



THEMBELIHLLE

Incorporating the towns of Strydenburg and Hopetown

Northern Cape Province, Republic of South Africa

LOCAL MUNICIPALITY
PLAASLIKE MUNISIPALITEIT
U-MASIPALA WASEKUHALENI

Private bag X3 HOPETOWN 8750

Church Street HOPETOWN 8750

(053) 203 0005/8/442

Fax (053) 203 0490

www.thembelihlemunicipality.gov.za

MONTHLY BUDGET

STATEMENT:

SECTION 71

MONTHLY REPORT:

DECEMBER 2025

Table of Contents

PART 1: IN – YEAR

1. Purpose.....	2
2. Background.....	2
3. Executive summary.....	3
4. Budget performance overview.....	3
4.1 Operating Revenue by Source	4
4.2 Operating Expenditure by Type.....	6
4.3 Capital Expenditure	8
5. In-year budget statement tables.....	9

PART 2 – SUPPORTING DOCUMENTATION

6. Debtors Analysis.....	9
7. Creditors Analysis.....	12
8. Investment portfolio analysis.....	14
9. Allocation and grant receipts and expenditure.....	15
10. Councilors and employees benefits.....	17
11. Material variances to the service delivery and budget implementation plan.....	18
12. Capital programme performance	18
13. Other supporting documents.....	20
14. Conclusion.....	20
Recommendations.....	20
Quality Certificate.....	21
15. Annexure A: C-schedule.....	22
16. Annexure B:	29
16.2.1 Monthly – Restriction of free Basic water and electricity.....	29
16.2.2 Monthly – Revenue Collection Report.....	30

PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 DECEMBER 2025

TO: THE MAYOR

FROM: FINANCE DEPARTMENT

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

1. Purpose

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

2. Background

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

"The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required Tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act". Further, Section 71 of the MFMA requires that, "the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month".

For the reporting period ending 31 December 2025, the ten working day reporting limit expires on the 15thJanuary 2026. 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 15thJanuary 2026.

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 Delivery 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 December 2025	YTD Actual December 2025	Variance Favourable (Unfavourable)	%YTD Actual vs YTD Budget
Total Revenue (excluding capital transfers and contributions)	R54 080 Million	R58 550 Million	(R 4470)	-8%
Total Operational Expenditure	R66 640 Million	R55 245 Million	(R11 395)	-17%

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) - M06 December

Description 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
Revenue										
Exchange Revenue										
Service charges - Electricity		16,346	25,343	25,343	1,241	9,365	12,671	(3,307)	-26%	25,343
Service charges - Water		4,866	6,311	6,311	426	2,876	3,155	(279)	-9%	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	4	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	7	78	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		-	-	-	-	-	-	-	-	-
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	3,495	54,080	58,550	(4,470)	-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.

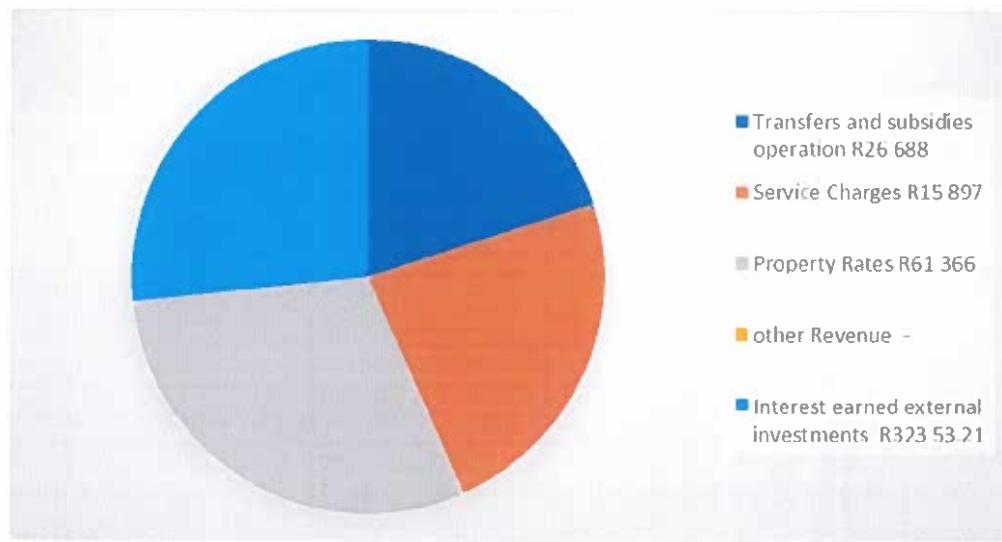
- **Service chargers- water** is showing under-recovery of -9% Unfavourable, budget figures not achieved. Reason for the difference between the actual and budgeted amount is because majority of the consumers are not paying, and that can be because of accounts not reaching them or meters that are covered by the soil, cements, uninstalled meters and faulty meters resulting in unmetered consumption therefore the meter reader cannot read actual readings. The municipality is currently busy with a water meter audit and where there are no meters, meters are currently being installed. All properties must be considered on the General Valuation Roll, and the same applies to all service chargers like sanitation and refuse as it is also showing an under-recovery compared to the YTD budget.
- **Sale of Goods and Rendering of Services** is Interest earned from Receivables is showing a variance of -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 74%, and operational revenue is showing a variance of negative 41% 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 23% .
- Fines, penalties and forfeits is showing a Unfavourable budget figures not achieved negative variance of 92%, due to the under-recovery on fines: Law Enforcement.
- Transfers and subsidies – Operational are showing a positive of 22%.
- 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 December 2025.

