



VICTOR KHANYE

LOCAL MUNICIPALITY – PLAASLIKE MUNISIPALITEIT

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BUDGET & TREASURY OFFICE

QUALITY CERTIFICATE

I, **T.M MASHABELA**, Municipal Manager of Victor Khanye Local Municipality, hereby certify that the Budget Statement for February 2025/26 has been prepared in accordance with the Municipal Finance Management Act and regulation made under that Act.

INITIALS AND SURNAME

TSWALEDI MacDONALD MASHABELA

MUNICIPAL MANAGER OF VICTOR KHANYE LOCAL MUNICIPALITY MP311

SIGNATURE.....

T.M. Mashabela

DATE.....

10 MARCH 2026



VICTOR KHANYE

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BUDGET AND TREASURY

Enquires: S Maphanga

Ref: 8/2/1/2

TO : MUNICIPAL MANAGER
T.M MASHABELA

FROM : CHIEF FINANCIAL OFFICER
T.P MAHLANGU

DATE : 09 MARCH 2026

RE : SECTION 71 REPORT

PURPOSE

To provide the Executive Mayor/Council with the budget and financial performance report for 28 February 2025_26.

BACKGROUND

In terms of section 71(1) of the Municipal Finance Management Act (MFMA) No. 56 of 2003, 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 provincial treasuries a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month. The format was amended in line with the Municipal Budget and Reporting Regulation and approved in terms of Section 168 of the Municipal Finance Management Act per Government Gazette No. 32141 dated 17 April 2009 for implementation with effect from 1 April 2009 as follows:

- a) Actual revenue, per revenue source;
- b) Actual borrowings;
- c) Actual operating expenditure, per vote;
- d) Actual capital expenditure, per vote;
- e) The amount of any allocation received;
- f) Actual expenditure on those allocations, excluding expenditure on – Its share of the local government equitable share; and
 - ii. Allocations exempted by the annual Division of Revenue Act from compliance with this paragraph and;

- g) When necessary, an explanation of –
- iii. Any material variance from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - iv. Any material variance from the service delivery and budget implementation plan; and
 - v. Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remains within the municipality's approved budget

The format was amended in line with the Municipal Budget and reporting regulations and approved in terms of section 168 of the MFMA, per government gazette no 32141 dated 17 April 2009 for implementation with effect from 1 April 2009 as follows:

Table C1 s71 actual monthly Budget Statement Summary;

Table C2 actual monthly Budget Statement- Financial Performance (standard classification);

Table C3 actual monthly Budget Statement – Financial Performance (per vote);

Table C4 actual monthly Budget Statement – Financial Performance (revenue and expenditure);

Table C5 actual monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding);

Table C6 actual monthly budget statement – financial position.

Table C7 actual monthly statement - Cash flow.

DISCUSSION

To ensure legally sound financial management on the activities performed by the municipality and financial viability, also to provide monthly report on the implementation of the Annual Budget and the actual monthly expenditure and revenue on standard classification of votes.

1. EXECUTIVE SUMMARY

- **Table C1: Monthly Budget Statement Summary February 2025_26**

Description	Budget	Adjustment budget	Feb Actual	YTD Actual	YTD Budget
Revenue	- 948 495 000	- 973 500 000	- 245 263 000	- 1 204 393 000	- 637 331 000
Expenditure	994 017 000	1 002 079 000	65 526 000	602 962 000	662 891 000
Surplus/Deficit	45 522 000	28 579 000	- 179 737 000	- 601 431 000	
Capital expenditure	65 245 000	64 495 000	2 395 000	21 141 000	43 347 000
Debtors			1 988 076 693		
Creditors			1 763 478 364		
Average payment rate	85%		23%		

The actual revenue billed for February amounted to **R245 million**. When comparing the year-to-date actual of **R1.2 billion** with the year-to-date budget of **R637 million**, there is a variance of **R567 million (89%)**.

The expenditure amounted to **R65 million** with a year-to-date actual of **R602.9 million**. In comparison with the year-to-date budget of **R662.8 million**, there is a negative variance of **R59 million (-9%)**.

The net operating surplus for February amounts to **R179 million** and the year-to-date surplus amounts to **R601 million**.

EPWP grant allocation to the amount of **R593 thousand** was received in February. Capital expenditure incurred amounted to **R 2.3 million**.

Total year-to-date on debtors was **R1.9 billion** and on Creditors **R1.7 billion** in which the highest is an amount of **R1.2 billion** owed to Eskom and **R513 million** owed to Rand Water.

Kusile Power Station's valuation remains the same pending the valuer's report.

REVENUE VARIANCES

	Final Budget	Adjustment Budget	Monthly Actual	YTD Actual	YTD Budget	Variance	Variance %
R thousands							
Revenue By Source							
Exchange revenue							
Service charges - electricity revenue	246 628 000	250 631 000	17 324 000	142 852 000	165 220 000	- 22 368 000	-14%
Service charges - water revenue	78 691 000	78 691 000	4 676 000	48 992 000	52 461 000	- 3 469 000	-7%
Service charges - sanitation revenue	14 392 000	14 392 000	1 038 000	8 785 000	9 595 000	- 810 000	-8%
Service charges - refuse revenue	15 318 000	18 318 000	1 301 000	10 688 000	10 812 000	- 124 000	-1%
Sale of Goods and rendering of services	7 231 000	9 086 000	832 000	2 322 000	5 192 000	- 2 870 000	-55%
Interest earned - outstanding debtors	165 255 000	165 255 000	167 000	388 000	110 170 000	- 109 782 000	-100%
Rental of facilities and equipment	1 641 000	1 641 000	165 000	1 448 000	1 094 000	354 000	32%
Operational revenue	806 000	431 000	22 000	578 000	462 000	116 000	25%
Interest from non-current Assets	-	-	-	-	-	-	-
Non-exchange revenue							
Property rates	128 920 000	138 920 000	95 318 000	756 392 000	87 946 000	668 446 000	760%
Fines, penalties and forfeits	2 235 000	2 235 000	419 000	1 169 000	1 490 000	- 321 000	-22%
Surcharges and Taxes	73 281 000	73 281 000	5 129 000	44 277 000	48 854 000	- 4 577 000	-9%
interest	53 090 000	59 612 000	9 183 000	68 651 000	36 698 000	31 953 000	87%
other Gains		-	-	-	-	-	-
Transfers and Subsidies - Operational	161 007 000	161 007 000	109 690 000	117 853 000	107 338 000	10 515 000	10%
Total revenue (excluding capital transfe	948 495 000	973 500 000	245 264 000	1 204 395 000	637 332 000	567 063 000	89%

