669%	-669%
Property Rates Tax	Eskom supplied	Calitzdorp Farms - Ward 3	2,320,343	1,462,235	858,108	63%	2,680,459	1,734,352	946,107	65%	65%
Electricity			263	-	263	0%	263	-	263	0%	0%
Water			745,811	272,055	473,756	36%	885,131	308,155	576,976	35%	35%
Refuse			-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
Waste Water			-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
Interest			-	(76,249)	76,249	#DIV/0!	-	(76,485)	76,485	#DIV/0!	#DIV/0!
Property Rates Tax	Mun Supplied	Bergsig Calitzdorp - Ward 3	289,875	142,821	147,054	49%	333,692	165,906	167,786	50%	50%
Electricity			150,478	125,832	24,646	84%	175,828	155,293	20,535	88%	88%
Water			3,255,056	6,794,592	0	209%	3,800,730	6,864,225	(3,063,494)	181%	181%
Refuse			1,364,350	282,429	1,081,921	21%	1,585,653	319,511	1,266,143	20%	20%
Waste Water			1,205,730	197,317	1,008,413	16%	1,401,548	218,441	1,183,107	16%	16%
Interest			17,032	(6,441,541)	6,458,574	-37819%	20,476	(6,439,891)	6,460,367	-31450%	######
Property Rates Tax	Mun Supplied	Calitzdorp Town - Ward 3	5,769,686	5,075,949	693,738	88%	6,668,518	5,836,435	832,083	88%	88%
Electricity			8,755,966	8,580,959	175,007	98%	10,841,045	10,548,348	292,696	97%	97%
Water			8,805,595	8,485,263	320,332	96%	9,298,510	8,885,551	412,959	96%	96%
Refuse			1,132,350	1,081,528	50,822	96%	1,321,512	1,254,975	66,537	95%	95%
Waste Water			259,399	241,562	17,837	93%	302,764	279,809	22,955	92%	92%
Interest			79,055	(5,882,552)	5,961,607	-7441%	92,431	(5,895,218)	5,987,649	-6378%	-6378%
Property Rates Tax	Mun Supplied	Ladismith Town - Ward 4	#########	11,593,146	613,769	95%	14,103,319	13,371,736	731,583	95%	95%
Electricity			#########	39,014,856	0	107%	42,734,150	45,107,248	(2,373,098)	106%	106%
Water			7,872,260	8,098,025	0	103%	9,167,546	9,346,593	(179,047)	102%	102%
Refuse			2,276,074	2,268,440	7,635	100%	2,654,228	2,612,292	41,937	98%	98%
Waste Water			3,526,493	3,523,781	2,713	100%	4,117,609	4,073,763	43,846	99%	99%
Interest			702,737	(403,492)	1,106,229	-57%	824,755	(472,571)	1,297,327	-57%	-57%
Property Rates Tax	Eskom supplied	Ladismith Farms - Ward 4	6,329,440	6,127,611	201,829	97%	7,310,366	6,784,051	526,315	93%	93%
Electricity			#########	28,606,403	0	102%	32,161,306	32,790,396	(629,090)	102%	102%
Water			5,630,733	5,888,381	0	105%	6,436,400	6,654,303	(217,903)	103%	103%
Refuse			237,965	210,516	27,449	88%	278,316	234,903	43,413	84%	84%
Waste Water			141,271	143,778	0	102%	164,901	158,208	6,693	96%	96%
Interest			58,499	(495,669)	554,167	-847%	68,248	(495,584)	563,832	-726%	-726%
Property Rates Tax	Eskom supplied	Van Wyksdorp - Ward 4	693,153	731,222	0	105%	802,187	828,702	(26,514)	103%	103%
Electricity			-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
Water			724,545	267,810	456,734	37%	836,129	305,507	530,623	37%	37%
Refuse			474,532	108,733	365,798	23%	554,801	130,507	424,294	24%	24%
Waste Water			297,215	7,118	290,098	2%	347,643	7,455	340,188	2%	2%
Interest			759	(11,802)	12,561	-1555%	886	(14,471)	15,356	-1634%	-1634%

MFMA Circular 124 - Electricity and Water as Collection Tools



Western Cape Government

Provincial Treasury
Julinda Gantana
Head Official
Julinda.Gantana@westerncape.gov.za | Tel: 021 483 3749

Reference number: PTR 16/1/20/1
Enquiries: Steven Kenyon

Private Bag X9165
Cape Town
8000

Ms O Gaarekwe
Deputy Director-General
Intergovernmental Relations
National Treasury
40 Church Square
PRETORIA
0001

AND

Mr D Sereo
Municipal Manager
Kannaland Municipality
P O Box 30
LADISMITH
6655

Per email: Oagaletseng.Gaarekwe@treasury.gov.za; RevenueManagement@treasury.gov.za; Jan.Hattingh@treasury.gov.za; mm@kannaland.gov.za; marli@mfip.gov.za; paul@mfip.gov.za; cfo@kannaland.gov.za; wilmie@kannaland.gov.za ; camilla@kannaland.gov.za

Dear Ms Gaarekwe and Mr Sereo

MFMA CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY DURING MAY 2025

The National Treasury approved the debt relief application of Kannaland Municipality with effect 1 August 2023. May 2025 constitutes the 10th month of the Municipality's second 12-month debt relief compliance cycle. The Western Cape Provincial Treasury monitored and assessed the Municipality's compliance with all the debt relief conditions during the June 2025 reporting. This letter provides an overview of the Provincial Treasury's assessment of the Municipality's compliance with the programme's conditions.

1. Condition 6.1 - Municipality non-compliance

In terms of the National Treasury (NT) approval, the municipality must comply with conditions 6.1 - 6.14 of MFMA Circular No. 124 read together with the additional conditions specific to the Municipality set-out in its National Treasury debt relief approval letter. From the Provincial Treasury's assessment, the Municipality's average compliance with the MFMA Circular No. 124 conditions during May 2025 have decreased to 61 per cent from the 63 per cent which was reported the previous month of April 2025. The scores for all tenth months of this financial year are much lower than the 85 per cent achieved in the previous cycle - refer the performance sheet in the table below that shows the Municipality's overall relief compliance performance across the recent months of its debt relief cycle. The Provincial Treasury assessment reveals that the Municipality is not on track with its debt relief compliance.

WC041 Kannaland Municipality overall performance from July 2024 up to and including May 2025:

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Code	District	Municipality
WC041	Garden Route	Kannaland

Month	Municipality	Code	Part A	Part B	Part C	Part D	Part E	Part F	Part G	Score	Compliance Status
1 July	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
2 August	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
3 September	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
4 October	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
5 November	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
6 December	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
7 January	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
8 February	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
9 March	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
10 April	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
11 May	Kannaland	WC041	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]

The National Treasury will only request Eskom to write-off a Municipality's arrear debt, if the Municipality demonstrates to the National Treasury's satisfaction, that the Municipality complied with the aforementioned conditions for a consecutive period of 12 months. The Municipality is encouraged to take urgent measures to ensure full compliance with all conditions of the Municipal Debt Relief programme.

