



THEMBELIHLE

Incorporating the towns of Strydenburg and Hopetown

Northern Cape Province, Republic of South Africa

LOCAL MUNICIPALITY
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MONTHLY BUDGET STATEMENT: SECTION 71 MONTHLY REPORT: MARCH 2026

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PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 MARCH 2026

TO: THE MAYOR

FROM: FINANCE DEPARTMENT

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING 31 MARCH 2026

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 March 2026, the ten working day reporting limit expires on the 14th of April 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 the 14th of April 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 R thousand	YTD Budget March 2026	YTD Actual March 2026	Variance Favourable (Unfavourable)	%YTD Actual vs YTD Budget
Total Revenue (excluding capital transfers and contributions)	R81,584 million	R67,211 million	(14 373)	-18%
Total Operational Expenditure	R102 004 million	R 77,487 million	(21 267)	-24%

Budget performance overview

The municipality is implementing the original budget for 2025/26 financial year. The Original budget was adjusted in February 2026. Both the original and adjusted 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. Only Waste water and water waste management are cost reflective, water and electricity are non-cost reflective due to distribution losses.

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

NC076 Thembelihle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	Budget Year 2025/26								
		2024/25	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	21,343	(5,539)	15,033	16,007	(974)	-6%	21,343
Service charges - Water		4,866	6,311	6,500	547	4,684	4,875	(191)	-4%	6,500
Service charges - Waste Water Management		3,765	4,208	4,457	389	3,507	3,343	164	5%	4,457
Service charges - Waste management		1,992	3,302	2,500	208	1,877	1,875	2	0%	2,500
Sale of Goods and Rendering of Services		193	274	137	16	98	103	(5)	-5%	137
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	10,000	463	4,791	7,500	(2,709)	-36%	10,000
Interest from Current and Non Current Assets		156	392	100	0	60	75	(15)	-20%	100
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	-	-	-	-
Rental from Fixed Assets		716	699	699	46	443	525	(81)	-15%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	2,281	129	791	1,711	(919)	-54%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	10,021	448	7,503	7,516	(13)	0%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	100	1	14	75	(62)	-82%	100
Licence and permits		416	456	456	34	154	342	(188)	-55%	456
Transfers and subsidies - Operational		46,443	43,772	43,248	-	26,783	32,436	(5,654)	-17%	43,248
Interest		1,763	1,936	1,936	166	1,474	1,452	23	2%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	5,000	-	-	3,750	(3,750)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		94,100	117,100	108,779	(3,092)	67,211	81,584	(14,373)	-18%	108,779

Exchange Revenue

Service charges

- **Electricity** is showing a negative variance of 6% for the month of March 2026. Electricity comprises of pre-paid and conventional electricity meter boxes. The

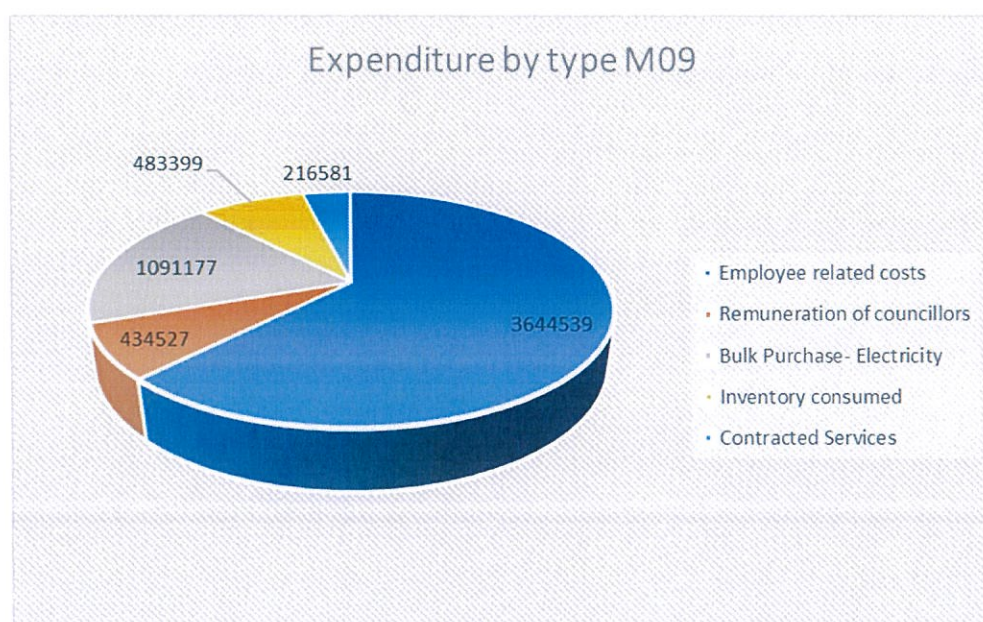
municipality generates more revenue from pre-paid electricity sold at the municipality pay point of sale and the electricity vendors.

- **Service chargers- water** is showing an unfavourable variance of 4%, reason for the difference between the actual and budgeted amount is because majority of the consumers are not paying, 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 has been approved by Provincial Treasury for the installation of water smart meters, that will improve the meter reading process. The Municipality is also currently busy with a water meter audit and where there are no meters, meters are currently being installed.
- **Service Charges- Waste water Management**-Has a positive variance of 5%, which is R 3, 057 million of the R 3, 343 million budgeted to date.
- **Service Charges waste management**- Refuse show a variance of 0% compared to the year-to-date budget.
- **Sale of Goods and Rendering of Services** – Is showing a variance of -5%
- **Interest from Current and Non-current Assets** shows a negative variance of 20%, due to cash flow issues resulting to investments generating low interest.
- **operational revenue** is showing a variance of negative 54% 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 a variance of 0%, which is R 7, 503 million to date of the R 7.516 million of the budgeted expenditure to date.
- **Fines, penalties and forfeits** is showing an unfavourable variance of 82%, due to the under-recovery on fines: Law Enforcement.
- **Transfers and subsidies** – Operational are showing a negative of 17%.
- **Gains and disposal of assets**, shows a negative variance of 100%, The Municipality hasn't finalized the disposal of assets as at March 2026; however, the process has commenced and it's expected to be finalized before June 2026.