EXCHANGE AND NON-EXCHANGE REVENUE

Service Charges – Electricity

The billing for February amounted to **R17 million** and a year to date of **R142 million**, which shows a negative variance when in comparison with the year to date budget **R165 million (-14%)**.

Service Charges – Water

The billing for February amounted to **R4.6 million**. When the year-to-date actual **R48.9 million** is compared with the year to date budget **R52 million**, there is a slight variance of **(-7%)**.

Service Charge – Sanitation

The billed revenue for February amounted to **R1 million**, the year to date was **R8.7 million** and compared with the year to date budget of **R9.5 million**, the variance is **(-8%)**. This is the low performing service charge; however, it remains within the acceptable norm.

Service Charge – Refuse removal

The billed revenue amounted to **R1 million**, the year to date was **R10.6 million** and compared to the year to date budget of **R10.8 million**, there is a negative variance of **-1%**.

Rental of facilities and equipment

Billing for rental of facilities amounted to **R165 thousand**, Year to date actual is higher than year to date budget due to change in tariffs.

Operational Costs

Billing for operational costs amounted to **R22 thousands**, with the year to date of **R578 million** and the year to date budget of **R462 million**, there is a positive variance of **25%**. Operational revenue comprise of grave fees, connection/disconnection of water and electricity fees, building plans.

Property Rates

Billing for property rates for February amounted to **R95 million** and the year to date amounted to **R756 million** as compared to the year to date budget of **R87 million**, there is huge negative variance of **(760%)**.

Surcharges and Taxes – Other revenue collected amounted to **R5 million (-9%)**. Surcharges are additional fees, charges, or taxes that are added to the base price of a good or service. Comprise of items such as flat rate, trading licenses, waste disposal from private clients, printing of consumers statement, printing of clearance/valuation certificates, fire and rescue services etc.

Transfers and subsidies

Capital and in-kind (-100%) are only acknowledged at the end of the financial year when they are recognised as revenue.

Interest

Billing for interest on consumers debtors amounted to **R9.3 million** for both the exchange and non-exchange revenue respectively.

Actual receipts to-date in 2025_26 financial year amounted to **R1.2 billion** included in the actual revenue are the grant monies received for equitable share, municipal infrastructure grant, Financial Management Grant, Extended Public Works Programme.

EXPENDITURE

Monthly Budget Statement - Financial Performance (Expenditure) – February 2025_26.

	Final Budget	Adjustment Budget	Monthly Actual	YTD Actual	YTD budget	Variance	Variance %
R thousands							
Expenditure By Type							
Employee related costs	211 691 000	219 640 000	18 075 000	143 484 000	142 717 000	767 000	1%
Remuneration of councillors	12 146 000	12 146 000	828 000	6 561 000	8 097 000	- 1 536 000	-19%
Bulk purchases - Electricity	228 174 000	226 174 000	18 485 000	169 971 000	151 716 000	18 255 000	12%
Inventory consumed and Bulk pu	124 623 000	117 918 000	3 527 000	63 983 000	83 341 000	- 19 358 000	-23%
Debt impairment	89 408 000	61 908 000	-	-	52 105 000	- 52 105 000	-100%
Depreciation and asset impairme	53 279 000	56 591 000	-	28 409 000	36 182 000	- 7 773 000	-21%
Finance charges	50 000 000	60 000 000	11 301 000	79 403 000	35 333 000	44 070 000	125%
Contracted services	128 878 000	144 932 000	10 211 000	70 828 000	86 130 000	- 15 302 000	-18%
Transfers and subsidies	-	-	-	-	-	-	0%
Irrecoverable debts written off	31 594 000	31 383 000	-	2 795 000	21 020 000	- 18 225 000	-87%
Operational Costs	64 224 000	71 387 000	3 100 000	37 527 000	46 249 000	- 8 722 000	-19%
Losses on Disposal of Asset		-	-	-	-	-	0%
Other Losses	-	-	-	-	-	-	0%
Total Expenditure	994 017 000	1 002 079 000	65 527 000	602 961 000	662 890 000	- 59 929 000	-9%

Employee related cost – For February 2025_26 total salaries, allowances and benefits including remuneration of councillors amounted to **R18.8 million**.

Bulk Purchases - Electricity – Eskom invoices for February amounted to **R35 million**. A payment of **R 3 million** was made for both main and sub-account. The municipality remains non-compliant regarding circular 124 of the Eskom debt relief.

Inventory consumed – The inventory consumed amounted to **R3.5 million**. The invoice for Rand Water was not captured due to lateness. A payment of **R4.6 million** was made to Rand Water.

Finance charges – Interest is charged on the bulk purchases and amounted to **R11 million**.

Contracted services – Expenditure on contracted services amounted to **R10 million** in February. Contracted services consist of legal fees, general maintenance of infrastructure, insurance, financial and non-financial systems, telephones, etc.

Operational costs – For February, general expenditure also amounted to **R3 million**. General expenses are, but not limited to PPE, audit fees, skills development, operating lease, material and supplies, etc.