2. Condition 6.2 - Application-based supported by Council's resolution

The Municipality's application was endorsed by the Council and approved by National Treasury, subject to addressing specified gaps. All of these have subsequently been addressed.

3. Condition 6.3 - Maintaining the Eskom bulk current account.

Kannaland Municipality remains non-compliant with MFMA section 65(2)(e) and Circular No. 124. No payments were made for the month of May 2025 and the municipality resubmitted the same bank statement as provided for April 2025. A partial payment was made on 12 May 2025. However, amounts remain outstanding from invoices for February, March, and April 2025. The municipality is strongly urged to **note the seriousness of not making good and/or maintaining the Eskom current account, which contravenes MFMA section 65(2)(e) and Circular No. 124.** In terms of MFMA Circular No. 124, Municipalities are required to pay and maintain their Eskom bulk current account within 30 days of receiving the relevant invoice each month.

Provincial Treasury (PT) facilitated a meeting between the Municipality and Eskom on 25 March 2025, following the breach notice issued by Eskom on 12 March 2025. During this meeting, Kannaland committed to submitting a letter of intent, developing a payment plan, and settling the Eskom current account. However, none of these commitments were honoured as of the end of May 2025. It was further noted that not all proofs of payment were included in the FMR. To assist PT with aligning its reporting, the municipality was requested to ensure that the FMR includes all proofs of payment and invoices and to provide a reconciliation of the Eskom accounts to PT. This is necessary because PT's reporting is not aligned with Eskom's records due to missing proofs of payment from the Section 71 reporting.

PT also facilitated a meeting with Eskom on 29 May 2025 to discuss possible assistance from Eskom through its active partnering initiative. Kannaland expressed some interest in the possible technical assistance Eskom can provide. This should be followed up on by the municipality.

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

4. **Condition 6.4 - A funded MTREF**

PT assessed the municipality's 2025/26 tabled budget and found it to be **unfunded**. As reported in previous correspondence, Kannaland currently has a Budget Funding Plan (BFP) that outlines key activities and progress has been made on some targets, although a lot of work still needs to be done to achieve others. PT has advised the municipality to treat this interim plan with utmost seriousness to address immediate financial challenges until the formal Financial Recovery Plan (FRP)has been implemented.

A series of FRP Consultation Workshops was scheduled for 28 to 29 May 2025 with various stakeholders, including Council, administration, creditors, and organised labour. The agenda included focused discussions on financial management, creditor engagement, and governance challenges, all of which are aligned to ensuring a credible, funded MTREF and the successful implementation of the FRP. There was an FRP financial modelling engagement on the 10th June 2025, and a follow up meeting is planned to be held at end of June 2025. Briefings on the draft FRP for Council and the public were held in Ladismith on 25 June 2025

5. **Condition 6.5 - Cost reflective tariffs**

The municipality has not uploaded the completed 2025/26 draft and final MTREF Cost Reflective Tariff Tool and the Cost of Supply (COS) studies to the GOMUNI portal and therefore the municipality is requested to upload the tools as soon as possible. In terms of MFMA Circulars No. 129 and 130, these documents were supposed to be submitted along with the tabled and approved as adopted by Council. The municipality is encouraged to align cost reflective tariffs across all four of the main trading services over the remaining period of its debt relief participation.

6. **Condition 6.6 - Electricity and water as collection tools**

The Municipality issues a consolidated monthly bill to consumers, prioritising payment allocations first to property rates, then water, wastewater, refuse removal, and lastly, electricity. Account holders automatically receive a breakdown of these charges, with the option for property owners to authorise tenants to open separate service accounts which is not consistent with the conditions in Circular No. 124.

In cases of non-payment, electricity services are disconnected, and prepaid electricity purchases are blocked, except for registered indigent consumers. However, the Municipality lacks the infrastructure to restrict water supply to defaulting non-indigent consumers. This limitation is under technical review to assess implementation feasibility and costs. Registered indigent consumers receive monthly limits of 50 kilowatt hours of electricity and 6 kilolitres of water. These practices are detailed in the monthly MFMA s71 statement, which includes indigent information as specified by the National Treasury.

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

As per the collection rate assessment tool, the Municipality reported a collection rate of 80 per cent for the month under review. **This is significantly below the 85 per cent that needs to be achieved for the quarter.** Kannaland Municipality continues to face challenges in collecting service charges for water, refuse, and sewerage in areas without municipal electricity supply. To improve this, the Municipality has updated consumer data for accuracy in financial records through meetings with the revenue section. Furthermore, two service providers namely, NFD Consulting and Thipa Attorneys from RT27 have been appointed for debt collection, starting in March 2025, but no progress report on their activities has been submitted to Provincial Treasury, despite this being a reporting requirement under the Budget Funding Plan (BFP). The Municipality has also not been reporting on overall BFP progress as expected.

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

8. **Condition 6.8 - Completeness of the Revenue Base**

The Municipality has not aligned its billing system with the Council-approved General Valuation Roll (GVR) or any supplementary GVRs, as highlighted by the National Treasury's property rates reconciliation tool. This misalignment has led to misclassifications, incorrect property transfers, and omissions, affecting the completeness of the revenue base. Corrective actions such as notifying the valuer, adjusting classifications, conducting supplementary valuations, and rectifying property categorisations are underway. Despite these efforts, the Municipality is continuously not including the required monthly progress report on the action plan in their Section 71 report though the Municipality was advised to do so.

The Municipality is urged to prioritise full reconciliation between the valuation roll and billing system and to comply with MFMA Circular No. 124 to support accurate revenue reporting and the success of the debt relief programme.

9. **Condition 6.9 - Monitor and Report on compliance**

The Western Cape Provincial Treasury's assessment confirmed that the MFMA s71 narrative statement was uploaded to GoMuni. However, the narrative statement was not published on the Municipality's website. This statement was also assessed against the Municipal Budget and Reporting Regulations, 2009 (MBRR) and the National Treasury MFMA s71 reporting guidance issued to debt relief municipalities on 10 May 2024, in conjunction with paragraphs 9(i) to 9(ix) of the NT debt relief approval letter.

The assessment confirmed that the MFMA S71 narrative statement included the following information:

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

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

The Municipality has integrated its monthly debt compliance reports into the MFMA Section 71 narratives as required. However, some of the submitted documents are blurred specifically the invoices and proof of payments, which has complicated the Provincial Treasury's assessment process. Additionally, the Municipality has not demonstrated a strong commitment to continuous improvement or adherence to established conditions. The blurriness of the documents still continues, and it prevents the Provincial Treasury from verifying the non-compliance issues identified in the Municipality's self-assessment as per MFMA Circular No. 124.

10. Condition 6.10 - Provincial Treasury certification of municipal compliance

Provincial Treasury closely monitors compliance with the conditions of the Municipal Debt Relief Programme, and this letter is submitted in fulfilment of the PT's role in certifying compliance of the Municipality.

11. Condition 6.11 - Limitation on Municipal borrowing powers

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

The Municipality has complied with this condition since its debt relief effective date of 5 September 2023, to date.

