



# THEMBELIHLE

*Incorporating the towns of Strydenburg and Hopetown*

*Northern Cape Drakensberg - Danishlin of South Africa*

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# MONTHLY BUDGET STATEMENT: SECTION 71 MONTHLY REPORT: SEPTEMBER 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 30 SEPTEMBER 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 June 2025 by the submission of a monthly budget statement to the Executive 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 30 September 2025, the ten working day reporting limit expires on the 15<sup>th</sup> October 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> October 2025.

**3. Executive summary**

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:

Description thousand	R	YTD Budget September 2025	YTD Actual September 2025	Variance Favourable (Unfavourable)	%YTD Actual vs YTD Budget
Total Revenue (excluding capital transfers and contributions)		R29,275 million	R30 164 million	(R889 million)	3%
Total Operational Expenditure		R134 313 million	R8081 million	(R25 229 million)	-22%

#### **4. 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.

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 Budget**

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Table C: Monthly Budget Statement - Financial Performance (Revenue and Expenditure) - 2024/25 to 2025/26										
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	-	1,225	4,886	6,336	(1,450)	-23%	25,343
Service charges - Water		4,866	6,311	-	481	1,424	1,578	(154)	-10%	6,311
Service charges - Waste Water Management		3,765	4,208	-	391	1,187	1,052	135	13%	4,208
Service charges - Waste management		1,992	3,302	-	209	636	826	(190)	-23%	3,302
Sale of Goods and Rendering of Services		193	274	-	16	44	69	(25)	-36%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	-	536	1,578	3,182	(1,604)	-50%	12,727
Interest from Current and Non Current Assets		156	392	-	-	19	98	(79)	-80%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	78	(78)	-100%	312
Rental from Fixed Assets		716	699	-	53	152	175	(22)	-13%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	-	104	489	570	(101)	-18%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	-	444	4,912	2,505	2,407	96%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	-	-	3	16	(14)	-83%	65
Licence and permits		416	456	-	13	32	114	(82)	-72%	456
Transfers and subsidies - Operational		48,755	43,772	-	207	14,337	10,943	3,394	31%	43,772
Interest		1,763	1,936	-	166	484	484	0	0%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	-	-	-	1,250	(1,250)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		96,412	117,100	-	3,843	30,164	29,275	889	3%	117,100

### Exchange Revenue

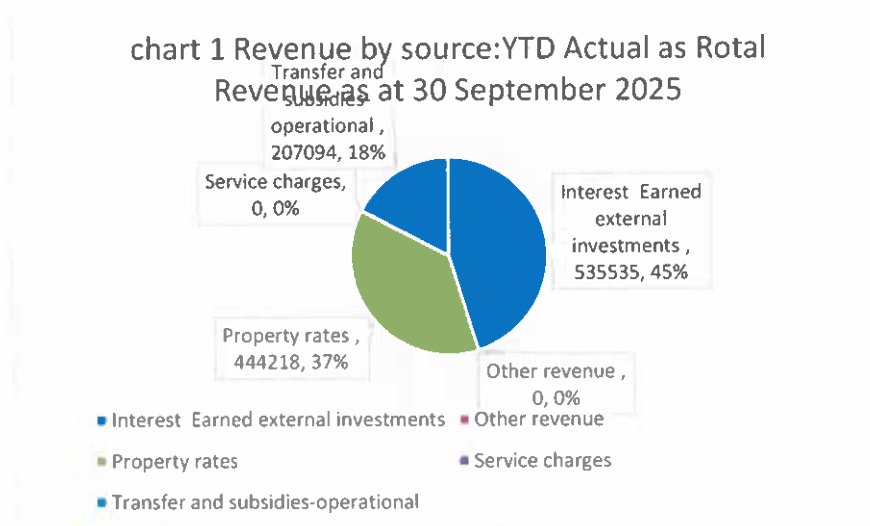
- **Service charges** – Electricity is showing a variance of -23%. Electricity comprises of pre-paid and conventional electricity meter boxes. The municipality generates more revenue from pre-paid electricity sold at the municipality pay point of sale and the electricity vendors.
- **Service chargers' water** is showing a under-recovery of minus -10%. 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 minus 36% due to the increase in debt over 90 days not being serviced.

- Interest from Current and Non-current Assets shows a negative variance of 80%, and operational revenue is showing a variance of negative 18% as a result of slow recovery on incidental cash surpluses and commission: transaction handling fees.

#### Non-Exchange Revenue

- Property Rates is showing a minus variance of 96% which is an improvement.
- Fines, penalties and forfeits is showing a negative variance of 83%, due to the under-recovery on fines: Law Enforcement.
- Transfers and subsidies – Operational are showing a positive of 31%.
- 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 30 September 2025.