Repairs and Maintenance

Description R thousands	Original Budget	Adjustment Budget	Monthly Actual	Year to Date Actual	Year to date Budget	Variance	Variance %
Infrastructure	17 778 000	31 374 000	5 339 000	26 573 000	11 471 000	15 102 000	242%
Roads Infrastructure	4 000 000	3 000 000	420 000	1 152 000	2 467 000	- 1 315 000	-53%
Capital Spares	4 000 000	3 000 000	420 000	1 152 000	2 467 000	- 1 315 000	-53%
Electrical Infrastructure	6 000 000	24 162 000	5 124 000	22 978 000	6 932 000	16 046 000	231%
Capital Spares	6 000 000	24 162 000	5 124 000	22 978 000	6 932 000	16 046 000	231%
Water Supply Infrastructure	2 000 000	1 000 000	55 000	483 000	333 000	150 000	45%
Capital Spares	2 000 000	1 000 000	55 000	483 000	333 000	- 150 000	-45%
Sanitation Infrastructure	2 000 000	2 500 000	-	1 709 000	1 433 000	276 000	19%
Capital Spares	2 000 000	2 500 000	-	1 709 000	1 433 000	276 000	19%
Solid Waste Infrastructure	3 778 000	712 000	- 260 000	251 000	306 000	- 55 000	452%
Capital Spares	3 778 000	712 000	- 260 000	251 000	306 000	- 55 000	18%
Information and communication infrastructure	10 950 000	8 200 000	502 000	2 442 000	7 050 000	- 4 608 000	-65%
Data centres	10 950 000	8 200 000	502 000	2 442 000	7 050 000	- 4 608 000	-65%
Capital Spares	10 950 000	8 200 000	502 000	2 442 000	7 050 000	- 4 608 000	-65%
Total Repairs and Maintenance Expenditure	28 728 000	39 574 000	5 841 000	29 015 000	18 521 000	10 494 000	57%

Repairs and maintenance analysis Supporting table SC13c measures the extent to which Council's assets are maintained per asset class. Expenditure incurred for February amounts to **R5.8 million**.

NORMS AND RATIOS

Current ratio (0:62)

The ratio shows that the municipality is having financial challenges and insufficient cash to pay off its short-term liabilities using its short-term assets.

Current Ratio	Current Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		0.62
				Current Assets	1 417 815 000
				Current Liabilities	2 276 051 000

Collection Rate (23%)

A low collection rate signal problems with billing, credit policies, or customer payment habits, potentially impacting revenue.

Collection Rate	(Gross Debtors Closing Balance + Bailed revenue - Gross Debtors Opening Balance - Bad debts written off) Billed revenue x100	Statement of Financial Position, Statement of financial performance, Notes to the AFS, Budget in-year reports, IDP and AR	95%		23%
				Gross Debtors closing balance	1 776 903 432
				Gross Debtors opening balance	1 883 959 447
				Bad debts written Off	-
				Billed Revenue	136 166 433

Cash/Cost coverage ratio (0 Month)

The ratio shows the municipality will be vulnerable and at a higher risk in the event of financial “shocks/set-backs” and its ability to meet its obligations to provide basic services or its financial commitment is compromised.

Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget, In year Reports and AR	1 - 3 Months		0 Month
				Cash and cash equivalents	11 114 375
				Unspent Conditional Grants	-
				Overdraft	-
				Short Term Investments	-
Total Annual Operational Expenditure				1 002 079 000	

Capital expenditure to operating expenditure (4%)

The ratio shows that the low spending by the municipality in infrastructure holds potential risks to service delivery and that the existing infrastructure may deteriorate, requiring more costly repairs and maintenance in the future.

Capital Expenditure to Total Expenditure	Total Capital Expenditure / Total Expenditure (Total Operating expenditure + Capital expenditure) × 100	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget, In-Year reports, IDP and AR	10% - 20%		4%
				Total Operating Expenditure	65 526 000
				Taxation Expense	-
Total Capital Expenditure				2 395 000	

Contracted services (16%)

This ratio is alarming, outsourcing decisions will have to be weighed against the ability to attract skills; however, increases in this ratio can further expose the municipality to other risks, such as its inability to build capacity and ongoing reliance on Contractors.

Contracted Services % of Total Operating Expenditure	Contracted Services / Total Operating Expenditure × 100	Statement of Financial Performance, Budget, IDP, In-Year reports and AR	2% - 5%		16%
				Contracted Services	10 211 000
				Total Operating Expenditure	65 526 000
Taxation Expense				-	

Creditor’s payment period (365 Days)

The number of days it takes the municipality to pay its suppliers after receiving goods or services a period of longer than 30 days to settle creditors is normally an indication that the Municipality might be experiencing cash flow problems.

Creditors Payment Period (Trade Creditors)	Trade Creditors Outstanding / Credit Purchases (Operating and Capital) × 365	Statement of Financial Performance, Notes to AFS, Budget, In-Year reports and AR	30 days		365 days
				Trade Creditors	65 526 000
				Contracted Services	10 211 000
				Repairs and Maintenance	5 841 000
				General expenses	30 989 000
				Bulk Purchases	18 485 000
				Capital Credit Purchases (<i>Capital Credit Purchases refers to additions of Investment Property and Property, Plant and Equipment</i>)	

4. BUDGET PERFORMANCE OVERVIEW

4.1 CAPITAL EXPENDITURE

Grants	Gazetted Amnt	Total Received to date	Feb Actual	YTD spending	% spent on received amt
MIG	29 618 000	24 246 000	1 817 253	19 105 481	79%

Total allocation for capital grants from the National Treasury for the **2025_26** financial year amounted to **and R29.6 million** for MIG as per the gazette. No allocation made in February for MIG. However, the expenditure incurred amounted to **R2 million, R1.8 million** from MIG and the rest from the internally generated funds.