12. Condition 6.12 - Proper management of resources

It is noted that during February 2024, the National Treasury: Office of the Accountant General (OAG) issued the Supplementary Guide to MFMA Circular No. 124 on 21 February 2024. According to this guidance, municipalities are no longer required to maintain separate bank accounts for debt relief purposes as previously mandated by Condition 6.12 of MFMA Circular No. 124. However, regardless of the decision to discontinue a separate bank account, municipalities must demonstrate ring-fencing for debt relief through their monthly mSCOA data string submissions.

The Municipality has not conducted transactions through the previously established ring-fenced sub-account, which was designated for settling current obligations to Eskom and paying for bulk water accounts before using these funds for other purposes. Although the Municipality has submitted documents related to the primary account's monthly bank reconciliations to GoMuni, showing opening and closing balances, they have not provided full bank statements. For further guidance, the Municipality should refer to the Municipal Debt Relief Supplementary Guide to MFMA Circular No. 124, issued by the National Treasury on 16 February 2024.

13. Condition 6.13 - Accounting Treatment

The Municipality's unaudited AFS for 2023/24 were not sufficiently detailed for Provincial Treasury to determine if the Municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) in terms of the written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date. As a result, the Municipality is considered to not have complied with this condition.

14. **Condition 6.14 - NERSA Licence**

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

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

15. Provincial Treasury Compliance Certification

The Provincial Treasury certifies that it monitored and assessed WC041 Kannaland Municipality's compliance against the MFMA Circular No. 124 conditions and NT debt relief approval letter as set-out below in the PT's compliance certificate for the Municipality in relation to the period 1 – 31 May 2025:

Annexure A2 - Monthly

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

Western Cape Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	May'25
National Financial Year	2024/25
Demarcation Code of Municipality being assessed	WC041
District	Garden Route
Demarcation Description	Kannaland

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

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition		Maintaining the Eskom and bulk water current account	Choose from drop down list	Notes/Comments
	6.12.2	- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? *Note - refer condition 6.12.2*	No	Account not paid
	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal?	No	Account not paid
	6.12.2	Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	No	Account not paid
	6.3.1	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? *Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current accounts) up to the date of NT approval of the application.*	No	Account not paid
	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal?	No	Account not paid
	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	No	Account not paid

MUNICIPAL CIRCULAR NO. 124 – MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

6.4 Compliance with a funded MTREF	(Choose from drop down for the MTREF assessed)	2024/25 Main Adjustment MTREF	The municipality's MTREF for 2024/25 does not yet meet the criteria of being fully funded as per the National Treasury's Budget Funding Guidelines.
6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/...[illegible]...Funding.aspx?	No	
6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	
6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates using the 12 months immediately preceding the tabling of the budget)* - in the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	
	[illegible]		
6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?	Yes	
	[illegible]		
6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes	
	[illegible]		
6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? *Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a	
6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(for example higher winter Eskom tariffs, lower January collection rates, etc.)*	Yes	
6.5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	No	

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

6.6	[illegible]		
6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, waste water, refuse removal and lastly to electricity?	Yes	The Municipality provide the owners with a breakdown of the consolidated account. [illegible] consolidated account on each account holder [illegible] automatically. The consolidation is done [illegible] can give tenants permission to open a account with the Municipality for services, therefore these services [illegible] separate to the owners account. The Municipality is currently looking [illegible] on how other Municipalities is handling this.
6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes	
6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipality engineer(s) to ensure a minimum supply of waste water.	No	The Municipality does not currently have the infrastructure i.e. restriction valves to install on defaulting customer networks. The Municipality through its technical department is exploring how this can be done, and to determine the costs implication for such equipment. The Municipality will report on the progress hereof in future reports.
6.6.4	- If the defaulting consumer/ property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? *Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the indigent information in the required s.71 format.*	No	
[illegible]	[illegible]		
6.7	[illegible]		
6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter – demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	Not yet end of quarter	But the collection rate for the current month is at 80 per cent
	[illegible]		
6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following :**		
6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	not yet the end of a quarte	
6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	not yet the end of a quarte	
6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	not yet the end of a quarte	

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025 10

6.7.3	- The municipality has pro re sively installed smart pre-paid meters in the municipality supplie l areas to improve its collection and on ; then, on an individual case-by-case basis, considered writing off the debt of its customers, within its no mal credit control process?	No	The municipality has not reported any progress on the installation of smart prepaid meters. It has appointed two service providers from RT27 for debt collection services namely NFD Consulting and Thipa Attorneys during March 2025 and anticipates that the installation of smart prepaid electricity meters will start in May 2025 and be completed by the end of August 2025 at the latest. The municipality has been allocated R46 million for the 2025/26 financial year for the replacement of electricity meters.
6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No	There is no evidence that the municipality aligned its policies to make it mandatory that any new electricity connection must aim to be a smart prepaid connection. The policies must be strenghtened to align to the conditions of the municipality's debt relief approval.
6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	No	
6.8	[illegible]		
6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/or any subsequent supplementary GVR compiled by the registered municipal valuer?	No	The GV recon identified various issues across different property categories, involving misclassifications, property transfers, and missed property inclusion. These discrepancies have prompted a series of corrective actions, including notifying the valuer, correcting classifications in the billing system, conducting supplementary valuations, and addressing mistaken property categorizations. The municipality has established an action plan with the set of due dates to resolve these issues while actively working on reconciling the valuation roll and the billing system. However, there has been a lack of progress reports on the implementation of this action plan, despite previous requests for the Municipality to report the progress within the Financial Management Report (FMR). We reiterate the importance of regular updates and transparency in these communications to ensure all stakeholders are aligned and can address any ongoing concerns effectively.
6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? *Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.72 statement*	No	The required monthly progress report on the action plan has not been included in the Section 71 monthly report. Although the municipality has reported a property reconciliation resolution, it has not provided updates on the progress of any implemented action plans. The Municipality was previously advised to address this lack of progress, as we still see no detailed action plan progress reported except for the summary reconciliation in the FMR.
6.8.2	- **For the latest ending** Quarter -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliation required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes	
6.9	[illegible]		
6.9.1	- **MFMA section 71 reporting** – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes	
6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string **Note** – *condition 6.9.2 has a typing error and must refer to 6.9.1*	No FRP	

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

6.9.3	- **Municipalities with financial recovery plans (FRP)** – If the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP	
6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lgupload.treasury.gov.za?		
6.10	[illegible]	Yes	
6.10.1	- has the relevant Provincial Treasury (delegated)/National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes	
6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for **provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? *Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate*	No	
6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial** treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No	
	[illegible]		
6.11	**Limitation on municipality borrowing powers** - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?		
6.12	[illegible] For the duration of the Municipal Debt Relief (to ensure proper management of resources)	Yes	
6.12.1	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes	
6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes	
	[illegible]		

