



# THEMBELIHLE

*Incorporating the towns of Strydenburg and Hopetown*

*Northern Cape Province, Republic of South Africa*

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# MONTHLY BUDGET STATEMENT: SECTION 71 MONTHLY REPORT: OCTOBER 2025

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**PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2025**

**TO: THE MAYOR**

**FROM: FINANCE DEPARTMENT**

**MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY  
BUDGET STATEMENT FOR THE PERIOD ENDING 31 OCTOBER 2025**

**1. Purpose**

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009 by the submission of a monthly budget statement to the Mayor, National and Provincial Treasuries containing prescribed financial performance particulars for that reporting month and for the financial year up to the end of that month, as legislated.

**2. Background**

Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the "Local Government: Municipal Finance Management Act 2003 and the Municipal Budget and Reporting Regulations" necessitates those specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance.

"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". Further, Section 71 of the MFMA requires that, "the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month".

For the reporting period ending 31 October 2025, the ten working day reporting limit expires on the 15<sup>th</sup> November 2025. The National Treasury will use only the MSCOA data strings required for submission as prescribed and all publications will use the data collected from, the MSCOA data strings" which must be submitted before or on 15<sup>th</sup> November 2025.

### 3. Executive summary

The Municipality budget is unfunded; however, a budget funding plan was developed to ensure that the budget is funded over the MTREF period.

The municipality is experiencing the sustainability risks related to payment of salaries, payment of related parties in respect of pay overs and servicing bulk accounts and trade creditors.

The municipal is in arrears amounting to R 147 020 273,47 for water R88,596.90. The municipality is currently unable to comply with conditions of debt relief; achieving a score of 41% poor compliance for October 2025.

#### Service Deliver Risks

- Potholes on roads
- Inconsistent removal of waste
- Street lights maintenance
- Unmetered water supply
- Not using electricity and water as collection tools

The Statement of Financial Performance shown in Annexure A, Table C4, is prepared on the prescribed monthly C-schedules, detailing Revenue by source and Expenditure by type. The consolidated summary of the financial performance is indicated in Table 1 below:

**Table 1**

<b>Description thousand</b>	<b>R</b>	<b>YTD Budget October 2025</b>	<b>YTD Actual October 2025</b>	<b>Variance Favourable (Unfavourable)</b>	<b>%YTD Actual vs YTD Budget</b>
Total Revenue (excluding capital transfers and contributions)		R39 033 Million	R34 626 million	R 4 407	-11%
Total Operational Expenditure		R44 426 Million	R26 467 million	(17 859)	40%

### **Budget performance overview**

The municipality is implementing the original budget for 2025/26 financial year. The original budget for 2025/26 was assessed as unfunded with a recommendation from National Treasury that the municipality should engage in a process of developing a Budget Funding plan. The municipality engaged in the process of developing a Cost Reflective Tariff which is bound to assist the municipality in attaining a funded budget. All four areas were unfunded in terms of the cost reflective tool i.e. electricity, water, sanitation and waste removal .

The municipality's Debt Relief application to National Treasury was approved on the 1<sup>st</sup> December 2023 with the condition of maintaining bulk Eskom and Water account amongst other conditions. The municipality received a notice of breach in relation to the Debt Relief Program for none payments made to Eskom.

## 4.1 Operating Revenue by Source

### Comparison against the YTD

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

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		16,346	25,343	-	1,522	6,392	8,448	(2,056)	-24%	25,343
Service charges - Water		4,866	6,311	-	422	1,846	2,104	(258)	-12%	6,311
Service charges - Waste Water Management		3,765	4,208	-	385	1,571	1,403	169	12%	4,208
Service charges - Waste management		1,992	3,302	-	206	842	1,101	(259)	-24%	3,302
Sale of Goods and Rendering of Services		193	274	-	6	49	91	(42)	-46%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	-	543	2,121	4,242	(2,121)	-50%	12,727
Interest from Current and Non Current Assets		156	392	-	2	47	131	(84)	-64%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	104	(104)	-100%	312
Rental from Fixed Assets		716	699	-	57	205	233	(28)	-12%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	-	216	677	760	(84)	-11%	2,281
<b>Non-Exchange Revenue</b>										
Property rates		8,101	10,021	-	412	5,324	3,340	1,983	59%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	-	-	3	22	(19)	-88%	65
Licence and permits		416	456	-	15	48	152	(105)	-69%	456
Transfers and subsidies - Operational		48,755	43,772	-	-	14,855	14,591	264	2%	43,772
Interest		1,763	1,936	-	164	648	645	3	0%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	-	-	-	1,667	(1,667)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		96,412	117,100	-	3,949	34,626	39,033	(4,407)	-11%	117,100

### Exchange Revenue

- **Service charges – Electricity** is showing a variance of -24% Unfavourable, budget figures not achieved. Electricity comprises of pre-paid and conventional electricity meter boxes. The municipality generates more revenue from pre-paid electricity sold at the municipality pay point of sale and the electricity vendors.
- **Service chargers- water** is showing under-recovery of -12% Unfavourable ,budget figures not achieved. Reason for the difference between the actual and budgeted amount is because majority of the consumers are not paying, and that can be because of accounts not reaching them or meters that are covered by the soil, cements, uninstalled meters and faulty meters resulting in unmetered consumption therefore the meter reader cannot read actual readings. The municipality is currently busy with a water meter audit and where there are no meters, meters are currently being installed. All properties must be considered on the General Valuation Roll, and the same applies

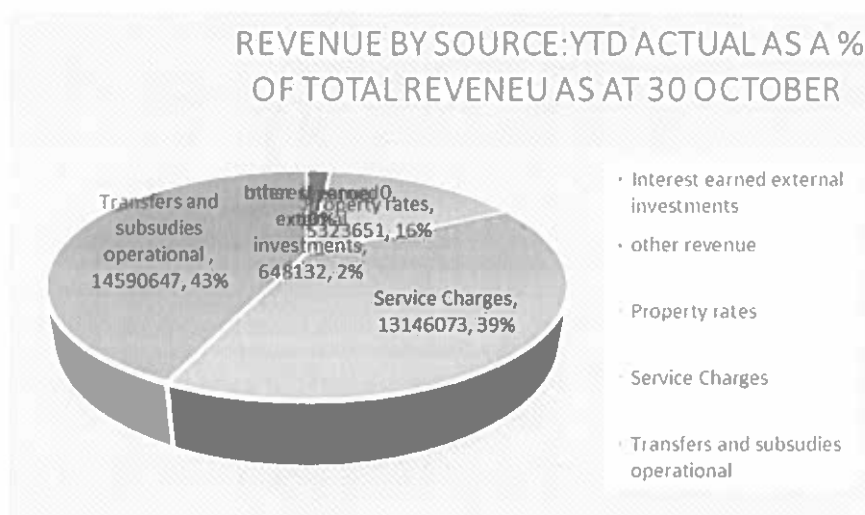
to all service chargers like sanitation and refuse as it is also showing an under-recovery compared to the YTD budget.

- **Sale of Goods and Rendering of Services** is Interest earned from Receivables is showing a variance of -46% budget figures not achieved due to the increase in debt over 90 days not being serviced.
- **Interest from Current and Non-current Assets** shows a negative variance of 64%, and operational revenue is showing a variance of negative 11% budget figures not achieved as a result of slow recovery on incidental cash surpluses and commission: transaction handling fees.

