



THEMBELIHLE

LOCAL MUNICIPALITY
PLAASLIKE MUNISIPALITEIT
U-MASIPALA WASEKUTHALENI

Incorporating the towns of Strydenburg and Hopetown

Northern Cape Province, Republic of South Africa

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QUARTERLY BUDGET STATEMENT: SECTION 52(D) QUARTERLY REPORT: QUARTER 2

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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 52(d): IN-YEAR
MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING QUARTER 2**

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 52(d) 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".

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.

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

Description thousand	R	YTD Budget Quarter 2	YTD Actual Quarter 2	Variance Favourable (Unfavourable)	%YTD Actual vs YTD Budget
Total Revenue (excluding capital transfers and contributions)		R 58,550 Million	R 54,060 Million	(4,490)	-8%
Total Operational Expenditure		R 66,640 Million	R 55,261 million	(11,379)	-17%

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. 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 1st 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) - Q2 Second Quarter

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	25,343	1,189	9,328	12,671	(3,343)	-26%	25,343
Service charges - Water		4,866	6,311	6,311	441	2,894	3,155	(261)	-8%	6,311
Service charges - Waste Water Management		3,765	4,208	4,208	389	2,345	2,104	241	11%	4,208
Service charges - Waste management		1,992	3,302	3,302	208	1,256	1,651	(395)	-24%	3,302
Sale of Goods and Rendering of Services		193	274	274	0	55	137	(82)	-60%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	12,727	563	3,235	6,364	(3,128)	-49%	12,727
Interest from Current and Non Current Assets		156	392	392	-	51	196	(145)	-74%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	312	-	-	156	(156)	-100%	312
Rental from Fixed Assets		716	699	699	48	301	350	(49)	-14%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	2,281	(4)	670	1,140	(471)	-41%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	10,021	448	6,181	5,010	1,171	23%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	65	-	3	33	(30)	-92%	65
Licence and permits		416	456	456	-	77	228	(151)	-66%	456
Transfers and subsidies - Operational		48,443	43,772	43,772	-	26,688	21,896	4,802	22%	43,772
Interest		1,763	1,936	1,936	165	977	968	9	1%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	5,000	-	-	2,500	(2,500)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		94,100	117,100	117,100	3,448	54,060	58,550	(4,490)	-8%	117,100

Exchange Revenue

- **Service charges – Electricity** is showing a variance of -26% 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 -8% 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.

- **Service chargers- Waste management-** Waste water is showing a variance of 24%, which is R 1 256 million of the R R1 651million budgeted revenue.
- **Sale of Goods and Rendering of Services** is Interest earned from Receivables is showing a variance of -60% 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 69%, and operational revenue is showing a variance of negative 29% 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 37%.
- Fines, penalties and forfeits is showing an Unfavourable budget figures not achieved negative variance of 90%, due to the under-recovery on fines: Law Enforcement.
- Transfers and subsidies – Operational are showing a negative of 19%.
- Operational Revenue shows no movement for the month under review.
- Gains and disposal of assets, shows a negative variance of 100%.

4.2 Operating Expenditure by Type

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

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										
Expenditure By Type										
Employee related costs		39,753	45,983	45,983	4,274	22,582	22,992	(410)	-2%	45,983
Remuneration of councillors		6,945	4,326	4,326	432	2,678	2,163	515	24%	4,326
Bulk purchases - electricity		19,435	21,161	21,161	1,234	8,878	10,675	(1,697)	-16%	21,161
Inventory consumed		1,877	4,535	4,535	126	913	2,263	(1,350)	-60%	4,535
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	11,220	-	-	5,610	(5,610)	-100%	11,220
Interest		18,452	10,660	10,660	671	4,067	5,330	(1,263)	-24%	10,660
Contracted services		11,892	11,603	11,603	1,307	3,359	5,301	(2,442)	-42%	11,603
Transfers and subsidies		281	-	-	-	35	-	35	40140%	-
Irrecoverable debts written off		24,514	10,224	10,224	-	-	5,112	(5,112)	-100%	10,224
Operational costs		13,586	13,579	13,579	2,796	12,747	8,789	5,958	85%	13,579
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		146,328	133,280	133,280	10,842	55,261	66,640	(11,379)	-17%	133,280
Surplus/(Deficit)		(52,228)	(18,180)	(18,180)	(7,340)	(1,174)	(8,090)	8,916	(0)	(18,180)
Transfers and subsidies - capital (monetary allocations)		6,289	15,858	15,858	(812)	5,637	7,929	(1,293)	(0)	15,858
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(45,939)	(322)	(322)	(8,151)	5,463	(161)	5,624	(0)	(322)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(45,939)	(322)	(322)	(8,151)	5,463	(161)	5,624	(0)	(322)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(45,939)	(322)	(322)	(8,151)	5,463	(161)	5,624	(0)	(322)
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(45,939)	(322)	(322)	(8,151)	5,463	(161)	5,624	(0)	(322)