#### 4.2 Operating Expenditure by Type

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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										
Employee related costs		39,753	45,983	-	3,542	10,883	11,496	(613)	-5%	45,983
Remuneration of councillors		5,945	4,326	-	495	1,356	1,081	274	25%	4,326
Bulk purchases - electricity		19,435	21,151	-	1,354	5,295	5,288	7	0%	21,151
Inventory consumed		1,877	4,535	-	141	425	1,134	(708)	-62%	4,535
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	-	-	-	2,805	(2,805)	-100%	11,220
Interest		6,598	10,660	-	557	1,877	2,665	(787)	-30%	10,660
Contracted services		11,982	11,603	-	638	1,521	2,901	(1,379)	-48%	11,603
Transfers and subsidies		261	-	-	11	29	-	29	≠0%/0%	-
Irrecoverable debts written off		24,614	10,224	-	-	-	2,556	(2,556)	-100%	10,224
Operational costs		13,426	13,579	-	1,343	4,712	3,395	1,318	39%	13,579
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		134,313	133,280	-	8,081	26,098	33,328	(7,221)	-22%	133,280

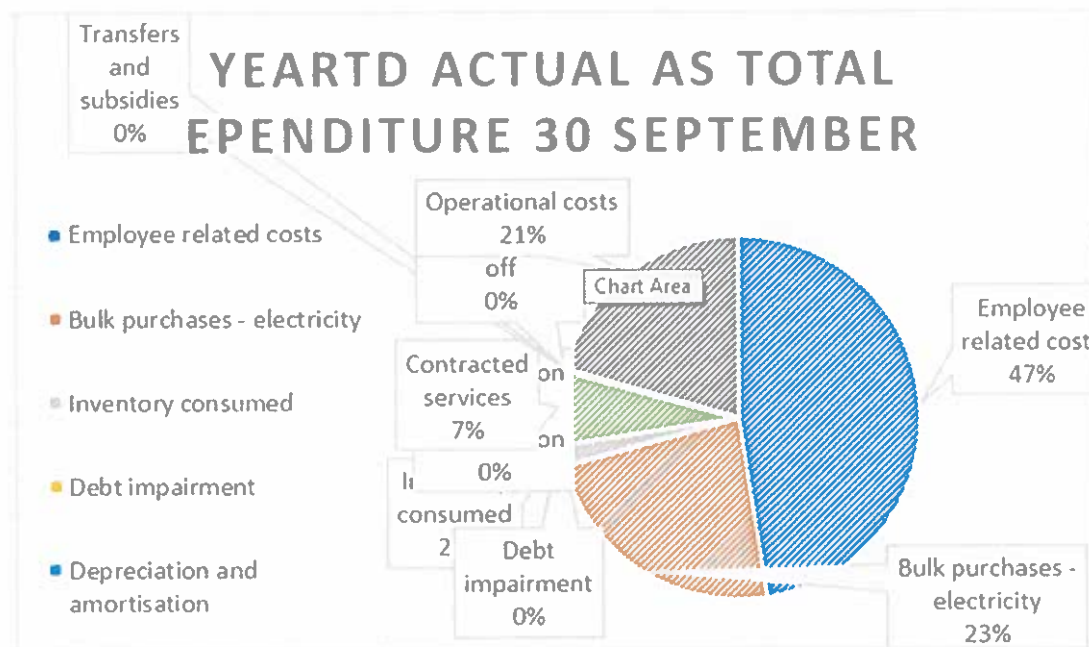
### Comparison against YTD Budget

As indicated in the Table above, as of 30 September 2025 current YTD expenditure shows a variance of minus -22%. The YTD actual amounted to R26 098 against the YTD Budget of R133 280 million.

- Employee related costs show an underspending variance of -5%, 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 a positive 25% variance
- Bulk purchase – Electricity is showing a variance of 0% and all invoices to date has been captured on the system.
- Inventory consumed is showing a of minus 62%. 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 - 30% due to delay in paying creditors.
- Contracted services have a variance of -48 it includes the professional services or other services offered by the consultants and other companies and a 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 39% 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 30 September 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 August, the Municipality owes ESKOM an amount of R 1 820 837 45,7.

As part of the Debt Relief conditions the municipality is bound to make a monthly payment on current accounts and pay off an amount of R12million over a period of 12 months. No payment for the month of September 2025 was made to Eskom on bulk purchases.

**Vanderkloof water user association** – The invoice for 30 September 2025 amounts to R80,929.31 and no payment arrangements has been made.



**Table C5 Monthly Budget Statement – Capital Expenditure – September 2025****6 - Table C1 Monthly Budget Statement Summary - M03 September**

Description	2024/25	Budget Year 2025/26							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>									
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	5,158	15,858	--	--	--	1,322	(1,322)	-100%	15,858
Capital transfers received	2,228	15,858	--	1,770	6,185	3,965	2,221	56%	15,858
Borrowing	--	--	--	--	--	--	--	--	--
Internally generated funds	--	--	--	--	--	--	--	--	--
<b>Total sources of capital funds</b>	<b>2,228</b>	<b>15,858</b>	<b>--</b>	<b>1,770</b>	<b>6,185</b>	<b>3,965</b>	<b>2,221</b>	<b>56%</b>	<b>15,858</b>

As indicated above, the YTD Actual on capital expenditure as at end of 30 September 2025 amounted to R6 185 million and 56% spent when compared to the YTD budget of R3 965 million and 100% spent when compared to the Original Budget of R15 858million. The total YTD capex is funded from Capital grants R6 185 million (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.