4.2 CASH FLOW STATEMENT

Net Cash from operating activities

The net cash from operating activities for February amounted to a favourable **R2 million** which is supported by grants received from operational and capital project. As part of the budget-funding plan the municipality is busy with the data cleansing, review of tariffs to be cost reflecting and meter audit to ensure that municipality is not grant depended.

Net Cash from investing activities

The net cash from investing activities for February amounted to **R2.3 million** of capital projects.

Net Increase/ Decrease in cash held

The municipality recorded an increase in net cash held of **R1.6 million** as at 28 February 2026.

Monthly Budget Statement - Cash Flow - M8 2025_26

Description	Feb 2025_26 Actual
R thousands	
CASH FLOW FROM OPERATING ACTIVITIES	
Receipts	
Property rates, penalties & collection charges	8 401
Service charges	18 988
Other revenue	19 781
Government - operating	-
Government - capital	-
Interest	302
Dividends	-
Total receipts	47 473
Payments	
Suppliers and employees	(34 097)
Finance charges	(11 301)
Transfers and Grants	-
Total payments	(45 398)
NET CASH FROM/(USED) OPERATING ACTIVITIES	2 075
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts	
Received from arrangements	-
Disposal of assets	-
(Increase) / Decrease in non-current investments	-
Payments	(2 395)
Capital assets	(2 395)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(2 395)
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipts	
Increase in consumer deposits	3
Borrowing long term/refinancing	-
Payments	
Repayment of borrowing	-
Finance lease payments	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	3
NET INCREASE/ (DECREASE) IN CASH HELD	1 683
Cash/cash equivalents at beginning of the month:	9 431
Cash/cash equivalents at month end:	11 114

5. IN-YEAR BUDGET STATEMENT TABLES

Table C2: **Monthly Financial Performance by Vote** realized by vote for revenue and expenditure. The deviations by vote are reflected in the year-to-date (YTD) variance column.

The difference in revenue variations between Table C2 and Table C1 is the result of capital grants received, which are included in Table C2.

Table C3: **Monthly Financial Performance (Revenue and Expenditure by Vote):**

Table C3 measures the actual year to date against the year to date SDBIP figures, which have been realised by vote for the revenue and expenditure. The deviations by vote are reflected in the year-to-date (YTD) variance column. Total revenue by vote for February resulted in a favourable balance of **R245 million** and total expenditure amounted to **R64.5 million**.

Table C4: **Monthly Financial Performance by Revenue Source and Expenditure Type**

Table C4 provides details of the service delivery targets for revenue by source and expenditure by type. For revenue, the main deviations are service charges: water, rental of facilities, interest on investments and outstanding debtors, fines, licenses and permits and agency services and other revenue. In the case of expenditure finance charges, contracted services, bulk purchases, other materials, transfer & subsidies and other expenditure. The total deficit in revenue is **89%** and deviation of **-9%** for expenditure for the month compared to the budget.

Table C5: **Monthly Capital Expenditure by Vote**

Table C5 indicates the monthly actuals on capital expenditure for all votes and measures the year-to-date actuals against the year to date planning (SDBIP) figures. For February, the expenditure amounted to **R2 million**.

All municipal departments have been sensitise on the urgency of spending on capital projects that are grant funded and the spending have been linked to the performance of each Executive Directorate.

Table C6: **Monthly Budget Statement Financial Position**

The table provides an overview of the financial position of the municipality's assets and liabilities. As at 28 February 2025_26, the community wealth amounts to a favourable **R130 million**, Total liabilities amounts to **R2.3 billion**, whilst total assets amount to **R2.4 billion** which resulted in a favourable net-assets of **R130 million**, all figures are accumulative.

Table C7: **Monthly Budget Statement Cash Flow**

Table C7 provides detail of the actual year to date in-flow and out-flow. For October, the net cash from operating activities is a favourable **R124 million**, the Net cash from investing activities amounted to an unfavourable **R1.8 million**. The net cash from financing activities amounts to **R0**. The Bank balance at the end of the month amounted to **R11 million**.

BANK NAME	TYPE OF ACCOUNT	BALANCE
STD BANK	MAIN ACCOUNT	4 045 139
STD BANK	CALL ACCOUNT ELEC	605 545
STD BANK	CALL ACCOUNT	1 885
STD BANK	TRAFFIC	19 592
STD BANK	MONEY MARKET	224 046
ABSA BANK	CALL ACCOUNT	6 218 168
BALANCE		11 114 375

SUPPORTING DOCUMENTATION

3.1 PERFORMANCE INDICATORS:

- Supporting table SC2 provides detail on performance indicators in particular to revenue management.
- The measurement of the payment rate is based on the circular 71 methods as prescribed by National Treasury. The formula is based on the gross debtor opening balance and billed revenue less gross debtor closing balance less bad debts written off divide by billed revenue. The payment rate remained at **23%** due to corrections made to the advance payment segment.

3.2 DEBTORS/RECEIVABLES ANALYSIS:

- 3.3.1 Supporting table SC3 provides details on consumer debtors. Currently outstanding debtors amounts to **R1.9 billion** including interest on arrears. Outstanding debtors over 90days amounts to **R1.7 billion**. The table below reflects the debtor's age analysis by customer group.

CUSTOMER GROUP	FEBRUARY
Organs of state	11 685 377
Commercial	89 726 558
Households	1 014 349 859
Mines	24 078 463
Farms	759 223 213
Indigents	54 189 647
Top 200	29 751 966
Municipal prop	54 769
Other	5 016 842
	1 988 076 693

3.3 CREDITORS ANALYSIS:

Supporting table SC4 provides details on aged creditors. In terms of the Municipal Finance Management Act, all creditors must be paid within 30 days of receiving the invoice or statement.