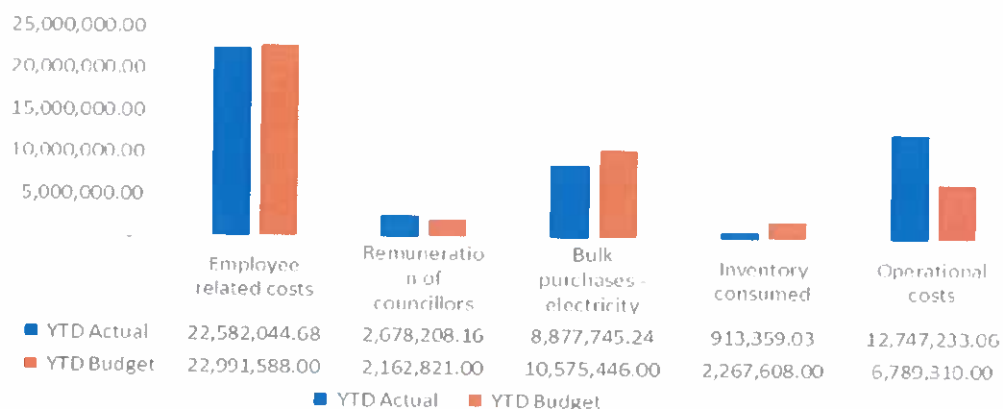
Comparison against YTD Budget

As indicated in the Table above, as of Quarter 2 current YTD expenditure shows a variance of -17%. The YTD actual amounted to R55 261 against the YTD Budget of R66 640million.

- Employee related costs show an underspending variance of -2% for the 2nd quarter of 2025/26 FY 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 variance of 24%
- Bulk purchase – Electricity is showing a variance of -16% and all invoices to date has been captured on the system.
- Inventory consumed is showing a of -60%. Expenditure on inventory consumed needs to be monitored closely and remedial action be taken to ensure that funds are spent
- Interest is showing a variance of -24% due to delay in paying creditors.

- Contracted services have a variance of -59% 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 58% as a result various line items under operational cost being spent.

Expenditure YTD vs Actual



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 Quarter 2. The main cost drivers of the municipality are Employee related costs, Operational Costs and Bulk purchases-electricity.

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

PART 2 – SUPPORTING DOCUMENTATION

6. Debtors' Analysis

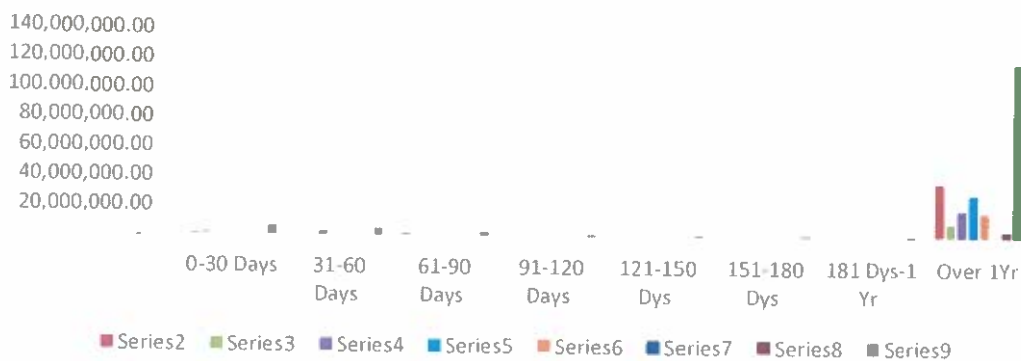
Interest on arear accounts is the outstanding amounts calculated by a certain interest rate, normally 10% calculated by the system as per the policy and this interest rate is calculated on different service items. Interest on arear accounts starts with 30-60 ageing and going forward to more than 120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

As at the end of Quarter 2, debtors are at R 144 798million, this is due to non-payment of debtors.

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description		Budget Year 2026/28													
		MT 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	Total over 90 days	Actual Debt Written Off against Debtors	Implementation of Debtors Policy	
In the month															
Debtors Age Analysis By Income Source															
Trails and Other Receivables from Exchange Transactions - Water	1200	1 542	614	681	648	632	1 675	363	37 971	44 125	41 287	-	-	-	
Trails and Other Receivables from Exchange Transactions - Electric &	1300	2 205	754	536	547	493	244	235	18 191	15 205	11 710	-	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	1 831	434	398	374	7 523	518	347	18 345	24 971	23 107	-	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1 141	515	509	501	560	413	405	30 345	34 350	32 225	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	635	294	291	288	338	237	233	17 795	20 113	18 894	-	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	24	10	6	6	6	6	6	736	759	759	-	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receivable unauthorised regular business and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	28	3	1	1	1	2	2	5 158	5 193	5 161	-	-	-	
Total By Income Source	2000	6,607	2,626	2,423	2,384	4,683	3,884	3,692	121,842	145,288	133,143	-	-	-	
30/06/26 - to date only															
		644,957	21,79242	200,2262	35,77800	185,8133	187,2112	177,1708	1,193,33500	135,995	128,384	0	-	0	
Debtors Age Analysis By Customer Group															
Organs of State															
Commercial	2200	280	125	117	117	2 244	291	128	10 054	13 355	12 835	-	-	-	
Households	2300	798	85	55	58	50	30	47	1 900	2 530	2 094	-	-	-	
Other	2400	6 023	2 413	2 248	2 183	2 247	2 771	1 415	109 487	128 788	118 504	-	-	-	
	2500	6	3	3	3	3	3	2	2	100	121	118	-	-	
Total By Customer Group	2600	6,807	2,626	2,423	2,384	4,683	3,884	3,692	121,842	145,288	133,143	-	-	-	

YTD Debtors age analysis-Q02



Water

Revenue on water services billed amounts to R52,937,552.72 for the 2nd quarter of 2025/26 and the municipality collected for water services R 563,158.27. 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 R 25,464,246.37 and the actual collection amounts to R 156,997.76.