#### **5. 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)
- Table C5: Capital Expenditure by vote, functional classification and funding
- Table C6: Statement of Financial Position

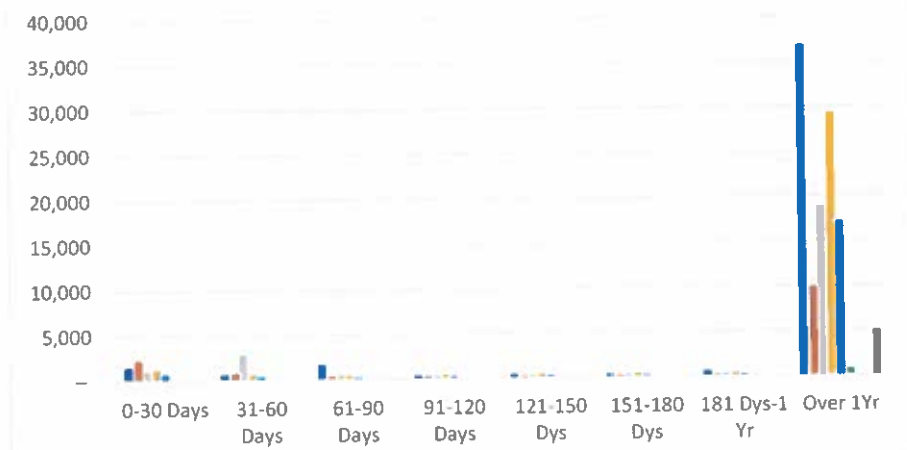
#### **6. Debtors' Analysis**

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 - 30 September

Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September														
Description		Budget Year 2025/26										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment Debtors i.e. Council Policy
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				
R thousands														
Debtors Age Analysis By Income Source														
Taxes and Other Receivables from Exchange Transactions - Water	1200	1 454	651	1 683	370	369	357	568	36 755	42 237	38 438	-	-	-
Taxes and Other Receivables from Exchange Transactions - Electricity	1300	2 141	735	323	329	237	240	196	9 811	14 033	19 783	-	-	-
Receivables from Non-Exchange Transactions - Property Rates	1400	893	2 872	545	358	359	359	350	18 776	24 524	29 271	-	-	-
Receivables from Exchange Transactions - Water Management	1500	1 142	580	424	474	409	405	432	29 200	32 977	38 131	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	636	350	243	236	235	233	231	17 137	19 363	18 995	-	-	-
Receivables from Exchange Transactions - Property Rates Debtors	1700	19	6	5	6	5	5	6	719	773	742	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables unauthorised - regular, futures and monthly expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	19	1	2	2	102	0	0	5 266	5 287	5 775	-	-	-
Total By Income Source	2800	6 445	5 195	3 238	1 766	1 732	1 088	1 761	117 453	129 144	124 286	-	-	-
2024/25 - totals only		7777506	2154111	2072771	1546220	9993629	2051776	1427281	115502281	129 411	124 286	-	-	-
Debtors Age Analysis By Customer Group														
Organ of State	2200	278	2 555	294	130	130	135	129	9 965	13 537	10 512	-	-	-
Commerce	2300	245	123	38	51	61	32	23	1 828	2 426	1 595	-	-	-
Households	2400	5 919	2 515	2 904	1 523	1 544	1 438	1 628	125 544	122 988	111 629	-	-	-
Other	2500	7	3	2	2	2	2	2	55	114	182	-	-	-
Total By Customer Group	2800	6 445	5 195	3 238	1 766	1 732	1 088	1 761	117 453	129 144	124 286	-	-	-

Debtors Age Analysis by income Source as at  
30 September 2025

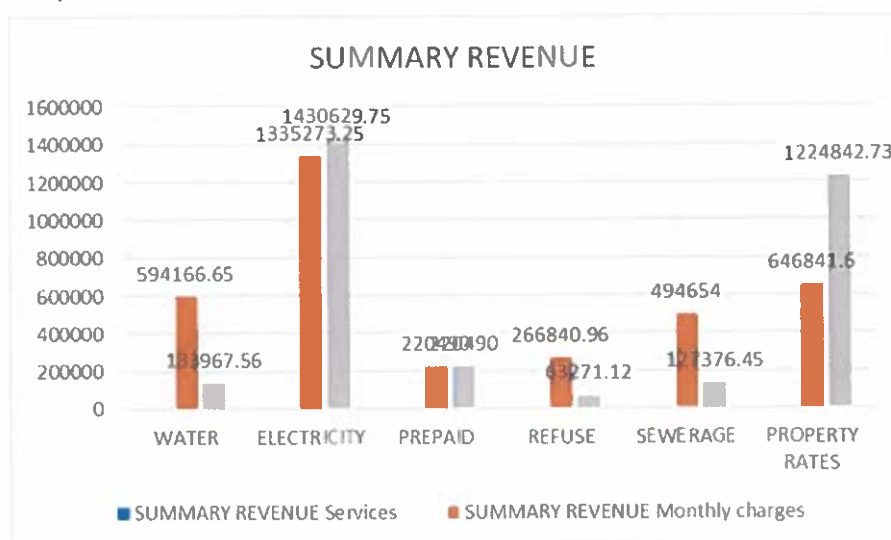


To-date, the municipality is owed **R135 471 million** and the debt over 90 days stand at **R124 266 million**. In accordance with the above tables, it is evident that there was no improvement in collection. Currently, the households' debtors constitute highest portion of the total debtor's book however the total debtor's book has been handed over to an external company for collection on behalf of the municipality. The monitoring of the progress status of the appointed company (Khumalo Masondo Attorney's Inc) is monitored on a continuous basis. 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	42191517.64	6311000	313275.92	15%	594166.65	133967.56	23%
ELECTRICITY	13626405.97	25343000	3544622.46	186%	1335273.25	1430629.75	107%
PREPAID		0	752026		220490	220490	100%
REFUSE	19273858.82	4208000	179221.71	22%	266840.96	63271.12	24%
SEWERAGE	32926753.62	3302000	364530.66	10%	494654	127376.45	26%
PROPERTY RATES	24531089.43	10021000	2037946.75	41%	646841.6	1224842.73	189%
<b>TOTAL</b>	<b>132549625.5</b>	<b>49185000</b>	<b>7191623.5</b>	<b>37%</b>	<b>3558266.46</b>	<b>3200577.61</b>	<b>90%</b>

The above figures depict the financial performance movement from August 2025 and total revenue for the month of September 2025 amounts to **R3200 577.61**. To-date the municipality has performed the total revenue collection by 90%.