4.2 Operating Expenditure by Type



0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	Budget Year 2025/26								
		2024/25 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	45,460	3,645	33,727	34,095	(367)	-1%	45,460
Remuneration of councillors		5,945	4,326	6,571	435	3,972	4,926	(956)	-19%	6,571
Bulk purchases - electricity		19,435	21,151	21,151	1,091	11,293	15,863	(4,571)	-29%	21,151
Inventory consumed		1,877	4,535	4,593	483	1,559	3,445	(1,886)	-55%	4,593
Debt impairment		-	-	7,624	-	-	5,718	(5,718)	-100%	7,624
Depreciation and amortisation		9,266	11,220	11,220	-	-	8,415	(8,415)	-100%	11,220
Interest		18,452	10,660	10,660	770	6,405	7,995	(1,589)	-20%	10,660
Contracted services		11,982	11,603	11,724	217	3,879	8,793	(4,914)	-56%	11,724
Transfers and subsidies		261	-	100	7	71	75	(4)	-6%	100
Irrecoverable debts written off		24,614	10,224	2,600	-	-	1,950	(1,950)	-100%	2,600
Operational costs		13,586	13,579	14,303	506	16,581	10,727	5,854	55%	14,303
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		146,328	133,280	136,005	7,153	77,487	102,004	(24,516)	-24%	136,005

- Debt impairment and depreciation are calculated at year end

Comparison against YTD Budget

As indicated in the Table above, as of 31 March 2026 current YTD expenditure shows a variance of -24%. The YTD actual amounted to R77 487 million against the YTD Budget of R102 024 million.

- **Employee related costs** show a negative variance of 1%, due to employees that resigned during the financial year under review.

- **Remuneration of councillors** is showing a variance of -19%
- **Bulk purchase** – Electricity is showing a variance of -29% and all invoices to date has been captured on the system.
- **Inventory consumed** is showing a variance of -65%. This is due to the cash flow constraints of the Municipality, leading the Municipality to underspend in certain items.
- **Interest** is showing a variance of -20% due to delay in paying creditors.
- **Contracted services** have a variance of -56% 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 an overspending variance of 55% 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 -24% of total operational expenditure as at 31 March 2026. 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.

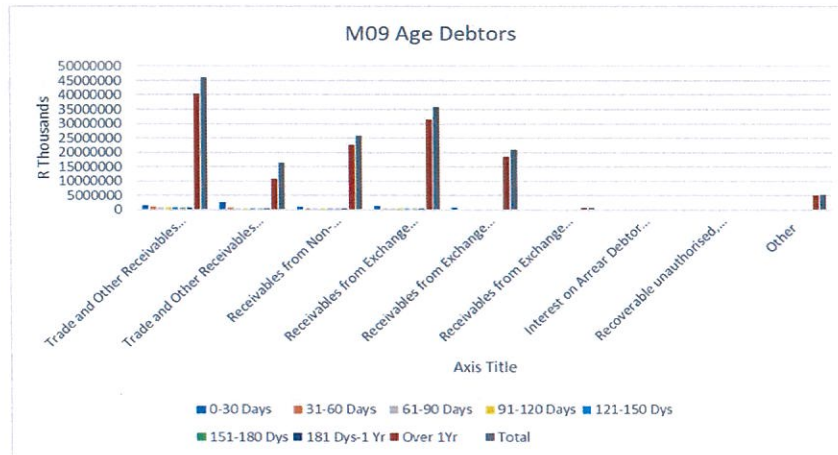
- a) Table C1: Summary
- b) Table C2: Financial Performance (Functional Classification)
- c) Table C3: Financial Performance (Revenue and Expenditure by Municipal vote)
- d) Table C4: Financial Performance (Revenue and Expenditure)
- e) Table C5: Capital Expenditure by vote, functional classification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

5. Debtors' Analysis

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

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	NT Code	Budget Year 2025/26										Total over 90 days	Actual Bad Debts Written Off Against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	1,411	890	596	784	586	665	636	40,453	46,022	43,125	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2,561	717	543	524	496	430	457	10,779	16,506	12,886	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	990	402	390	391	379	364	356	22,549	25,821	24,039	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1,142	526	513	500	495	496	492	31,628	35,793	33,613	-	-	
Receivables from Exchange Transactions - Waste Management	1600	643	296	293	287	285	283	283	18,563	20,937	19,703	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	27	14	10	10	10	6	6	751	834	783	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	31	1	1	1	3	1	1	5,133	5,170	5,138	-	-	
Total By Income Source	2000	6,806	2,845	2,345	2,498	2,255	2,247	2,231	129,855	151,082	139,086	-	-	
2024/25 - totals only		9766558	2049698	2057807	2621389	1903744	1785700	2994775	#####	147,220	133,346	0	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	279	121	122	121	121	116	117	12,887	13,686	13,163	-	-	
Commercial	2300	370	104	44	56	52	40	38	1,992	2,897	2,178	-	-	
Households	2400	6,148	2,617	2,175	2,318	2,079	2,087	2,074	115,071	134,569	123,629	-	-	
Other	2500	9	3	3	3	3	3	2	105	130	115	-	-	
Total By Customer Group	2600	6,806	2,845	2,345	2,498	2,255	2,247	2,231	129,855	151,082	139,086	-	-	