#### Non-Exchange Revenue

- Property Rates is showing favourable actual of 59% which is an improvement.
- Fines, penalties and forfeits is showing a Unfavourable budget figures not achieved negative variance of 88%, due to the under-recovery on fines: Law Enforcement.
- Transfers and subsidies – Operational are showing a positive of 2%.
- Operational Revenue shows no movement for the month under review.
- Gains and disposal of assets, shows a negative variance of 100%.

Indicated in Chart 1 below is the weighting of the YTD Actual on billed Revenue per Source as a percentage of total operational revenue as at 31 October 2025.



## 4.2 Operating Expenditure by Type

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

R - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October										
Description	Ref	2024/25	Budget Year 2023/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		39,753	45,983	-	4	10,887	15,328	(4,441)	-29%	45,983
Remuneration of councillors		5,945	4,326	-	-	1,356	1,442	(86)	-6%	4,326
Bulk purchases - electricity		19,435	21,151	-	-	5,295	7,050	(1,755)	-25%	21,151
Inventory consumed		1,877	4,535	-	25	450	1,512	(1,062)	-70%	4,535
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	-	-	-	3,740	(3,740)	-100%	11,220
Interest		6,598	10,660	-	-	1,877	3,553	(1,676)	-47%	10,660
Contracted services		11,982	11,603	-	3	1,796	3,868	(2,072)	-54%	11,603
Transfers and subsidies		261	-	-	4	32	-	32	100%	-
Irrecoverable debts written off		24,614	10,224	-	-	-	3,408	(3,408)	-100%	10,224
Operational costs		13,426	13,579	-	157	4,874	4,526	348	8%	13,579
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		134,313	133,280	-	192	26,567	44,426	(17,859)	-40%	133,280

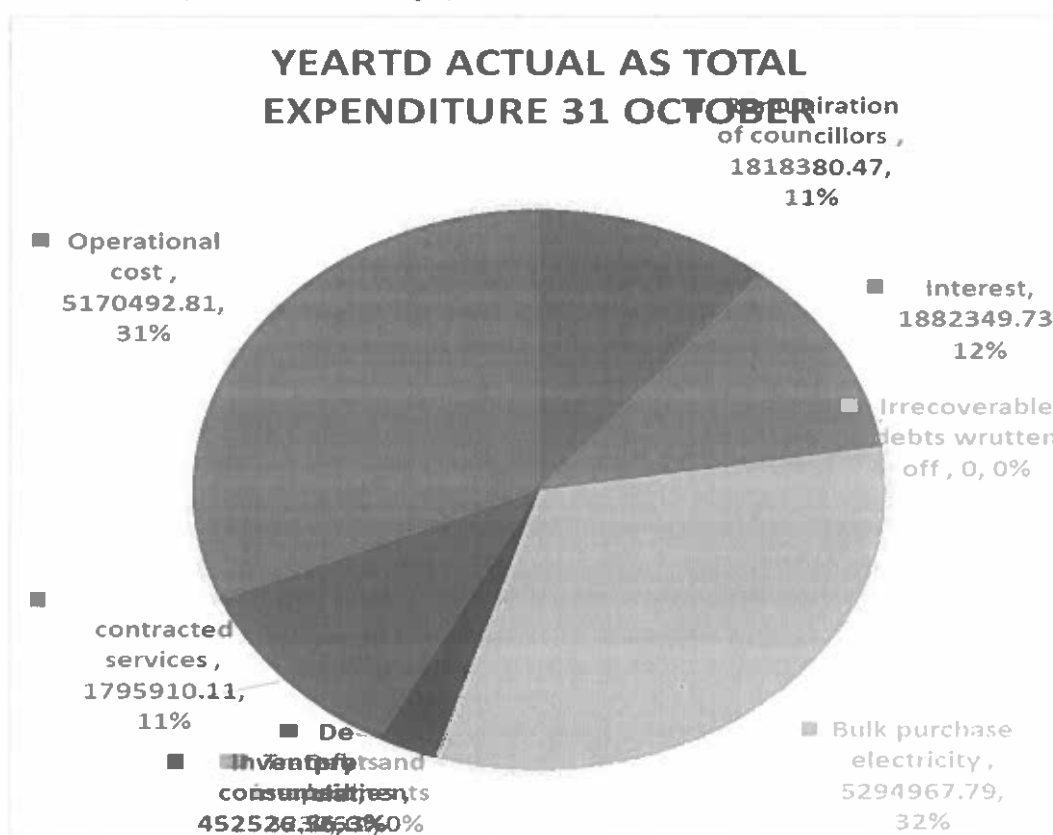
### Comparison against YTD Budget

As indicated in the Table above, as of 31 October 2025 current YTD expenditure shows a variance of minus -40%. The YTD actual amounted to R26 567 against the YTD Budget of R44 426 million.

- Employee related costs show an underspending variance of -29%, due to the YTD actual being slightly less than projected. Post-retirement benefit obligations are not factored in and will only be finalised as part of year – end procedures.
- Remuneration of councillors is showing negative 6% variance
- Bulk purchase – Electricity is showing a variance of -25% and all invoices to date has been captured on the system.
- Inventory consumed is showing a of -70%. Expenditure on inventory consumed needs to be monitored closely and remedial action be taken to ensure that funds are spent effectively with good value for money and that funds will be fully spent at year-end.
- Depreciation and impairment on assets - Depreciation is a decrease in asset value throughout based on the estimated asset life span. Impairment is the provision made in the annual financial statement that shows an unexpected decrease in the performance of an asset. Currently the system does not make provision for the

calculation of the asset depreciation and impairment. Both depreciation and impairment are only calculated at year end through the proposed journals.

- Interest is showing a variance of - 47% due to delay in paying creditors.
- Contracted services have a variance of -54% it includes the professional services or other services offered by the consultants and other companies and signed service level agreement with the service providers are in place. All SLA are reviewed on a regular basis to ensure that the service is carried out as outlined in the SLA.
- Operational cost is showing a positive variance of 8% as a result various line items under operational cost being spent.



Also indicated in Chart 2 above is the weighting of the YTD Actual on Expenditure by Type as a % of total operational expenditure as at 31 October 2025. The main cost drivers of the municipality are Employee related costs, Operational Costs and Bulk purchases-electricity.

#### Electricity bulk purchases and small accounts

The municipality purchases the electricity from Eskom to provide electricity services to some of the wards within the municipal jurisdiction. The municipality does not supply electricity in all

wards. For the month of October, the Municipality owes Eskom an amount of R147 020 273.47. As part of the Debt Relief conditions the municipality is bound to make a monthly payment on current accounts.

**Vanderkloof water user association** – The invoice for 31 October 2025 amounts to R88,596.90 and no payment arrangements have been made.

**Table C5 Monthly Budget Statement – Capital Expenditure – October 2025**

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October										
Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Transfers recognised - capital		2,228	15,858	-	576	6,761	5,286	1,475	28%	15,858
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		<b>2,228</b>	<b>15,858</b>	<b>-</b>	<b>576</b>	<b>6,761</b>	<b>5,286</b>	<b>1,475</b>	<b>28%</b>	<b>15,858</b>

As indicated above, the YTD Actual on capital expenditure as at end of 31 October 2025 amounted to R6 761 million and 28% over spent when compared to the YTD budget of R5 286million and R15 858million. The total YTD capex is funded from Capital grants R6 761million (100%). Capex is extremely low and major intervention is required for the financial year. Contract management also needs to be monitored more closely, placing emphasis on the performance of appointed service providers and addressing issues of non-performance immediately. The capital expenditure report shown in Annexure A, Table C5 has been prepared on the prescribed monthly C-schedule, and is categorised by municipal vote and functional classification.

