KANNALAND
MUNISIPALITEIT | MUNICIPALITY

Quarterly Budget Report – Section 52
4th Quarter of 2024/25

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

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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 accordance with Section 52(d) of the Municipal Finance Management Act, I submit a report to the council within 30 days after the end of the fourth quarter of 2024/25, on the implementation of the budget and the financial state of affairs of the Kannaland Municipality.

The submission of this report forms part of the general responsibilities of the Mayor of a Municipality and is intended to inform and enable the council to fulfil its oversight responsibility.

Executive Mayor

Recommendations

That the council takes cognisance of the Quarterly budget statement of the **fourth quarter of the 2024/25 MTREF (Q4).**

SECTION 1 – EXECUTIVE SUMMARY

1.1 INTRODUCTION

In terms of section 52(d) of the Municipal Finance Management Act 56 of 2003, the mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality. The format and content of in-year reporting are set out in the Municipal Budget and Reporting Regulations of 2009, that was published in terms of section 168 of the MFMA (2003).

1.2 CONSOLIDATED PERFORMANCE

This report is a summary of the main budget issues arising from the in-year monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP).

It also compares the quarterly projections for service delivery targets and performance indicators contained in the SDBIP, against the actual; outcomes of the municipality's performance in service delivery for the 4th quarter of 2024/25.

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 240 786	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 162	R 15 259	R (10 687)	-41%

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 R243 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.

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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 slow spending on capital budget;
(c) That 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 – QUARTERLY BUDGET SUMMARY

WC041 Kannaland - Table C1 Monthly Budget Statement Summary - Q4 Fourth Quarter

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 – QUARTERLY BUDGETED FINANCIAL PERFORMANCE

(Functional Classification)

WC041 Kannaland - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q4 Fourth Quarter

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 – QUARTERLY BUDGETED FINANCIAL PERFORMANCE

(Revenue & Expenditure by Municipal Vote)

WC041 Kannaland - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4 Fourth Quarter

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 – QUARTERLY FINANCIAL PERFROMANCE

WC041 Kannaland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter										
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)**

2.5 OPERATING REVENUE BY SOURCES:

- **Sale of Goods and Rendering of Services** – amounts to R51 thousand for **June 2025** and R 480 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 14 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.

2.6 OPERATING EXPENDITURE BY TYPE

- **Remuneration of Councillors –** amounted to R 303 thousand for **June 2025** and R 4.2 million YTD, this represents a **13%** on the budget.
- **Bulk Purchases –**amounted to **6.9 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 3.8 million in **June 2025** and R 22.8 million YTD.
- **Other Expenditure** - amounted to R 1.8 million in **June 2025.**

2.7 TABLE C5 – QUARTERLY BUDGETED CAPITAL EXPENDITURE

WC041 Kannaland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter

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	–	–	–	–	–	–		–

CAPITAL EXPENDITURE

- The YTD capital expenditure at the end of **quarter four** was **R 1.16 million** which amounts to **3,52%** of the total budget.

2.8 TABLE C6 – QUARTERLY BUDGETED FINANCIAL POSITION

WC041 Kannaland - Table C6 Monthly Budget Statement - Financial Position - Q4 Fourth Quarter						
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 – QUARTERLY BUDGETED CASH FLOW

WC041 Kannaland - Table C7 Monthly Budget Statement - Cash Flow - Q4 Fourth Quarter										
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 balances at the end of **Quarter four** was as follow;

- Standard Bank Main Account is **R 1,1 million;**
- The Traffic Account has **R 700 thousand;**
- Deposit Account has **R 580 thousand**;
- 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 - Q4 Fourth Quarter

Description R thousands	NT Code	Budget Year 2024/25 0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	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 debtor’s book of the Kannaland Local Municipality was standing at **R 163 million** at the end of quarter four. The breakdown of the total debtor’s book is provided below:

- **R3 million** or 1.83% of the current month or within 30 days.
- **R3.6 million** or 2.2% is over 30 days but less than 60 days or two months.
- **R3.2 million** or 1.96% is over 60 days but less than 90 days or three months.
- **R2.8 million** or 1.73 is over 90 days but less than 120 days or four months.
- **R2.8 million** or 1.71% is over 120 days but less than 150 days or five months.
- **R2.8 million** or 1.73% is over 150 days but less than 180 days or six months.
- **R18.38 million** or 11.23% is over 180 days but less than one year.
- **R126.82 million** or 78% of the total outstanding debtors are older than one year and more.