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 networks are 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 2nd Quarter 2025, the municipality billed R39 672 460.49 and received is R234 043,88.

Creditors' Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description	NT Code	Budget Year 2025/26								Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	2,056	2,947	2,970	2,848	2,130	2,173	12,521	167,179	194,443	168,177
Bulk Water	0200	-	-	-	-	-	-	-	6	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	21,845	203,062	252,390	213,374

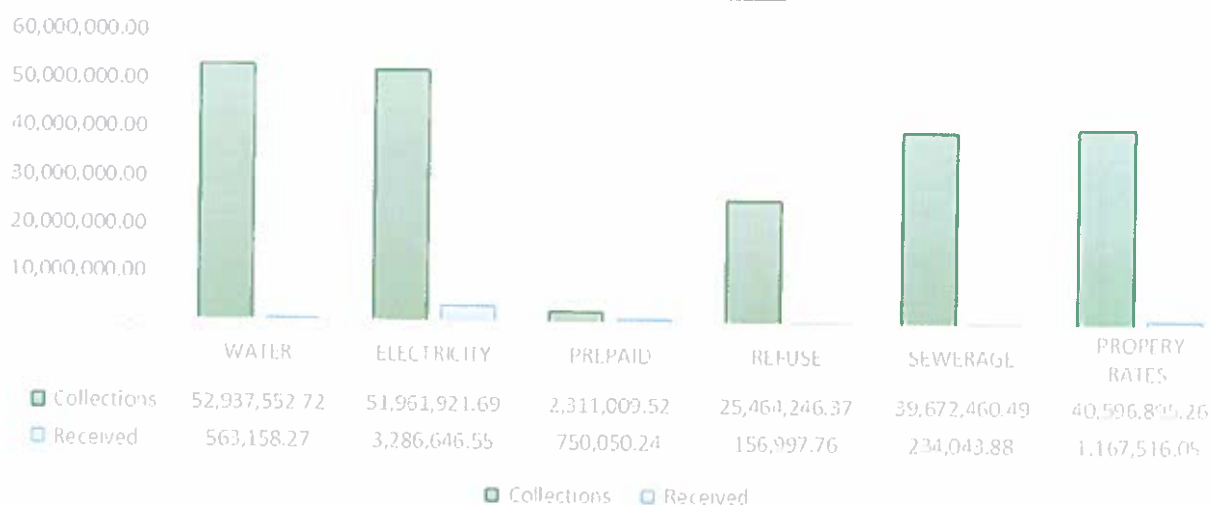
Auditor General – No payment was made to AGSA in the 2nd quarter of 2025/26 financial year. The municipality has a payment arrangement with the AG.

Q02 Billing vs Collection per service charge

Service Charges	Collections	Received	
WATER	52,937,552.72	563,158.27	1.06
ELECTRICITY	51,961,921.69	3,286,646.55	6.33
PREPAID	2,311,009.52	750,050.24	32.46
REFUSE	25,464,246.37	156,997.76	0.62
SEWERAGE	39,672,460.49	234,043.88	0.59
PROPERTY RATES	40,596,895.26	1,167,516.05	2.88
TOTAL	12,449,747.75	6,158,412.75	49.47

The above figures depict the collection performance movement from September to Quarter 2. The Municipality billed **R12 449 747.74** for the 2nd quarter and collected **R6 158 412.75**. To-date the municipality has performed the total revenue collection by 49.47%.

Q02 Billing vs Receipts



Property rates

Property Rates collection for Q02 amounts to R1 167 516 of the R40 596 895.26 which is 1.06%. This is because some consumers have arranged to pay for the property rates at the beginning of the financial year, paying for the whole financial year.

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 Q02 of 2025/25 FY electricity sales amounted to R 3 286 646 including the pre-paid sales.

Eskom –According to the 2025 invoice, the outstanding balance for the month under review is R150 471 232.75 for Hopetown and R35 542 753.53 for Strydenburg, and that totals to R18 6542 753,53 owed to Eskom. 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. A payment of R250 000 was made to Eskom in Quarter 2.

Vanderkloof water user association – The invoice as of Quarter 2 amounts to R 262,156.50 and no payment nor payment arrangement has been made.

PAYE and Pension – A payment of R3000 000 was made to CRF in December of 2025.

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 Quarter 2.

7. Investment portfolio analysis as at 31 Quarter 2

The bellow table consist of the total investments balances as at end of Quarter 2. The total balance amounts to **R388 654.53** and these amounts are 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	R 17,786.29
2.	Operational Grants	R 358,695.60
3.	WSIG	R 1,161.89
4.	MIG	R 1,485.52
5	EEDSM	R 9,525.23
	TOTAL	R388,654.53

8. Allocation and grant receipts and expenditure

Operational Grants assessment

Grant name	Budget allocation 2025/2026	Received	Expenditure to date	Total Remaining	% Expenditure To date
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FMG	R3000 000	R3000 000	R 1,349,507.78	1,555,250.32	45%
Library Grant	R 1 230 000.00	R575 000.00	R 513,298.50	R 61,701.50	89%

Financial Management Grant

- The grant shows a 45% spending expenditure as of Quarter 2
- Funded projects through the grants are Interns salaries and training, updating of the Asset

Register, Internal Audit fees, Audit committee and Financial System.