#### **4. In-year budget statement tables**

The financial results for the period under review is included in Annexure A, consisting of the following C-schedule tables.

- Table C1: Summary
- Table C2: Financial Performance (Functional Classification)
- Table C3: Financial Performance (Revenue and Expenditure by Municipal vote)
- Table C4: Financial Performance (Revenue and Expenditure)

- e) Table C5: Capital Expenditure by vote, functional classification and funding  
f) Table C6: Statement of Financial Position

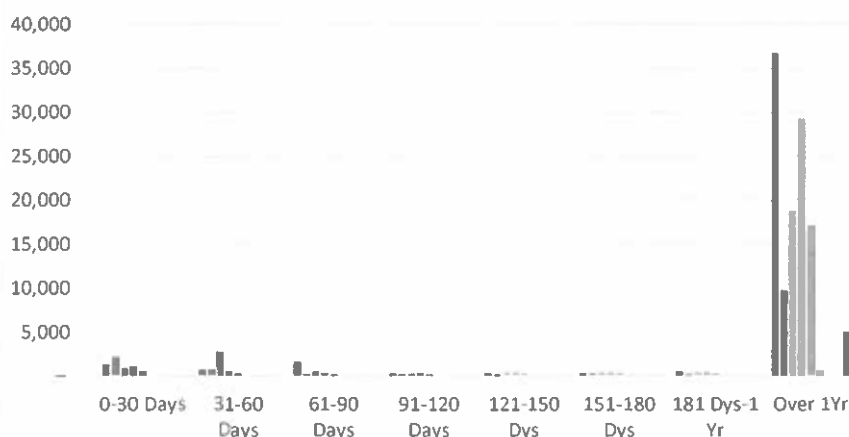
## 5. Debtors' Analysis

Interest on arear accounts is the outstanding amounts calculated by a certain interest rate, normally 10% calculated by the system as per the policy and this interest rate is calculated on different service items. Interest on arear accounts starts with 30-60 ageing and going forward to more than 120 days.

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Budget Year 2025/26													
Description	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Actual Bad Debts Written Off against Debtors	Impairment: Bad Debts: Lte Council Policy	
											Total over 90 days		
A thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 389	657	641	1 685	365	388	366	37 295	42 738	40 050	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2 278	750	636	305	260	229	204	9 927	14 625	10 960	-	
Receivables from Non-exchange Transactions - Property Rates	1400	1 010	400	2 623	537	360	352	353	18 920	24 555	20 522	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1 131	515	570	419	411	407	403	29 564	33 440	31 224	-	
Receivables from Exchange Transactions - Waste Management	1600	630	295	345	240	236	234	232	17 357	19 567	18 298	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	19	6	6	6	6	6	6	724	778	747	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised - regular, lullies and waste disposal	1900	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	28	1	1	2	2	102	8	5 058	5 200	5 171	-	
Total By Income Source	3800	6 486	2 634	4 821	3 195	1 873	1 718	1 562	118 885	140 954	127 813	-	
2024/25 - totals only	5691533	404334	202056	2024466	1307840	1539546	1882804	88888888	135 566	125 223	0	0	
Debtors Age Analysis By Customer Group													
Organs of State	2200	278	120	2 324	292	129	129	134	9 953	13 359	10 638	-	
Commercial	2300	260	75	97	32	47	58	30	1 825	2 424	1 992	-	
Households	2400	5 942	2 436	2 397	2 868	1 465	1 529	1 306	106 990	125 065	114 279	-	
Other	2500	6	3	3	2	2	2	2	97	116	104	-	
Total By Customer Group	3800	6 486	2 634	4 821	3 195	1 873	1 718	1 562	118 885	140 954	127 813	-	

Debtors Age Analysis by income Source as at  
31 October 2025



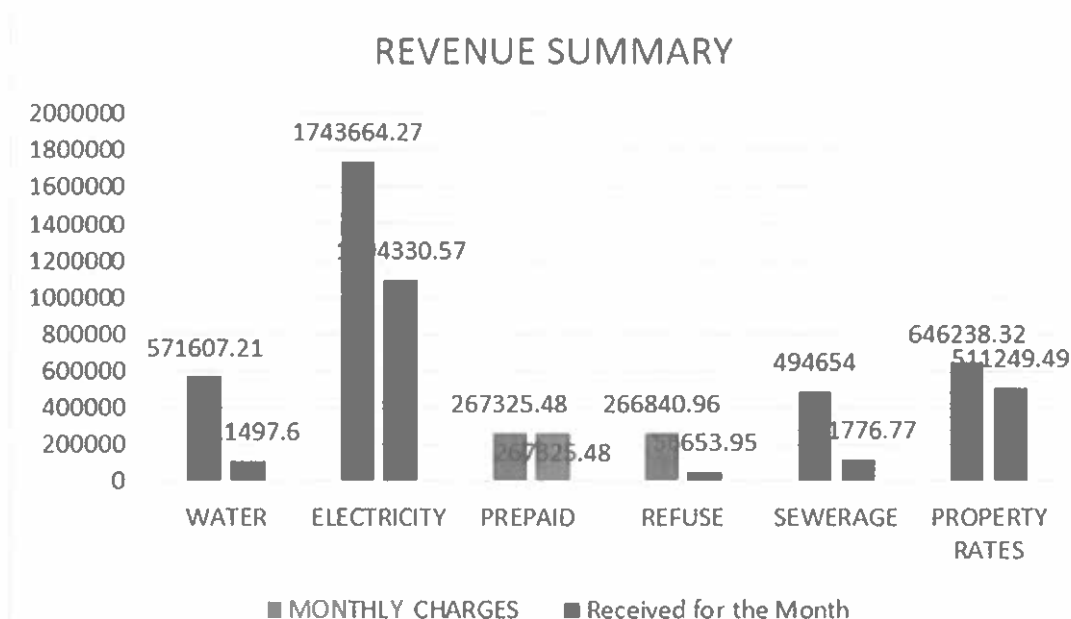
In accordance with the above tables, it is evident that there was no improvement in collection. Currently, the households' debtors constitute highest portion of the total debtor's book

however the total debtor's book has been handed over to an external company for collection on behalf of the municipality. Some of the consumers accounts are billed on an estimated billing readings and still need to be attended to. Reason for these estimates are meters that are covered by the soil, cements and uninstalled meters. The municipality should move in the direction of installing smart meters and constant maintenance should be prioritized on infrastructure.

### Revised collection rate

A2 TURNOVER (OUTSTANDING RATES AND SERVICES) (nr 3 (1) (b))							
Services	Total Outstanding	Budgeted Income for the Year	Actual Income received	Turnover %	Monthly Charges	Received for the Month	% received
WATER	42742445.92	6311000	424773.52	15%	571607.21	111497.6	20%
ELECTRICITY	14246134.81	25343000	4638953.03	178%	1743664.27	1094330.57	63%
PREPAID		0	1019351.48		267325.48	267325.48	100%
REFUSE	19538622.64	4208000	235875.66	22%	266840.96	56653.95	21%
SEWERAGE	33390976.63	3302000	486307.43	10%	494654	121776.77	25%
PROPERTY RATES	24459203.3	10021000	2549196.24	41%	646238.32	511249.49	79%
<b>TOTAL</b>	<b>134377383.3</b>	<b>49185000</b>	<b>9354457.36</b>	<b>37%</b>	<b>3990330.24</b>	<b>2162833.86</b>	<b>54%</b>

The above figures depict the financial performance movement from September 2025 and total revenue for the month of October 2025 amounts to **R216 2833.86**. To-date the municipality has performed the total revenue collection by 54%.