The biggest challenge on the effective implementation of credit control policy or application of the pre-payment system, arises on areas where the municipality is not supplying the electricity and is rendering other municipal services. It becomes impossible to disconnect electricity service on households that are on arrears. The municipality may need to look at the possibilities of obtaining a license to supply electricity on those areas.

3.2 DEBTORS PAYMENT PERCENTAGES

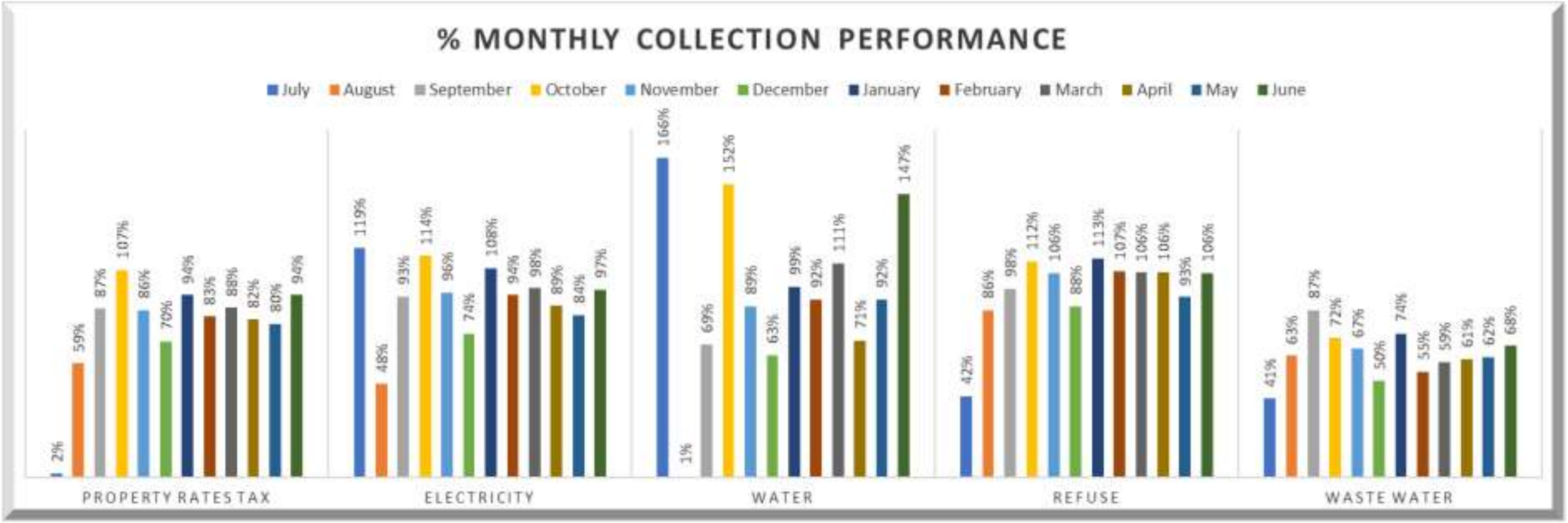
National Treasury	Municipal Details		
Municipal Debt Relief			
MFMA Circular No. 124	t Mon		No.Of Wards
Municipal Finance Management Act No. 56 of 2003	June		8

Collection Rate Assessment				
	Summary - Quarter 4			
Aggregate Collection	Billing	Collection	R - Billing not collected	% Collection
1.Collection for whole demarcation	39,167,666	33,360,438	5,807,227	85%
2.Collection excl Eskom supplied areas	25,002,257	22,455,406	2,546,851	90%
3.Collection: **Property Rates**	7,112,886	7,338,262	(225,376)	103%
4.Total average collection: **Electricity** (Municipal supplied areas)	18,820,709	19,104,339	(283,629)	102%
5.Total average collection: **Water**	7,208,949	4,604,018	2,604,931	64%
6.Total average collection: **Wastewater**	2,909,669	1,423,500	1,486,169	49%
7.Total average collection: **Refuse**	2,821,479	1,271,810	1,549,669	45%
8.Total average collection: **Interest**	293,973	(381,491)	675,464	-130%