Library Grant

- The allocation for 2025/26 is R1 230 00 000 and as of Quarter 2 the Municipality has received R575 000. 89% of the amount received has been spent on salaries.

Capital Grants Assessment

GRANT NAME	Budget allocation 2025/2026	Received	Expenditure To date	TOTAL REMAINING	% SPENT
MIG	R10,472,000.00	10,257,000.00	10,255,364.50	1,366.50	99%
EEDMS	R2000 000.00	1,300,000.00	1,292,433.84	7,566.16	99%
INEP	R3,910,000.00	2,542,000.00	2,555,029.92	-13,029.92	100%

Capital grant expenditure in performance as at Quarter 2 of 2025, is as follows:

- MIG– The grant performance is 99% as at Quarter 2.
- EEDMS – The grant is at 99% expenditure as Quarter 2
- INEP –The grant is at 100% spending of the R2 542 000 received as at Quarter 2.

Rollover Grant: Expenditure – No application was submitted

9. Councillors' allowances and employee benefits

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q2 Second Quarter

Summary of Employee and Councillor remuneration R thousands	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
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		4,599	3,879	3,599	377	2,293	1,812	481	27%	3,599
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		193	-	-	10	52	-	62	#DIV/0!	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		485	447	447	41	242	223	18	8%	447
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		669	-	280	4	82	127	(45)	-36%	280
Sub Total - Councillors		5,945	4,326	4,326	432	2,878	2,163	515	24%	4,326
% increase	4		-27.2%	-27.2%						-27.2%
Senior Managers of the Municipality										
Basic Salaries and Wages		2,670	4,344	3,564	291	1,747	1,817	(70)	-4%	3,564
Pension and UIF Contributions		4	2	2	1	3	1	2	173%	2
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		70	264	264	21	118	132	(14)	-11%	264
Cellphone Allowance		58	148	148	12	75	74	1	1%	148
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		417	-	349	10	113	159	(45)	-28%	349
Payments in lieu of leave		242	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		61	170	170	12	58	85	(17)	-20%	170
Acting and post related allowance		(15)	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		3,537	4,928	4,497	348	2,125	2,268	(143)	-8%	4,497
% increase	4		39.3%	27.1%						27.1%
Other Municipal Staff										
Basic Salaries and Wages		25,577	27,756	26,452	2,335	13,929	13,285	644	5%	26,452
Pension and UIF Contributions		4,583	6,063	6,113	411	2,512	3,054	(542)	-18%	6,113
Medical Aid Contributions		1,414	1,468	1,518	119	735	757	(22)	-3%	1,518
Overtime		1,642	1,706	1,964	143	798	970	(172)	-18%	1,964
Performance Bonus		2,129	1,778	1,778	832	1,726	889	837	94%	1,778
Motor Vehicle Allowance		142	-	-	12	71	-	71	#DIV/0!	-
Cellphone Allowance		301	221	231	27	163	115	48	42%	231
Housing Allowances		37	33	93	4	21	44	(23)	-52%	93
Other benefits and allowances		1,221	23	716	38	314	327	(12)	-4%	716
Payments in lieu of leave		327	1,179	1,177	-	30	589	(558)	-95%	1,177
Long service awards		-	210	210	-	46	105	(59)	-56%	210
Post-retirement benefit obligations		(1,362)	558	558	-	32	279	(246)	-88%	558
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		204	-	616	6	78	280	(202)	-72%	616
In kind benefits		-	60	60	-	-	30	(30)	-100%	60
Sub Total - Other Municipal Staff		36,215	41,055	41,488	3,928	20,457	20,724	(266)	-1%	41,488
% increase	4		13.4%	14.6%						14.6%
Total Parent Municipality		45,898	50,309	50,309	4,708	25,280	25,154	106	0%	50,309

- **Councillors' remuneration** to date amounts to R2 293 with a 27% overspending.
- **Senior managers** to date amounts to R1 747million with a 4% underspending.
- **Other Municipal Staff** as at December 2025 amounts R13 929 with a slight overspending of 5%.

The overtime policy was developed and approved is implemented to reduce/monitor the 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 performance report for the period ending Quarter 2.

11. Other supporting documents

Additionally, information or supporting documentation for Quarter 2.

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

12. 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 Quarter 2.

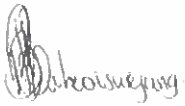
2.The non-compliance emanating from the municipality's debt relief self-assessment as well as the Provincial Treasury's independent assessment set out in Condition 6.1 on the non-compliance letter.