### **Property rates**

The property rates as indicated on the graph shows an inconsistent fluctuation of collection rate. For the month of October 2025, the municipality collected about 79% and has a turnover of 54%.

### **Electricity (Conventional and pre-paid)**

Electricity comprises of pre-paid and conventional electricity meter boxes. The municipality generates more revenue from pre-paid electricity sold at the municipality pay point of sale and the electricity vendors. For the month of October 2025, electricity sales amounted to R109 629,57 including the pre-paid sales.

### **Water**

Revenue on water services billed amounts to R571 607,21 for the month of October 2025 and to-date the municipality collected for water services R111 497,60 for the month. Reason for the difference between the actual and billed amount is because majority of the consumers are not paying, and that can be because of accounts not reaching them or meters that are covered by the soil, cements, uninstalled meters and faulty meters resulting in unmetered consumption therefore the meter reader cannot read actual readings.

### **Refuse**

Refuse is the collection of rubbish in all areas within Thembelihle and a certain refuse bill is required as part of the services rendered. Currently there is a refuse collection schedule that guides the employees in executing the refuse job. For the municipality billed R266 840,96 and actual collection amounts to R566 53,95.

### **Sanitation**

This is the provision of sewerage network to households and there are two different types of sewerage network, namely:

- Sceptic tanks
- Manhole's network

Sceptic tank is a cash service given to consumers where a call will be logged through the call centre and the consumer will make a payment at the cashier's point and keep proof of payment for the service paid.

Manhole services is the sewerage network that sucks all the waste water to the sewerage pump station and subsequently to the waste water treatment plant for recycling. For the month

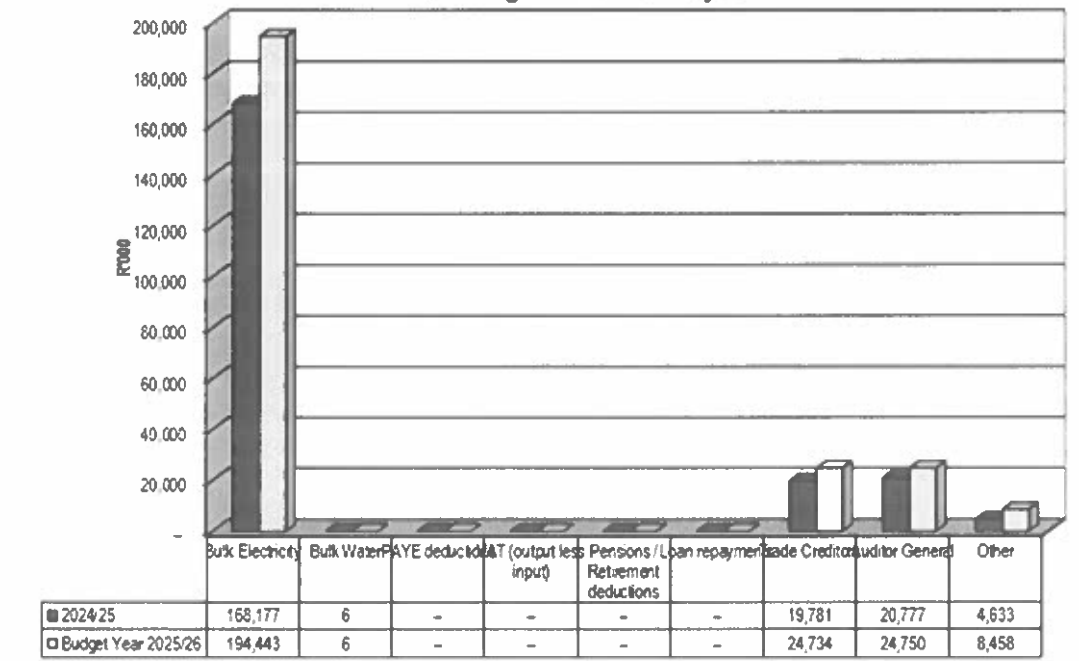
of October 2025, the municipality billed R494 654 actual received is R121 776,77 and this includes the conventional and cash transactions for the septic sanitation tank.

## 6. Creditors' Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2025/26									Prior year
		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	totals for chart (same period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	1,935	2,161	2,924	2,917	2,848	2,138	12,486	168,987	198,397	170,217
Bulk Water	0200	-	-	-	-	-	-	-	6	6	6
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	503	610	930	710	3,822	570	3,518	14,204	24,888	20,183
Auditor General	0800	1,770	973	298	92	90	92	4,744	18,459	28,520	20,677
Other	0900	31	66	234	38	1,500	600	1,441	4,547	8,458	4,566
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	4,239	3,810	4,386	3,757	8,260	3,400	22,190	208,203	258,245	215,648

Chart C5 Aged Creditors Analysis



**Auditor General** – The municipality has a payment arrangement with the AG.

**Eskom** – As at 30 September 2025, the total outstanding debt owed to Eskom amount to more than R173 million. According to the 2025 invoice, the outstanding balance for the month under review is R1 820 645 ,73 The municipality is part of the Debt Relief program and has not fully complied with the conditions attached to it and a notice of intend to terminate or remove

the municipality from the program was received from National Treasury. No payments were made for the month under review on bulk accounts.

**Vanderkloof water user association** – The invoice for 30 September 2025 amounts to R80 929.31 and no payment nor payment arrangement has been made.

**PAYE and Pension** – No payments were made for the month under review on bulk accounts for month of September

**Trade creditors** – all suppliers are registered on the municipality's database and it is a prerequisite for these suppliers to be registered on the Central Supplier Database (CSD).

**Other creditors** – includes Sundry creditors which were unpaid as at 31 October 2025.

## **7. Investment portfolio analysis**

The bellow table consist of the total investments balances as at end of October 2025. The total balance amounts to **R919 325,34million** and these amounts is in the investment's accounts for capital projects purposes. All these transactions will eventually be transferred and recognised to revenue when the invoices are due for payment for a consultant or contractor.