The total billing for the fourth quarter accrued to **R39 million** and the receipts amount to **R33 million** as per the table above. Key observations:

(i) The total billing as per the Budget C-Schedule on the fourth quarter MFMA section 52 report amount to **R118.05 million.** The details are provided on page 8, table C1. There are differences identified and will be investigated in order to enhance completeness and accuracy in our reporting.

(ii) The differences are due to the C-Schedules extracted from SAMRAS WEB whilst the Debtors payment and billing are extracted from SAMRAS Classic. This needs to be investigated



Complete This Section			Quarter 4 Performance Per Ward											
			10.April				11.May				12.June			
Services	Electricity Supplier	Ward Name & Number	Billing For June	Collection for June in July	Rand Value of Billing not collected	% Collection	Billing For July	Collection for July in August	Rand Value of Billing not collected	% Collection	Billing For August	Collection for August in September	Rand Value of Billing not collected	% Collection
Property Rates Tax	Mun Supplied	Nissenville - Ward 1	154,154	112,007	42,147	73%	154,154	125,841	28,312	82%	153,877	130,245	23,632	85%
Electricity			97,358	297,208	0	305%	117,762	68,557	49,205	58%	106,824	128,961	0	121%
Water			190,480	142,340	48,140	75%	187,345	66,731	120,614	36%	196,631	91,067	105,564	46%
Refuse			152,221	49,655	102,565	33%	151,557	52,033	99,524	34%	151,226	78,305	72,921	52%
Waste Water			193,885	105,237	88,647	54%	193,566	94,638	98,928	49%	193,246	137,578	55,669	71%
Interest			1,299	9,878	0	760%	1,478	(248)	1,726	-17%	1,299	671	629	52%
Property Rates Tax	Eskom supplied	Zoar - Ward 2	71,797	16,074	55,723	22%	71,797	18,061	53,736	25%				#DIV/0!
Electricity						#DIV/0!				#DIV/0!				#DIV/0!
Water			468,356	80,046	388,310	17%	443,489	34,957	408,532	8%				#DIV/0!
Refuse			335,298	50,573	284,724	15%	334,303	26,576	307,727	8%				#DIV/0!
Waste Water			325,076	26,470	298,606	8%	324,119	31,406	292,712	10%				#DIV/0!
Interest			4,338	73,532	0	1695%	4,338	(2,494)	6,833	-57%				#DIV/0!
Property Rates Tax	Eskom supplied	Calitzdorp Farms - Ward 3	180,058	74,824	105,234	42%	180,058	197,293	0	110%	180,058	91,454	88,604	51%
Electricity						#DIV/0!				#DIV/0!	94		94	0%
Water			59,319	11,819	47,500	20%	80,000	24,281	55,720	30%	84,657	121,454	0	143%
Refuse						#DIV/0!				#DIV/0!				#DIV/0!
Waste Water						#DIV/0!				#DIV/0!				#DIV/0!
Interest						#DIV/0!		(237)	237	#DIV/0!		484	0	#DIV/0!
Property Rates Tax	Mun Supplied	Bergsig Calitzdorp - Ward 3	21,909	12,431	9,477	57%	21,909	10,654	11,255	49%	21,909	14,250	7,659	65%
Electricity			12,496	6,568	5,928	53%	12,854	22,893	0	178%	12,810	3,903	8,907	30%
Water			311,281	31,145	280,136	10%	234,393	38,488	195,905	16%	334,666	37,487	297,179	11%
Refuse			111,315	16,537	94,779	15%	109,988	20,545	89,443	19%	109,325	24,957	84,368	23%
Waste Water			98,663	9,045	89,618	9%	97,155	12,079	85,076	12%	96,517	17,866	78,651	19%
Interest			1,633	1,840	0	113%	1,811	(190)	2,001	10%	1,633	170	1,463	10%
Property Rates Tax	Mun Supplied	Calitzdorp Town - Ward 3	449,416	355,694	93,722	79%	449,416	404,793	44,623	90%	449,706	477,278	0	106%
Electricity			984,501	960,174	24,327	98%	1,100,578	1,007,216	93,362	92%	807,252	863,532	0	107%
Water			265,548	199,488	66,060	75%	227,366	200,800	26,567	88%	221,088	272,901	0	123%