#### Property rates

The property rates as indicated on the graph shows an inconsistent fluctuation of collection rate. For the month of September 2025, the municipality collected about 189% and has a turnover of 41%.

#### 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 September 2025, electricity sales amounted to R143 0629,75 including the pre-paid sales.

## Water

Revenue on water services billed amounts to R594 166,65 for the month of September 2025 and to-date the municipality collected for water services R133 967,56 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 month of September 2025, the municipality billed R266 840,96 and actual collection amounts to R632 71,12 .

## 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.

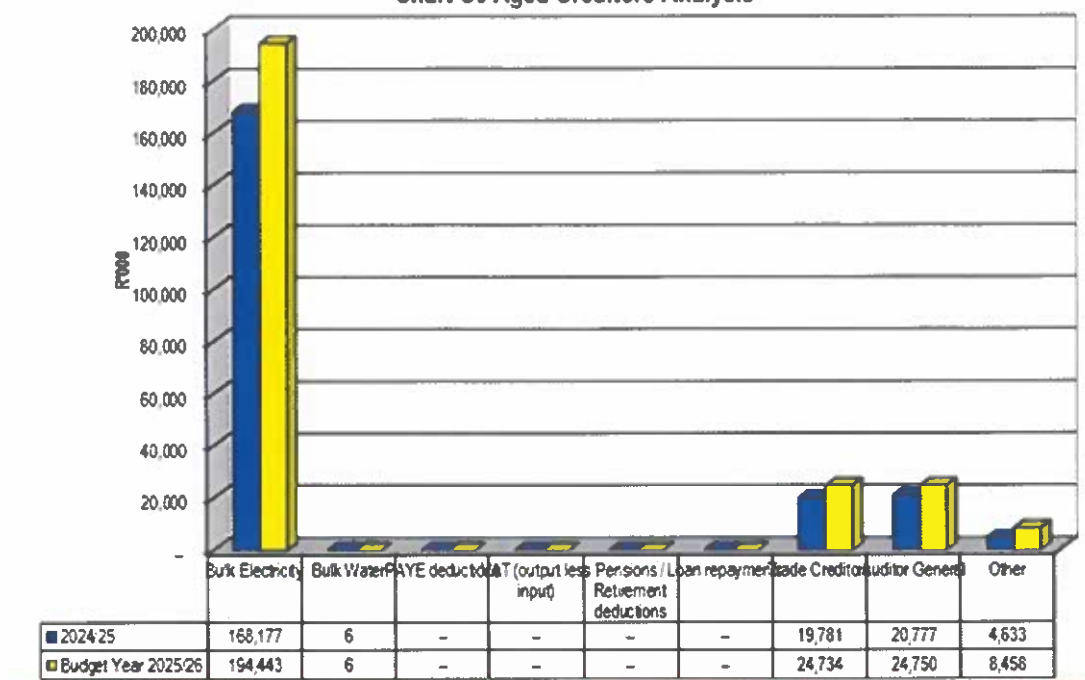
Manhole services is the sewerage network that sucks all the waste water to the sewerage pump station and subsequently to the waste water treatment plant for recycling. For the month of September 2025, the municipality billed R494 654 actual received is R127 376.45 and this includes the conventional and cash transactions for the sceptic sanitation tank.

## 7. Creditors' Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September												Prior year
Description	NT Code	Budget Year 2025/26									Total	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			
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	2,066	2,947	2,970	2,848	2,138	2,173	12,121	167,179	194,443	168,177	
Bulk Water	0200	-	-	-	-	-	-	-	6	-	6	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	1,142	960	760	3,822	574	540	3,043	13,894	24,734	19,781	
Auditor General	0800	1,272	-	92	90	92	89	5,629	17,486	24,750	20,777	
Other	0900	34	265	71	1,500	600	639	851	4,498	8,458	4,633	
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	4,514	4,171	3,893	8,260	3,404	3,440	21,645	203,062	252,390	213,374	

Chart C5 Aged Creditors Analysis



**Auditor General** – The municipality has a payment arrangement with the AG on paying the balance of R1 667 546.29. A payment of was made in 26 August 2025. As for the month under review.

**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 30 September 2025.

### **8. Investment portfolio analysis**

The bellow table consist of the total investments balances as at end of September 2025. The total balance amounts to **R1 414 274 ,46million** 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	R826,036.15
2.	Operational Grants	R 4,730.34
3.	WSIG	R1,151.88
4.	MIG	R 1,472.71
5	EEDSM	R580,883.38
	<b>TOTAL</b>	<b>R1 414 274 ,46</b>

### **9. Allocation and grant receipts and expenditure**

0 - Supporting Table SC\$ Monthly Budget Statement - transfers and grant receipts - M03 September