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

		Supporting evidence : Has the muni[illegible]pality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement [illegible]lected revenue.	No	The municipality has not initiated transactions through the newly established ring-fenced sub-account, which was intended for settling current obligations to Eskom and paying for bulk water accounts before allocating these funds for other purposes. However, they have shown a degree of transparency by submitting documents related to the primary account's monthly bank reconciliations to GoMuni, indicating the opening and closing balances.
	6.13	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? *[illegible] - to include accounting for any [illegible] benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	No	The Municipality unaudited AFS for 2023/24 were not sufficiently detailed for Provincial Treasury to determine if the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date. NT provided outcome letters on 6 December 2024 instructing Eskom to write-off one third (1/3) of the municipal relief debt of Kannaland LM to the value of R14 977 807.48. The debt write-off to be affected in Eskom's financial system within 30 days from the date of this letter. Eskom to align its accounting records and the municipality's Eskom statement(s)/invoice(s) to reflect the debt write-off within two (2) calendar months from the date of this letter.
	6.14	NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?		
		[illegible]		

PT HOD/ NT/ MM Name: ______________________________

Signature of HOD/ NT/ MM: ______________________________

Date:

***Note – If the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written [illegible] of the HOD / MM must be attached as an Annexure to the Certificate of Compliance*

***Note – The Signed Certificate to be uploaded [illegible] GoMuni must not include comments column - comments need to be incorporated into the related PT report*

MUNICIPAL CIRCULAR NO. 124 - MUNICIPAL DEBT RELIEF PROVINCIAL TREASURY CERTIFICATION OF MUNICIPAL COMPLIANCE OF WC041 KANNALAND MUNICIPALITY MAY 2025

The Western Cape Provincial Treasury's assessment and compliance certificate confirms that Kannaland Municipality did **not** fully comply with all the MFMA Circular No. 124 conditions, as elaborated on above. It is also noted that the Municipality's April 2025 average compliance decreased to 61 per cent, compared to the 63 per cent reported for April 2025. The primary reason for the decline is that the Municipality did not make full payment to Eskom for the period under review. As a result, no proof of payment could be submitted. Additionally, the 2025/26 tabled budget was also assessed for the April 2025 period, this assessment found that condition 6.5 was not complied with.

The Municipality must address non-compliance matters urgently. The Municipality should prioritise payment of its bulk accounts, especially those from previous months that remain in arrears, report on the progress of the action plan from the GV recon and then address the other outstanding matters as listed above. The Municipality is urged to strengthen its implementation of the debt relief conditions to gain the benefit of having a portion of its debt written off.

The Provincial Treasury continues to appreciate the opportunity that the Municipal Debt Relief Programme provided to municipalities and is committed to supporting our municipalities to ensure that they comply with the conditions of the programme in order to derive the full benefit.

Yours sincerely

MR V SENNA
DEPUTY DIRECTOR-GENERAL: FISCAL AND ECONOMIC SERVICES

Cc: The Executive Mayor: Mr J Donson, mayor@kannaland.gov.za
CFO, Kannaland Municipality: Mr L Steenkamp cfo@kannaland.gov.za
Senior Manager Revenue Management: Rehaz Abramia -AbramiR@eskom.co.za
Senior Manager Finance Cape Coastal Cluster: Atika Brey -BreyA@eskom.co.za
Middle Manager Finance Cape Coastal Cluster: Unathi Yaso -YasoUN@eskom.co.za
Head Official: Provincial Treasury, Ms Julinda Gantana – Julinda.Gantana@westerncape.gov.za
MFMA Coordinator: Steven Kenyon - Steven.Kenyon@westerncape.gov.za
Director-General: Department of Cooperative Governance: Mr Mbulelo Tshangana - Zandilez@cogta.gov.za
CEO: SALGA: Sithole Mbanga - hmazibuko@salga.org.za

MFMA Circular 124 – Property Rates Reconciliation

Calitzdorp Besproeiingsraad

Posbus/P O Box 197, Calitzdorp, 6660
Tel: 0440040172/ 0764738011 Email: calitzdorpwater@mdwireless
BTW/VAT Reg: 4260157971

BELASTINGFAKTUUR

Faktuur Nr: 14
Datum: 05 May 2025

Munisipale Bestuurder
Kannaland Munisipaliteit
Posbus 30
LADISMITH
6655

BTW Nr 4540197268

MUNISIPALE WATERVERBRUIK – CALITZDORP: April 2025

Sub Oorverbruik

Maand			May-25	
Meterlesing einde	Apr-25		8331370	
Meterlesing begin	Apr-25		8257620	
Ontrek	kl		73690	
Dae @ 455 kl per dag toelaag	30		13650	
60040-19633=40407	kl		60040	60040-19633=40407
Min. beurt teruggegee	kl		0	
Oorverbruik	kl		40407	
0-26000 kl tarief @ 1.15kl	26000	R	29 900.00	
26000-36000kl @ 2.32kl	10000	R	23 200.00	
36000-46000 @3.87/5kl	4407	R	17 055.09	
56 000 en meer tarief		R	-	
Sub Oorverbruik		R	70 155.09	
Plus 15% BTW		R	10 523.26	
Totaal verskuldig		R	80 678.35	

Glyskaal met ingang 2025		
Dae		30
Toegelaat per dag - kl		455
0 - 26000 kl tarief	R	1.15
26000 - 36000 kl tarief	R	2.32
36000 - 46000 kl tarief	R	3.87
46000 - 56000 kl tarief	R	7.73
56 000 kl en meer tarief	R	15.47

Beurt teruggegee formule		
1 cusec = 101.96 m3		101.96
Stroomsterkte cusek/uur		6.15
Ure teruggegee		0
Kl = Ure teruggegee x 101.96m3 x stroomsterkte	kl	0

Bankbesonderhede:
Naam: Calitzdorp Besproeiingsraad
Bank: Standard Bank
Tak: Calitzdorp 050014
Rek Nr: 280110022

Terme:
1. Betaalbaar binne dertig (30) dae vanaf datum van rekening.
2. Betalings mag nie weerhou word totdat 'n geskil besleg is nie.
3. Rente teen 16% word gehef op rekeninge ouer as 30 dae.
4. Versuim om huidige faktuur binne dertig dae vanaf datum van faktuur te betaal sal meebring dat watervoorsiening 2 dae na sperdatum outomaties verminder word tot slegs die toegelate gratis 455kl water per dag tot volle vereffening van faktuur.