Refuse			94,581	90,631	3,950	96%	94,581	82,816	11,765	88%	94,581	117,089	0	124%
Waste Water			21,682	16,987	4,696	78%	21,682	21,260	422	98%	22,002	28,938	0	132%
Interest			6,615	5,736	879	87%	6,761	(18,402)	25,163	272%	6,795	6,993	0	103%
Property Rates Tax	Mun Supplied	Ladismith Town - Ward 4	947,662	831,935	115,726	88%	948,742	946,655	2,087	100%	950,436	1,022,182	0	108%
Electricity			2,932,176	3,044,120	0	104%	3,324,004	3,048,273	275,732	92%	2,943,304	3,139,176	0	107%
Water			676,707	612,957	63,751	91%	618,578	635,611	0	103%	689,283	689,017	266	100%
Refuse			188,706	159,339	29,366	84%	189,448	184,513	4,936	97%	189,117	201,200	0	106%
Waste Water			295,040	250,869	44,171	85%	296,076	299,113	0	101%	295,438	297,016	0	101%
Interest			59,907	18,961	40,946	32%	62,112	(88,040)	150,152	142%	60,744	97,216	0	160%
Property Rates Tax	Eskom supplied	Ladismith Farms - Ward 4	490,586	244,454	246,131	50%	490,341	411,986	78,356	84%	490,462	1,652,336	0	337%
Electricity			1,941,273	2,039,748	0	105%	2,182,807	2,144,245	38,562	98%	2,244,617	2,329,766	0	104%
Water			430,110	408,832	21,278	95%	375,557	357,089	18,468	95%	440,363	444,497	0	101%
Refuse			20,176	11,692	8,484	58%	20,176	12,695	7,481	63%	20,176	23,173	0	115%
Waste Water			11,815	7,326	4,489	62%	11,815	7,104	4,712	60%	11,815	19,644	0	166%
Interest			4,875	193	4,682	4%	4,875	(108)	4,983	-2%	58,499	(495,669)	554,167	-847%
Property Rates Tax	Eskom supplied	Van Wyksdorp - Ward 4	54,517	31,450	23,067	58%	54,517	66,030	0	121%	125,407	90,337	35,070	72%
Electricity						#DIV/0!				#DIV/0!				#DIV/0!
Water			48,710	11,174	37,536	23%	62,875	26,522	36,352	42%	562,145	65,314	496,831	12%
Refuse			40,134	4,708	35,426	12%	40,134	17,065	23,070	43%	374,437	47,707	326,730	13%
Waste Water			25,214	136	25,077	1%	25,214	201	25,013	1%	349,651	40,589	309,063	12%
Interest			63		63	0%	63	(2,669)	2,732	-4219%	4,835	10,893	0	225%

3.3 TABLE SC4 – CREDITORS AGE ANALYSIS

WC041 Kannaland - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter											
Description R thousands	NT Code	Budget Year 2024/25									Prior year totals for chart (same period)
		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.

3.5 GRANT RECEIPTS AND EXPENDITURE

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

The following indicates expenditure on each respective grant received (Operational) and (Capital) for Quarter four of 2024/25 –

Received

National Treasury

Municipal Infrastructure Grant amounts to **R 1.7 million.**

Expenditure:

- Financial Management Grant amounts to **R263 thousand**
- Municipal Infrastructure Grant (MIG) amounts **R 5.2 million** capital expenditure and **MIG PMU** amounts to **R 123 thousand.**
- Expanded Public Works Programme amounts to **R 160 thousand.**
- Municipal Replacement Fund (MRF) amounts to **R 1 million.**
- Water Service Infrastructure Grant (WSIG) amounts to **R 2.4 million.**

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

WC041 Kannaland - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter

Summary of Employee and Councillor remuneration	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
	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**

3.7 MATERIAL VARIANCES TO THE SDBIP

FINAL REVISED TOP LAYER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) 2024/25 includes the following KPA's to be discussed in more detail in Appendix C.