No.	Investment Portfolio Analysis	Closing Balance
1.	INEP	R828,954.05
2.	Operational Grants	R 80,069.79
3.	WSIG	R1,155.35
4.	MIG	R 1,477.15
5	EEDSM	R7,669.00
	<b>TOTAL</b>	<b>R919 325,34</b>

## 8. Allocation and grant receipts and expenditure

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

			2024/25	Budget Year 2025/26							
Description	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
<b>RECBPTS:</b>											
<b>Operating Transfers and Grants</b>											
National Government:	1,2	44,407	42,542	-	-	14,655	14,181	674	4.8%	42,542	
Equitable Share		40,409	38,960	-	-	13,920	12,987	933	7.2%	38,960	
Expanded Public Works Programme Integrated Grant		978	-	-	-	3	-	3	#DIV/0!	-	
Infrastructure Skills Development Grant		19	58	-	-	-	19	(19)	-100.0%	58	
Local Government Financial Management Grant		3,000	3,000	-	-	932	1,000	(68)	-6.8%	3,000	
Municipal Disaster Recovery Grant		-	-	-	-	-	-	-	-	-	
Municipal Infrastructure Grant		-	524	-	-	-	175	(175)	-100.0%	524	
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-	
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-	
Provincial Government:		-	-	-	-	-	-	-	-	-	
Other transfers and grants (insert description)	4	-	-	-	-	-	-	-	-	-	
District Municipality:		-	-	-	-	-	-	-	-	-	
(insert description)		-	-	-	-	-	-	-	-	-	
Other grant providers:		1,090	1,230	-	-	-	410	(410)	-100.0%	1,230	
Northern Cape Arts and Cultural Council	1,090	1,230	-	-	-	410	(410)	-100.0%	1,230		
Total Operating Transfers and Grants	5	45,497	43,772	-	-	14,855	14,591	264	1.8%	43,772	
<b>Capital Transfers and Grants</b>											
National Government:		6,289	15,858	-	-	1,629	5,286	(3,657)	-69.2%	15,858	
Energy Efficiency and Demand Side Management Grant		1,767	2,000	-	-	20	667	(647)	-97.0%	2,000	
Integrated National Electrification Programme Grant		-	3,910	-	-	-	1,303	(1,303)	-100.0%	3,910	
Municipal Infrastructure Grant		158	9,948	-	-	1,609	3,316	(1,707)	-51.5%	9,948	
Regional Bulk Infrastructure Grant		-	-	-	-	-	-	-	-	-	
Water Services Infrastructure Grant		4,364	-	-	-	-	-	-	-	-	
Other capital transfers (insert description)	-	-	-	-	-	-	-	-	-	-	
Provincial Government:	-	-	-	-	-	-	-	-	-	-	
(insert description)	-	-	-	-	-	-	-	-	-	-	
District Municipality:	-	-	-	-	-	-	-	-	-	-	
(insert description)	-	-	-	-	-	-	-	-	-	-	
Other grant providers:	-	-	-	-	-	-	-	-	-	-	
(insert description)	-	-	-	-	-	-	-	-	-	-	
Total Capital Transfers and Grants	5	6,289	15,858	-	-	1,629	5,286	(3,657)	-69.2%	15,858	
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>											
	5	51,785	59,630	-	-	16,484	19,877	(3,393)	-17.1%	59,630	

Operational and Capital grant monies spend for the month under review.

As indicated in the table above the YTD grant expenditure amounts to R 80,069.79 million spent against the original capital grant allocation of R15 858million. It should be noted that grant expenditure excludes VAT which will be recognized at year-end in the Statement of Financial performance, when all conditions of the grant have been met.

**Rollover Grant: Expenditure** – No application was submitted

**9. Councillors' allowances and employee benefits**

## 0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		4,599	3,879	-	384	1,540	1,293	247	19%	3,879
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		193	-	-	10	41	-	41	#DIV/0!	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		485	447	-	41	160	149	11	7%	447
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		669	-	-	28	78	-	78	#DIV/0!	-
<b>Sub Total - Councillors</b>		<b>5,945</b>	<b>4,326</b>	<b>-</b>	<b>463</b>	<b>1,818</b>	<b>1,442</b>	<b>376</b>	<b>28%</b>	<b>4,326</b>
<b>% Increase</b>	4		<b>-27.2%</b>							<b>-27.2%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		2,670	4,344	-	291	1,166	1,448	(282)	-19%	4,344
Pension and UIF Contributions		4	2	-	1	2	1	1	173%	2
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		70	264	-	21	75	88	(13)	-15%	264
Cellphone Allowance		88	148	-	12	50	49	1	1%	148
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		417	-	-	22	84	-	84	#DIV/0!	-
Payments in lieu of leave		242	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		61	170	-	12	44	57	(13)	-23%	170
Acting and post related allowance		(15)	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>3,537</b>	<b>4,928</b>	<b>-</b>	<b>359</b>	<b>1,420</b>	<b>1,643</b>	<b>(222)</b>	<b>-14%</b>	<b>4,928</b>
<b>% Increase</b>	4		<b>39.3%</b>							<b>39.3%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		25,577	27,756	-	2,336	9,308	9,252	56	1%	27,756
Pension and UIF Contributions		4,583	6,063	-	419	1,691	2,021	(330)	-16%	6,063
Medical Aid Contributions		1,414	1,468	-	124	492	489	3	1%	1,468
Overtime		1,642	1,706	-	154	495	569	(74)	-13%	1,706
Performance Bonus		2,129	1,778	-	164	599	593	7	1%	1,778
Motor Vehicle Allowance		142	-	-	12	47	-	47	#DIV/0!	-
Cellphone Allowance		301	221	-	27	109	74	35	47%	221
Housing Allowances		37	33	-	4	14	11	3	27%	33
Other benefits and allowances		1,221	23	-	28	249	8	241	3166%	23
Payments in lieu of leave		327	1,179	-	3	30	393	(363)	-92%	1,179
Long service awards		-	210	-	19	19	70	(51)	-73%	210
Post-retirement benefit obligations		(1,362)	558	-	4	10	186	(176)	-95%	558
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		204	-	-	16	67	-	67	#DIV/0!	-
In kind benefits		-	60	-	-	-	20	(20)	-100%	60
<b>Sub Total - Other Municipal Staff</b>		<b>36,215</b>	<b>41,055</b>	<b>-</b>	<b>3,309</b>	<b>13,130</b>	<b>13,685</b>	<b>(555)</b>	<b>-4%</b>	<b>41,055</b>
<b>% Increase</b>	4		<b>13.4%</b>							<b>13.4%</b>
<b>Total Parent Municipality</b>		<b>45,698</b>	<b>50,309</b>	<b>-</b>	<b>4,131</b>	<b>16,369</b>	<b>16,770</b>	<b>(400)</b>	<b>-2%</b>	<b>50,309</b>

As depicted in the Table above, Employee related costs show an overspending variance. Post – retirement benefit obligations will be finalized as part of year – end procedures. It should be noted that the disclosure under performance bonus, is the annual bonuses that is budgeted for and paid out to employees. We do have individuals acting on vacant position from time to time, but all such acting allowances forms part of basic salary line item. Councillors Remuneration is showing a satisfactory variance of minus 32% when compared to the YTD Budget.

The overtime controls are not effective and the desired outcome to remain within budget, was not achieved for 2023/24 fin year.

The same trend is transpiring for the current year. Overtime can be monitored by implementing more stringent control measures. The municipality should also ensure that critical positions to compliment capacity on the ground is expedited and filled with qualified personnel. The overtime policy was developed and approved by Council. There are some challenges with the implementation, especially pertaining to time-off in lieu of Overtime remuneration.

The BTO office recommends the following:

- ✓ The monitoring of daily tasks/assignments.
- ✓ Finding means to actually verify work performed, even if this means that for the first few questionable overtimes work that managers/supervisors actually go out to the site, if possible.
- ✓ Using the vehicle tracking reports to ascertain the timespan at a particular site.
- ✓ Request a detailed description of the nature of work done and insist on the exact site where work was performed being specified.
- ✓ The adherence to the overtime policy stipulations, is imperative in order to address the issues on overtime.