4.2 Operating Expenditure by Type



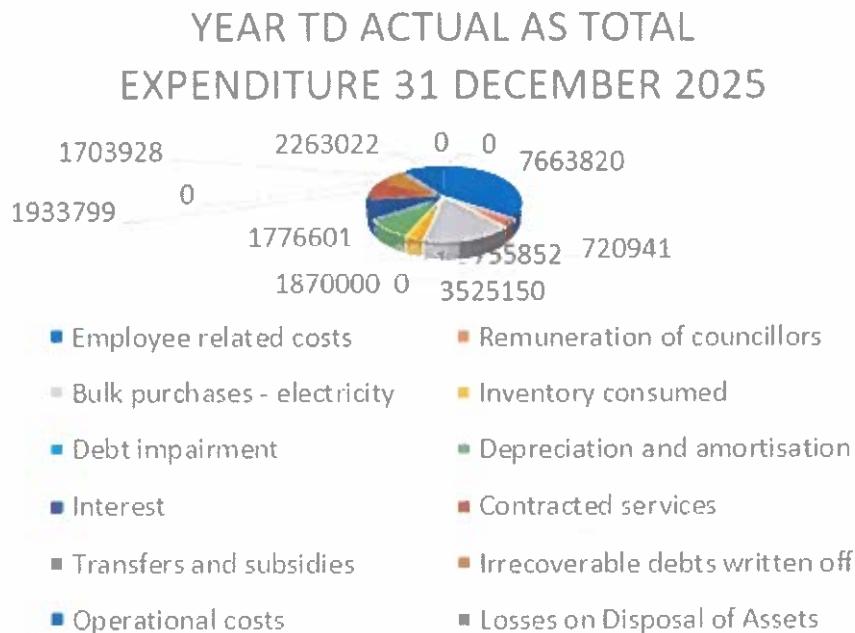
	94 100	117 100	117 100	3 501	54 084	58 550	(4 486)	-8%	117 100
Expenditure By Type									
Employee related costs	36 753	45 983	45 983	4 274	22 582	22 590	(410)	-2%	45 983
Remuneration of councillors	5 945	4 326	4 326	432	2 678	2 163	515	24%	4 326
Bulk purchases - electricity	19 435	21 151	21 151	1 234	8 678	10 575	(1 696)	-16%	21 151
Inventory consumed	1 877	4 535	4 535	124	912	2 268	(1 356)	-60%	4 535
Debt repayment	-	-	-	-	-	-	-	-	-
Depreciation and amortisation	9 286	11 220	11 220	-	-	5 610	(5 610)	-100%	11 220
Interest	18 452	19 660	19 660	671	4 067	5 330	(1 263)	-24%	19 660
Corporated services	11 982	11 603	11 603	1 307	3 179	5 801	(2 622)	-43%	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	2 783	12 661	6 786	3 872	86%	13 579
Losses on Disposal of Assets	-	-	-	-	-	-	-	-	-
Other Losses	1 135	-	-	-	-	-	-	-	-
Total Expenditure	146 328	133 280	133 280	10 025	54 093	66 640	(11 688)	-17%	133 280
Surp (Deficit) after capital transfers	(52 228)	(10 180)	(10 180)	(7 324)	(910)	(8 000)	7 180	(0)	(10 180)
Transfers and subsidies - capital (monetary allocations)	6 289	15 858	15 858	(817)	7 668	7 929	(451)	(0)	15 858
Transfers and subsidies - capital (non-mon)	-	-	-	-	-	-	-	-	-
Surp (Deficit) after capital transfers & contributions	(45 939)	(322)	(322)	(8 135)	8 538	(161)	6 899	(0)	(322)
Income Tax	-	-	-	-	-	-	-	-	-
Surp (Deficit) after income tax	(45 939)	(322)	(322)	(8 135)	8 538	(161)	6 899	(0)	(322)
Share of Surplus Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-
Share of Surplus Deficit attributable to Non-members	-	-	-	-	-	-	-	-	-
Surp (Deficit) attributable to municipality	(45 939)	(322)	(322)	(8 135)	8 538	(161)	6 899	(0)	(322)
Share of Surplus Deficit attributable to Associate	-	-	-	-	-	-	-	-	-
Intercompany parent subsidiary transactions	-	-	-	-	-	-	-	-	-
Surplus (Deficit) for the year	(45 939)	(322)	(322)	(8 135)	8 538	(161)	6 899	(0)	(322)

Comparison against YTD Budget

As indicated in the Table above, as of 31 December 2025 current YTD expenditure shows a variance of minus -17%. The YTD actual amounted to R54 993million against the YTD Budget of R66 640 million.

- Employee related costs show an underspending variance of -2%, 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 positive 24% variance

- 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 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 -24% due to delay in paying creditors.
- Contracted services have a variance of 42% 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 88% as a result various line items under operational cost being spent.



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

4. In-year budget statement tables

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

- a) Table C1: Summary
- b) Table C2: Financial Performance (Functional Classification)
- c) Table C3: Financial Performance (Revenue and Expenditure by Municipal vote)
- d) Table C4: Financial Performance (Revenue and Expenditure)
- e) Table C5: Capital Expenditure by vote, functional classification and funding
- f) Table C6: Statement of Financial Position

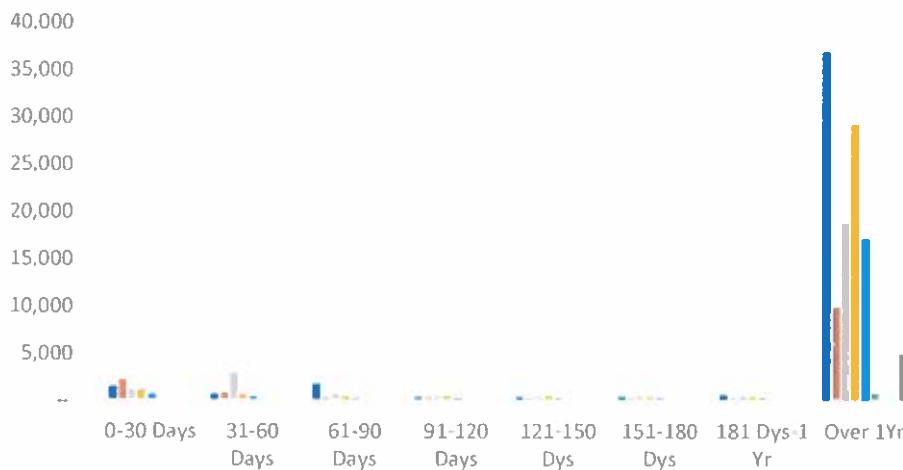
5. Debtors' Analysis

Interest on arrear 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 arrear accounts starts with 30-60 ageing and going forward to more than 120 days.