KPA 1: To Provide access to reliable infrastructure that will contribute to a higher quality of life for Kannaland citizens

KPA 2: To Provide adequate Services and improve our public relations

KPA 3: To strive towards a safe community in Kannaland through the proactive management of traffic, environmental health, fire and disaster risks

KPA 4: To Facilitate Economic Growth and Social and Community development

KPA 5: To Promote efficient and effective Governance with high levels of stakeholder participation

KPA 6: To Provide an efficient workforce by aligning our institutional arrangements to our overall strategy

KPA 7: To Strive towards a financially sustainable municipality

Detailed Capital Projects 2024-25		25 767 964,00	22 918 900,00	47 239 650,00
		2024/25	**2025/26**	**2026/27**
Grant Name	**From**	**Amount**	**Amount**	**Amount**
Municipal Water Resilience Grant	PT	4 000 000,00	-	-
Municipal Energy Resilience Grant	PT	522 000,00	-	-
Mun Infrastructure Grant	Nat	10 638 150,00	10 964 900,00	11 539 650,00
INEP	Nat	-	660 000,00	700 000,00
INEP (Eskom)	Nat	104 000,00	1 294 000,00	-
WSIG	Nat	9 000 000,00	10 000 000,00	35 000 000,00
Municipal Water Resilience Grant	PT	1 503 814,00		

MONTHLY PROJECTIONS OF CASH FLOW 2024/25 ANNEXURE II

WC041 Kannaland - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2024/25												Medium Term Revenue and Expenditure Framework		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
Cash Receipts By Source													1		
Property rates	2 097	2 097	2 097	2 097	2 097	2 097	2 097	2 097	2 097	2 097	2 097	2 097	25 163	26 318	27 533
Service charges - electricity revenue	7 168	7 168	7 168	7 168	7 168	7 168	7 168	7 168	7 168	7 168	7 168	7 168	86 021	95 435	117 019
Service charges - water revenue	1 703	1 703	1 703	1 703	1 703	1 703	1 703	1 703	1 703	1 703	1 703	1 703	20 437	22 481	23 715
Service charges - sanitation revenue	738	738	738	738	738	738	738	738	738	738	738	738	8 853	9 331	9 844
Service charges - refuse revenue	714	714	714	714	714	714	714	714	714	714	714	714	8 568	9 029	9 525
Rental of facilities and equipment	81	81	81	81	81	81	81	81	81	81	81	81	976	1 029	1 085
Interest earned - external investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest earned - outstanding debtors	555	555	555	555	555	555	555	555	555	555	555	555	6 657	7 017	7 403
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	318	318	318	318	318	318	318	318	318	318	318	318	3 817	3 960	4 177
Licences and permits	41	41	41	41	41	41	41	41	41	41	41	41	493	4	4
Agency services	121	121	121	121	121	121	121	121	121	121	121	121	1 456	1 517	1 585
Transfers and Subsidies - Operational	5 207	5 207	5 207	5 207	5 207	5 207	5 207	5 207	5 207	5 207	5 207	5 207	63 488	57 007	73 945
Other revenue	165	165	165	165	165	165	165	165	165	165	165	165	1 988	2 389	2 140
Cash Receipts by Source	18 908	18 908	18 908	18 908	18 908	18 908	18 908	18 908	18 908	18 908	18 908	18 908	226 259	239 227	277 460
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	1 647	1 647	1 647	1 647	1 647	1 647	1 647	1 647	1 647	1 647	1 647	1 647	19 766	22 919	47 240
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source	20 555	20 555	20 555	20 555	20 555	20 555	20 555	20 555	20 555	20 555	20 555	20 555	246 025	262 146	324 700
Cash Payments by Type															
Employee related costs	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(6 349)	(76 190)	(76 487)	(80 321)
Remuneration of councillors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases - Electricity	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(5 044)	(60 528)	(63 313)	(68 102)
Bulk purchases - Water & Sewer	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other materials	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(472)	(5 666)	(5 927)	(6 155)
Contracted services	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(4 567)	(54 802)	(43 563)	(73 350)
Transfers and grants - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(1 712)	(2 273)	(21 105)	(22 348)	(46 072)
Cash Payments by Type	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 704)	(218 291)	(210 638)	(271 073)
Other Cash Flows/Payments by Type															
Capital assets	–	–	–	–	–	–	–	–	–	–	–	(22 283)	(22 282)	(22 979)	(47 240)
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(18 144)	(40 987)	(240 573)	(233 489)	(318 112)
NET INCREASE/(DECREASE) IN CASH HELD	2 411	2 411	2 411	2 411	2 411	2 411	2 411	2 411	2 411	2 411	2 411	(20 431)	5 988	28 757	6 788
Cash/cash equivalents at the month/year begin:	90 158	92 568	95 009	97 420	99 830	102 241	104 652	107 062	109 473	111 884	114 294	116 705	90 158	96 274	124 991
Cash/cash equivalents at the month/year end:	92 568	95 009	97 420	99 830	102 241	104 652	107 062	109 473	111 884	114 294	116 705	96 274	96 274	124 991	131 780