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

Compiled by:



Remofilwe Babeotswejang
Chief Financial Officer

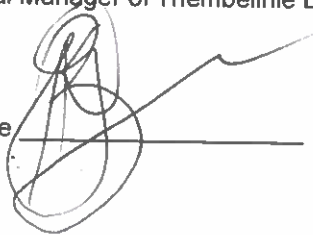
I Kealebogae Gaborone, the Municipal Manager of Thembelihle

Local Municipality hereby certify that-

- Section 52(d) reporting for the month of Quarter 2 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 15.01-2026

Acknowledgement receipt of section 52(d) 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: _____

13. Annexure A: C-schedule

0 - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2024/25	Budget Year 2025/26							
	Actual Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	8,181	10,021	16,821	448	8,181	5,010	1,171	23%	10,021
Service charges	26,969	39,164	38,164	2,228	18,822	18,582	(3,760)	-19%	39,164
Investment revenue	156	392	392	-	511	196	(145)	-74%	392
Transfers and subsidies - capital (in-kind)	46,443	43,772	43,772	-	26,686	21,886	(4,800)	0	43,772
Other own revenue	12,431	23,751	23,751	772	5,317	11,875	(6,558)	-55%	23,751
Total Revenue (excluding capital transfers and contributions)	94,180	117,100	117,100	3,648	34,860	58,350	(4,490)	-8%	117,100
Employee costs	39,753	45,963	45,963	4,274	27,582	22,992	(4,610)	-2%	45,963
Remuneration of Councilors	5,945	4,326	4,326	432	7,678	2,163	515	24%	4,326
Depreciation/Amortisation	9,286	11,220	11,220	-	-	5,610	(5,610)	-100%	11,220
Interest	18,452	10,660	10,660	678	4,066	5,330	(1,264)	-24%	10,660
Inventory consumed and bulk purchases	21,317	25,686	25,686	1,350	9,780	12,843	(3,064)	-24%	25,686
Provision for bad debts	261	-	-	-	-	-	-	-	-
Other expenditure	51,318	35,405	35,405	1,045	12,893	17,703	(4,810)	-27%	35,405
Total Expenditure	146,329	133,280	133,280	7,772	52,835	66,640	(14,805)	-22%	133,280
Surplus/(Deficit)	(52,228)	(16,180)	(16,180)	(4,224)	7,878	(8,890)	(16,115)	-129%	(16,180)
Transfers and subsidies - capital (inventory allocations)	6,286	15,858	15,858	-	7,448	7,929	(481)	-6%	15,858
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(45,939)	(322)	(322)	(4,224)	9,474	(161)	9,635	-5996%	(322)
Share of surplus/(deficit) of associates	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(45,939)	(322)	(322)	(4,224)	9,474	(161)	9,635	-5996%	(322)
Capital expenditure & funds sources									
Capital expenditure	2,228	15,858	-	1,770	6,185	3,865	2,221	58%	15,858
Capital transfers recognised	2,228	15,858	13,371	715	13,830	6,686	6,344	95%	13,371
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	2,228	15,858	13,371	715	13,830	6,686	6,344	95%	13,371
Financial position									
Total current assets	68,511	(11,547)	-	-	15,665	-	-	-	(11,547)
Total non current assets	753,353	301,529	-	-	4,185	-	-	-	301,529
Total current liabilities	167,152	165,015	-	-	16,159	-	-	-	165,015
Total non current liabilities	88,765	2,476	-	-	-	-	-	-	2,476
Community wealth/Equity	167,318	122,737	-	-	(3)	-	-	-	122,737
Cash flows									
Net cash from (used) operating	(80,478)	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	-	-	-	-	-	-	-	-	-
Cash/less equivalents at the month/year end	(80,256)	(15,318)	-	(284)	(7,795)	1,622	9,418	500%	(15,318)
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dye	151-180 Dye	181 Dye-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	6,445	5,195	3,238	1,708	1,737	1,888	1,781	117,453	139,144
Creditors Age Analysis									
Total Creditors	4,514	4,171	2,803	8,268	3,404	3,440	21,645	203,882	257,760