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

Description R thousands	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts iLo Council Policy
		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		
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	675	816	608	676	643	631	1,675	38,327	44,050	41,951	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,203	853	716	522	538	449	239	10,402	14,923	12,151	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	538	460	429	395	371	2,517	517	19,687	24,905	23,487	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	589	526	511	507	499	569	412	30,746	34,362	32,722	-	-
Receivables from Exchange Transactions - Waste Management	1600	325	297	281	290	287	339	236	10,027	20,093	19,179	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	10	10	10	6	6	6	6	742	796	765	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, trifling and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	28	2	3	1	1	1	2	5,156	5,192	5,159	-	-
Total By Income Source	2000	3,369	2,958	2,569	2,396	2,345	4,501	3,087	123,086	144,311	135,614	-	-
2024/25 - totals only		5714950	2822857	2072004	1899817	3232069	1800729	1820576	*****	140,312	129,702	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	149	125	125	117	117	2,240	291	10,180	13,346	12,946	-	-
Commercial	2300	136	148	79	55	57	52	30	1,947	2,506	2,142	-	-
Households	2400	3,080	2,692	2,362	2,222	2,167	2,205	2,763	110,857	128,338	120,214	-	-
Other	2500	3	3	3	3	3	3	2	102	121	112	-	-
Total By Customer Group	2600	3,369	2,958	2,569	2,396	2,345	4,501	3,087	123,086	144,311	135,614	-	-

Debtors Age Analysis by income Source as at 31 December 2025



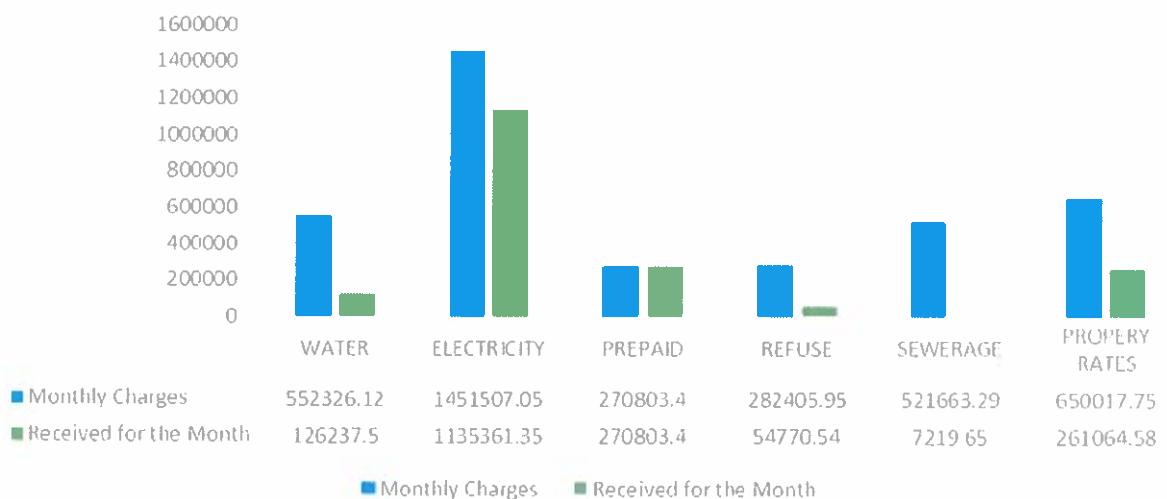
Currently, the households' debtors constitute highest portion of the total debtor's book due to non-payment of services. Some of the consumers accounts are billed on an estimated billing readings and still need to be attended to. Reason for these estimates are meters that are covered by the soil, cements and uninstalled meters. The municipality has been approved for smart meter installation, that will improve the c

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	44084374.2	6311000	551011.02	14%	552326.12	126237.5	23%
ELECTRICITY	14849895.69	25343000	5774314.38	171%	1451507.05	1135361.35	78%
PREPAID	0	1290154.88			270803.4	270803.4	100%
REFUSE	20085689.38	4208000	290646.2	21%	282405.95	54770.54	19%
SEWERAGE	34343240.72	3302000	493527.08	10%	521663.29	7219.65	1%
PROPERTY RATES	24880761.74	10021000	2810260.82	40%	650017.75	261064.58	40%
TOTAL	138243961.7	49185000	11209914.38	36%	3728723.56	1855457.02	50%

The above figures depict the financial performance movement from December 2025 and total revenue for the month of December 2025 amounts to **R1 855 457.56**. To-date the municipality has performed the total revenue collection by 50%.

M06 Billing vs Collection



Property rates

The property rates as indicated on the graph shows an inconsistent fluctuation of collection rate. For the month of December 2025, the municipality collected about 40%, which is R261 064.58 of the R650 017 of the billed revenue.

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 December 2025, electricity sales amounted to R 113 5381,35 including the pre-paid sales.

Water

Revenue on water services billed amounts to R552 326.12 for the month of December 2025 and to-date the municipality collected for water services R126 237,50 for the month. Reason for the difference between the actual and billed amount is because majority of the consumers are not paying, and that can be because of accounts not reaching them or meters that are covered by the soil, cements, uninstalled meters and faulty meters resulting in unmetered consumption therefore the meter reader cannot read actual readings.

Refuse

Refuse is the collection of rubbish in all areas within Thembelihle and a certain refuse bill is required as part of the services rendered. Currently there is a refuse collection schedule that guides the employees in executing the refuse job. For the municipality billed R282 405.95 and actual collection amounts to R 54 770,54.

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.