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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
National Government:		44,407	42,542	-	207	14,337	10,835	3,702	34.8%	42,542
Equitable Share		40,409	38,960	-	-	13,920	9,740	4,180	42.9%	38,960
Expanded Public Works Programme Integrated Grant		978	-	-	-	3	-	3	NDV/0%	-
Infrastructure Skills Development Grant		19	58	-	-	-	15	(15)	-100.0%	58
Local Government Financial Management Grant		3,000	3,000	-	207	414	750	(336)	-44.8%	3,000
Municipal Disaster Recovery Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	-	524	-	-	-	131	(131)	-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	-	-	-	308	(308)	-100.0%	1,230
Northern Cape Arts and Cultural Council		1,090	1,230	-	-	-	308	(308)	-100.0%	1,230
Total Operating Transfers and Grants	5	45,497	43,772	-	207	14,337	10,943	3,394	31.0%	43,772
<b>Capital Transfers and Grants</b>										
National Government:		6,289	15,858	-	-	1,629	3,965	(2,336)	-58.9%	15,858
Energy Efficiency and Demand Side Management Grant		1,767	2,000	-	-	20	500	(480)	-96.1%	2,000
Integrated National Electrification Programme Grant		-	3,910	-	-	-	978	(978)	-100.0%	3,910
Municipal Infrastructure Grant		158	9,948	-	-	1,609	2,487	(878)	-35.3%	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	3,965	(2,336)	-58.9%	15,858
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	51,785	59,630	-	207	15,966	14,908	1,059	7.1%	59,630



Operational and Capital monies received for the month under review.

No monies were received for the month under review.

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

As indicated in the table above the YTD grant expenditure amounts to R1 609million 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

## 10. Councillors allowances and employee benefits

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		4,509	3,879	-	436	1,156	970	186	19%	3,879
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		193	-	-	10	31	-	31	#DIV/0!	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		485	447	-	41	119	132	7	6%	447
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		569	-	-	8	50	-	50	#DIV/0!	-
<b>Sub Total - Councillors</b>		5,945	4,326	-	495	1,356	1,081	274	25%	4,326
<b>% Increase</b>	4		-27.2%							-27.2%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		2,670	4,344	-	291	875	1,066	(211)	-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	54	66	(12)	-19%	264
Cellphone Allowance		88	148	-	12	37	37	0	1%	148
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		417	-	-	17	62	-	62	#DIV/0!	-
Payments in lieu of leave		242	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		61	170	-	12	31	43	(11)	-26%	170
Acting and post related allowance		(15)	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		3,537	4,928	-	354	1,061	1,232	(171)	-14%	4,928
<b>% increase</b>	4		39.3%							39.3%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		25,577	27,756	-	2,338	6,972	6,939	33	0%	27,756
Pension and UIF Contributions		4,583	6,063	-	419	1,272	1,516	(244)	-16%	6,063
Medical Aid Contributions		1,414	1,468	-	120	368	367	1	0%	1,468
Overtime		1,642	1,706	-	103	341	426	(85)	-20%	1,706
Performance Bonus		2,129	1,778	-	80	436	444	(8)	-2%	1,778
Motor Vehicle Allowance		142	-	-	12	35	-	35	#DIV/0!	-
Cellphone Allowance		301	221	-	27	81	55	26	47%	221
Housing Allowances		37	33	-	4	11	8	2	27%	33
Other benefits and allowances		1,221	23	-	74	221	6	216	3771%	23
Payments in lieu of leave		327	1,179	-	-	27	295	(267)	-91%	1,179
Long service awards		-	210	-	-	-	52	(52)	-100%	210
Post-retirement benefit obligations		(1,362)	558	-	6	6	139	(133)	-96%	558
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		204	-	-	5	51	-	51	#DIV/0!	-
In kind benefits		-	60	-	-	-	15	(15)	-100%	60
<b>Sub Total - Other Municipal Staff</b>		36,215	41,055	-	3,188	9,822	10,264	(442)	-4%	41,055
<b>% increase</b>	4		13.4%							13.4%
<b>Total Parent Municipality</b>		45,698	50,309	-	4,037	12,239	12,577	(339)	-3%	50,309

As depicted in the Table above, Employee related costs show an overspending variance of 10%. 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.