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

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	25,343	1,189	9,328	12,671	(3,343)	-26%	25,343
Service charges - Water		4,866	6,311	6,311	441	2,894	3,155	(261)	-8%	6,311
Service charges - Waste Water Management		3,765	4,208	4,208	389	2,345	2,104	241	11%	4,208
Service charges - Waste management		1,992	3,302	3,302	208	1,256	1,651	(395)	-24%	3,302
Sale of Goods and Rendering of Services		193	274	274	0	55	137	(82)	-60%	274
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	12,727	563	3,235	6,364	(3,128)	-49%	12,727
Interest from Current and Non Current Assets		156	392	392	-	51	196	(145)	-74%	392
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	312	-	-	156	(156)	-100%	312
Rental from Fixed Assets		716	699	699	48	301	350	(48)	-14%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	2,281	(4)	670	1,140	(471)	-41%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	10,021	448	6,181	5,010	1,171	23%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and bribes		21	65	65	-	3	33	(30)	-92%	65
Licence and permits		416	456	456	-	77	228	(151)	-66%	456
Transfers and subsidies - Operational		46,443	43,772	43,772	-	26,688	21,886	4,802	22%	43,772
Interest		1,763	1,936	1,936	165	977	968	9	1%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gain on disposal of Assets		-	5,000	5,000	-	-	2,500	(2,500)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		94,100	117,100	117,100	3,448	54,060	58,550	(4,490)	-8%	117,100
Expenditure By Type										
Employee related costs		39,753	45,983	45,983	4,274	22,582	22,992	(410)	-2%	45,983
Remuneration of councillors		5,945	4,326	4,326	432	2,678	2,163	515	24%	4,326
Bulk purchases - electricity		19,435	21,151	21,151	1,234	8,878	10,575	(1,698)	-16%	21,151
Inventory consumed		1,877	4,535	4,535	117	902	2,268	(1,366)	-60%	4,535
Debt Impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		9,286	11,220	11,220	-	-	5,610	(5,610)	-100%	11,220
Interest		18,452	10,660	10,660	670	4,066	5,330	(1,264)	-24%	10,660
Contracted services		11,982	11,603	11,603	183	2,166	5,801	(3,635)	-63%	11,603
Transfers and subsidies		261	-	-	-	36	-	36	#DIV/0!	-
Irrecoverable debts written off		24,614	10,224	10,224	-	-	5,112	(5,112)	-100%	10,224
Operational costs		13,586	13,579	13,579	862	10,726	6,789	3,937	58%	13,579
Loss on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		148,328	133,280	133,280	7,772	52,035	65,640	(14,005)	-22%	133,280
Surplus/(Deficit)		(52,228)	(16,180)	(16,180)	(4,324)	2,026	(8,090)	10,115	(0)	(16,180)
Transfers and subsidies - capital (monetary allocations)		6,289	15,858	15,858	-	7,448	7,929	(481)	(0)	15,858
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(45,939)	(322)	(322)	(4,324)	9,474	(161)	9,635	(0)	(322)
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(45,939)	(322)	(322)	(4,324)	9,474	(161)	9,635	(0)	(322)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(45,939)	(322)	(322)	(4,324)	9,474	(161)	9,635	(0)	(322)
Share of Surplus/Deficit attributable to Associates		-	-	-	-	-	-	-	-	-
Intercompany/Parent/subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		(45,939)	(322)	(322)	(4,324)	9,474	(161)	9,635	(0)	(322)

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter

Vote Description		Ref	2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2025/26				
							YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		1									
Multi-Year expenditure appropriation		2									
Vote 1 - Executive Council			-	-	-	-	-	-	-	-	-
Vote 2 - Public Safety			-	-	-	-	-	-	-	-	-
Vote 3 - Office of Financial Management			119	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services			-	-	-	-	-	-	-	-	-
Vote 5 - Road Transport			660	-	-	-	569	-	569	#DIV/0!	-
Vote 6 - Community & Social Services			-	-	-	-	-	-	-	-	-
Vote 7 - Planning & Development			-	9,948	-	1,440	5,269	2,487	2,782	112%	9,948
Vote 8 - Budget & Treasury			-	-	-	-	-	-	-	-	-
Vote 9 - Electricity			-	3,910	-	-	-	978	(978)	-100%	3,910
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]			-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure		4,7	779	13,858	-	1,440	5,838	3,485	2,374	69%	13,858
Single Year expenditure appropriation		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	2,000	-	330	347	500	(153)	-31%	2,000
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]			-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure		4	1,449	2,000	-	330	347	500	(153)	-31%	2,000
Total Capital Expenditure			2,228	15,858	-	1,770	6,185	3,985	2,221	56%	15,858
Capital Expenditure - Functional Classification											
Governance and administration			-	-	2,487	-	-	1,244	(1,244)	-100%	2,487
Executive and council			-	-	-	-	-	-	-	-	-
Finance and administration			-	-	2,487	-	-	1,244	(1,244)	-100%	2,487
Internal audit			-	-	-	-	-	-	-	-	-
Community and public safety			-	-	-	-	-	-	-	-	-
Community and social services			-	-	-	-	-	-	-	-	-
Sport and recreation			-	-	-	-	-	-	-	-	-
Public safety			-	-	-	-	-	-	-	-	-
Housing			-	-	-	-	-	-	-	-	-
Health			-	-	-	-	-	-	-	-	-
Economic and environmental services			361	9,948	2,487	-	7,184	1,244	5,941	478%	2,487
Planning and development			361	9,948	2,487	-	7,184	1,244	5,941	478%	2,487
Road transport			-	-	-	-	-	-	-	-	-
Environmental protection			-	-	-	-	-	-	-	-	-
Trading services			1,887	5,910	8,397	715	5,846	4,199	1,647	39%	8,397
Energy services			1,449	5,910	5,910	715	4,112	2,955	1,157	39%	5,910
Water management			3,690	-	-	-	-	-	-	-	-
Waste water management			(3,272)	-	2,487	-	1,734	1,244	490	39%	2,487
Waste management			-	-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification		3	2,228	15,858	13,371	715	13,030	6,886	6,344	95%	13,371
Funded by:											
National Government			2,228	15,858	13,371	715	13,030	6,686	6,344	95%	13,371
Provincial Government			-	-	-	-	-	-	-	-	-
District Municipality			-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/Prov Deptyn Agencies)			-	-	-	-	-	-	-	-	-
Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions			-	-	-	-	-	-	-	-	-
Transfers recognised - capital			2,228	15,858	13,371	715	13,030	6,886	6,344	95%	13,371
Borrowing		6	-	-	-	-	-	-	-	-	-
Internally generated funds			-	-	-	-	-	-	-	-	-
Total Capital Funding			2,228	15,858	13,371	715	13,030	6,886	6,344	95%	13,371