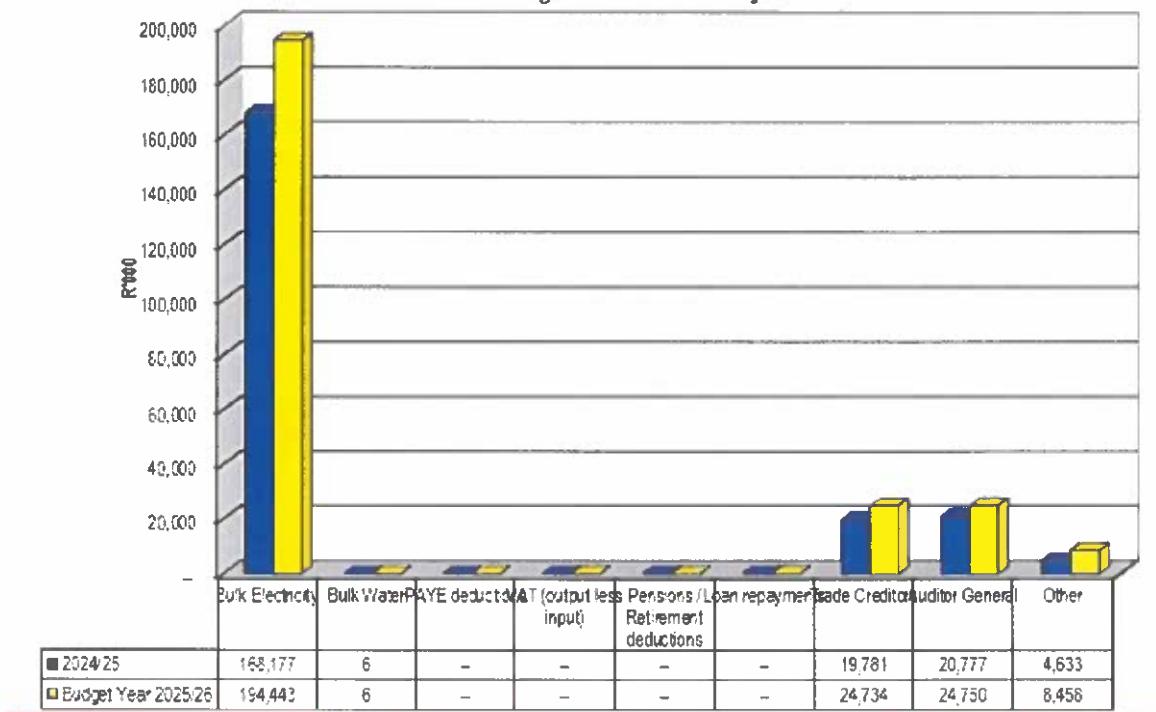
Manhole services is the sewerage network that sucks all the waste water to the sewerage pump station and subsequently to the waste water treatment plant for recycling. For the month of December 2025, the municipality billed R521 663,29 actual received is R7219,65 and this includes the conventional and cash transactions for the sceptic sanitation tank.

6. Creditors' Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	2,141	2,258	1,997	2,181	2,871	14,137	174,846	200,409	173,993	
Bulk Water	0200	-	-	-	-	-	-	-	-	6	6	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	-	357	746	701	988	1,447	6,830	15,542	26,611	19,761	
Auditor General	0800	-	322	2,095	1,770	1,216	298	707	22,771	29,180	24,439	
Other	0900	30	1	63	19	35	44	2,942	4,717	7,852	4,716	
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type		1000	30	2,823	5,159	4,487	4,401	4,661	24,616	217,882	264,058	222,914

Chart C5 Aged Creditors Analysis



- Creditors for December 2025 amounts to R 264 121 980,4.

The following are some of the Municipality's creditors

- Auditor General** – No payment was made to AGSA in the month of December 2025.
- Eskom** – According to the 2025 invoice, the outstanding balance for the month under review is R186 542 753,53. 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 December 2025.

- **Vanderkloof water user association** – The invoice for 31 December 2025 amounts to R103 154.23 and no payment nor payment arrangement has been made.
- **PAYE and Pension** – A payment of R3000 000 was made to CRF in December 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 December 2025.

7. Investment portfolio analysis

The bellow table consist of the total investments balances as at end of December 2025. The total balance amounts to **R388,654.53million** 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.