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3.8 CAPITAL PROGRAMME PERFORMANCE

EXPENDITURE STATUS 2024/2025 FY (June 2025)								
No.	**Grant**	**Project No**	**Project Name**	**Original Budget**	**Expenditure**	**Still to spend**	**% Spend**	**Status/Progress/Comments**
1	MIG		YELLOW FLEET	R 2 457 699,00	R 2 457 698,86	R 0,14	100%	
2	MIG		REFURBISHMENT OF VAN WYKSDORP WASTE WATER TREATMENT WORKS	R 1 724 301,00	R 1 629 554,93	R 94 746,07	95%	
3	MIG		REFURBISH AND UPGRADE CALITZDORP WASTE WATER TREATMENT WORKS	R 3 156 150,00	R 3 156 000,00	R 150,00	100%	
4	MIG		REFURBISH AND UPGRADE ZOAR WASTE WATER TREATMENT WORKS OXIDATION PHASE 2	R 3 300 000,00	R 3 247 791,60	R 52 208,40	98%	
5	Water Resilience Grant		Municipal Water Resilience Grant	R 4 000 000,00	R 206 781,83	R 3 793 218,17	5%	
6	Water Resilience Grant		Municipal Water Resilience Grant	R 1 503 814,00	R 520 435,92	R 983 378,08	35%	
7	WSIG		UPGRADE AND REFURBISH LADISMITH WASTE WATER TREATMENT WORKS PH2	R 9 000 000,00	R 6 718 747,70	R 2 281 252,30	75%	
8	INEP		INEP (Eskom)	R 104 000,00	R -	R 104 000,00	0%	
9	Water Resilience Grant		Municipal Energy Resilience Grant	R 522 000,00	R 521 266,20	R 733,80	100%	
10	MIG	PMU/041	PMU 2024/25	R 560 850,00	R 560 850,00	R -	100%	Registered
		TOTALS		**R 26 328 814,00**	**R 19 019 127,04**	**R 7 309 686,96**	**72,2%**	**EXPENDITURE FOR 2024/2025 FY**

SECTION 4 – QUALITY CERTIFICATION

ANNEXURE A - Bank Withdrawals MFMA Section 11(4)

PROVINCIAL TREASURY
Withdrawals from Municipal Bank Accounts
In accordance with Section 11, Sub-section 1 (b) to (j)