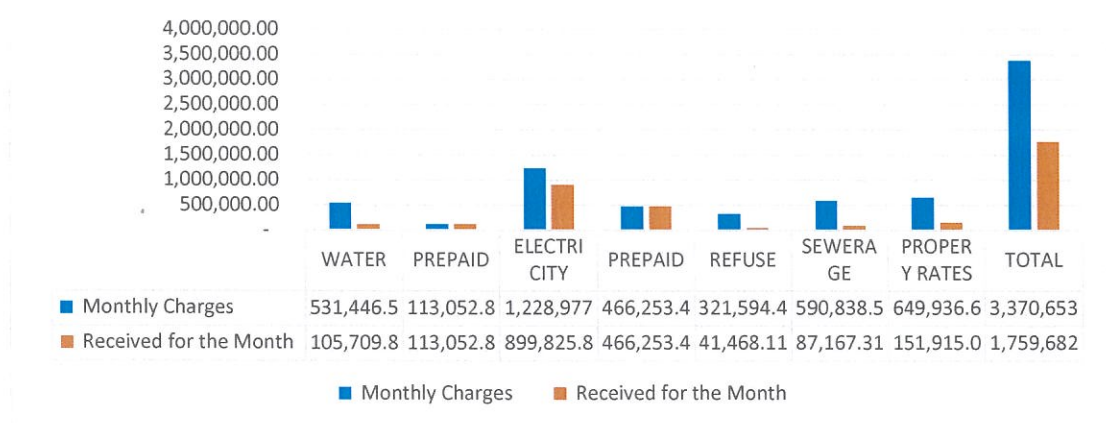
Currently, the households' debtors constitute highest portion of the total debtor's book due to non-payment of services. Some of the consumers accounts are billed on an estimated billing readings and still need to be attended to. Reason for these estimates are meters that are covered by the soil, cements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

Revised collection rate

Services	Total Outstanding	Budgeted Income for the Year	Actual Income received	Turnover %	Monthly Charges	Received for the Month	% received
WATER	45,971,099.15	6,311,000.00	689,656.68	0.14	531,446.56	105,709.80	20%
PREPAID		-			113,052.84	113,052.84	100%
ELECTRICITY	16,142,810.96	25,343,000.00	6,814,275.48	1.57	1,228,977.94	899,825.88	73%
PREPAID		-	1,498,621.88		466,253.47	466,253.47	100%
REFUSE	20,898,128.09	4,208,000.00	341,116.54	0.20	321,594.40	41,468.11	13%
SEWERAGE	35,727,705.65	3,302,000.00	728,207.04	0.09	590,838.55	87,167.31	15%
PROPERTY RATES	25,726,004.54	10,021,000.00	3,100,600.20	0.39	649,936.69	151,915.05	23%
TOTAL	144,465,748.39	49,185,000.00	13,172,477.82	0.34	3,370,653.89	1,759,682.66	52%

The above figures depict the financial performance movement from March 2026 and total revenue for the month of March 2026 amounts to **R1, 759,682.66**. To-date the municipality has performed the total revenue collection by 52%.

M09 billing vs collection



Property rates

The property rates as indicated on the graph shows an inconsistent fluctuation of collection rate. For the month of March 2026, the municipality collected about 23%, which is R 151 915.05 of the R649, 936.69 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 March 2026 electricity sales amounted to R 899 825.88 including the pre-paid sales.

Water

Revenue on water services billed amounts to R531, 446.56 for the month of March 2026 and R105, 709.80 collected. Reason for the difference between the actual and billed amount is because majority of the consumers are not paying, and that can be because some meters are covered by the soil, cements making it difficult to read, 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 March 2026, the municipality billed R321, 594.40 and actual collection amounts to R41, 468.11

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 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 month of March 2026, the municipality billed R590, 838.55 actual received is R87 167.31 and this includes the conventional and cash transactions for the sceptic sanitation tank.

6. Creditors 'Analysis

NC076 Thembelihle - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

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	2,044	2,121	2,260	2,022	2,155	1,902	14,616	179,050	206,170	176,273
Bulk Water	0200	-	-	-	-	-	-	-	6	6	6
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	733	430	275	103	386	675	7,471	16,396	26,469	19,698
Auditor General	0800	114	217	322	-	2,095	1,770	1,753	21,563	27,833	24,782
Other	0900	140	188	21	5	27	2	2,847	4,795	8,026	4,888
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	3,031	2,955	2,879	2,130	4,663	4,348	26,687	221,811	268,504	225,847

- Creditors for March 2026 amounts to R268 504million.

The following are some of the Municipality's creditors:

- **Auditor General** – A payment of R 96 414.61 was paid to AGSA for the month under review.
- **Eskom** – According to the 2025 invoice, the outstanding balance for the month under review is R 155,567,266.93 for Hopetown and R 36,410,291.72 for Strydenburg, and that totals to R191 977 558.65 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 R267 722.79 was made to Eskom in March 2026.
- **Vanderkloof water user association** – The invoice as at March 2026 amounts to R97 819.81 and no payment nor payment arrangement has been made.
- **PAYE and Pension** – A payment of R3, 000, 000. 00 has been made to CRF in March 2026.
- **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 March 2026.

7. Investment portfolio analysis

The below table consist of the total investments balances as at end of March 2026. The total balance amounts to **R14, 069 868.68** 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.

Name	Opening balance	Interest	Withdrawal	Deposits	Closing balance
EEDSM	R9,525.23	R325.09	R206,036.08	R1,816,000.00	R1,619,814.24
INEP	R1,377,095.01	R3,697.27	R1,372,000.00	R2,500,000.00	R2,508,792.28
WSIG	R1,168.10	R1,132.28		R2,000,000.00	R2,002,300.38
MIG	R1,493.45	R4,436.26	R464,202.87	R7,953,000.00	R7,494,726.84
Operational Grants	R9,415.70	R9,819.24	R5,950,000.00	R6,375,000.00	R444,234.94
Total	R1,398,697.49	R19,410.14	R7,992,238.95	R20,644,000.00	R14,069,868.68