C:\Users\Joe*\Documents\CIB\Invoices Kanna New\2024\2025\Kanna 04-2025 014 05-05-2025

Calitzdorp Besproeiïngsraad

Posbus/P O Box 197, Calitzdorp, 6660
Tel: 0440040172/ 0764738011 Email: calitzdorpwater@mdwireless
BTW/VAT Reg: 4260157571

BELASTINGFAKTUUR

Munisipale Bestuurder
Kannaland Munisipaliteit
Posbus 30
LADISMITH
6655

BTW Nr 4540197268

Faktuur Nr: 15
Datum: 30 May 2025

MUNISIPALE WATERVERBRUIK – CALITZDORP: Mei 2025

Sub Oorverbruik

Maand			May-25
Meterlesing einde	May-25		8397880
Materlesing begin	May-25		8331310
Ontrek	kl		66570
Dae @ 455 kl per dag toelaag	31		14105
52465-17299=35166	kl		52465
Min beurt teruggegee	kl		0
Oorverbruik	kl		35166
0-26000 kl tarief @ 1.15kl	26000	R	29 900.00
26000-36000kl @ 2.32kl	9166	R	21 265.12
36000-46000 @3.87/5kl	0	R	-
56 000 en meer tarief		R	-
Sub Oorverbruik		R	51 165.12
Plus 15% BTW		R	7 674.77
Totaal verskuldig		R	58 839.89

52465-17299=35166

Glyskaal met ingang 2025		
Dae		31
Toegelaat per dag - kl		455
0 - 26000 kl tarief	R	1.15
26000 - 36000 kl tarief	R	2.32
36000 - 46000 kl tarief	R	3.87
46000 - 56000 kl tarief	R	7.73
56 000 kl en meer tarief	R	15.47

Beurt teruggegee formule		
1 cusec = 101.96 m3		101.96
Stroomsterkte cusek/uur		6.18
Ure teruggegee		0
Kl = Ure teruggegee x 101.98m3 x stroomsterkte	kl	0

Bankbesonderhede:
Naam: Calitzdorp Besproeiingsraad
Bank: Standard Bank
Tak: Calitzdorp 050014
Rek Nr: 280110022

Terme:
1. Betaalbaar binne dertig (30) dae vanaf datum van rekening.
2. Betalings mag nie weerhou word totdat 'n geskil besleg is nie.
3. Rente teen 16% word gehef op rekeninge ouer as 30 dae.
4. Versuim om huidige faktuur binne dertig dae vanaf datum van faktuur te betaal sal meebring dat watervoorsiening 2 dae na sperdatum outomaties verminder word tot slegs die toegelate gratis 455kl water per dag tot volle vereffening van faktuur.

C:\Users\Jaar\Documents\CIB\Invoices Kanna New\2024\2025\Kanna 05-2025 015 30-05-2025

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

WESTERN REGION
PO BOX 377 BELVILLE 7535

CONTACT CENTRE:	(0860) 037566
FAX NO:	0862 437 566
E-MAIL:	customerservices@eskom.co.za
WEB:	WWW.ESKOM.CO.ZA

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	7052108005
SECURITY HELD	0.01
BILLING DATE	2025-02-07
TAX INVOICE NO	705870478248
ACCOUNT MONTH	FEBRUARY 2025
CURRENT DUE DATE	2025-03-10
VAT REG NO	4340197268

CUSTOMER SELF SERVICE WEBSITE
Provincial email listed below

WESTERN REGION
PO BOX 377 BELVILLE 7535

DIRECT DEPOSIT DETAIL

BANK:	ABSA
BRANCH CODE:	334118
BANK ACC NO:	340167430

TAX INVOICE

E-MAIL: krediteure@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

FIXED CHARGE		R	25,465.00
ADMINISTRATION CHARGE		R	5,621.54
TRANSMISSION NETWORK CAPACITY		R	160,500.00
DIST. NETWORK CAPACITY CHARGE		R	115,500.00
NETWORK DEMAND CHARGE		R	108,329.23
URBAN LOW VOLTAGE SUBSIDY		R	202,900.00
ANCILLARY SERVICE (ALL)		R	16,595.94
ENERGY CHARGE (STD)	877,868.00	R	1,226,996.10
ENERGY CHARGE (PEAK)	436,888.00	R	887,406.91
ENERGY CHARGE (OFF)	1,232,633.00	R	1,092,975.68
ELECTRIFICATION AND RURAL SUBS (ALL)		R	398,175.86
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	4,335,938.18

ACCOUNT SUMMARY FOR FEBRUARY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-02-06)	R	49,297,675.19
TOTAL CHARGES FOR BILLING PERIOD		R	4,335,938.18
ADJUSTMENT	Interest on overdue account	R	717.12
ADJUSTMENT	Interest on overdue account	R	264.13
ADJUSTMENT	Interest on overdue account	R	40,803.24
ADJUSTMENT	Interest on overdue account	R	110,726.42
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	650,390.73

CURRENT	TOTAL DUE	R 54,436,575.01	
5,138,899.82			
ARREARS			
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
35,257,986.01	9,268,242.80	4,771,446.38	0.00

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

ACCOUNT NO / REFERENCE NO
7052108005

NAME
KANNALAND LOCAL MUNICIPALITY

FAX NUMBER
0866160914

easypay 7100 1705 2108 0056

27215700170521080058

>>>>>>>> 9207 2705 2108 0051

PayIT

easypay

TOTAL AMOUNT DUE

54,436,575.01

PAGE RUN NO	BE 145
BILL GROUP	
BILL PAGE	1 OF 2

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due Immediately)
49,297,675.19

DUE DATE (For Current Amount)
2025-03-10

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Eskom

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

WESTERN REGION
PO BOX 377 BELVILLE 7535

CONTACT CENTRE: (0850) 037566
FAX NO: 0862 437 566
E-MAIL: customerservices@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

Eskom

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	6940893537
SECURITY HELD	0.01
BILLING DATE	2025-02-07
TAX INVOICE NO	694820279404
ACCOUNT MONTH	FEBRUARY 2025
CURRENT DUE DATE	2025-03-10
VAT REG NO	4540197268

CUSTOMER SELF SERVICE WEBSITE
Provincial email listed below

WESTERN REGION
PO BOX 377 BELVILLE 7535

DIRECT DEPOSIT DETAIL

BANK:	ABSA
BRANCH CODE:	331110
BANK ACC NO:	340167430

TAX INVOICE

E-MAIL: krediteure@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	5,621.54
DIST. NETWORK CAPACITY CHARGE		R	84,875.38
NETWORK DEMAND CHARGE (C/KWH)		R	58,628.98
ANCILLARY SERVICE (ALL)		R	5,671.69
ENERGY CHARGE (PEAK)	123,066.00	R	258,110.52
ENERGY CHARGE (STD)	303,636.00	R	438,298.57
ENERGY CHARGE (OFF)	282,257.00	R	258,378.06
ELECTRIFICATION AND RURAL SUBS (ALL)		R	111,094.19
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	1,233,150.86

ACCOUNT SUMMARY FOR FEBRUARY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-02-08)	R	12,679,413.73
TOTAL CHARGES FOR BILLING PERIOD		R	1,233,150.86
ADJUSTMENT	Interest on overdue account	R	10,615.82
ADJUSTMENT	Interest on overdue account	R	28,842.70
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	164,972.63

COPY ONLY

CURRENT	TOTAL DUE	R	14,136,795.74
1,457,382.01			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
10,177,028.37	1,205,385.82	1,296,999.54	0.00

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

ACCOUNT NO / REFERENCE NO
6940893537
NAME
KANNALAND LOCAL MUNICIPALITY
FAX NUMBER

pay 7100 1694 0893 5374

2721570016940893537 6

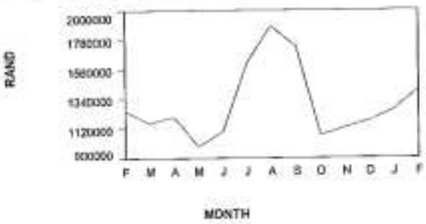
>>>>>>> 9207 2694 0893 5379

PayIT

easypay

TOTAL AMOUNT DUE

14,136,795.74



PAGE RUN NO	EE 135
BILL GROUP	
BILL PAGE	1 OF 2

PAYMENT ARRANGEMENT

INSTALMENT 0.00

ARREARS (Due Immediately) 12,679,413.73

DUE DATE (For Current Amount) 2025-03-10

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Eskom

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

WESTERN REGION
PO BOX 377 Bellville 7535

CONTACT CENTRE:	(0860) 037566Sharecall
FAX NO:	0862 437 566
E-MAIL:	customerservices@eskom.co.za
WEB:	WWW.ESKOM.CO.ZA