0 - Supporting Table SCS Monthly Budget Statement - Investment portfolio - 31/12 December											
Investments by strategy			Ref	Pct of Investment	Type of Investment	Current Quadrant (Prev Year)	Impact of Funding (Actual) mm	Impact of Rate * mm	Comments on Pct Change(s)	Comments on Reduction(s)	Expiry date of Investment
Value	Rate	Value									
0.1 Investments											
0.1.1 Fixed Income											
0.1.1.1 Standard Bank	72 M	Call Deposit	Ne	Fund	2.85	8		36/08/2025	1	0	-
0.1.1.2 Standard Bank	72 M	Call Deposit	Ne	Fund	0.05	8		36/08/2025	17	1	-
0.1.1.3 Standard Bank	72 M	Call Deposit	Ne	Fund	0.05	8		36/08/2025	95	4	(3,700)
0.1.1.4 Standard Bank	72 M	Call Deposit	Ne	Fund	0.05	8		36/08/2025	56	7	(505)
0.1.1.5 Standard Bank	72 M	Call Deposit	Ne	Fund	0.05	8		36/08/2025	1	1	-
0.1.1.6 Standard Bank											
0.1.1.7 Standard Bank											
0.1.1.8 Standard Bank											
0.1.1.9 Standard Bank											
0.1.1.10 Standard Bank											
0.1.1.11 Standard Bank											
0.1.1.12 Standard Bank											
0.1.1.13 Standard Bank											
0.1.1.14 Standard Bank											
0.1.1.15 Standard Bank											
0.1.1.16 Standard Bank											
0.1.1.17 Standard Bank											
0.1.1.18 Standard Bank											
0.1.1.19 Standard Bank											
0.1.1.20 Standard Bank											
0.1.1.21 Standard Bank											
0.1.1.22 Standard Bank											
0.1.1.23 Standard Bank											
0.1.1.24 Standard Bank											
0.1.1.25 Standard Bank											
0.1.1.26 Standard Bank											
0.1.1.27 Standard Bank											
0.1.1.28 Standard Bank											
0.1.1.29 Standard Bank											
0.1.1.30 Standard Bank											
0.1.1.31 Standard Bank											
0.1.1.32 Standard Bank											
0.1.1.33 Standard Bank											
0.1.1.34 Standard Bank											
0.1.1.35 Standard Bank											
0.1.1.36 Standard Bank											
0.1.1.37 Standard Bank											
0.1.1.38 Standard Bank											
0.1.1.39 Standard Bank											
0.1.1.40 Standard Bank											
0.1.1.41 Standard Bank											
0.1.1.42 Standard Bank											
0.1.1.43 Standard Bank											
0.1.1.44 Standard Bank											
0.1.1.45 Standard Bank											
0.1.1.46 Standard Bank											
0.1.1.47 Standard Bank											
0.1.1.48 Standard Bank											
0.1.1.49 Standard Bank											
0.1.1.50 Standard Bank											
0.1.1.51 Standard Bank											
0.1.1.52 Standard Bank											
0.1.1.53 Standard Bank											
0.1.1.54 Standard Bank											
0.1.1.55 Standard Bank											
0.1.1.56 Standard Bank											
0.1.1.57 Standard Bank											
0.1.1.58 Standard Bank											
0.1.1.59 Standard Bank											
0.1.1.60 Standard Bank											
0.1.1.61 Standard Bank											
0.1.1.62 Standard Bank											
0.1.1.63 Standard Bank											
0.1.1.64 Standard Bank											
0.1.1.65 Standard Bank											
0.1.1.66 Standard Bank											
0.1.1.67 Standard Bank											
0.1.1.68 Standard Bank											
0.1.1.69 Standard Bank											
0.1.1.70 Standard Bank											
0.1.1.71 Standard Bank											
0.1.1.72 Standard Bank											
0.1.1.73 Standard Bank											
0.1.1.74 Standard Bank											
0.1.1.75 Standard Bank											
0.1.1.76 Standard Bank											
0.1.1.77 Standard Bank											
0.1.1.78 Standard Bank											
0.1.1.79 Standard Bank											
0.1.1.80 Standard Bank											
0.1.1.81 Standard Bank											
0.1.1.82 Standard Bank											
0.1.1.83 Standard Bank											
0.1.1.84 Standard Bank											
0.1.1.85 Standard Bank											
0.1.1.86 Standard Bank											
0.1.1.87 Standard Bank											
0.1.1.88 Standard Bank											
0.1.1.89 Standard Bank											
0.1.1.90 Standard Bank											
0.1.1.91 Standard Bank											
0.1.1.92 Standard Bank											
0.1.1.93 Standard Bank											
0.1.1.94 Standard Bank											
0.1.1.95 Standard Bank											
0.1.1.96 Standard Bank											
0.1.1.97 Standard Bank											
0.1.1.98 Standard Bank											
0.1.1.99 Standard Bank											
0.1.1.100 Standard Bank											
0.1.1.101 Standard Bank											
0.1.1.102 Standard Bank											
0.1.1.103 Standard Bank											
0.1.1.104 Standard Bank											
0.1.1.105 Standard Bank											
0.1.1.106 Standard Bank											
0.1.1.107 Standard Bank											
0.1.1.108 Standard Bank											
0.1.1.109 Standard Bank											
0.1.1.110 Standard Bank											
0.1.1.111 Standard Bank											
0.1.1.112 Standard Bank											
0.1.1.113 Standard Bank											
0.1.1.114 Standard Bank											
0.1.1.115 Standard Bank											
0.1.1.116 Standard Bank											
0.1.1.117 Standard Bank											
0.1.1.118 Standard Bank											
0.1.1.119 Standard Bank											
0.1.1.120 Standard Bank											
0.1.1.121 Standard Bank											
0.1.1.122 Standard Bank											
0.1.1.123 Standard Bank											
0.1.1.124 Standard Bank											
0.1.1.125 Standard Bank											
0.1.1.126 Standard Bank											
0.1.1.127 Standard Bank											
0.1.1.128 Standard Bank											
0.1.1.129 Standard Bank											
0.1.1.130 Standard Bank											
0.1.1.131 Standard Bank											
0.1.1.132 Standard Bank											
0.1.1.133 Standard Bank											
0.1.1.134 Standard Bank											
0.1.1.135 Standard Bank											
0.1.1.136 Standard Bank											
0.1.1.137 Standard Bank											
0.1.1.138 Standard Bank											
0.1.1.139 Standard Bank											
0.1.1.140 Standard Bank											
0.1.1.141 Standard Bank											
0.1.1.142 Standard Bank											
0.1.1.143 Standard Bank											
0.1.1.144 Standard Bank											
0.1.1.145 Standard Bank											
0.1.1.146 Standard Bank											
0.1.1.147 Standard Bank											
0.1.1.148 Standard Bank											
0.1.1.149 Standard Bank											
0.1.1.150 Standard Bank											
0.1.1.151 Standard Bank											
0.1.1.152 Standard Bank											
0.1.1.153 Standard Bank											
0.1.1.154 Standard Bank											
0.1.1.155 Standard Bank											
0.1.1.156 Standard Bank											
0.1.1.157 Standard Bank											
0.1.1.158 Standard Bank											
0.1.1.159 Standard Bank											
0.1.1.160 Standard Bank											
0.1.1.161 Standard Bank											
0.1.1.162 Standard Bank											
0.1.1.163 Standard Bank											
0.1.1.164 Standard Bank											
0.1.1.165 Standard Bank											
0.1.1.166 Standard Bank											
0.1.1.167 Standard Bank											
0.1.1.168 Standard Bank											
0.1.1.169 Standard Bank											
0.1.1.170 Standard Bank											
0.1.1.171 Standard Bank											
0.1.1.172 Standard Bank											
0.1.1.173 Standard Bank											
0.1.1.174 Standard Bank											
0.1.1.175 Standard Bank											
0.1.1.176 Standard Bank			</td								

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

Grant name	Budget	Received	Expenditure to date	Total Remaining	% Expenditure To date
	allocation	2025/2026			
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%
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%

- **FMG** The grant shows a 45% spending expenditure as of Quarter 2
- **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.
- **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

Rollover Grant: Expenditure – No application was submitted

9. Councillors allowances and employee benefits

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

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	62	—	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	2,678	2,163	515	24%	4,326
% Increase	4	-27.2%	-27.2%							-27.2%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2,670	4,344	3,564	291	1,747	1,617	(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		88	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	2	—	—	—	—	—	—	—	—	—
Entertainment		—	—	—	—	—	—	—	—	—
Scarcity		81	170	170	12	68	85	(17)	-20%	170
Acting and postrelated allowance		(15)	—	—	—	—	—	—	—	—
In kind benefits		—	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality		3,537	4,928	4,497	348	2,125	2,268	(143)	-6%	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	844	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	118	735	757	(22)	-3%	1,518
Overtime		1,842	1,706	1,964	143	798	970	(172)	-18%	1,964
Performance Bonus		2,120	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	2	(1,362)	558	558	—	32	270	(246)	-88%	558
Entertainment		—	—	—	—	—	—	—	—	—
Scarcity		—	—	—	—	—	—	—	—	—
Acting and post related allowance		204	—	616	8	78	280	(202)	-72%	616
In kind benefits		—	60	60	—	—	30	(30)	-100%	60
Sub Total - Other Municipal Staff		36,215	41,055	41,486	3,926	20,457	20,724	(268)	-1%	41,486
% Increase	4	13.4%	14.6%							14.6%
Total Parent Municipality		45,698	50,309	50,309	4,706	25,260	25,154	106	0%	50,309

- Councillors' remuneration for December 2025 amounts to R376 558.**
- Senior managers for month 6 of 2025/26 financial year amounts to R290 724.**
- Other Municipal Staff remuneration as at December 2025 amounts R2 335 051.**

Overtime is being monitored by implementing more stringent control measures. The municipality also ensures that critical positions to compliment capacity on the ground is

expedited and filled with qualified personnel. The overtime policy was developed and approved by Council. There are some challenges with the implementation, especially pertaining to time-off in lieu of Overtime remuneration.