For the month ended in February 2025_26, creditors amounted to **R 1.8 billion** and the bulk of the creditors relates to Eskom account with an amount **R1.2 billion** and Rand Water with an amount of **R513 million**.

3.4 COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS ANALYSIS:

The table SC8 provides details for councillor and employee benefits. For February 2025_26, total salaries, allowances and benefits amounted to **R 18.8 million**.

3.5 CAPITAL EXPENDITURE TREND

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table, capital expenditure incurred for February 2026 amounted to **R2.3 million**.

Attached as Annexure are the following:

- The actual monthly Budget Statement Annexure "A"
- An analysis of top 20 creditors for the month Annexure "B"
- Actual year to date of consumer debtors – Age analysis Annexure "C"
- Non-compliance letter from Provincial Treasury and self-assessment for January 2026 is attached as Annexure "D"
- Government debt Annexure "E"

6. DEBTORS

Debtors' Age Analysis for the month ended 28 February 2025_26, outstanding debtors comprise of consumer and sundry debtors. The total outstanding debtors amounts to **R1.9 billion** the consumer debtors amount to **R1.8 billion** and sundry debtors amount to **R147 million**. Creditors to the amount **R1.7 billion** were not paid during the month.

Description	NT Code	Budget Year 2025/26					151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	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 Days							
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	4 739	4 101	2 917	274 961	-	-	-	286 717	277 878	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	14 987	1 504	1 114	25 221	-	-	-	42 826	26 336	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	94 793	89 240	88 341	584 216	-	-	-	856 591	672 558	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1 026	589	447	24 158	-	-	-	26 221	24 605	-	-	
Receivables from Exchange Transactions - Waste Management	1600	1 497	687	574	28 823	-	-	-	31 581	29 397	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	5 615	5 374	5 194	272 274	-	-	-	288 457	277 468	-	-	
Interest on Arrear Debtor Accounts	1810	9 611	9 383	9 173	279 825	-	-	-	307 992	288 998	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	3 135	1 567	769	142 221	-	-	-	147 692	142 989	-	-	
Total By Income Source	2000	135 405	112 445	108 530	1 631 699	-	-	-	1 988 078	1 740 228	-	-	
2019/20 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	743	1 024	269	9 649	-	-	-	11 685	9 918	-	-	
Commercial	2300	5 871	2 862	2 553	78 441	-	-	-	89 727	80 594	-	-	
Households	2400	21 750	19 255	17 982	955 362	-	-	-	1 014 350	973 344	-	-	
Other	2500	107 040	89 303	87 725	588 247	-	-	-	872 316	675 972	-	-	
Total By Customer Group	2600	135 405	112 445	108 530	1 631 699	-	-	-	1 988 078	1 740 228	-	-	

7. CREDITORS AGE ANALYSIS

MP311 Victor Khanye - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

Description	NT Code	Budget Year 2025/26										Total	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year				
R thousands													
Creditors Age Analysis By Customer Type													
Bulk Electricity	0100	28 541	25 342	26 643	1 156 436	-	-	-	-	-	-	-	1 236 962
Bulk Water	0200	7 424	8 986	8 978	8 362	479 441	-	-	-	-	-	-	513 192
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	5 648	-	-	-	-	-	-	-	-	-	-	5 648
Auditor General	0800	109	409	3 270	891	1 622	-	-	-	-	-	-	6 300
Financial Systems	0900	686	403	287	-	-	-	-	-	-	-	-	1 376
Total By Customer Type	1000	42 408	35 140	39 179	1 165 689	481 063	-	-	-	-	-	-	1 763 478

8. Allocation and grant receipts and expenditure

Grants	Gazetted Amnt	Total Received to date	Feb Actual	YTD Actual	% spent on received amount
FMG	1 900 000	1 900 000	25 903	1 021 093	54%
EPWP	1 976 000	1 581 000	516 179	1 504 179	95%
MIG	29 618 000	24 246 000	1 817 253	19 105 481	79%

- An amount of R493 thousand funded the EPWP through the internally generated funds.

9. Councillors and employee benefits

Number of months----->	8								
	Pro-rata Budget	Adjustment Budget	Feb Actual	YTD Actual	% Actual	Reason for Variance			
Councillors:									
Allowances	8 097 333	8 097 333	828 000	6 561 000	81.0%	None			
Employees:									
Basic salary	78 008 000	85 508 000	10 834 000	85 706 000	100.2%	Variance is due to new appointments			
Travelling allowance	9 210 000	8 986 667	979 000	7 940 000	88.4%	None			
Overtime	13 800 667	12 385 333	1 324 000	11 128 000	89.8%	None			
Employee social contributions	40 115 333	39 561 333	4 938 000	38 711 000	97.9%	None			
TOTAL	149 231 333	154 538 667	18 903 000	150 046 000	97.1%				

13. Conclusion

14. Annexure A: C Schedules

15. Annexure B: Compliance with the conditions for Municipal Debt Relief

16. Municipal Manager's quality certificate

1. HUMAN RESOURCE IMPLICATIONS

None

2. LEGAL IMPLICATIONS

The non-payment of Eskom, Rand Water and Auditor general will lead to legal implications for the municipality.

3. FINANCIAL IMPLICATIONS

It is important for the municipality avoid incurring any additional costs, which could result in unauthorised and irregular expenditure.

4. RISK IMPLICATIONS

Removal from the Debt relief program due to non-compliance.

5. STRATEGIC IMPLICATIONS

Non-compliance to MFMA and VKLM policy Framework.

6. OTHER IMPLICATIONS

None

Circular 124, for debt relief program - Eskom reconciliation as at 28 February 2026.

Kindly note the payments are made on an accrual basis.