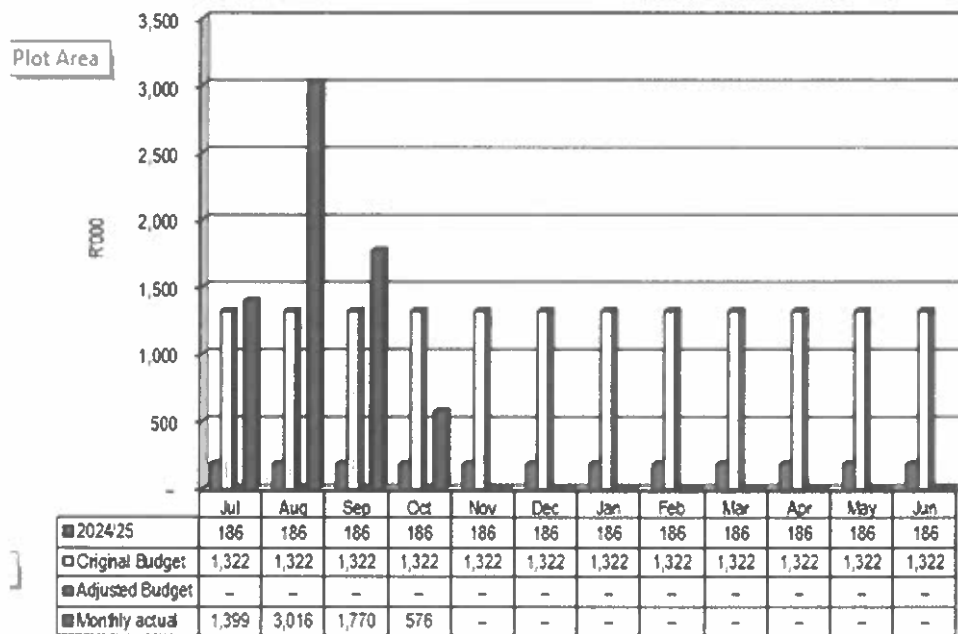
#### **10. Material variances to the service delivery and budget implementation plan**

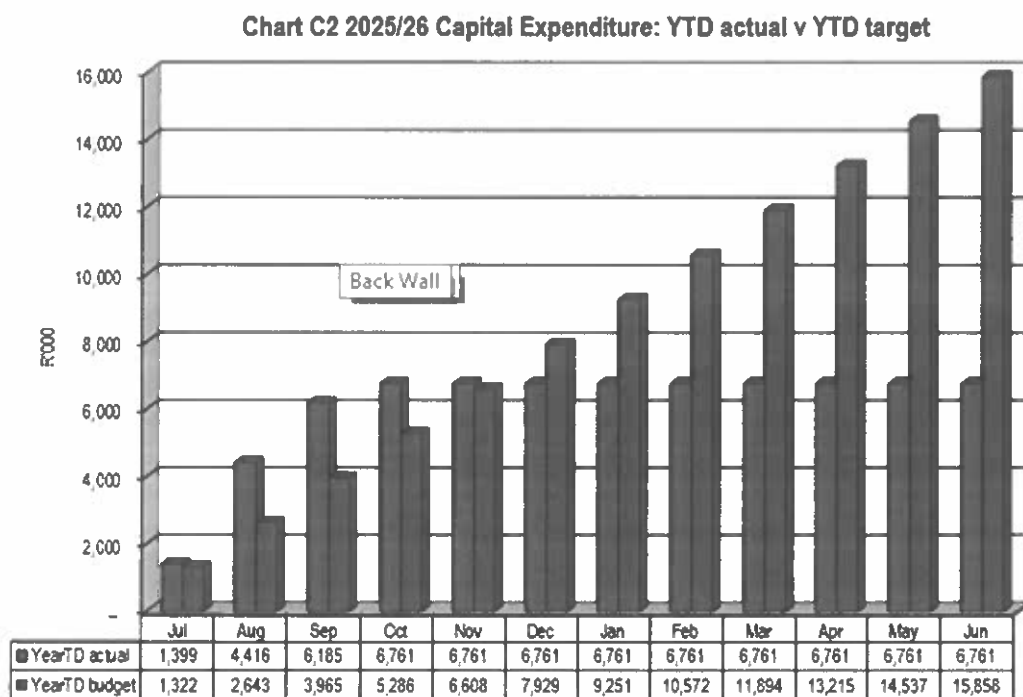
Material variances pertaining to financial performance are primarily addressed in the executive summary under Section 4.1 to 4.3 or emphasised elsewhere in this Monthly Budget Statement. Any other material variances to the SDBIP will be included in the quarterly Section 52 (d) report for the period ending 31 October 2025.

### 11. Capital programme performance

Please refer to notes on Capital Expenditure in the Executive Summary. Section 4.3.

**Chart C1 2025/26 Capital Expenditure Monthly Trend: actual v target**





Capital expenditure for October 2025 is low and this requires urgent intervention from management to remedy the situation. There is no actual monthly expenditure for September 2025. Capital expenditure is also exclusive of VAT. Overall spending on grants should improve.

## **12. Other supporting documents**

Additionally, information or supporting documentation for October 2025.

Monthly Debt Relief Non-Compliance/Intend to terminate letter accompanied by the Municipal.

## **13. Conclusion**

I recommend that all the expenditure movements be discussed with the respective sections, so that line managers could be abreast with the expenditure movements to-date.

## **Recommendations**

It is recommended that the Mayoral Committee take note of:

1.Monthly budget statement of October 2025.

2.The non-compliance emanating from the municipality's debt relief self-assessment as well as the Provincial Treasury's independent assessment set out in Condition 6.1 on the non-compliance letter.

3.The following remedial actions necessary to improve the municipality's compliance in terms of the

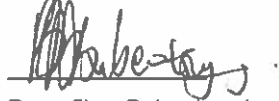
Debt Relief Conditions:

4.As per recommendations:

- After receipt of the water meter audit by Inzalo EMS, accounts be corrected.
- Implement the credit control & debt collection policy
- Establish new accounts where there are no accounts
- Source funding for the installation of smart meters for both water and electricity
- Constantly and consistently investigate and address areas contributing to water and electricity losses and take corrective measures.
- Improve and increase registration of indigents on a monthly basis
- Adopt and implement cost-containment policy rigorously and consistently

### Quality Certificate

Compiled by:



Remofilwe Babeotswelang

Chief Financial Officer

Kealebogga Balebi, the Municipal Manager of Thembelihle

Local Municipality hereby certify that-

- Section 71 reporting for the month of October 2025 of Thembelihle Local Municipality has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Municipal Manager of Thembelihle Local Municipality

Signature \_\_\_\_\_

Date 14-11-2025**Acknowledgement receipt of section 71 report: Mayor**

I \_\_\_\_\_, the Mayor of Thembelihle

Local Municipality hereby acknowledge the receipt of the section 71 report for the month of

\_\_\_\_\_ of \_\_\_\_\_.