8. Allocation and grant receipts and expenditure

Grant name	Budget allocation 2025/2026	Received	Expenditure to date	Total Remaining	% Expenditure To date
FMG	R3,000,000.00	R3,000,000.00	R 2,044,085.87	R955,914.13	68%
Library Grant	R 1 230 000.00	R1, 230, 000.00	R 874,473.93	R 275,526.07	71%
MIG	R18,425,000.00	R18, 425, 000.00	10,255,364.50	R6,705,163.63	64%
EEDMS	R3,816,000.00	R3,816,000.00	1,558,469.92	2,257,530.08	41%
INEP	R3,910,000.00	R2,542,000.00	2,555,029.92	13,029.92	100%
WSIG	R2 000 000	R 2000 000	0	R2000 000	0%

- **FMG** The grant shows a 68% spending expenditure as of March 2026.
- **Library Grant**-The allocation for 2025/26 is R1,230,000.00 and to date, R 874,473.93 has been spent.
- **MIG**– The total received for 2025/26 is R18,425,000.00 of which 64% has been spent up to date.
- **EEDMS** – An additional allocation of R1,816,000.00 was made to EEDSM in March, which makes the total EEDSM received to date R3,816,000.00.

- **INEP** –The grant received an additional R2,500,000.00. An amount of R 2,555,029.92 has been utilised up to date.
- **WSIG**-The Municipality has received WSIG allocation of R2000 000 in March 2026, with no expenditure incurred to date.

Rollover Grant: Expenditure – No application was submitted

9. Councillors' allowances and employee benefits

NC076 Thembelihle - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		4,599	3,879	5,904	377	3,422	4,428	(1,006)	-23%	5,904
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		193	-	65	11	96	49	47	96%	65
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		485	447	487	41	364	365	(1)	0%	487
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		669	-	115	6	90	86	3	4%	115
Sub Total - Councillors		5,945	4,326	6,571	435	3,972	4,928	(956)	-19%	6,571
% increase	4		-27.2%	10.5%						10.5%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2,670	4,344	4,344	303	2,840	3,258	(418)	-13%	4,344
Pension and UIF Contributions		4	2	2	1	5	2	3	174%	2
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		70	264	264	21	182	198	(16)	-8%	264
Cellphone Allowance		88	148	148	12	112	111	1	1%	148
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		417	-	-	7	152	-	152	#DIV/0!	-
Payments in lieu of leave		242	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		61	170	170	13	106	128	(21)	-17%	170
Acting and post related allowance		(15)	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		3,537	4,928	4,928	358	3,397	3,696	(299)	-8%	4,928
% increase	4		39.3%	39.3%						39.3%
Other Municipal Staff										
Basic Salaries and Wages		25,577	27,756	27,233	2,342	20,953	20,425	528	3%	27,233
Pension and UIF Contributions		4,583	6,063	6,063	409	3,742	4,547	(805)	-18%	6,063
Medical Aid Contributions		1,414	1,468	1,468	118	1,104	1,101	3	0%	1,468
Overtime		1,642	1,706	1,706	175	1,358	1,279	78	6%	1,706
Performance Bonus		2,129	1,778	1,778	7	1,971	1,333	638	48%	1,778
Motor Vehicle Allowance		142	-	-	12	106	-	106	#DIV/0!	-
Cellphone Allowance		301	221	221	28	248	166	82	49%	221
Housing Allowances		37	33	33	4	32	25	7	27%	33
Other benefits and allowances		1,221	23	23	52	477	17	460	2680%	23
Payments in lieu of leave		327	1,179	1,179	60	90	884	(794)	-90%	1,179
Long service awards		-	210	210	18	64	157	(93)	-59%	210
Post-retirement benefit obligations		(1,362)	558	558	13	47	418	(371)	-89%	558
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		204	-	-	48	137	-	137	#DIV/0!	-
In kind benefits		-	60	60	-	-	45	(45)	-100%	60
Sub Total - Other Municipal Staff		36,215	41,055	40,532	3,287	30,331	30,399	(68)	0%	40,532
% increase	4		13.4%	11.9%						11.9%
Total Parent Municipality		45,698	50,309	52,031	4,079	37,699	39,023	(1,324)	-3%	52,031

- **Councillors' remuneration** for March 2026 amounts to R434 527.00
- **Senior managers** for March of 2025/26 financial year amounts to R357 825.00
- **Other Municipal Staff remuneration** as at March 2026 amounts R 3, 286, 716.00

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.

11. Other supporting documents

Additionally, information or supporting documentation for March 2026.

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 March 2026.
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