Eskom

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	7052108005
SECURITY HELD	0.01
BILLING DATE	2025-03-07
TAX INVOICE NO	705011619075
ACCOUNT MONTH	MARCH 2025
CURRENT DUE DATE	2025-04-07
VAT REG NO	4540197268

CUSTOMER SELF SERVICE WEBSITE
https://eservices.co.za

WESTERN REGION
PO BOX 377 Bellville 7535

DIRECT DEPOSIT DETAIL

BANK:	ABSA
BRANCH CODE:	334110
BANK ACC NO:	340187430

TAX INVOICE

E-MAIL: krediteure@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

FIXED CHARGE		R	25,465.00
ADMINISTRATION CHARGE		R	5,077.53
TRANSMISSION NETWORK CAPACITY		R	180,500.00
DIST. NETWORK CAPACITY CHARGE		R	115,500.00
NETWORK DEMAND CHARGE		R	124,882.23
URBAN LOW VOLTAGE SUBSIDY		R	282,900.00
ANCILLARY SERVICE (ALL)		R	16,515.59
ENERGY CHARGE (STD)	813,317.00	R	1,136,773.17
ENERGY CHARGE (PEAK)	382,113.00	R	778,147.93
ENERGY CHARGE (OFF)	1,086,981.00	R	946,092.05
ELECTRIFICATION AND RURAL SUBS (ALL)		R	354,519.65
SERVICE CHARGE		R	11,264.96
TOTAL CHARGES FOR BILLING PERIOD		R	**3,955,738.10**

ACCOUNT SUMMARY FOR MARCH 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-03-10)	R	54,436,575.01
PAYMENT(S) RECEIVED	Cash - 2025-02-10	R	-4,539,456.80
TOTAL CHARGES FOR BILLING PERIOD		R	3,955,738.10
ADJUSTMENT	Interest on overdue account	R	648.74
ADJUSTMENT	Interest on overdue account	R	101,322.64
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	593,360.71

COPY ONLY

CURRENT	TOTAL DUE	R	54,548,188.40
4,651,070.19			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
39,986,772.01	0.00	4,771,446.38	5,138,899.82

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

ACCOUNT NO / REFERENCE NO
7052108005

NAME
KANNALAND LOCAL MUNICIPALITY

FAX NUMBER
0866160914

pay 7100 10 0010

27215700170521080058

>>>>>>> 9207 2705 2108 0051

PayIT

easypay

TOTAL AMOUNT DUE
54,548,188.40

PAGE RUN NO	EE 149
BILL GROUP	
BILL PAGE	1 OF 2

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due Immediately)
49,897,118.21

DUE DATE (For Current Amount)
2025-04-07

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Eskom

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

WESTERN REGION
PO BOX 377 Bellville 7535

CONTACT CENTRE: (0860) 0375665

FAX NO: 0862 437 560

E-MAIL: customerservices@eskom.co.za

WEB: WWW.ESKOM.CO.ZA

Eskom

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	6940893537
SECURITY HELD	0.01
BILLING DATE	2025-03-07
TAX INVOICE NO	694309000123
ACCOUNT MONTH	MARCH 2025
CURRENT DUE DATE	2025-04-07
VAT REG NO	4540197258

CUSTOMER SELF SERVICE WEBSITE
https://cconline.co.za

WESTERN REGION
PO BOX 377 Bellville 7535

DIRECT DEPOSIT DETAIL	
BANK:	ABSA
BRANCH CODE:	334510
BANK ACC NO:	340167430

TAX INVOICE

E-MAIL: krediteure@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	5,077.52
DIST. NETWORK CAPACITY CHARGE		R	82,512.57
DX EXCESS NETWORK CAPACITY CHA		R	8,187.38
NETWORK DEMAND CHARGE (C/KWH)		R	56,103.31
ANCILLARY SERVICE (ALL)		R	5,576.54
ENERGY CHARGE (PEAK)	115,543.00	R	242,328.33
ENERGY CHARGE (STD)	285,500.00	R	412,119.25
ENERGY CHARGE (OFF)	296,025.00	R	270,981.29
ELECTRIFICATION AND RURAL SUBS (ALL)		R	109,230.56
SERVICE CHARGE		R	11,264.96
TOTAL CHARGES FOR BILLING PERIOD		R	**1,202,381.71**

ACCOUNT SUMMARY FOR MARCH 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-03-10)	R	14,136,795.74
PAYMENT(S) RECEIVED	Cash - 2025-02-10	R	-1,141,450.05
TOTAL CHARGES FOR BILLING PERIOD		R	1,202,381.71
ADJUSTMENT	Interest on overdue account	R	26,600.86
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	180,357.25

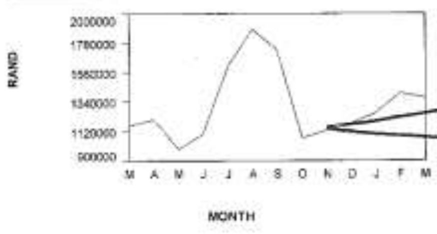
COPY ONLY

CURRENT	TOTAL DUE	R	14,404,685.51
1,409,339.82			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
10,240,964.14	0.00	1,296,999.54	1,457,382.01

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



PAGE RUN NO	EE 141
BILL GROUP	
BILL PAGE	1 OF 2

ACCOUNT NO / REFERENCE NO
6940893537

NAME
KANNALAND LOCAL MUNICIPALITY

FAX NUMBER

pay 7100 10 0010

272157001694089353376

>>>>>>>> 9207 2694 0893 5379

PayIT

easypay

TOTAL AMOUNT DUE
14,404,685.51

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due immediately)
12,995,345.69

DUE DATE (For Current Amount)
2025-04-07

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Eskom

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

WESTERN REGION
PO BOX 377 Bellville 7535

CONTACT CENTRE: (0860) 037566Seskom
FAX NO: 0862 437 566
E-MAIL: NorthernCape@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	7052108005
SECURITY HELD	0.01
BILLING DATE	2025-04-07
TAX INVOICE NO	705180096313
ACCOUNT MONTH	APRIL 2025
CURRENT DUE DATE	2025-05-07
VAT REG NO	4540197268