The BTO office recommends the following:

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

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

Material variances pertaining to financial performance are primarily addressed in the executive summary under Section 4.1 to 4.3 or emphasised elsewhere in this Monthly Budget Statement. Any other material variances to the SDBIP will be included in the quarterly Section 52 (d) report for the period ending 30 December 2025.

11. Other supporting documents

Additionally, information or supporting documentation for December 2025.

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 December 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

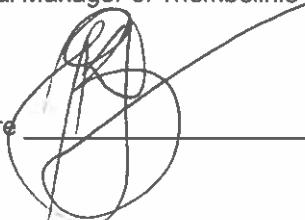
I, Kealeboga Gaborone, the Municipal Manager of Thembelihle

Local Municipality hereby certify that-

- Section 71 reporting for the month of December 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 15 -01-2026

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 - M06 December

Description	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands									
Financial Performance									
Property rates	8,101	10,021	10,021		448	8,181	5,010	1,171	23%
Service charges	36,969	39,164	39,164		2,264	15,842	19,502	(3,740)	-19%
Investment revenue	158	382	390		—	51	195	(145)	-74%
Other own revenue	46,443	43,772	43,772		—	20,608	21,086	4,802	0
Other own revenue	12,431	23,751	23,751		783	5,318	11,075	(6,558)	-55%
Total Revenue (excluding capital transfers and contributions)	94,100	117,100	117,100		3,495	54,000	58,550	(4,470)	-8%
Employee costs	36,753	45,983	45,983		4,274	22,582	22,892	(410)	-2%
Remuneration of Councillors	5,945	4,326	4,326		432	2,678	2,163	515	24%
Interest	9,288	11,220	11,220		—	—	5,810	(5,810)	-100%
Inventory consumed and purchased	18,452	10,660	10,660		671	4,987	5,330	(1,263)	-24%
Other expenditure	21,312	25,688	25,688		1,358	9,790	12,843	(3,053)	-24%
Other expenditure	261	—	—		—	36	—	36	0%
Other expenditure	51,318	35,405	35,405		4,093	16,092	17,703	(1,610)	-9%
Total Expenditure	148,328	133,280	133,280		10,828	55,245	68,840	(11,395)	-17%
Surplus/(Deficit)	(52,228)	(16,180)	(16,180)		(7,332)	(1,164)	(8,090)	6,925	-86%
Transfers and subsidies - capital (monetary)	6,288	15,858	15,858		(812)	6,037	7,929	#N/A	-10%
Transfers and subsidies - capital (in-kind)	—	—	—		—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	(45,939)	(322)	(322)		(8,144)	5,472	(161)	5,633	-350%
Share of surplus/ (deficit) of associate	—	—	—		—	—	—	—	—
Surplus/ (Deficit) for the year	(45,939)	(322)	(322)		(8,144)	5,472	(161)	5,633	-350%
Capital expenditure & funds sources									
Capital expenditure	5,158	15,858	15,858		—	—	1,322	(1,322)	-100%
Capital transfers recognised	7,228	—	13,371		715	12,324	6,686	5,638	84%
Borrowing	—	—	—		—	—	—	—	—
Internal generated funds	—	—	—		—	—	—	—	—
Total sources of capital funds	7,228	15,858	13,371		715	12,324	6,686	5,638	84%
Financial position									
Total current assets	68,511	(11,562)	(11,562)		—	19,405	—	—	(11,562)
Total non current assets	253,353	301,529	299,042		—	12,324	—	—	299,042
Total current liabilities	135,843	165,075	165,075		—	26,193	—	—	165,075
Total non current liabilities	132,401	2,476	2,476		—	—	—	—	2,476
Community wealth/Equity	107,310	122,737	122,263		(5)	—	—	—	122,263
Cash flows									
Net cash from (used) operating	(80,478)	321	321		(24)	(23,711)	12,525	38,237	289%
Net cash from (used) investing	—	(15,858)	(15,858)		—	—	(9,251)	(9,251)	100%
Net cash from (used) financing	—	—	—		—	—	—	—	—
Cash/cash equivalents at the month/year end	(80,256)	(15,318)	(15,318)		(24)	(23,711)	3,494	27,205	77%
Debtors & creditors analysis	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
Debtors Age Analysis									
Total By Income Source	3,369	2,958	2,569	3,398	2,345	4,501	3,087	133,086	144,311
Creditors Age Analysis									
Total Creditors	30	2,823	5,158	4,481	4,401	4,661	24,616	217,882	264,058