13. Annexure A: C-schedule

NC076 Thembelihle - Table C1 Monthly Budget Statement Summary - Q3 Third Quarter

Description	2024/25			Budget Year 2025/26					
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	8 101	10 021	10 021	448	7 503	7 516	(13)	-0%	10 021
Service charges	26 969	39 164	34 800	(4 395)	25 101	26 100	(999)	-4%	34 800
Investment revenue	156	392	100	0	60	75	(15)	-20%	100
Transfers and subsidies - Operational	46 443	43 772	43 248	-	26 783	32 436	(5 654)	(0)	43 248
Other own revenue	12 431	23 751	20 609	655	7 765	15 457	(7 692)	-50%	20 609
Total Revenue (excluding capital transfers and contributions)	94 100	117 100	108 779	(3 092)	67 211	81 584	(14 373)	-18%	108 779
Employee costs	39 753	45 983	45 460	3 645	33 727	34 056	(367)	-1%	45 460
Remuneration of Councilors	5 945	4 326	6 571	435	3 972	4 928	(956)	-19%	6 571
Depreciation and amortisation	9 265	11 220	11 220	-	-	8 415	(8 415)	-100%	11 220
Interest	18 452	10 660	10 660	770	6 405	7 956	(1 559)	-20%	10 660
Inventory consumed and bulk purchases	21 312	25 695	25 744	1 575	12 852	19 308	(6 457)	-33%	25 744
Transfers and subsidies	261	-	100	7	71	75	(4)	-6%	100
Other expenditure	51 318	35 405	36 250	723	20 400	27 188	(6 728)	-25%	36 250
Total Expenditure	146 328	133 280	136 005	7 153	77 487	102 004	(24 516)	-24%	136 005
Surplus/(Deficit)	(52 228)	(16 180)	(27 227)	(10 245)	(10 277)	(20 420)	10 143	-50%	(27 227)
Transfers and subsidies - capital (monetary)	6 289	15 858	16 382	-	6 637	12 286	(5 650)	-46%	16 382
Transfers and subsidies - capital (in-kind)	-	-	54 680	-	-	21 872	(21 872)	-100%	54 680
Surplus/(Deficit) after capital transfers & contributions	(45 939)	(322)	43 835	(10 245)	(3 640)	13 738	(17 378)	-128%	43 835
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(45 939)	(322)	43 835	(10 245)	(3 640)	13 738	(17 378)	-128%	43 835
Capital expenditure & funds sources									
Capital expenditure	-	-	13 371	715	12 324	6 686	5 638	84%	13 371
Capital transfers recognized	2 228	15 858	71 062	1 768	14 962	34 158	(19 197)	-56%	71 062
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	2 228	15 858	71 062	1 768	14 962	34 158	(19 197)	-56%	71 062
Financial position									
Total current assets	68 511	(11 562)	37 849		84 006				37 849
Total non current assets	253 353	301 529	282 055		274 980				282 055
Total current liabilities	135 843	165 075	165 075		169 842				165 075
Total non current liabilities	132 401	2 476	2 476		132 401				2 476
Community wealth/Equity	107 310	122 737	108 518		80 282				108 518
Cash flows									
Net cash from (used) operating	(80 478)	321	845	(7 120)	(30 265)	16 497	46 762	283%	845
Net cash from (used) investing	-	(15 858)	(16 382)	(2 017)	(2 017)	(12 286)	(10 269)	84%	(16 382)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	(80 256)	(15 318)	(15 485)	(8 137)	(32 231)	4 282	36 493	850%	(15 485)
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	6 806	2 845	2 345	2 458	2 255	2 247	2 231	129 855	151 082
Creditors Age Analysis									
Total Creditors	3 031	2 955	2 879	2 130	4 663	4 348	26 687	221 811	268 504

NC076 Thembelihle - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third 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	1									
Revenue - Functional										
Governance and administration		67,175	68,608	68,608	1,343	40,483	34,304	6,179	18%	68,608
Executive and council		39,520	37,640	37,640	(158)	25,036	18,820	6,216	33%	37,640
Finance and administration		27,655	30,968	30,968	1,501	15,448	15,484	(36)	0%	30,968
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,090	1,230	1,230	-	-	615	(615)	-100%	1,230
Community and social services		1,090	1,230	1,230	-	-	615	(615)	-100%	1,230
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		1,815	15,484	15,484	-	5,808	7,742	(1,934)	-25%	15,484
Planning and development		1,137	15,472	15,472	-	5,808	7,736	(1,928)	-25%	15,472
Road transport		679	12	12	-	-	6	(6)	-100%	12
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		30,308	47,636	47,636	1,337	14,422	23,818	(9,396)	-39%	47,636
Energy sources		16,410	32,273	32,273	433	9,051	16,136	(7,085)	-44%	32,273
Water management		7,121	4,221	4,221	225	1,300	2,110	(810)	-38%	4,221
Waste water management		3,765	5,640	5,640	389	2,345	2,820	(475)	-17%	5,640
Waste management		3,012	5,502	5,502	290	1,726	2,751	(1,025)	-37%	5,502
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	100,388	132,958	132,958	2,680	60,714	66,479	(5,765)	-9%	132,958
Expenditure - Functional										
Governance and administration		86,958	61,014	61,014	6,306	29,768	30,507	(739)	-2%	61,014
Executive and council		10,100	9,007	9,007	1,379	5,272	4,503	768	17%	9,007
Finance and administration		76,858	52,008	52,008	4,927	24,497	26,004	(1,507)	-6%	52,008
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2,379	2,637	2,637	279	1,177	1,318	(142)	-11%	2,637
Community and social services		2,379	2,637	2,637	279	1,177	1,318	(142)	-11%	2,637
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		8,900	16,724	16,724	1,242	6,557	8,362	(1,805)	-22%	16,724
Planning and development		5,454	12,915	12,915	831	4,672	6,458	(1,786)	-28%	12,915
Road transport		3,447	3,809	3,809	412	1,885	1,904	(19)	-1%	3,809
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		49,176	52,905	52,905	2,922	17,666	26,452	(8,786)	-33%	52,905
Energy sources		35,802	34,848	34,848	1,603	11,257	17,424	(6,167)	-35%	34,848
Water management		9,259	11,980	11,980	765	3,984	5,990	(2,006)	-33%	11,980
Waste water management		944	2,359	2,359	102	549	1,179	(631)	-53%	2,359
Waste management		3,171	3,718	3,718	452	1,877	1,859	18	1%	3,718
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	147,414	133,280	133,280	10,749	55,168	66,840	(11,471)	-17%	133,280
Surplus/ (Deficit) for the year		(47,025)	(322)	(322)	(8,069)	5,545	(161)	5,706	-35.51262	(322)

