

**23.
WRITING OFF OF IRRECOVERABLE DEBT**

5/17/1

SG Reyneke-Naudé
02 May 2020

Director: Finance

(028) 313 8040

1. Executive Summary

The purpose of the report is to request Council to approve the writing off of debt that has become irrecoverable.

2. Service Delivery and Budget Implementation Plan - IGNITE

Directorate Finance
Department Revenue

3. Compliance with Strategic Priorities

Provision of democratic, accountable and ethical governance
Provision and maintenance of municipal services

4. Delegated Authority

None

5. Legal Requirements

Local Government: Municipal Systems Act, Act 32 of 2000
Customer Care, Credit Control & Debt Collection Policy
Indigent Policy

6. Background/Discussion/Evaluation/Conclusion

Background

Customer Care, Credit Control & Debt Collection Policy (the Policy) -

Paragraph 8.7 provides that debt will only be considered as irrecoverable if it complies with specific criteria as set out in the policy.

Paragraph 8.7.2 provides that all debtors who qualify and are registered as indigent, will have their arrears written off once during ownership of the property.

Discussion

First Time Write Off Indigent Households R4 315.26 (Paragraph 8.7.2 of the Policy)

Mrs CN Seyibokwe, erf 290 Zwelihle, was registered as an indigent household for the first time. She had no previous amounts written-off and therefore now qualifies for the amount of R4 315.26 to be written off.

Annexure A – Indigent water leakages irrecoverable: R215 881.36

This list consists of accounts where the owners are registered as Indigent Households and incurred water losses due to leakages. These consumers have repaired the leakages.

Close monitoring of monthly water consumption takes place to ensure timeous reporting of water leaks and installation of flow limiter water meters as far as possible to reduce water losses and to limit outstanding debits.

7. Financial Implications

<u>Unique Key:</u>	<u>Cost Account</u>	<u>Item Description</u>
20170525140613	4 02 0630 002 1	Impair Rates: Bus & Commercial Prop
20170525140633	4 02 0630 012 1	Impair Rates: Residential Prop Develop
20170525140643	4 02 0630 014 1	Impair Residential Property Vacant
20170525140653	4 02 0630 022 1	Impair State Owned PT
20170525140663	4 02 0630 024 1	Impair Electricity
20170525140673	4 02 0630 026 1	Impair Property Rental Debtors
20170525140683	4 02 0630 028 1	Impair Service Charges
20170525140693	4 02 0630 030 1	Impair Waste Management
20170525140703	4 02 0630 032 1	Impair Waste Water Management

Budget Provision 2019/2020	: R26 108 001.45
Spent to Date/Committed	: R 370 865.09
Balance Available	: R25 737 136.36
Funds Required	: R 220 196.62

8. Staff Implications

None

9. Comments from other Departments, Divisions and Administrations

None

10. Annexures

Annexure A: Indigent water leakages irrecoverable

RECOMMENDATION TO THE COUNCIL:

that the irrecoverable debt to the value of R220 196.62 as listed below, be written off as bad debt:

First time write off – Indigent Households	R 4 315.26
Indigent water leakages irrecoverable	R215 881.36
TOTAL	<u>R220 196.62</u>

RESPONSIBLE OFFICIAL :**EM HOONEBERG****TARGET DATE FOR IMPLEMENTATION :****05 JUNE 2020**

OVERSTRAND MUNICIPALITY: Indigent Water Leakages Irrecoverable				
Account	Erf	Suburb	Debtor	Total
312604600802	6046	KPR	VWJ WILLEMSE	1 777.40
312732500801	7325	KOH	VS EHLERS & EH MAY	4 292.35
312823200801	8232	KKM	JJ SEPTEMBER & DMR DIEDERICKS	10 116.30
318852800018	8528	KKM	EE MEGAN	5 820.98
451000048017	480	SSN	S & J BOOYSEN	1 518.54
451000053516	535	SSN	NH & F BARENDS	2 022.87
451000109112	1091	SSN	M BOOYSEN	2 243.05
451000113122	1131	SSN	PH & RE GIBSON	547.74
451000137014	1370	SSN	CM ROOI & J MAY	764.16
451000159911	1599	SSN	M VISSER	2 875.44
900000476570	38	GDK	AC & HP EKSTEEN	134.86
900000506392	1554	HZW	PS PONOANE	6 678.98
900000526527	1267	GDK	JH & MI MATTHEE	2 258.20
900000528914	6364	HMP	E & M SMITH	2 372.10
900000597648	1954	GPB	AD & H PIEK	1 094.56
900000600599	340/4	GBJAG	N JANTJIES	398.67
900000601734	7458	HMP	VE & AR JOHNSON	1 639.08
900000601837	2246	GBP	G & DA ABRAHAMS	44 742.33
900000606959	3311	GMAS	N SIKADE	1 236.27
900000614011	891	GBP	BM FICK	4 093.97
900000614066	472	GGB	AC HARTMAN	2 717.31
900000619281	903	GBP	J & HS DREYER	3 794.98
900000619621	363	HZW	MA NONYONDLA	1 314.58
900000619638	7217	HMP	J VRIESLAND	6 603.97
900000619645	8722	HZW	KC NYALELA	1 312.47
900000619652	9221	HZW	CM MOEKETSI	4 022.85
900000619669	1546	HZW	BN DYIBA	1 848.18
900000619676	564	HZW	NS HELU	4 265.15
900000619683	6576	HMP	FJ MINNAAR	1 317.60
900000619690	11659	HMP	R BREDA	3 074.91
900000619700	2032	HHW	GJ & MS TITUS	1 733.67
900000619717	1554	HHW	A & M VISAGIE	5 499.50
900000619724	9375	HZW	A & AT KOLJ	1 576.06
900000619731	2741	HHW	GR RUDOLPH & MO BEN	2 739.51
900000619748	6968	HMP	A & M GIBSON	169.03
900000619755	2096	HHW	ER BOTHA	320.70
900000619762	7852	HMP	A BEUKES	582.83
900000619779	8528	HZW	T SOLANI	1 406.11
900000619786	9491	HZW	I MAKHASANA	5 108.30
900000619793	891	HHW	AN & FE GILLION	35 226.03
900000619803	654	HZW	S MAFIYANA	3 838.63
900000619810	11545	HMP	L NGCANASA	2 427.00
900000619827	7296	HMP	JJ SLABBERT	7 467.92
900000619834	742	HFH	E SWANEPOEL	888.46
900000619841	777	HZW	N CESEMBA	2 051.64
900000619858	9753	HZW	Z HADI & Z NGQONDI	3 515.01
900000619865	8812	HZW	ZM DUBA	2 998.70
900000619872	759	HHW	TD & SA RYAN	4 671.74
900000619889	6585	HMP	AA VISSER (B/W)	1 378.16
900000619896	18	HZW	WJ MCINJANA	5 382.51
TOTAL				215 881.36