ESKOM MAIN ACCOUNT

Segment in ledger =====>			Bulk Purchases	VAT	Interest expense				
MONTH	INVOICE NO	BALANCE BROUGHT FORWARD	TOTAL EXC	VAT	INTEREST	TOTAL INC	AMOUNT PAID	BALANCE + INVOICE - PAID	
Jul-25	564731882911	R 919 521 846.63	R 16 793 909.51	R 2 519 086.43	R 3 150 642.01	R 22 463 637.95	R -	R 941 985 484.58	
Aug-25	564495502814	R 941 985 484.58	R 16 040 229.23	R 2 406 034.38	R 3 222 585.81	R 21 668 849.42	R 1 500 000.00	R 962 154 334.00	
Sept-25	564769460259	R 962 154 334.00	R 10 529 243.80	R 1 579 386.57	R 3 738 308.67	R 15 846 939.04	R 9 500 000.00	R 968 501 273.04	
Oct-25	564542747192	R 968 501 273.04	R 9 265 125.12	R 1 389 768.77	R 4 539 163.61	R 15 194 057.50	R 4 500 000.00	R 979 195 330.54	
Nov-25	564014852493	R 979 195 330.54	R 8 059 499.90	R 1 208 924.99	R 3 597 262.60	R 12 865 687.49	R 2 000 000.00	R 990 061 018.03	
Dec-25	564251375141	R 990 061 018.03	R 8 144 199.48	R 1 221 629.92	R 4 290 905.33	R 13 656 734.73	R 7 500 000.00	R 996 217 752.76	
Jan-26	564271715756	R 996 217 752.76	R 8 267 748.56	R 1 240 162.28	R 3 868 306.75	R 13 376 217.59	R 2 000 000.00	R 1 007 593 970.35	
Feb-26	564671385939	R 1 007 593 970.35	R 8 819 286.56	R 1 322 892.98	R 4 933 397.92	R 15 075 577.46	R 1 500 000.00	R 1 021 169 547.81	
Mar-26									
Apr-26									
May-26									
Jun-26									
			R 85 919 242.16	R 12 887 886.32	R 31 340 572.70				

ESKOM SUB ACCOUNT

Segment in ledger =====>			Bulk Purchases	VAT	Interest expense				
MONTH	INVOICE NO	BALANCE BROUGHT FORWARD	TOTAL EXC	VAT	INTEREST	TOTAL INC	AMOUNT PAID	BALANCE + INVOICE - PAID = TOTAL DUE	
Jul-25	889781822327	R 134 765 327.14	R 15 617 398.99	R 2 342 609.85	R 1 183 867.66	R 19 143 876.50	R -	R 153 909 203.64	
Aug-25	889497857686	R 153 909 203.64	R 14 253 554.22	R 2 138 033.13	R 1 252 752.71	R 17 644 340.06	R 2 000 000.00	R 169 553 543.70	
Sept-25	889378192530	R 169 553 543.70	R 8 987 025.14	R 1 348 053.77	R 1 464 013.65	R 11 799 092.56	R 9 500 000.00	R 171 852 636.26	
Oct-25	889763053264	R 171 852 636.26	R 7 897 298.06	R 1 184 594.71	R 2 018 272.63	R 11 100 165.40	R 4 500 000.00	R 178 452 801.66	
Nov-25	889280628311	R 178 452 801.66	R 7 788 570.39	R 1 168 285.56	R 1 464 878.67	R 10 421 734.62	R 1 000 000.00	R 187 874 536.28	
Dec-25	889250184604	R 187 874 536.28	R 9 664 108.25	R 1 449 616.24	R 1 872 550.92	R 12 986 275.41	R 7 000 000.00	R 193 860 811.69	
Jan-26	889204764776	R 193 860 811.69	R 8 984 617.64	R 1 347 692.65	R 1 633 224.98	R 11 965 535.27	R 2 000 000.00	R 203 826 346.96	
Feb-26	889929345408	R 203 826 346.96	R 9 665 296.11	R 1 449 794.42	R 2 350 713.62	R 13 465 804.15	R 1 500 000.00	R 215 792 151.11	
Mar-26									
Apr-26									
May-26									
Jun-26									
			82 857 868.80	12 428 680.33	13 240 274.84				

Choose name from list - Table C1 Monthly Budget Statement Summary - M08 - February

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	108 696	128 920	138 920	95 318	756 392	87 946	668 445	760%	138 920
Service charges	315 713	355 029	362 032	24 338	211 317	238 087	(26 770)	-11%	362 032
Investment revenue	1 265	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	153 285	161 007	161 007	109 690	117 853	107 338	10 515	10%	161 007
Other own revenue	171 201	303 539	311 542	15 917	118 832	203 960	(85 128)	-42%	311 542
Total Revenue (excluding capital transfers and contributions)	750 159	948 495	973 500	245 263	1 204 393	637 331	567 062	89%	973 500
Employee costs	207 328	211 691	219 640	18 075	143 484	142 717	767	1%	219 640
Remuneration of Councillors	9 790	12 146	12 146	828	6 561	8 097	(1 536)	-19%	12 146
Depreciation and amortisation	60 151	53 279	56 591	-	28 409	36 182	(7 772)	-21%	56 591
Interest	97 555	50 000	60 000	11 301	79 403	35 333	44 070	125%	60 000
Inventory consumed and bulk purchases	297 491	352 797	344 092	22 011	233 954	235 057	(1 103)	0%	344 092
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	434 350	314 105	309 610	13 311	111 150	205 504	(94 354)	-46%	309 610
Total Expenditure	1 106 667	994 017	1 002 079	65 526	602 962	662 891	(59 929)	-9%	1 002 079
Surplus/(Deficit)	(356 507)	(45 522)	(28 579)	179 737	601 432	(25 559)	626 991	-2453%	(28 579)
Transfers and subsidies - capital (monetary allocations)	44 337	46 618	46 618	-	-	31 079	(31 079)	-100%	46 618
Transfers and subsidies - capital (in-kind)	16 063	30 500	30 500	-	-	20 333	(20 333)	-100%	30 500
Surplus/(Deficit) after capital transfers &	(296 107)	31 596	48 539	179 737	601 432	25 853	575 579	2226%	48 539
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(296 107)	31 596	48 539	179 737	601 432	25 853	575 579	2226%	48 539
Capital expenditure & funds sources									
Capital expenditure	86 343	65 245	64 495	2 898	21 644	43 347	(21 703)	-50%	64 495
Capital transfers recognised	77 304	46 645	46 645	2 125	14 874	31 097	(16 223)	-52%	46 645
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 924	18 600	17 850	270	6 267	12 250	(5 983)	-49%	17 850
Total sources of capital funds	85 229	65 245	64 495	2 395	21 141	43 347	(22 206)	-51%	64 495
Financial position									
Total current assets	577 142	202 468	773 722	-	1 417 815	-	-	-	773 722
Total non current assets	1 057 141	1 030 231	1 060 872	-	1 050 375	-	-	-	1 060 872
Total current liabilities	2 044 004	932	2 192 775	-	2 276 051	-	-	-	2 192 775
Total non current liabilities	61 841	686 528	64 841	-	61 841	-	-	-	64 841
Community wealth/Equity	(471 562)	545 239	(423 022)	-	130 297	-	-	-	(423 022)
Cash flows									
Net cash from (used) operating	93 120	119 775	78 486	124 412	124 559	71 592	(52 967)	-74%	78 486
Net cash from (used) investing	64 037	(65 245)	(64 495)	(1 842)	(27 301)	(43 347)	(16 045)	37%	(64 495)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	160 882	76 659	26 352	-	109 619	40 607	(69 012)	-170%	26 352
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	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 - February