#### **11. 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 30 September 2025.

#### **12. 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

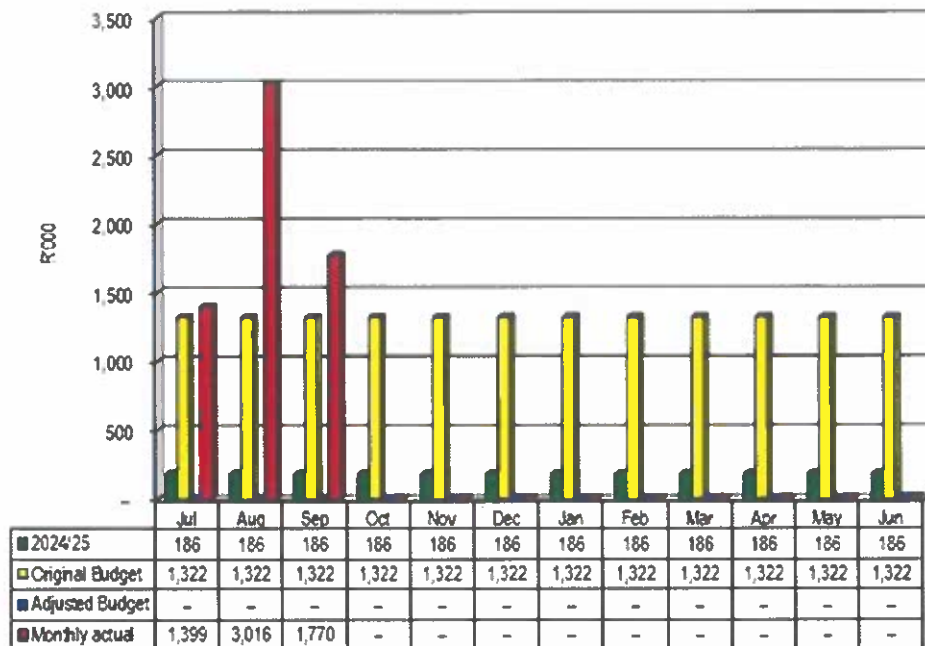
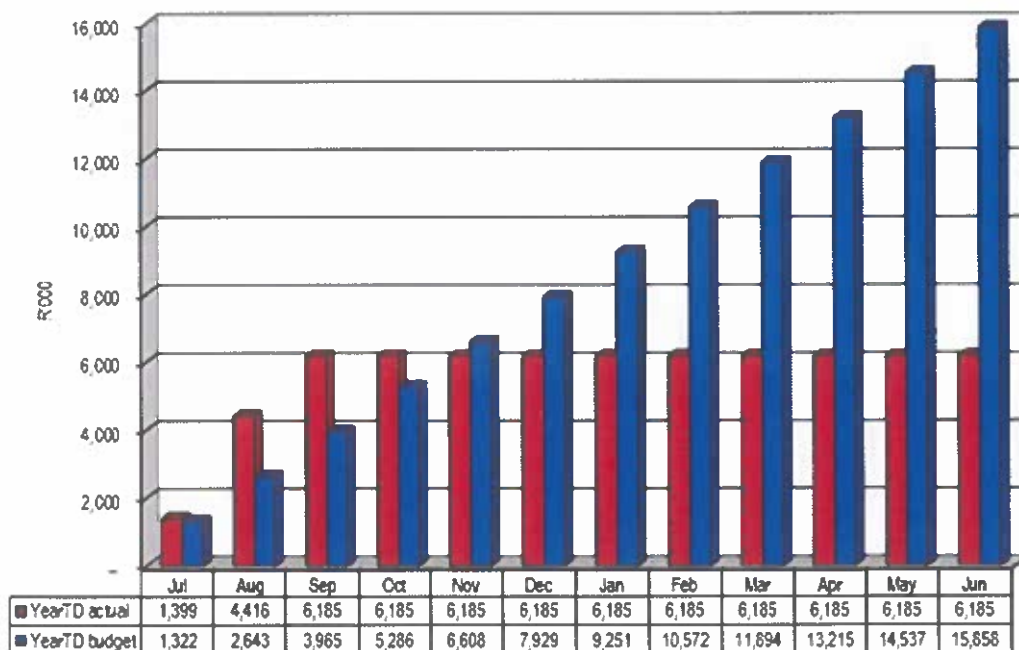


Chart C2 2025/26 Capital Expenditure: YTD actual v YTD target



Capital expenditure for September 2025 is low and this requires urgent intervention from management to remedy the situation. There is no actual monthly expenditure for August 025. Capital expenditure is also exclusive of VAT. Overall spending on grants should improve.

### **13. Other supporting documents**

Additionally, information or supporting documentation for September 2025.

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

### **14. 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 September 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 Babeotswejang

Chief Financial Officer

I Kealebogae Gaborone, the Municipal Manager of Thembelihle

Local Municipality hereby certify that

- Section 71 reporting for the month of September 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 4/5-09-2025

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 - M03 September

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
R thousands									
<b>Financial Performance</b>									
Property rates	8,101	10,021	-	444	4,912	2,505	2,407	96%	10,021
Service charges	26,969	39,164	-	2,305	8,132	9,791	(1,659)	-17%	39,164
Investment revenue	156	392	-	-	19	98	(79)	-80%	392
Transfers and subsidies - Operational	48,755	43,772	-	207	14,337	10,943	3,394	0	43,772
Other own revenue	12,431	23,751	-	887	2,763	5,938	(3,175)	-53%	23,751
	96,412	117,100	-	3,843	30,164	29,275	889	3%	117,100
<b>Total Revenue (excluding capital transfers and contributions)</b>									
Employee costs	39,753	45,983	-	3,542	10,883	11,496	(613)	-5%	45,983
Remuneration of Councilors	5,945	4,326	-	495	1,356	1,081	274	25%	4,326
Depreciation and amortisation	9,286	11,220	-	-	-	2,805	(2,805)	-100%	11,220
Interest	6,598	10,660	-	557	1,877	2,665	(787)	-30%	10,660
Inventory consumed and bulk purchases	21,312	25,686	-	1,495	5,720	6,422	(701)	-11%	25,686
Transfers and subsidies	261	-	-	11	29	-	29	#DIV/0!	-
Other expenditure	51,158	35,405	-	1,980	6,233	8,851	(2,618)	-30%	35,405
<b>Total Expenditure</b>	134,313	133,280	-	8,081	26,098	33,329	(7,221)	-22%	133,280
<b>Surplus/(Deficit)</b>	(37,901)	(16,180)	-	(4,238)	4,065	(4,045)	8,110	-201%	(16,180)
Transfers and subsidies - capital (monetary allocations)	6,289	15,858	-	-	1,629	3,965	(2,336)	-59%	15,858
<b>Transfers and subsidies - capital (in-kind)</b>									
	-	-	-	-	-	-	-	-	-
	(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	-7196%	(322)
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>									
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	-7196%	(322)
<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	-	1,770	6,185	3,965	2,221	56%	15,858
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	2,228	15,858	-	1,770	6,185	3,965	2,221	56%	15,858
<b>Financial position</b>									
Total current assets	68,511	(11,562)	-	-	15,665	-	-	-	(11,562)
Total non current assets	253,353	301,529	-	-	6,185	-	-	-	301,529
Total current liabilities	167,152	165,075	-	-	16,159	-	-	-	165,075
Total non current liabilities	86,765	2,476	-	-	-	-	-	-	2,476
Community wealth/Equity	107,310	122,737	-	-	(3)	-	-	-	122,737
<b>Cash flows</b>									
Net cash from (used) operating	(80,476)	321	-	(204)	(7,795)	5,368	13,163	245%	321
Net cash from (used) investing	-	(15,858)	-	-	-	(3,965)	(3,965)	100%	(15,858)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	(80,256)	(15,318)	-	(204)	(7,795)	1,622	9,418	580%	(15,337)
<b>Debtors &amp; creditors analysis</b>	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
<b>Debtors Age Analysis</b>									
Total By Income Source	8,445	5,195	3,238	1,706	1,737	1,608	1,761	117,453	139,144
<b>Creditors Age Analysis</b>									
Total Creditors	4,514	4,171	3,893	8,260	3,404	3,440	21,645	203,062	252,390