13. Annexure A: C-schedule

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 %	
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		16,346	25,343	25,343	1,241	9,365	12,671	(3,307)	-26%	
Service charges - Water		4,866	6,311	6,311	426	2,876	3,155	(279)	-9%	
Service charges - Waste Water Management		3,765	4,208	4,208	389	2,345	2,104	241	11%	
Service charges - Waste management		1,992	3,302	3,302	208	1,256	1,651	(395)	-24%	
Sale of Goods and Rendering of Services		193	274	274	4	55	137	(82)	-60%	
Agency services		679	—	—	—	—	—	—	—	
Interest		—	—	—	—	—	—	—	—	
Interest earned from Receivables		6,736	12,727	12,727	563	3,235	6,364	(3,128)	-49%	
Interest from Current and Non Current Assets		156	392	392	—	51	196	(145)	-74%	
Dividends		—	—	—	—	—	—	—	—	
Rent on Land		—	312	312	—	—	156	(156)	-100%	
Rental from Fixed Assets		716	699	699	48	301	350	(49)	-14%	
Licence and permits		—	—	—	—	—	—	—	—	
Special rating levies		—	—	—	—	—	—	—	—	
Operational Revenue		1,458	2,281	2,281	(4)	670	1,140	(471)	-41%	
Non-Exchange Revenue										
Property rates		8,101	10,021	10,021	448	6,181	5,010	1,171	23%	
Surcharges and Taxes		—	—	—	—	—	—	—	—	
Fines, penalties and forfeits		21	65	65	—	3	33	(30)	-92%	
Licence and permits		416	456	456	7	78	228	(151)	-56%	
Transfers and subsidies - Operational		46,443	43,772	43,772	—	26,688	21,886	4,802	22%	
Interest		1,763	1,936	1,936	165	977	968	9	1%	
Fuel Levy		—	—	—	—	—	—	—	—	
Operational Revenue		—	—	—	—	—	—	—	—	
Gains on disposal of Assets		—	5,000	5,000	—	—	2,500	(2,500)	-100%	
Other Gains		450	—	—	—	—	—	—	—	
Discontinued Operations		—	—	—	—	—	—	—	—	
Total Revenue (excluding capital transfers and contributions)		94,100	117,100	117,100	3,495	54,080	58,530	(4,470)	-8%	117,100
Expenditure By Type										
Employee related costs		39,753	45,983	45,983	4,274	22,582	22,992	(410)	-2%	
Remuneration of councillors		5,945	4,326	4,326	432	2,678	2,163	515	24%	
Bulk purchases - electricity		19,435	21,151	21,151	1,234	8,878	10,575	(1,698)	-16%	
Inventory consumed		1,877	4,535	4,535	124	912	2,268	(1,356)	-60%	
Debt impairment		—	—	—	—	—	—	—	—	
Depreciation and amortisation		9,286	11,220	11,220	—	—	5,610	(5,610)	-100%	
Interest		18,452	10,660	10,660	671	4,067	5,330	(1,263)	-24%	
Contracted services		11,982	11,603	11,603	1,307	3,359	5,801	(2,442)	-42%	
Transfers and subsidies		261	—	—	—	36	—	36	#DIV/0!	
Irrecoverable debts written off		24,614	10,224	10,224	—	—	5,112	(5,112)	-100%	
Operational costs		13,586	13,579	13,579	2,786	12,733	6,789	5,943	88%	
Losses on Disposal of Assets		—	—	—	—	—	—	—	—	
Other Losses		1,136	—	—	—	—	—	—	—	
Total Expenditure		146,328	133,280	133,280	10,828	55,245	66,640	(11,395)	-17%	133,280

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08 December

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 %
R (thousands)	1								
Multi-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		3,708	~	~	~	~	~	~	~
Vote 6 - Community & Social Services		~	~	~	~	~	~	~	~
Vote 7 - Planning & Development		~	9,948	~	~	~	829	(829)	-100%
Vote 8 - Budget & Treasury		~	~	~	~	~	~	~	~
Vote 9 - Electricity		~	5,910	~	~	~	493	(493)	-100%
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	3,708	15,858	~	~	~	1,322	(1,322)	-100%
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	~	~	~	~	~	~
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	~	~	~	~	~	~	~
Total Capital Expenditure		5,158	15,858	~	~	~	1,322	(1,322)	-100%
Capital Expenditure - Functional Classification									
Governance and administration		~	~	2,487	~	~	1,244	(1,244)	-100%
Executive and council		~	~	~	~	~	~	~	~
Finance and administration		~	~	2,487	~	~	1,244	(1,244)	-100%
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%
Planning and development		361	9,948	2,487	~	7,184	1,244	5,941	478%
Road transport		~	~	~	~	~	~	~	~
Environmental protection		~	~	~	~	~	~	~	~
Trading services		1,087	5,910	8,997	715	5,140	4,199	941	22%
Energy sources		1,449	5,910	5,910	715	3,408	2,955	451	15%
Water management		3,690	~	~	~	~	~	~	~
Waste water management		(1,472)	~	2,487	~	1,734	1,244	486	39%
Waste management		~	~	~	~	~	~	~	~
Other		~	~	~	~	~	~	~	~
Total Capital Expenditure - Functional Classification	3	2,228	15,858	13,371	715	12,324	6,696	5,638	84%
Funded by:									
National Government		2,220	15,858	13,371	715	12,324	6,696	5,638	84%
Provincial Government		~	~	~	~	~	~	~	~
District Municipality		~	~	~	~	~	~	~	~
Transfers and subsidies - capital (monetary allocations) (Net / Prov		~	~	~	~	~	~	~	~
Department Agencies, Households, Non-profit Institutes, Private Enterprises, Public Corporations, Higher Educ Institutions)		~	~	~	~	~	~	~	~
Transfers recognized - capital		2,228	15,858	13,371	715	12,324	6,696	5,638	84%
Borrowing		6	~	~	~	~	~	~	~
Internally generated funds		~	~	~	~	~	~	~	~
Total Capital Funding		2,228	15,858	13,371	715	12,324	6,696	5,638	84%
									13,371

14. Annexure B

15.1.1 Monthly – Restriction of Free Basic Service to Indigent Households



Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 8.6))
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).