E-MAIL: krediteure@kannaland.gov.za

CUSTOMER SELF SERVICE WEBSITE
https://csonline.co.za

WESTERN REGION
PO BOX 377 Bellville 7535

DIRECT DEPOSIT DETAIL	
BANK:	ABSA
BRANCH CODE:	334110
BANK ACC NO:	340167430

TAX INVOICE

ACCOUNT TRANSACTION SUMMARY

FIXED CHARGE		R	25,465.00
ADMINISTRATION CHARGE		R	5,621.54
TRANSMISSION NETWORK CAPACITY		R	160,500.00
DIST. NETWORK CAPACITY CHARGE		R	115,500.00
NETWORK DEMAND CHARGE		R	124,671.73
URBAN LOW VOLTAGE SUBSIDY		R	282,900.00
ANCILLARY SERVICE (ALL)		R	19,565.46
ENERGY CHARGE (STD)	966,987.00	R	1,350,160.03
ENERGY CHARGE (PEAK)	433,322.00	R	880,163.65
ENERGY CHARGE (OFF)	1,279,521.00	R	1,134,551.27
ELECTRIFICATION AND RURAL SUBS (ALL)		R	419,772.58
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	4,531,333.26

ACCOUNT SUMMARY FOR APRIL 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-04-07)	R	54,548,188.40
PAYMENT(S) RECEIVED	Cash - 2025-03-18	R	-4,767,880.00
TOTAL CHARGES FOR BILLING PERIOD		R	4,531,333.26
ADJUSTMENT	Interest on overdue account	R	1,057.47
ADJUSTMENT	Interest on overdue account	R	173,620.91
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	679,899.99

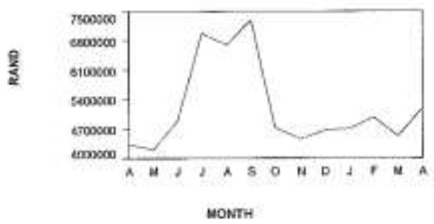
COPY ONLY

CURRENT	TOTAL DUE	R 55,166,050.03
5,385,721.63		

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
39,990,358.39	0.00	9,789,970.01	0.00

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



PAGE RUN NO	EE 207
BILL GROUP	
BILL PAGE	1 OF 2

ACCOUNT NO / REFERENCE NO
7052108005

NAME
KANNALAND LOCAL MUNICIPALITY

FAX NUMBER
0866160914

pay 7100 10 0010

27215700170521080058

>>>>>>> 9207 2705 2108 0051

PayIT

easypay

TOTAL AMOUNT DUE
55,166,050.03

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due Immediately)
49,780,328.40

DUE DATE (For Current Amount)
2025-05-07

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Eskom

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

WESTERN REGION
PO BOX 377 Bellville 7535

CONTACT CENTRE: (0860) 037566
FAX NO: 0862 437 566
E-MAIL: NorthenCape@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	6940893537
SECURITY HELD	0.01
BILLING DATE	2025-04-07
TAX INVOICE NO	694622290327
ACCOUNT MONTH	APRIL 2025
CURRENT DUE DATE	2025-05-07
VAT REG NO	4540197268

Eskom

CUSTOMER SELF SERVICE WEBSITE
https://csonline.co.za

WESTERN REGION
PO BOX 377 Bellville 7535

DIRECT DEPOSIT DETAIL	
BANK:	ABSA
BRANCH CODE:	334138
BANK ACC NO:	540167430

TAX INVOICE

E-MAIL: kredieteur@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

ADMINISTRATION CHARGE		R	5,621.54
DIST. NETWORK CAPACITY CHARGE		R	82,413.69
NETWORK DEMAND CHARGE (C/KWH)		R	55,080.80
ANCILLARY SERVICE (ALL)		R	5,750.62
ENERGY CHARGE (PEAK)	114,006.00	R	239,104.78
ENERGY CHARGE (STD)	291,240.00	R	420,404.94
ENERGY CHARGE (OFF)	313,581.00	R	287,052.05
ELECTRIFICATION AND RURAL SUBS (ALL)		R	112,840.19
SERVICE CHARGE		R	12,471.92
TOTAL CHARGES FOR BILLING PERIOD		R	**1,221,140.53**

ACCOUNT SUMMARY FOR APRIL 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-04-07)	R	14,404,885.51
PAYMENT(S) RECEIVED	Cash - 2025-03-18	R	-1,206,385.82
TOTAL CHARGES FOR BILLING PERIOD		R	1,221,140.53
ADJUSTMENT	Interest on overdue account	R	48,239.87
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	183,171.08

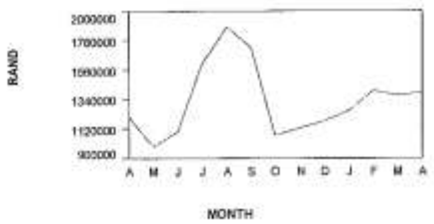
COPY ONLY

CURRENT	TOTAL DUE	R	14,651,851.17
1,452,551.48			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
10,332,577.86	0.00	2,866,721.83	0.00

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



PAGE RUN NO	EE 198
BILL GROUP	
BILL PAGE	1 OF 2

ACCOUNT NO / REFERENCE NO
6940893537

NAME
KANNALAND LOCAL MUNICIPALITY

FAX NUMBER

unipay 7100 10 0010

27215700169408935376

>>>>>>> 9207 2694 0893 5379

PayIT

easypay

TOTAL AMOUNT DUE
14,651,851.17

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due Immediately)
13,199,299.69

DUE DATE (For Current Amount)
2025-05-07

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Standard Bank of South Africa

ComputerGeneratedCopy

The Standard Bank of South Africa Limited Registered Bank Reg. No. 1962/000738/06

REPRINT CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025129002
Description	GUH48 20250509 10:12:51.2	Action date	20250509
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX68 CM CLAASEN (A)

Sub-batch 001 From Account no 0000420543546 From Account Name KANNALAND MUNICIPALITY (MAIN)

Trans No	4
Acc No / CDI	280110022
Branch No	50014
Statement Ref	KANNALAND MUN
Account Name	CALITZDORP BESPROEINGSRAAD
Creditor Code	CALITZDORP BESPR
Amount	40,465.00
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	
ISN/Bus Ref	0
Pay Alert	N

DATE : 2025-05-15 12:53:57 Page : 4

Eskom

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

WESTERN REGION
PO BOX 377 Bellville 7535

CONTACT CENTRE: (0860) 037566Sharecall
FAX NO: 0862 437 566
E-MAIL: NorthernCape@eskom.co.za
WEB: WWW.ESKOM.CO.ZA

KANNALAND LOCAL MUNICIPALITY
ATT CHIEF FINANCIAL OFFICER
P O BOX 30
LADISMITH
6655

YOUR ACCOUNT NO	7052108005
SECURITY HELD	0.01
BILLING DATE	2025-05-12
TAX INVOICE NO	7051961776S6
ACCOUNT MONTH	MAY 2025
CURRENT DUE DATE	2025-06-11
VAT REG NO	4540197264