0 - Table C1 Monthly Budget Statement Summary - M03 September

Description	2024/25		Budget Year 2025/26						
	Audited Outcomes	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Financial Performance</b>									
Property rates	8,101	10,021	-	444	4,912	2,505	2,407	96%	10,021
Service charges	26,968	39,164	-	2,305	8,132	9,791	(1,659)	-17%	39,164
Investment revenue	156	392	-	-	19	98	(79)	-80%	392
Transfers and subsidies	48,755	43,772	-	207	14,337	10,943	3,394	0	43,772
Other own revenue	12,431	23,751	-	887	2,763	5,938	(3,175)	-53%	23,751
	96,412	117,100	-	3,643	30,164	29,275	889	3%	117,100
<b>Total Revenue (excluding capital transfers and contributions)</b>									
Employee costs	39,753	45,983	-	3,542	10,883	11,496	(613)	-5%	45,983
Remuneration of Council	5,945	4,328	-	495	1,356	1,081	274	25%	4,328
Depreciation and amortisation	9,288	11,220	-	-	-	2,905	(2,905)	-100%	11,220
Interest	6,598	10,660	-	557	1,877	2,665	(787)	-30%	10,660
Inventory consumed and	21,312	25,686	-	1,495	5,729	6,422	(701)	-11%	25,686
Transfers and subsidies	261	-	-	11	29	-	29	#DIV/0!	-
Other expenditure	51,158	35,405	-	1,980	6,233	8,851	(2,618)	-30%	35,405
Total Expenditure	134,313	133,280	-	8,081	26,098	33,320	(7,221)	-22%	133,280
Surplus/(Deficit)	(27,901)	(16,180)	-	(4,238)	4,065	(4,045)	8,110	-201%	(16,180)
Transfers and subsidies - capital (monetary allocations)	8,289	15,858	-	-	1,629	3,965	(2,336)	-59%	15,858
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
	(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	-7190%	(322)
Surplus/(Deficit) after capital transfers & contributions	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	-7190%	(322)
<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	-	1,770	8,185	3,985	2,221	56%	15,858
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	2,228	15,858	-	1,770	8,185	3,985	2,221	56%	15,858
<b>Financial position</b>									
Total current assets	68,511	(11,562)	-	-	15,665	-	-	-	(11,562)
Total non current assets	253,353	301,529	-	-	8,185	-	-	-	301,529
Total current liabilities	187,152	165,075	-	-	18,159	-	-	-	165,075
Total non current liabilities	86,765	2,476	-	-	-	-	-	-	2,476
Community wealth/Equity	107,310	122,737	-	-	(3)	-	-	-	122,737
<b>Cash flows</b>									
Net cash from (used) operations	(80,476)	321	-	(204)	(7,795)	5,368	13,163	245%	321
Net cash from (used) investment	-	(15,858)	-	-	-	(3,965)	(3,965)	100%	(15,858)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at	(80,256)	(15,318)	-	(204)	(7,795)	1,822	9,418	580%	(15,537)
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	5,445	5,195	3,238	1,706	1,737	1,808	1,761	117,453	138,144
<b>Creditors Age Analysis</b>									
Total Creditors	4,514	4,171	3,893	8,260	3,404	3,440	21,645	203,082	257,390