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

0 - Table C1 Monthly Budget Statement Summary - M04 October

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	8 101	10 921	-	412	5 324	3 340	1 983	58%	10 921
Service charges	26 969	39 184	-	2 535	10 651	13 055	(2 404)	-18%	39 184
Investment revenue	156	362	-	2	47	131	(84)	-64%	362
Transfers and subsidies - Operational	48 755	43 772	-	-	14 855	14 581	264	0	43 772
Other own revenue	12 431	23 751	-	(6 000)	3 750	7 917	(4 167)	-53%	23 751
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>96 412</b>	<b>117 100</b>	<b>-</b>	<b>3 949</b>	<b>34 626</b>	<b>39 033</b>	<b>(4 407)</b>	<b>-11%</b>	<b>117 100</b>
Employee costs	39 753	45 983	-	3 668	14 551	15 328	(777)	-5%	45 983
Remuneration of Councillors	5 945	4 326	-	463	1 818	1 442	376	26%	4 326
Depreciation and amortisation	9 284	11 220	-	-	-	3 740	(3 740)	-100%	11 220
Interest	6 586	10 660	-	654	2 532	3 553	(1 021)	-25%	10 660
Inventory consumed and bulk purchases	21 312	25 686	-	1 708	8 928	8 562	(1 834)	-19%	25 686
Transfers and subsidies	261	-	-	4	32	-	32	#DIV/0!	-
Other expenditure	51 158	35 405	-	2 791	8 801	11 802	(3 001)	-25%	35 405
<b>Total Expenditure</b>	<b>134 313</b>	<b>133 280</b>	<b>-</b>	<b>8 287</b>	<b>34 683</b>	<b>44 426</b>	<b>(9 744)</b>	<b>-22%</b>	<b>133 280</b>
<b>Surplus/(Deficit)</b>	<b>(37 901)</b>	<b>(16 180)</b>	<b>-</b>	<b>(4 338)</b>	<b>(36)</b>	<b>(5 393)</b>	<b>5 357</b>	<b>-99%</b>	<b>(16 180)</b>
Transfers and subsidies - capital (monetary)	6 289	15 858	-	-	1 629	5 286	MM	-89%	15 858
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(31 612)</b>	<b>(222)</b>	<b>-</b>	<b>(4 338)</b>	<b>1 593</b>	<b>(107)</b>	<b>1 700</b>	<b>-1588%</b>	<b>(222)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(31 612)</b>	<b>(222)</b>	<b>-</b>	<b>(4 338)</b>	<b>1 593</b>	<b>(107)</b>	<b>1 700</b>	<b>-1588%</b>	<b>(222)</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	5 158	15 858	-	-	-	1 322	(1 322)	-100%	15 858
Capital transfers recognised	2 228	15 858	-	576	6 761	5 286	1 475	28%	15 858
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>2 228</b>	<b>15 858</b>	<b>-</b>	<b>576</b>	<b>6 761</b>	<b>5 286</b>	<b>1 475</b>	<b>28%</b>	<b>15 858</b>
<b>Financial position</b>									
Total current assets	68 511	(11 562)	-	-	17 460	-	-	-	(11 562)
Total non current assets	253 353	301 529	-	-	6 761	-	-	-	301 529
Total current liabilities	187 152	165 075	-	-	22 632	-	-	-	165 075
Total non current liabilities	86 765	2 476	-	-	-	-	-	-	2 476
Community wealth/Equity	107 310	122 737	-	-	(8)	-	-	-	122 737
<b>Cash flows</b>									
Net cash from (used) operating	(80 476)	321	-	(800)	(11 601)	7 157	18 758	262%	321
Net cash from (used) investing	-	(15 858)	-	-	-	(5 286)	(5 286)	100%	(15 858)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>(80 256)</b>	<b>(15 318)</b>	<b>-</b>	<b>(800)</b>	<b>(11 601)</b>	<b>2 090</b>	<b>13 691</b>	<b>655%</b>	<b>(15 318)</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Days</b>	<b>151-180 Days</b>	<b>181 Days-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	6 486	2 634	4 821	3 195	1 673	1 718	1 562	118,86%	140 954
<b>Creditors Age Analysis</b>									
Total Creditors	4 239	3 810	4 386	3 757	8 260	3 400	22 191	206,31%	256 245

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

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		16,346	25,343	-	1,522	6,392	8,448	(2,056)	-24%	25,343
Service charges - Water		4,866	6,311	-	422	1,846	2,104	(258)	-12%	6,311
Service charges - Waste Water Management		3,765	4,208	-	385	1,571	1,403	169	12%	4,208
Service charges - Waste management		1,992	3,302	-	206	842	1,101	(259)	-24%	3,302
Sale of Goods and Rendering of Services		193	274	-	6	49	91	(42)	-46%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	-	543	2,121	4,242	(2,121)	-50%	12,727
Interest from Current and Non Current Assets		156	392	-	2	47	131	(84)	-64%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	104	(104)	-100%	312
Rental from Fixed Assets		716	699	-	57	205	233	(28)	-12%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	-	216	677	760	(84)	-11%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	-	412	5,324	3,340	1,983	59%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	-	-	3	22	(19)	-88%	65
Licence and permits		416	456	-	15	48	152	(105)	-69%	456
Transfers and subsidies - Operational		48,755	43,772	-	-	14,855	14,591	264	2%	43,772
Interest		1,763	1,936	-	164	648	645	3	0%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	-	-	-	1,667	(1,667)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		96,412	117,100	-	3,949	34,628	39,033	(4,407)	-11%	117,100
Expenditure By Type										
Employee related costs		39,753	45,983	-	3,668	14,551	15,328	(777)	-5%	45,983
Remuneration of councillors		5,945	4,326	-	463	1,818	1,442	376	26%	4,326
Bulk purchases - electricity		19,435	21,151	-	1,099	6,393	7,050	(657)	-9%	21,151
Inventory consumed		1,877	4,535	-	109	535	1,512	(977)	-65%	4,535
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	-	-	-	3,740	(3,740)	-100%	11,220
Interest		6,598	10,660	-	654	2,532	3,553	(1,021)	-29%	10,660
Contracted services		11,982	11,603	-	186	1,979	3,868	(1,888)	-49%	11,603
Transfers and subsidies		261	-	-	4	32	-	32	#DIV/0!	-
Irrecoverable debts written off		24,614	10,224	-	-	-	3,408	(3,408)	-100%	10,224
Operational costs		13,426	13,579	-	2,104	6,822	4,526	2,296	51%	13,579
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		134,313	133,280	-	8,287	34,683	44,426	(9,744)	-22%	133,280
Surplus/(Deficit)		(37,901)	(16,180)	-	(4,338)	(38)	(5,393)	5,357	(0)	(16,180)
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		6,289	15,858	-	-	1,629	5,286	(3,657)	(0)	15,858
Surplus/(Deficit) after capital transfers & contributions		(31,612)	(322)	-	(4,338)	1,593	(107)	1,700	(0)	(322)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after Income tax		(31,612)	(322)	-	(4,338)	1,593	(107)	1,700	(0)	(322)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(31,612)	(322)	-	(4,338)	1,593	(107)	1,700	(0)	(322)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany /Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(31,612)	(322)	-	(4,338)	1,593	(107)	1,700	(0)	(322)