NAME OF MUNICIPALITY:	KANNALAND MUNICIPALITY	
MUNICIPAL DEMARCATION CODE:	WC041	
QUARTER ENDED:	**Jun-25**	
	Amount	**Reason for withdrawal**
MFMA section 11. (1) Only the *accounting officer* or the *chief financial officer* of a *municipality*, or any other senior financial *official* of the *municipality* acting on the written authority of the *accounting officer* may withdraw money or authorise the withdrawal of money from any of the *municipality*'s bank accounts, and may do so only -	R 0,00	
(b) to defray expenditure authorised in terms of section 26(4);	R 0,00	
(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);	R 0,00	
(d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section;	R 0,00	
(e) to pay over to a person or organ of state money received by the *municipality* on behalf of that person or organ of state, including -	R 1 434 307,67	Motor Registration and RTMC transaction fees
(i) money collected by the *municipality* on behalf of that person or organ of state by agreement; or	R 0,00	
(ii) any insurance or other payments received by the *municipality* for that person or organ of state;	R 0,00	
(f) to refund money incorrectly paid into a bank account;	R 0,00	
(g) to refund guarantees, sureties and *security* deposits;	R 0,00	
(h) for cash management and *investment* purposes in accordance with section 13;	R 0,00	
(i) to defray increased expenditure in terms of section 31; or	R 0,00	
(j) for such other purposes as may be *prescribed*.	R 0,00	
(4) The *accounting officer* must within 30 days after the end of each *quarter* -	**Name and Surname:** L STEENKAMP	
(a) table in the *municipal council* a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that *quarter*; and	**Rank/Position:**	Chief Financial Office
(b) submit a copy of the report to the relevant *provincial treasury* and the *Auditor-General*.	Signature:	

Tel number	**Fax number**	**Email Address**
(028) 551 8000	(028) 551 1766	jodene@kannaland.gov.za

The completed form must reach Mr Wesley Baatjies at the Provincial Treasury, Private Bag x 9165, 7 Wale Street, Cape Town, 8000, Tel: 021 483 5007, Fax 021 483 8623, Email: wbaatjie@pgwc.gov.za on or before the 15th of the month following the end of each quarter.

national treasury
Department: National Treasury
REPUBLIC OF SOUTH AFRICA

BANK ACCOUNT WITHDRAWALS NOT IN TERMS OF AN APPROVED BUDGET

Municipal Finance Management Act, section 11(4)

Consolidated Quarterly Report for period 01/04/2025 to 30/06/2025

D

Date	Payee	Amount in R'000	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
31-Mar	Department of Transport	-	Section 11, Sub-section e (1)	L Steenkmap

Instructions for completing this report:

The Accounting Officer must include information motivating the non-budgetted withdrawals, action taken to rectify the breach and identify how funding will be sourced through an Adjustments Budget. This motivation can be an additional report to council or incorporated into the table above by inserting additional space.
This report must be tabled in Council within 10 days after the end of each quarter where a withdrawal occurs.

Withdrawals that must be reported each quarter:

1. Section 11(b) - Expenditure authorised by the MEC for finance in terms of section 26 (4) when a municipality has failed to approve a budget by 30 June;
2. Section 11(c) - Unforeseeable and unavoidable expenditure authorised by the mayor in terms of section 29 (1);
3. Section 11(d) -Payments from a trust, charitable or relief fund without budget appropriation in terms of section 12(4);
4. Section 11(e) - Payments to a person or organ of state of money received by the municipality on behalf of that person or organ of state, including
   (i) money collected by the municipality on behalf of that person or organ of state by agreement; or
   (ii) any insurance or other payments received by the municipality for that person or organ of state;
5. Section 11(f) - Refund money incorrectly paid into a bank account;
6. Section 11(g) - Refund guarantees, sureties and security deposits;
7. Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;
8. Section 11(i) - To defray increased expenditure on a multi-year capital project in terms of section 31;
9. Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.

Distribution:

1. Table this report in a full council meeting, including additional motivation on action taken to rectify,within 30 days after the end of each quarter (section 11(4))
2. Submit a copy to the relevant National Treasury, provincial treasury and the Auditor-General

LP

ANNEXURE D – BUDGET FUNDING PLAN

The municipality drafted and adopted a funding plan by Council on 11 November 2024. The progress will be reported on in the next section 71 report for August 2025.