14. Annexure B

15.1.1 Monthly – Restriction of Free Basic Service to Indigent Households

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

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

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

Description	Ref	As Per Debt Relief Application	Current Year - 2025/2026		2025/2026 - Monthly Monitoring											
			Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	001	002	003	004	005	006	007	008	009	010
Indigent Household service requests	1															
Water: (Include All Indigent households also in Urban supplied areas)																
Indigent HHs with piped water inside dwelling	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with piped water inside yard (but not in dwelling)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs using public tap (at least min service level)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with other water supply (at least min service level)	923	1,800	1,800	156	337	381	455	540	562							
Total no. of Indigent HHs receiving Minimum Service Level and Above sub-total	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs using public tap (< min service level)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with other water supply (< min service level)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with no water supply	923	1,800	1,800	156	337	381	455	540	562							
Total no. of Indigent HHs receiving - Below Minimum Service Level sub-total	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households	923	1,800	1,800	156	337	381	455	540	562							
Restriction of Water service:																
Number of Indigent HHs with piped water	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs with conventional metered water	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs NOT metered currently - Water	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs with NO flow supply - No metering	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households	923	1,800	1,800	156	337	381	455	540	562							
Restriction of unmetered supply of Water:																
Number of Indigent HHs with conventional metered water - where the municipality is NOT physically restricting water to the national free basic limit of 6 kwh per household per month	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs NOT metered currently receiving unlimited supply - Water	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households receiving unlimited supply - Water	923	1,800	1,800	156	337	381	455	540	562							
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HHs listed to consume a below the 6 kwh limit	923	1,800	1,800	156	337	381	455	540	562							
Electricity: (Include All Indigent households also in Urban supplied areas)																
Indigent HHs with Electricity (at least min service level)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with Electricity - prepaid (min service level)	923	1,800	1,800	156	337	381	455	540	562							
Total no. of Indigent HHs receiving Minimum Service Level and Above sub-total	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with Electricity (< min service level)	923	1,800	1,800	156	337	381	455	540	562							
Indigent HHs with other energy sources	923	1,800	1,800	156	337	381	455	540	562							
Total no. of Indigent HHs receiving - Below Minimum Service Level sub-total	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households	923	1,800	1,800	156	337	381	455	540	562							
Restriction of Electricity service:																
Number of Indigent HHs with prepaid Electricity	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs with conventional metered Electricity	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs NOT metered currently - Electricity	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs with NO flow supply - No metering	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households	923	1,800	1,800	156	337	381	455	540	562							
Restriction of unmetered supply of Electricity:																
Number of Indigent HHs with conventional metered Electricity - where the municipality is NOT physically restricting Electricity to the national free basic limit of 5 kwh per household per month	923	1,800	1,800	156	337	381	455	540	562							
Number of Indigent HHs NOT metered currently receiving unlimited supply - Electricity	923	1,800	1,800	156	337	381	455	540	562							
Total number of registered indigent households receiving unlimited supply - Electricity	923	1,800	1,800	156	337	381	455	540	562							
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HHs listed to consume a below the 5 kwh limit	923	1,800	1,800	156	337	381	455	540	562							
Restriction of All Household receiving Free Basic Service Restriction registered Indigent Households	7															
Water (6 kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Electricity (5kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Cost of Free Basic Services provided to All Households in Formal Settlements (R000)																
Water (6 kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Electricity (5kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Cost of Free Basic Services provided to All Households in Informal Formal Settlements (R000)																
Water (6 kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Electricity (5kwh per household per month)	923	1,800	1,800	156	337	381	455	540	562							
Total cost of FBS Water and Electricity provided to All Households	1,948	3,600	3,600	302,372	93,580	262,174	228,511	272,965	223,954	337,151						
Maximum cost of free services provided per household (all L Households)																
Property rates (R value increase)	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000						
Water (6 kwh per household per month)	6	6	6	6	6	6	6	6	6	6						
Sanitation (R value per household per month)	180	180	180	180	180	180	180	180	180	180						
Electricity (5kwh per household per month)	50	50	50	50	50	50	50	50	50	50						
Rates (average R value per week)	50	50	50	50	50	50	50	50	50	50						
Revenue cost of subsidised services provided for All Households (R000)	9															
Revenue list Category Property rates (to RFF adjustment) (impossible values per section 17 of MFMA)	14(a)															
PSI Category Property rates (to RFF adjustment) (impossible values per section 17 of MFMA)	14(b)															
Additional Subsidies Property rates exemptions, reductions and rebates in excess of section 17 of MFMA																
Water (in excess of 6 kwh per indigent household per month)	15															
Sanitation (in excess of free sanitation service to indigent households)	16															
Electricity (in excess of 5 kwh per indigent household per month)																
Rates (in excess of one nominal month for indigent households)																
Municipal housing subsidies																
Housing top-up subsidies																
Other																
Total revenue cost of subsidised services provided																

In the table above is the Indigent information for the month under review of Quarter 2. 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.