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

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 3 - Office of Financial Management		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Road Transport		3,708	-	-	-	-	-	-	-	-
Vote 6 - Community & Social Services		-	-	-	-	-	-	-	-	-
Vote 7 - Planning & Development		-	9,948	-	-	-	829	(829)	-100%	9,948
Vote 8 - Budget & Treasury		-	-	-	-	-	-	-	-	-
Vote 9 - Electricity		-	5,910	-	-	-	493	(493)	-100%	5,910
Vote 10 - Water		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 13 - (NAME OF VOTE 13)		-	-	-	-	-	-	-	-	-
Vote 14 - (NAME OF VOTE 14)		-	-	-	-	-	-	-	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>3,708</b>	<b>15,858</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,322</b>	<b>(1,322)</b>	<b>-100%</b>	<b>15,858</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 3 - Office of Financial Management		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 6 - Community & Social Services		-	-	-	-	-	-	-	-	-
Vote 7 - Planning & Development		-	-	-	-	-	-	-	-	-
Vote 8 - Budget & Treasury		-	-	-	-	-	-	-	-	-
Vote 9 - Electricity		1,449	-	-	-	-	-	-	-	-
Vote 10 - Water		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 13 - (NAME OF VOTE 13)		-	-	-	-	-	-	-	-	-
Vote 14 - (NAME OF VOTE 14)		-	-	-	-	-	-	-	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>1,449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure</b>		<b>5,158</b>	<b>15,858</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,322</b>	<b>(1,322)</b>	<b>-100%</b>	<b>15,858</b>
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		361	9,948	-	-	5,269	3,316	1,953	59%	9,948
Planning and development		361	9,948	-	-	5,269	3,316	1,953	59%	9,948
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,867	5,910	-	576	1,492	1,970	(478)	-24%	5,910
Energy sources		1,449	5,910	-	576	1,492	1,970	(478)	-24%	5,910
Water management		3,690	-	-	-	-	-	-	-	-
Waste water management		(3,272)	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>2,228</b>	<b>15,858</b>	<b>-</b>	<b>576</b>	<b>6,761</b>	<b>5,286</b>	<b>1,475</b>	<b>28%</b>	<b>15,858</b>
<b>Funded by:</b>										
National Government		2,228	15,858	-	576	6,761	5,286	1,475	28%	15,858
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov)		-	-	-	-	-	-	-	-	-
Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		<b>2,228</b>	<b>15,858</b>	<b>-</b>	<b>576</b>	<b>6,761</b>	<b>5,286</b>	<b>1,475</b>	<b>28%</b>	<b>15,858</b>
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		<b>2,228</b>	<b>15,858</b>	<b>-</b>	<b>576</b>	<b>6,761</b>	<b>5,286</b>	<b>1,475</b>	<b>28%</b>	<b>15,858</b>

## 15. Annexure B

### 16.2.1 Monthly – Restriction of Free Basic Service to Indigent Households



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

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

		X1 FY2020		X2 FY2021		2020/2021 - Monthly Monitoring															
		Roll of Applications		Current Year - 2020/2021																	
Description		Ref	Submitted	Adopted Budget	Adjusted Budget	Full Year Forecast	001	002	003	004	005	006	007	008	009	010	011	012			
<b>Indigent Household service targets</b>		1																			
<b>Water: (Include ALL indigent households who in Eastern supplied areas)</b>																					
Indigent H&S with prepaid water meter supply			1,000	1,000	1,000	1,000	633	337	381	406											
Indigent H&S with prepaid water meter supply (but not in Eastern)			-	-	-	-	-	-	-	-											
Indigent H&S with prepaid water meter supply (but not in Eastern)		2	-	-	-	-	-	-	-	-											
Indigent H&S with prepaid water meter supply (but not in Eastern)		3	-	-	-	-	-	-	-	-											
Indigent H&S with prepaid water meter supply (but not in Eastern)		4	-	-	-	-	-	-	-	-											
<b>Total no. of indigent H&amp;S receiving Minimum Service Level and Above sub-total</b>		5	1,000	1,000	1,000	1,000	633	337	381	406											
Indigent H&S with prepaid water meter supply (but not in Eastern)		6	-	-	-	-	-	-	-	-											
Indigent H&S with prepaid water meter supply (but not in Eastern)		7	-	-	-	-	-	-	-	-											
<b>Total no. of indigent H&amp;S receiving - Below Minimum Service Level sub-total</b>		8	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Total number of registered indigent households</b>		9	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Status of Water meters:</b>																					
Number of indigent H&S with prepaid water meter			1,000	1,000	1,000	1,000	633	337	381	406											
Number of indigent H&S with conventional metered water			-	-	-	-	-	-	-	-											
Number of indigent H&S with NO Water supply - No metering			-	-	-	-	-	-	-	-											
<b>Total number of registered indigent households</b>		10	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Status of water supply of Water:</b>																					
Number of indigent H&S with conventional metered water - where the municipality is NOT physically supplying water to the natural free basic limit of 6 litres per			1,000	1,000	1,000	1,000	633	337	381	406											
Number of indigent H&S NOT metered currently receiving unmet supply - Water			-	-	-	-	-	-	-	-											
<b>Total number of registered indigent households receiving unmet supply - Water</b>		11	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Electricity: (Include ALL indigent households who in Eastern supplied areas)</b>																					
Indigent H&S with electricity (but not in Eastern)			-	-	-	-	-	-	-	-											
Indigent H&S with electricity (but not in Eastern)			-	-	-	-	-	-	-	-											
<b>Total no. of indigent H&amp;S receiving Minimum Service Level and Above sub-total</b>		12	1,000	1,000	1,000	1,000	633	337	381	406											
Indigent H&S with electricity (but not in Eastern)		13	-	-	-	-	-	-	-	-											
Indigent H&S with electricity (but not in Eastern)		14	-	-	-	-	-	-	-	-											
<b>Total no. of indigent H&amp;S receiving - Below Minimum Service Level sub-total</b>		15	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Total number of registered indigent households</b>		16	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Status of Electricity meters:</b>																					
Number of indigent H&S with prepaid electricity			1,000	1,000	1,000	1,000	633	337	381	406											
Number of indigent H&S with conventional metered electricity			-	-	-	-	-	-	-	-											
Number of indigent H&S with NO electricity supply - No metering			-	-	-	-	-	-	-	-											
<b>Total number of registered indigent households</b>		17	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Status of electricity supply of Electricity:</b>																					
Number of indigent H&S with conventional metered electricity - where the municipality is NOT physically supplying electricity to the natural free basic limit of 6 kWh per			1,000	1,000	1,000	1,000	633	337	381	406											
Number of indigent H&S NOT metered currently receiving unmet supply - Electricity			-	-	-	-	-	-	-	-											
<b>Total number of registered indigent households receiving unmet supply - Electricity</b>		18	1,000	1,000	1,000	1,000	633	337	381	406											
<b>Water &amp; Electricity service targets</b>																					
<b>Water &amp; Electricity service targets</b>																					
<b>Water &amp; Electricity service targets</b>																					
<b>Water &amp; Electricity service targets</b>																					
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<b>Water &amp; Electricity service targets</b>						</															

In the table above is the Indigent information for the month under review of September 2025. The municipality is experiencing challenges in the restricting/interrupting of water supply and intervention is required from technical department. This should improve when the introduction of smart prepaid meters project.

### 16.2.3 Monthly Revenue Collection Reporting

Municipal (Type) Relief - Monthly Revenue Collection Reporting (condition 6.7)										Municipality	
Province		NCOT5		Thembelihle						Municipality	
Northern Cape		NCOT5									
Average collection rate (MFA Circular 114 condition 6.7)											
NB - Carlsoban rate principle applied (Cash collection of previous month billing)											
Collection Rate Assessment											
Quarter 1 Performance Per Ward											
Quarter 2 Performance Per Ward											