Eskom

CUSTOMER SELF SERVICE WEBSITE
https://csonline.co.za

WESTERN REGION
PO BOX 377 Bellville 7535

DIRECT DEPOSIT DETAIL

BANK:	ADSA
BRANCH CODE:	33-I110
BANK ACC NO:	340167430

TAX INVOICE

E-MAIL: krediteure@kannaland.gov.za

ACCOUNT TRANSACTION SUMMARY

FIXED CHARGE		R	25,465.00
ADMINISTRATION CHARGE		R	5,440.20
TRANSMISSION NETWORK CAPACITY		R	160,500.00
DIST. NETWORK CAPACITY CHARGE		R	115,500.00
NETWORK DEMAND CHARGE		R	110,656.42
URBAN LOW VOLTAGE SUBSIDY		R	282,900.00
ANCILLARY SERVICE (ALL)		R	17,352.44
ENERGY CHARGE (STD)	727,438.00	R	1,016,740.09
ENERGY CHARGE (PEAK)	323,184.00	R	656,451.34
ENERGY CHARGE (OFF)	1,326,425.00	R	1,176,141.05
ELECTRIFICATION AND RURAL SUBS (ALL)		R	372,483.26
SERVICE CHARGE		R	12,089.80
REBILLED ADJUSTMENTS	(Summary - See attachment for details)	R	-1,313.25
TOTAL CHARGES FOR BILLING PERIOD		R	**3,950,386.15**

ACCOUNT SUMMARY FOR MAY 2025

BALANCE BROUGHT FORWARD	(Due Date 2025-05-07)	R	55,166,050.03
TOTAL CHARGES FOR BILLING PERIOD		R	3,950,386.15
ADJUSTMENT	Interest on overdue account	R	1,465.95
ADJUSTMENT	Interest on overdue account	R	231,538.54
VAT RAISED ON ITEMS AT 14%		R	0.00
VAT RAISED ON ITEMS AT 15%		R	592,557.92

CURRENT	TOTAL DUE	R	59,941,998.59
4,806,743.55			

ARREARS

>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
45,129,258.21	4,651,070.19	5,354,926.64	0.00

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

ACCOUNT NO / REFERENCE NO
7052108005
NAME
KANNALAND LOCAL MUNICIPALITY
FAX NUMBER
0866160914

unipay 7100 10 0010

27215700170521080058

>>>>>>> 9207 2705 2108 0051

PayIT

easypay

TOTAL AMOUNT DUE
59,941,998.59

PAGE RUN NO	EE 250
BILL GROUP	
BILL PAGE	1 OF 3

PAYMENT ARRANGEMENT

INSTALMENT
0.00

ARREARS (Due Immediately)
55,135,255.04

DUE DATE (For Current Amount)
2025-06-11

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

Standard Bank of South Africa

CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025108004
Description	GUHM8 20250708 15 08 23.4	Action date	20250708
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX60 CM CLAASEN (A)

Sub-batch 001 From Account no 0000/20543546 From Account Name KANNALAND MUNICIPALITY (MAIN)

Trans No	1
Acc No / CDI	35 16 1638014
Branch No	200910
Statement Ref	7052108005
Account Name	ESKOM HOLDINGS WC REGION
Creditor Code	ESKOM NEW
Amount	5,385,721 63
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	F
ISN/Bus Ref	0
Pay Alert	N

DATE : 2025-07-08 15:37:14 Page : 3

Standard Bank of South Africa

CompanyGeneratedCopy

The Standard Bank of South Africa Limited Registered Bank Reg. No. 1962/000738/06

CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025180004
Description	GUH48 20250708 15:08:23.4	Action date	20250708
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX88 CM CLAASEN (A)

Sub-batch 001 From Account no 0000420543546 From Account Name KANNALAND MUNICIPALITY (MAIN)

Trans No	1
Acc No / CDI	55161636814
Branch No	200910
Statement Ref	7052108005
Account Name	ESKOM HOLDINGS WC REGION
Creditor Code	ESKOM NEW
Amount	4,651,070.19
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	
ISN/Bus Ref	0
Pay Alert	N

DATE : 2025-07-08 15:37:14 **Page : 1**

Standard Bank of South Africa

Computer Generated Copy

The Standard Bank of South Africa Limited Registered Bank Reg. No. 1962/000738/06

CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025189004
Description	GUH48 20250708 15:08:23.4	Action date	20250708
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX88 CM CLAASEN (A)
Sub-batch 001	From Account no 0000420543546	From Account Name	KANNALAND MUNICIPALITY (MAIN)

Trans No	6
Acc No / CDI	55161636014
Branch No	200910
Statement Ref	6940893537
Account Name	ESKOM HOLDINGS WC REGION
Creditor Code	ESKOM NEW
Amount	1,230,302.49
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	
ISN/Bus Ref	0
Pay Alert	N

DATE : 2025-07-08 15:37:14 **Page : 6**

Standard Bank of South Africa

ComputerGeneratedCopy

The Standard Bank of South Africa Limited Registered Bank Reg. No. 1962/000738/06

CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025189004
Description	GUH48 20250708 15:00:23.4	Action date	20250708
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX88 CM CLAASEN (A)

Sub-batch 001 From Account no 0000420543546 From Account Name KANNALAND MUNICIPALITY (MAIN)

Trans No	5
Acc No / CDI	55161636514
Branch No	200910
Statement Ref	6840893537
Account Name	ESKOM HOLDINGS WC REGION
Creditor Code	ESKOM NEW
Amount	1,409,339.82
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	
ISN/Bus Ref	6
Pay Alert	N

DATE : 2025-07-08 15:37:14

Page : 5

Standard Bank of South Africa

The Standard Bank of South Africa Limited Registered Bank Reg. no. [illegible]

CUSTOMER ALL PAYMENTS FINAL AUDIT REPORT

Customer No	420543546		
User ID	OCK31	User Name	KANNALAND MUNICIPALITY
Sub Module	SSVS	Reference	2025188004
Description	GUH48 20250708 15:06:23 4	Action date	20250708
Finalreleasingoperators	GAV53 M SCHEFFERS		RVX68 CM CLAASEN (A)

Sub-batch 001 From Account no 000042054354[illegible] From Account Name KANNALAND MUNICIPALITY (MAIN)

Trans No	4
Acc No / CDI	5516163601[illegible]
Branch No	200910
Statement Ref	6940693537
Account Name	ESKOM HOLDINGS WC REGION
Creditor Code	ESKOM NEW
Amount	1,452,551.48
StatusDescription	FINAL AUDIT TO BE DOWNLOADED
RTGS/RTC	
ISN/Bus Ref	G
Pay Alert	N

DATE : 2025-07-08 15:37:14 Page : 4

SECTION 7 – QUALITY CERTIFICATION

KANNALAND
MUNISIPALITEIT | MUNICIPALITY

Posbus 30 P.O. Box
LADISMITH
6655

info@kannaland.co.za
Tel : (028) 551 1023
Fax : (028) 551 1766

Kerkstr. 32 Church St.
LADISMITH
6655

QUALITY CERTIFICATE

I, Dillo Sereo Accounting Officer of **Kannaland Municipality WC041**, hereby certify that –

(mark as appropriate)

- ✓ The monthly budget statement
- ☐ Quality report on the implementation of the budget and financial state affairs of the municipality
- ☐ Mid- year budget and performance assessment

For the month **June 2025** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: Dillo Sereo

Municipal Manager of **Kannaland Municipality WC041**

Signature ------------------------------

Date :28 July 2025

LP