Deed plan	Rate of Indigent Household	Rate of Indigent Household Application		Current Year - 2025/2026		2025/2026 - Monthly Monitoring											
		Free	Adopted Budget	Adjusted Budget	Full Year Forecast	081	082	083	084	085	086	087	088	089	090	091	092
Indigent Household Summary:																	
1																	
MFAR2 - Include All Indigent Households also in Externally supplied areas:																	
Indigent Hh's w/o piped water meter dwelling		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Indigent Hh's w/o piped water meter & not on meter (0%)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Indigent Hh's using public tap (0% indigent households)		2	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Indigent Hh's w/o other water supply (0% indigent households)		4	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total no of Indigent HH's receiving Minimum Service Level and Above sub-total		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Indigent Hh's using public tap (< min service level)		3	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Indigent Hh's w/o other water supply (< min service level)		4	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Indigent Hh's w/o water supply		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total no of Indigent HH's receiving Below Minimum Service Level sub-total		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total number of registered Indigent households		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Water:																	
Number of Indigent Hh's with piped Water		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Number of Indigent Hh's with external metered Water		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Number of Indigent Hh's not on metered Water		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Number of Indigent Hh's with (0% indigent households)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total number of registered Indigent households		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Electricity:																	
Number of Indigent Hh's with Electricity - Free		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Total no of Indigent HH's receiving Minimum Service Level and Above sub-total		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Indigent Hh's with Electricity - min service level		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Indigent Hh's with Electricity - other energy sources		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total no of Indigent HH's receiving Below Minimum Service Level sub-total		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total number of registered Indigent households		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Electricity:																	
Number of Indigent Hh's with piped Electricity		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Number of Indigent Hh's with external metered Electricity		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Number of Indigent Hh's NOT connected to Electricity		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Number of Indigent Hh's with other energy sources - Electricity		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total number of registered Indigent households receiving unmeted supply - Electricity		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Number of registered Indigent households receiving unmeted supply - Electricity - State the Number of Hh's affected for consumption above the 10 mark		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Households receiving Free Basic Service restricted:																	
Number of households restricted		7															
Water (5 liters per household per month)		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Electricity (50 kWh per household per month)		923	1,600	—	1,600	156	337	381	406	540	562	—	—	—	—	—	—
Cost of Free Basic Services provided to ALL Households - Factorial Basis (Rands)		923	1,600	—	177 038	17 349	37 478	42 372	50 801	60 054	67 501	—	—	—	—	—	—
Water (5 liters per household per month)		923	1,600	—	791 034	76 239	164 086	165 199	272 354	263 954	274 656	—	—	—	—	—	—
Electricity (50 kWh per household per month)		923	1,600	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total cost of FBS Water and Electricity provided to ALL Households		923	1,600	—	959 072	93 580	202 174	228 571	272 983	273 958	297 157	—	—	—	—	—	—
Number of households receiving unmeted supply (ALL Households)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Property rates (R per m² per month)		15 000	15 000	—	15 000	15 000	15 000	15 000	15 000	15 000	15 000	—	—	—	—	—	—
Water (5 liters per household per month)		6	6	—	6	6	6	6	6	6	6	—	—	—	—	—	—
Electricity (50 kWh per household per month)		189	189	—	189	189	189	189	189	189	189	—	—	—	—	—	—
Other (50 kWh per household per month)		50	50	—	50	50	50	50	50	50	50	—	—	—	—	—	—
Electricity (50 kWh per week per month)		90	90	—	90	90	90	90	90	90	90	—	—	—	—	—	—
Revenue of an unbilled services provided for ALL Households (Rands)		0	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Revenue of Category 1 (Rands) (Rate (bill adjustment only) for permissible values per section 17 of BPA)		14(1)	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Revenue of Category 2 (Rands) (Rate (bill adjustment only) for permissible values per section 17 of BPA)		14(2)	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Revenue of Category 3 (Rands) (Rate (bill adjustment only) for permissible values per section 17 of BPA)		14(3)	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Water (a excess of 500 liters per household per month)		15	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Sanitation (a excess of 175 cubic metres per household per month)		16	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Electricity (a excess of 50 kWh per household per month)		17	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other (a excess of one month's worth for Indigent households)		18	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Municipal Housing - residential		19	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Housing - low structure subsidies		20	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other		21	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total revenue cost of unbilled services provided		0	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

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

15.1.2 Monthly Revenue Collection Reporting

Below is a table that show revenue collection per ward for the Month under review.

Collection Rate Assessment			6.December - Reporting for November in December				Click to view/close months		
Total Aggregate Collection			Billing For November	Collection in December	R - Billing not collected	% Collection			
1. Collection for whole demarcation	Summary		3,445,578	2,051,556	1,638,405	60%			
2. Collection excl Eskom supplied areas						#DIV/0!			
3. Collection: Property Rates			394,352	253,850	140,501	64%			
4. Total average collection: Electricity (Municipal supplied areas)			1,228,419	1,471,813	0	120%			
5. Total average collection: Water			458,509	125,672	332,837	27%			
6. Total average collection: Wastewater			418,867	117,522	301,346	28%			
7. Total average collection: Refuse			224,370	54,295	170,076	24%			
8. 7.Total average collection: Interest			722,061	28,415	693,646	4%			
Complete This Section			Quarter 2 Performance Per Ward						
			6.December						
Services	Electricity Supplier	Ward Name & Number	Billing For November	Collection for November in December	Rand Value of Billing not collected	% Collection			
Property Rates Tax	Partial Eskom and municipal supplied	WARD 1	61,398	48,316	13,083	79%			
Electricity			175,682	257,192	0	146%			
Water			63,797	22,103	41,693	35%			
Refuse			44,307	13,859	30,449	31%			
Waste Water			81,309	27,630	53,679	34%			
Interest			115,712	8,759	106,953	8%			
Property Rates Tax	Partial Eskom and municipal supplied	Ward 2	195,750	185,819	9,932	95%			
Electricity			903,454	1,053,067	0	117%			
Water			182,007	92,550	89,457	51%			
Refuse			47,931	36,253	11,678	76%			
Waste Water			102,572	80,706	21,866	79%			
Interest			57,233	15,380	41,853	27%			
Property Rates Tax	Partial Eskom and municipal supplied	Ward 3	62,207	5,864	56,343	9%			
Electricity			2,049	8,887	0	434%			
Water			61,185	8,258	52,927	13%			
Refuse			35,427	2,767	32,660	8%			
Waste Water			69,701	6,611	63,090	9%			
Interest			160,393	1,074	159,319	1%			
Property Rates Tax	Partial Eskom and municipal supplied	Ward 4	17,649	786	16,863	4%			
Electricity			146,331	151,126	0	103%			
Water			69,055	935	68,121	1%			
Refuse			46,119	593	45,526	1%			
Waste Water			78,696	837	77,859	1%			
Interest			108,009	2,391	105,619	2%			
Property Rates Tax	Partial Eskom and municipal supplied	Ward 5	39,146	1,000	38,146	3%			
Electricity			903	1,540	0	171%			
Water			82,464	1,826	80,638	2%			
Refuse			50,586	823	49,763	2%			
Waste Water			86,588	1,737	84,852	2%			
Interest			203,772	95	203,677	0%			
Property Rates Tax	Eskom Supplied	Ward 6	18,201	12,066	6,135	66%			
Electricity			-	-		#DIV/0!			
Water			-	-		#DIV/0!			
Refuse			-	-		#DIV/0!			
Waste Water			-	-		#DIV/0!			
Interest			76,942	717	76,225	1%			