NC076 Thembelihle - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q3 Third

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - Chief Financial Officer	1	-	-	22,021	616	8,686	11,010	(2,324)	-21.1%	22,021
Vote 2 - Community Services		-	-	8,337	365	2,227	4,168	(1,941)	-46.6%	8,337
Vote 3 - Corporate Services		-	-	571	-	153	285	(132)	-46.3%	571
Vote 4 - Corporate Services and administration		-	-	-	-	-	-	-	-	-
Vote 5 - Executive Council		39,520	37,640	38,960	-	25,753	19,480	6,273	32.2%	38,960
Vote 6 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 7 - Office of Financial Management		4,672	4,781	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 9 - Technical Services		-	-	63,071	1,699	23,894	31,535	(7,641)	-24.2%	63,071
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	44,193	42,421	132,958	2,680	60,714	66,479	(5,765)	-8.7%	132,958
Expenditure by Vote										
Vote 1 - Chief Financial Officer	1	19	-	38,712	3,593	19,082	19,356	(275)	-1.4%	38,712
Vote 2 - Community Services		-	-	12,202	1,603	6,383	6,101	282	4.6%	12,202
Vote 3 - Corporate Services		-	-	11,828	882	4,835	5,914	(1,079)	-18.3%	11,828
Vote 4 - Corporate Services and administration		-	-	-	-	-	-	-	-	-
Vote 5 - Executive Council		10,100	9,007	6,135	815	3,878	3,067	811	26.4%	6,135
Vote 6 - Municipal Manager		-	-	2,802	565	1,393	1,401	(7)	-0.5%	2,802
Vote 7 - Office of Financial Management		39,830	26,383	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 9 - Technical Services		-	-	61,601	3,293	19,597	30,800	(11,203)	-36.4%	61,601
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	49,948	35,390	133,280	10,749	55,168	66,640	(11,471)	-17.2%	133,280
Surplus/ (Deficit) for the year	2	(5,755)	7,031	(322)	(8,069)	5,545	(161)	5,706	-3551.2%	(322)

NC076 Thembelihle - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

Description	Ref	Budget Year 2025/26								
		2024/25 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	21,343	(5,539)	15,033	16,007	(974)	-6%	21,343
Service charges - Water		4,866	6,311	6,500	547	4,684	4,875	(191)	-4%	6,500
Service charges - Waste Water Management		3,765	4,208	4,457	389	3,507	3,343	164	5%	4,457
Service charges - Waste management		1,992	3,302	2,500	208	1,877	1,875	2	0%	2,500
Sale of Goods and Rendering of Services		193	274	137	16	98	103	(5)	-5%	137
Agency services		679	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,736	12,727	10,000	463	4,791	7,500	(2,709)	-36%	10,000
Interest from Current and Non Current Assets		156	392	100	0	60	75	(15)	-20%	100
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	312	-	-	-	-	-	-	-
Rental from Fixed Assets		716	699	699	46	443	525	(81)	-15%	699
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1,458	2,281	2,281	129	791	1,711	(919)	-54%	2,281
Non-Exchange Revenue										
Property rates		8,101	10,021	10,021	448	7,503	7,516	(13)	0%	10,021
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		21	65	100	1	14	75	(62)	-82%	100
Licence and permits		416	456	456	34	154	342	(188)	-55%	456
Transfers and subsidies - Operational		46,443	43,772	43,248	-	26,783	32,436	(5,654)	-17%	43,248
Interest		1,763	1,936	1,936	166	1,474	1,452	23	2%	1,936
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	5,000	5,000	-	-	3,750	(3,750)	-100%	5,000
Other Gains		450	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		94,100	117,100	108,779	(3,092)	67,211	81,584	(14,373)	-18%	108,779
Expenditure By Type										
Employee related costs		39,753	45,983	45,460	3,645	33,727	34,095	(367)	-1%	45,460
Remuneration of councillors		5,945	4,326	6,571	435	3,972	4,928	(956)	-19%	6,571
Bulk purchases - electricity		19,435	21,151	21,151	1,091	11,293	15,863	(4,571)	-29%	21,151
Inventory consumed		1,877	4,535	4,593	483	1,559	3,445	(1,886)	-55%	4,593
Debt impairment		-	-	7,624	-	-	5,718	(5,718)	-100%	7,624
Depreciation and amortisation		9,286	11,220	11,220	-	-	8,415	(8,415)	-100%	11,220
Interest		18,452	10,660	10,660	770	6,405	7,995	(1,589)	-20%	10,660
Contracted services		11,982	11,603	11,724	217	3,879	8,793	(4,914)	-56%	11,724
Transfers and subsidies		261	-	100	7	71	75	(4)	-6%	100
Irrecoverable debts written off		24,614	10,224	2,600	-	-	1,950	(1,950)	-100%	2,600
Operational costs		13,586	13,579	14,303	506	16,581	10,727	5,854	55%	14,303
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		1,136	-	-	-	-	-	-	-	-
Total Expenditure		146,328	133,280	136,005	7,153	77,487	102,004	(24,516)	-24%	136,005
Surplus/(Deficit)		(52,228)	(16,180)	(27,227)	(10,245)	(10,277)	(20,420)	10,143	(0)	(27,227)
Transfers and subsidies - capital (monetary allocations)		6,269	15,858	16,382	-	6,537	12,286	(5,650)	(0)	16,382
Transfers and subsidies - capital (in-kind)		-	-	54,680	-	-	21,872	(21,872)	(0)	54,680
Surplus/(Deficit) after capital transfers & contributions		(45,939)	(322)	43,835	(10,245)	(3,640)	13,738	(17,378)	(0)	43,835
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(45,939)	(322)	43,835	(10,245)	(3,640)	13,738	(17,378)	(0)	43,835
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(45,939)	(322)	43,835	(10,245)	(3,640)	13,738	(17,378)	(0)	43,835
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(45,939)	(322)	43,835	(10,245)	(3,640)	13,738	(17,378)	(0)	43,835

NC076 Thembelihle - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q3 Third Quarter