## 15. Annexure A: C-schedules

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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		16,348	25,343	-	1,225	4,886	6,336	(1,450)	-23%	25,343
Service charges - Water		4,866	6,311	-	481	1,424	1,578	(154)	-10%	6,311
Service charges - Waste Water Management		3,765	4,208	-	391	1,187	1,052	135	13%	4,208
Service charges - Waste management		1,992	3,302	-	209	636	826	(190)	-23%	3,302
Sale of Goods and Rendering of Services		193	274	-	16	44	69	(25)	-36%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	-	536	1,578	3,182	(1,604)	-50%	12,727
Interest from Current and Non Current Assets		156	392	-	-	19	98	(79)	-80%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	78	(78)	-100%	312
Rental from Fixed Assets		716	699	-	53	152	175	(22)	-13%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	-	104	469	570	(101)	-18%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	-	444	4,912	2,505	2,407	96%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	-	-	3	16	(14)	-83%	65
Licence and permits		416	456	-	13	32	114	(82)	-72%	456
Transfers and subsidies - Operational		48,755	43,772	-	297	14,337	10,943	3,394	31%	43,772
Interest		1,763	1,936	-	166	484	484	0	0%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,900	-	-	-	1,250	(1,250)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		96,412	117,100	-	3,843	30,164	29,275	889	3%	117,100
Expenditure By Type										
Employee related costs		39,753	45,983	-	3,542	10,883	11,496	(613)	-5%	45,983
Remuneration of councillors		5,945	4,326	-	495	1,356	1,081	274	25%	4,326
Bulk purchases - electricity		19,435	21,151	-	1,354	5,295	5,268	27	0%	21,151
Inventory consumed		1,877	4,535	-	141	425	1,134	(708)	-62%	4,535
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	-	-	-	2,805	(2,805)	-100%	11,220
Interest		8,598	10,660	-	557	1,877	2,665	(787)	-30%	10,660
Contracted services		11,982	11,603	-	638	1,521	2,901	(1,379)	-48%	11,603
Transfers and subsidies		261	-	-	11	29	-	29	#DIV/0!	-
Irrecoverable debts written off		24,614	10,224	-	-	-	2,556	(2,556)	-100%	10,224
Operational costs		13,426	13,579	-	1,343	4,712	3,395	1,318	39%	13,579
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		134,313	133,280	-	8,081	26,098	33,320	(7,221)	-22%	133,280
Surplus/(Deficit)		(37,901)	(16,180)	-	(4,238)	4,065	(4,045)	8,110	(0)	(16,180)
Transfers and subsidies - capital (monetary allocations)		8,289	15,858	-	-	1,629	3,965	(2,336)	(0)	15,858
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	(0)	(322)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after Income tax		(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	(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)	-	(4,238)	5,694	(80)	5,774	(0)	(322)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(31,612)	(322)	-	(4,238)	5,694	(80)	5,774	(0)	(322)

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

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>	2									
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>	4,7	3,708	15,858	-	-	-	1,322	(1,322)	-100%	15,858
<b>Single Year expenditure appropriation</b>	2									
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>	4	1,449	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>		5,158	15,858	-	-	-	1,322	(1,322)	-100%	15,858
<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	-	1,440	5,269	2,487	2,782	112%	9,948
Planning and development		361	9,948	-	1,440	5,269	2,487	2,782	112%	9,948
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,867	5,910	-	330	916	1,478	(562)	-38%	5,910
Energy sources		1,449	5,910	-	330	916	1,478	(562)	-38%	5,910
Water management		3,690	-	-	-	-	-	-	-	-
Waste water management		(3,272)	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	2,228	15,858	-	1,770	6,185	3,965	2,221	56%	15,858
<b>Funded by:</b>										
National Government		2,228	15,858	-	1,770	6,185	3,965	2,221	56%	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		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		2,228	15,858	-	1,770	6,185	3,965	2,221	56%	15,858
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		2,228	15,858	-	1,770	6,185	3,965	2,221	56%	15,858

0 - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		52	(15,318)	-	5,381	(15,318)
Trade and other receivables from exchange transactions		20,530	3,754	-	5,137	3,754
Receivables from non-exchange transactions		2,826	-	-	2,853	-
Current portion of non-current receivables		-	-	-	-	-
Inventory		79	2	-	-	2
VAT		45,075	-	-	2,295	-
Other current assets		(52)	-	-	(0)	-
<b>Total current assets</b>		<b>68,511</b>	<b>(11,562)</b>	<b>-</b>	<b>15,665</b>	<b>(11,562)</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		22,970	23,148	-	-	23,148
Property, plant and equipment		227,994	278,346	-	6,185	278,346
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		2,305	-	-	-	-
Intangible assets		83	36	-	-	36
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		<b>253,353</b>	<b>301,529</b>	<b>-</b>	<b>6,185</b>	<b>301,529</b>
<b>TOTAL ASSETS</b>		<b>321,864</b>	<b>289,967</b>	<b>-</b>	<b>21,851</b>	<b>289,967</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		3,224	-	-	-	-
Consumer deposits		843	783	-	10	783
Trade and other payables from exchange transactions		140,542	147,229	-	5,304	147,229
Trade and other payables from non-exchange transactions		3,324	-	-	9,574	-
Provision		4,046	13,567	-	-	13,567
VAT		15,173	3,497	-	1,272	3,497
Other current liabilities		-	-	-	-	-
<b>Total current liabilities</b>		<b>167,152</b>	<b>165,075</b>	<b>-</b>	<b>16,159</b>	<b>165,075</b>
<b>Non current liabilities</b>						
Financial liabilities		443	2,476	-	-	2,476
Provision		78,508	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		7,813	-	-	-	-
<b>Total non current liabilities</b>		<b>86,765</b>	<b>2,476</b>	<b>-</b>	<b>-</b>	<b>2,476</b>
<b>TOTAL LIABILITIES</b>		<b>253,917</b>	<b>167,551</b>	<b>-</b>	<b>16,159</b>	<b>167,551</b>
<b>NET ASSETS</b>	2	<b>67,946</b>	<b>122,416</b>	<b>-</b>	<b>5,691</b>	<b>122,416</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		107,310	122,737	-	(3)	122,737
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>107,310</b>	<b>122,737</b>	<b>-</b>	<b>(3)</b>	<b>122,737</b>

## 16. Annexure B

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



**Municipal Debt Relief - Monthly Reporting** Indigent Household Information (BIFMA Circular 124 / Condition 6.1)  
 Information - provides only the information of the current households registered as indigent with the municipality. Do NOT include the information of all households unless explicitly stated otherwise.

[illegible]



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

[illegible]