15.1.2 Monthly Revenue Collection Reporting

Northern Cape

NC076

Average collection rate (MFMA Circular 124 condition 6.7)

NB - Collection rate principle applied (Cash collection of)

Collection Rate Assessment					
Total Aggregate Collection		Summary - Quarter 2			
		Billing	Collection	R - Billing not collected	% Collection
1.Collection for whole demarcation	Summary	10,876,487	5,966,122	4,910,365	55%
2.Collection excl Eskom supplied areas		-	-	-	NDIV/DI
3.Collection: Property Rates		1,174,582	1,018,481	156,101	87%
4.Total average collection: Electricity (Municipal supplied areas)		4,107,999	4,004,988	103,012	97%
5.Total average collection: Water		1,586,370	350,573	1,235,797	22%
6.Total average collection: Wastewater		1,262,505	343,704	918,801	27%
7.Total average collection: Refuse		676,307	152,836	523,471	23%
8.7.Total average collection: Interest		2,068,725	90,542	1,978,183	4%

Complete This Section			Quarter 2 Performance Per Ward											
Services	Account Supplier	Ward Name & Number	4 October				5 November				6 December			
			Billing for the period	Collection for September or October	Real Value of Billing not collected	% Collection	Billing for October	Collection for October or November	Real Value of Billing not collected	% Collection	Billing for November	Collection for November or December	Real Value of Billing not collected	% Collection
Property Rates Tax	Partial Billing and municipal supplied	Ward 1	61,486	20,138	41,343	33%	62,600	21,661	40,939	35%	61,398	48,316	13,083	79%
Electricity			163,861	212,814	0	130%	176,017	218,061	0	124%	175,682	257,192	0	146%
Water			65,425	18,860	46,564	29%	62,579	12,916	49,663	21%	63,797	22,103	41,693	35%
Refuse			46,999	12,770	34,230	27%	45,512	9,857	35,655	22%	44,307	13,859	30,449	31%
Waste Water			84,045	28,456	55,589	34%	81,467	17,727	63,740	22%	81,309	27,630	53,679	34%
Interest			111,035	3,509	107,526	3%	113,984	2,310	111,674	2%	115,712	8,799	106,913	8%
Property Rates Tax	Partial Billing and municipal supplied	Ward 2	172,007	165,275	6,732	96%	158,825	143,492	15,333	90%	195,750	185,819	9,931	95%
Electricity			1,105,192	847,703	257,488	77%	1,095,877	954,635	141,242	87%	903,454	1,053,067	0	117%
Water			152,219	82,007	70,212	54%	317,389	69,910	247,479	22%	182,007	92,550	89,457	51%
Refuse			48,640	35,530	13,110	73%	46,654	30,537	16,117	65%	47,931	36,253	11,678	76%
Waste Water			103,472	76,004	27,469	73%	98,900	72,883	26,017	74%	102,572	80,706	21,866	79%
Interest			45,067	8,111	36,956	18%	50,687	12,814	37,873	25%	57,233	15,380	41,853	27%
Property Rates Tax	Partial Billing and municipal supplied	Ward 3	64,562	9,900	54,662	15%	63,604	3,318	60,285	5%	62,207	5,864	56,343	9%
Electricity			10,958	8,689	2,269	79%	10,018	9,827	191	98%	2,049	8,887	0	434%
Water			76,306	21,156	55,150	28%	86,357	5,077	81,331	6%	61,185	8,158	52,927	13%
Refuse			38,951	8,104	30,847	21%	37,380	(221)	37,601	-1%	35,427	2,767	32,660	8%
Waste Water			76,413	17,232	59,181	23%	73,522	410	73,112	1%	69,701	6,611	63,090	9%
Interest			158,773	3,973	154,800	3%	160,273	490	159,783	0%	160,393	1,074	159,319	1%
Property Rates Tax	Partial Billing and municipal supplied	Ward 4	19,850	1,312	18,537	7%	18,978	168	18,810	1%	17,649	786	16,863	4%
Electricity			166,244	160,041	6,203	96%	149,609	118,360	31,249	79%	146,331	151,126	0	103%
Water			71,589	3,939	67,650	6%	91,824	307	91,518	0%	68,055	935	68,121	1%
Refuse			43,303	2,038	41,265	5%	49,207	2,574	46,633	5%	46,119	593	45,526	1%
Waste Water			74,060	3,496	70,564	5%	76,802	410	76,393	1%	78,696	837	77,859	1%
Interest			104,582	3,015	101,568	3%	106,727	-	106,727	0%	108,009	2,391	105,619	2%
Property Rates Tax	Partial Billing and municipal supplied	Ward 5	39,133	1,416	37,716	4%	39,413	935	38,479	2%	39,146	1,000	38,146	3%
Electricity			903	1,929	0	214%	903	1,116	0	124%	903	1,540	0	171%
Water			100,733	6,562	94,172	6%	101,460	4,217	97,243	4%	82,464	1,826	80,638	2%
Refuse			50,589	2,131	48,457	4%	44,722	221	44,501	0%	50,586	823	49,763	2%
Waste Water			89,445	4,250	85,195	5%	85,511	5,316	80,195	6%	86,588	1,737	84,852	2%
Interest			199,779	267	199,512	0%	201,038	532	200,507	0%	203,772	95	203,677	0%
Property Rates Tax	Steam supplied	Ward 6	17,174	375,354	0	2180%	62,600	21,661	40,939	35%	18,201	12,066	6,135	66%
Electricity			-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
Water			-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
Refuse			-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
Waste Water			-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
Interest			78,437	26,903	51,534	34%	16,282	204	16,078	1%	76,942	717	76,225	1%