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Chief Financial Officer		-	-	2,487	-	-	1,244	(1,244)	-100%	2,487
Vote 2 - Community Services		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services and administration		-	-	-	-	-	-	-	-	-
Vote 5 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 6 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 7 - Office of Financial Management		-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 9 - Technical Services		-	-	8,884	715	12,324	4,442	7,882	177%	8,884
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
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	-	-	11,371	715	12,324	5,686	6,638	117%	11,371
Single Year expenditure appropriation	2									
Vote 1 - Chief Financial Officer		-	-	-	-	-	-	-	-	-
Vote 2 - Community Services		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services and administration		-	-	-	-	-	-	-	-	-
Vote 5 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 6 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 7 - Office of Financial Management		-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 9 - Technical Services		-	-	2,000	-	-	1,000	(1,000)	-100%	2,000
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	2,000	-	-	1,000	(1,000)	-100%	2,000
Total Capital Expenditure		-	-	13,371	715	12,324	6,686	5,638	84%	13,371
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		-	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		361	9,948	10,472	404	8,457	7,854	603	8%	10,472
Planning and development		361	9,948	10,472	404	8,457	7,854	603	8%	10,472
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,867	5,910	60,590	1,364	6,504	26,304	(19,800)	-75%	60,590
Energy sources		1,449	5,910	60,590	1,364	4,770	26,304	(21,534)	-82%	60,590
Water management		3,690	-	-	-	-	-	-	-	-
Waste water management		(3,272)	-	-	-	1,734	-	1,734	#DIV/0!	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	2,228	15,858	71,062	1,768	14,962	34,158	(19,197)	-56%	71,062
Funded by:										
National Government		2,228	15,858	16,382	1,768	14,962	12,286	2,675	22%	16,382
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	54,680	-	-	21,872	(21,872)	-100%	54,680
Transfers recognised - capital		2,228	15,858	71,062	1,768	14,962	34,158	(19,197)	-56%	71,062
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
Total Capital Funding		2,228	15,858	71,062	1,768	14,962	34,158	(19,197)	-56%	71,062

NC076 Thembelihle - Table C6 Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		52	(15,318)	(15,485)	(11,626)	(15,485)
Trade and other receivables from exchange transactions		20,530	3,754	19,782	37,020	19,782
Receivables from non-exchange transactions		2,826	–	3,445	6,905	3,445
Current portion of non-current receivables		–	–	–	–	–
Inventory		79	2	79	79	79
VAT		45,075	–	30,028	51,679	30,028
Other current assets		(52)	–	–	(52)	–
Total current assets		68,511	(11,562)	37,849	84,006	37,849
Non current assets						
Investments		–	–	–	–	–
Investment property		22,970	23,148	22,970	22,970	22,970
Property, plant and equipment		227,994	278,346	259,002	249,622	259,002
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		2,305	–	–	2,305	–
Intangible assets		83	36	83	83	83
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		253,353	301,529	282,055	274,980	282,055
TOTAL ASSETS		321,864	289,967	319,904	358,986	319,904
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		3,224	–	–	3,224	–
Consumer deposits		843	783	783	871	783
Trade and other payables from exchange transactions		106,778	147,229	147,229	124,659	147,229
Trade and other payables from non-exchange transactions		5,636	–	–	17,927	–
Provision		4,188	13,567	13,567	4,188	13,567
VAT		15,173	3,497	3,497	19,072	3,497
Other current liabilities		–	–	–	–	–
Total current liabilities		135,843	165,075	165,075	169,942	165,075
Non current liabilities						
Financial liabilities		443	2,476	2,476	443	2,476
Provision		124,286	–	–	124,286	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		7,671	–	–	7,671	–
Total non current liabilities		132,401	2,476	2,476	132,401	2,476
TOTAL LIABILITIES		268,244	167,551	167,551	302,343	167,551
NET ASSETS	2	53,620	122,416	152,353	56,642	152,353
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		107,310	122,737	108,518	60,282	108,518
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	107,310	122,737	108,518	60,282	108,518

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		2025/2026 - Monthly Monitoring															
		Current Year - 2025/2026		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11	M12
Indigent Household service targets																			
Water: (Include All Indigent households also in Eskom supplied areas)																			
Indigent HH's with piped water inside dwelling	1	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Indigent HH's with piped water inside yard (but not in dwelling)	2	--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's using public tap (at least min service level)	4	--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with other water supply (at least min service level)	4	--	--	--	--	--	--	--	--	--	--	--	--	--					
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Indigent HH's using public tap (< min service level)	3	--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with other water supply (< min service level)	4	--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with no water supply	4	--	--	--	--	--	--	--	--	--	--	--	--	--					
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households	5	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Status of Water meters:																			
Number of indigent HH's with prepaid Water		--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of indigent HH's with conventional metered Water		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Number of indigent HH's NOT metered currently - Water		--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of indigent HH's with NO Water supply - No metering		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households	10	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Status of unlimited supply of Water:																			
Number of indigent HH's with conventional metered Water - where the municipality is NOT physically restricting Water to the national free basic limit of 6 kilolitres per household per month		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Number of indigent HH's NOT metered currently receiving unlimited supply - Water		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households receiving unlimited supply - Water		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's billed for consumption above 6 kilolitres	11	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Energy: (Include All Indigent households also in Eskom supplied areas)																			
Indigent HH's with Electricity (at least min service level)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with Electricity - prepaid (min service level)		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Indigent HH's with Electricity (< min service level)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with Electricity - prepaid (< min service level)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Indigent HH's with other energy sources		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households	5	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Status of Electricity meters:																			
Number of indigent HH's with prepaid Electricity		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Number of indigent HH's with conventional metered Electricity		--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of indigent HH's NOT metered currently - Electricity		--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of indigent HH's with other energy sources - No metering		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households	12	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Status of unlimited supply of Electricity:																			
Number of indigent HH's with conventional metered Electricity - where the municipality is NOT physically restricting Electricity to the national free basic limit of 50kwh per household per month		--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of indigent HH's NOT metered currently receiving unlimited supply - Electricity		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total number of registered indigent households receiving unlimited supply - Electricity		--	--	--	--	--	--	--	--	--	--	--	--	--					
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's billed for consumption above the 50 kwh	13	--	--	--	--	--	--	--	--	--	--	--	--	--					
Number of ALL Households receiving Free Basic Service (including registered indigent households)																			
Water (6 kilolitres per household per month)	7	923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Electricity/other energy (50kwh per household per month)		923	1,600	--	1,600	156	337	381	455	540	562	571	738	739					
Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)																			
Water (6 kilolitres per household per month)		923	1,600	--	177,936	17,349	37,478	42,372	50,601	60,054	62,501	63,502	82,074	82,185					
Electricity/other energy (50kwh per household per month)		923	1,600	--	781,936	76,239	164,696	186,199	222,364	263,904	274,656	279,054	300,669	361,158					
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																			
Water (6 kilolitres per household per month)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Electricity/other energy (50kwh per household per month)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Total cost of FBS Water and Electricity provided to ALL Households	8	1,846	3,200	--	959,872	93,588	202,174	228,571	272,965	323,958	337,157	342,556	442,743	443,343					
Highest level of free service provided per household (ALL Households)																			
Property rates (R value threshold)		15,000	15,000	--	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000					
Water (kilolitres per household per month)		6	6	--	6	6	6	6	6	6	6	6	6	6					
Sanitation (kilolitres per household per month)		--	--	--	--	--	--	--	--	--	--	--	--	--					
Sanitation (Rand per household per month)		189	189	--	189	189	189	189	189	189	189	189	189	189					
Electricity (kwh per household per month)		50	50	--	50	50	50	50	50	50	50	50	50	50					
Refuse (average litres per week)		90	90	--	90	90	90	90	90	90	90	90	90	90					

In the table above is the Indigent information for the month under review of Quarter 3. 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 Quarterly Revenue Collection Reporting

Municipal Debt Relief - Monthly Revenue Collection Reporting (condition 6.7)

Province

Northern Cape

NC076

March

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 3				Q1
		Billing	Collection	R - Billing not collected	% Collection	
1. Collection for whole demarcation	Summary	11,598,282	6,883,876	4,714,406	59%	59%
2. Collection <u>excl Eskom supplied areas</u>		-	-	-	#DIV/0!	#DIV/0!
3. Collection: Property Rates		1,084,427	707,682	376,745	65%	65%
4. Total average collection: Electricity (Municipal supplied areas)		4,817,715	5,013,556	(195,841)	104%	104%
5. Total average collection: Water		1,755,465	545,481	1,209,984	31%	31%
6. Total average collection: Wastewater		1,070,711	280,235	790,476	26%	26%
7. Total average collection: Refuse		875,163	255,558	619,605	29%	29%
8. 7. Total average collection: Interest		1,994,802	81,365	1,913,438	4%	4%

15.2.3 Quarterly performance per ward

Below is a table that show revenue collection per ward for Quarter 3.

Complete This Section			Quarter 3 Performance Per Ward				
Services	Electricity Supplier	Ward Name & Number	Billing	Collection	R - Billing not collected	% Collection	Q3
Property Rates Tax	Partial Eskom and municipal supplied	WARD 1	185,423	122,422	63,001	66%	66%
Electricity			923,793	756,028	167,765	82%	82%
Water			255,039	58,460	196,580	23%	23%
Refuse			167,493	65,580	101,913	39%	39%
Waste Water			205,391	70,884	134,507	35%	35%
Interest			345,764	29,305	316,459	8%	8%
Property Rates Tax	Partial Eskom and municipal supplied	Ward 2	504,308	500,881	3,427	99%	99%
Electricity			3,452,558	3,836,409	(383,851)	111%	111%
Water			488,871	411,531	77,340	84%	84%
Refuse			192,373	147,470	44,903	77%	77%
Waste Water			247,108	174,829	72,279	71%	71%
Interest			140,636	39,048	101,589	28%	28%
Property Rates Tax	Partial Eskom and municipal supplied	Ward 3	167,590	52,636	114,954	31%	31%
Electricity			41,833	44,258	(2,425)	106%	106%
Water			351,479	32,406	319,073	9%	9%
Refuse			127,988	37,309	90,680	29%	29%
Waste Water			160,484	28,340	132,145	18%	18%
Interest			389,905	5,261	384,644	1%	1%
Property Rates Tax	Partial Eskom and municipal supplied	Ward 4	57,395	719	56,676	1%	1%
Electricity			396,823	373,284	23,539	94%	94%
Water			290,701	4,952	285,749	2%	2%
Refuse			216,118	2,258	213,860	1%	1%
Waste Water			252,598	2,714	249,884	1%	1%
Interest			313,642	5,961	307,681	2%	2%
Property Rates Tax	Partial Eskom and municipal supplied	Ward 5	118,514	3,224	115,290	3%	3%
Electricity			2,708	3,577	(870)	132%	132%
Water			369,374	38,133	331,241	10%	10%
Refuse			171,191	2,942	168,249	2%	2%
Waste Water			205,129	3,468	201,661	2%	2%
Interest			574,617	158	574,459	0%	0%
Property Rates Tax	Eskom Supplied	Ward 6	51,197	27,799	23,397	54%	54%
Electricity			-	-	-	#DIV/0!	#DIV/0!
Water			-	-	-	#DIV/0!	#DIV/0!
Refuse			-	-	-	#DIV/0!	#DIV/0!
Waste Water			-	-	-	#DIV/0!	#DIV/0!
Interest			230,238	1,632	228,606	1%	1%

Quality Certificate

Compiled by:



Lwazi Khapha
Acting Chief Financial Officer

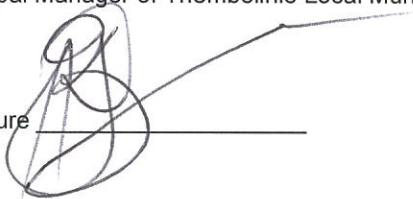
I Kealeboga Eaborone, the Municipal Manager of Thembelihle

Local Municipality hereby certify that-

- Section 52(d) reporting for the month of Quarter 3 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 15-04-2026

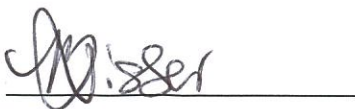
Acknowledgement receipt of section 52(d) report: Mayor

I MARANS VISSER, the Mayor of Thembelihle

Local Municipality hereby acknowledge the receipt of the section 52(d) report for the month of

_____ of _____.

Signature:



Date: _____