Description	Ref	Budget Year 2025/26								
		2024/25 Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Revenue - Functional										
Governance and administration		388 614	311 972	328 275	166 777	958 141	211 242	746 899	354%	328 275
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		388 614	311 972	328 275	166 777	958 141	211 242	746 899	354%	328 275
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		13 829	7 760	7 760	1 385	4 581	5 174	(592)	-11%	7 760
Community and social services		2 208	2 608	2 608	489	1 093	1 739	(646)	-37%	2 608
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		7 471	3 511	3 511	711	2 041	2 340	(299)	-13%	3 511
Housing		4 150	1 641	1 641	165	1 448	1 094	353	32%	1 641
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		(2 290)	4 356	6 056	-	-	3 244	(3 244)	-100%	6 056
Planning and development		-	4 356	6 056	-	-	3 244	(3 244)	-100%	6 056
Road transport		(2 290)	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		410 407	701 525	708 528	77 121	241 671	469 084	(227 413)	-48%	708 528
Energy sources		174 972	329 394	333 397	14 782	115 456	220 397	(104 941)	-48%	333 397
Water management		117 454	208 373	208 373	4 676	48 992	138 915	(89 924)	-65%	208 373
Waste water management		29 237	113 471	113 471	1 036	8 785	75 647	(66 862)	-88%	113 471
Waste management		88 744	50 286	53 286	56 625	68 438	34 124	34 314	101%	53 286
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	810 559	1 025 813	1 050 618	245 263	1 204 393	688 743	515 650	75%	1 050 618
Expenditure - Functional										
Governance and administration		508 492	347 625	360 188	22 746	211 204	232 163	(20 959)	-9%	360 188
Executive and council		47 972	45 242	55 715	4 533	32 901	32 286	615	2%	55 715
Finance and administration		460 520	302 383	304 472	18 213	178 303	199 877	(21 574)	-11%	304 472
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		77 185	103 623	102 636	8 114	61 421	68 764	(7 343)	-11%	102 636
Community and social services		30 918	34 792	38 007	3 018	24 672	23 838	834	4%	38 007
Sport and recreation		4 011	2 493	3 989	(46)	2 011	1 961	50	3%	3 989
Public safety		40 489	64 699	58 780	4 981	33 807	41 825	(8 218)	-20%	58 780
Housing		1 766	1 639	1 879	161	1 131	1 140	(9)	-1%	1 879
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		44 710	68 810	59 380	1 678	25 094	43 087	(17 994)	-42%	59 380
Planning and development		6 151	19 956	18 555	121	2 214	13 324	(11 110)	-83%	18 555
Road transport		41 150	47 093	39 565	1 527	22 525	28 690	(6 165)	-21%	39 565
Environmental protection		(2 591)	1 760	1 260	30	355	1 074	(719)	-67%	1 260
Trading services		476 281	473 960	479 875	32 989	305 243	318 876	(13 634)	-4%	479 875
Energy sources		310 743	275 709	292 336	24 799	209 730	186 551	23 179	12%	292 336
Water management		117 464	130 169	121 341	4 588	62 708	85 214	(22 505)	-26%	121 341
Waste water management		42 384	53 845	52 398	2 710	27 813	37 707	(9 894)	-26%	52 398
Waste management		5 690	14 237	13 801	891	4 991	9 404	(4 413)	-47%	13 801
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1 106 667	994 017	1 002 079	65 526	602 962	662 891	(59 929)	-9%	1 002 079
Surplus/ (Deficit) for the year		(296 107)	31 596	48 539	179 737	601 432	25 853	575 579	2226%	48 539

Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M08 - February

Vote Description	Ref	Budget Year 2025/26								
		2024/25 Actuals	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD Budget	YTD	YTD %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		388 614	311 972	328 275	166 777	958 141	211 242	746 899	353.6%	328 275
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		2 208	2 608	2 608	489	1 093	1 739	(646)	-37.2%	2 608
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		7 471	3 511	3 511	711	2 041	2 340	(299)	-12.8%	3 511
Vote 7 - Housing		4 150	1 641	1 641	165	1 448	1 094	353	32.3%	1 641
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	4 356	6 056	-	-	3 244	(3 244)	-100.0%	6 056
Vote 10 - Roads Transport		(2 290)	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		174 972	329 394	333 397	14 782	115 456	220 397	(104 941)	-47.6%	333 397
Vote 12 - Water Services		117 454	208 373	208 373	4 676	48 992	138 915	(89 924)	-64.7%	208 373
Vote 13 - Waste Water Management		29 237	113 471	113 471	1 038	8 785	75 647	(66 862)	-88.4%	113 471
Vote 14 - Solid Waste Management		88 744	50 286	53 286	56 625	68 438	34 124	34 314	100.6%	53 286
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	810 559	1 025 613	1 050 618	245 263	1 204 393	688 743	515 650	74.9%	1 050 618
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		59 529	66 115	82 334	4 902	42 722	47 351	(4 629)	-9.8%	82 334
Vote 2 - Budget and Treasury		430 659	270 388	257 329	16 140	151 069	175 517	(24 448)	-13.9%	257 329
Vote 3 - Corporate Services		6 273	186	13 856	1 164	9 184	2 858	6 326	221.3%	13 856
Vote 4 - Community and Social Services		30 918	34 792	38 007	3 018	24 672	23 838	834	3.5%	38 007
Vote 5 - Sport and Recreation		4 011	2 493	3 989	(46)	2 011	1 961	50	2.5%	3 989
Vote 6 - Public Safety		40 489	64 699	58 760	4 981	33 607	41 825	(8 218)	-19.6%	58 760
Vote 7 - Housing		1 766	1 639	1 879	161	1 131	1 140	(9)	-0.8%	1 879
Vote 8 - Health Services		(2 591)	1 780	1 260	30	355	1 074	(719)	-66.9%	1 260
Vote 9 - Planning and Development		4 113	14 622	7 580	58	454	8 640	(8 186)	-94.7%	7 580
Vote 10 - Roads Transport		49 859	82 244	44 902	1 190	24 660	36 828	(12 268)	-33.3%	44 902
Vote 11 - Electricity Services		310 743	275 709	292 336	24 799	209 730	186 551	23 179	12.4%	292 336
Vote 12 - Water Services		117 464	130 169	121 341	4 588	62 708	85 214	(22 505)	-26.4%	121 341
Vote 13 - Waste Water Management		42 384	53 845	52 398	2 710	27 813	37 707	(9 894)	-26.2%	52 398
Vote 14 - Solid Waste Management		5 690	14 237	13 801	891	4 991	9 404	(4 413)	-46.9%	13 801
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1 101 307	992 897	989 773	64 687	595 007	659 907	(64 900)	-9.8%	989 773
Surplus/ (Deficit) for the year	2	(290 748)	32 716	60 845	180 676	609 386	28 836	580 550	2013.3%	60 845

Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 - February

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		213 908	246 628	250 631	17 324	142 852	165 220	(22 368)	-14%	250 631
Service charges - Water		72 969	78 691	78 691	4 676	48 992	52 461	(3 469)	-7%	78 691
Service charges - Waste Water Management		13 174	14 392	14 392	1 038	8 785	9 595	(809)	-8%	14 392
Service charges - Waste management		15 661	15 318	18 318	1 301	10 688	10 812	(124)	-1%	18 318
Sale of Goods and Rendering of Services		2 228	7 231	9 086	832	2 322	5 192	(2 870)	-55%	9 086
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		68 849	165 255	165 255	167	388	110 170	(109 782)	-100%	165 255
Interest from Current and Non Current Assets		1 265	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1 860	1 641	1 641	165	1 448	1 094	353	32%	1 641
Licence and permits		-	-	-	-	-	-	-	-	-
Special Rating Levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1 533	806	431	22	578	462	115	25%	431
Non-Exchange Revenue										
Property rates		108 696	128 920	138 920	95 318	756 392	87 946	668 445	760%	138 920
Surcharges and Taxes		69 951	73 281	73 281	5 129	44 277	48 854	(4 577)	-9%	73 281
Fines, penalties and forfeits		6 801	2 235	2 235	419	1 169	1 490	(321)	-22%	2 235
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		153 285	161 007	161 007	109 690	117 853	107 338	10 515	10%	161 007
Interest		13 718	53 090	59 612	9 183	68 651	36 698	31 953	87%	59 612
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		6 262	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		750 159	948 495	973 500	245 263	1 204 393	637 331	567 062	89%	973 500
Expenditure By Type										
Employee related costs		207 328	211 691	219 640	18 075	143 484	142 717	767	1%	219 640
Remuneration of councillors		9 790	12 146	12 146	828	6 561	8 097	(1 536)	-19%	12 146
Bulk purchases - electricity		227 563	228 174	226 174	18 485	169 971	151 716	18 255	12%	226 174
Inventory consumed		69 928	124 623	117 918	3 527	63 983	83 341	(19 358)	-23%	117 918
Debt impairment		149 695	89 408	61 908	-	-	52 105	(52 105)	-100%	61 908
Depreciation and amortisation		60 151	53 279	56 591	-	28 409	36 182	(7 772)	-21%	56 591
Interest		97 555	50 000	60 000	11 301	79 403	35 333	44 070	125%	60 000
Contracted services		110 395	128 878	144 932	10 211	70 828	86 130	(15 302)	-18%	144 932
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		73 709	31 594	31 383	-	2 795	21 020	(18 226)	-87%	31 383
Operational costs		51 150	64 224	71 387	3 100	37 527	46 249	(8 721)	-19%	71 387
Losses on Disposal of Assets		9 065	-	-	-	-	-	-	-	-
Other Losses		40 336	-	-	-	-	-	-	-	-
Total Expenditure		1 106 667	994 017	1 002 079	65 526	602 962	662 891	(59 929)	-9%	1 002 079
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		44 337	46 618	46 618	-	-	31 079	(31 079)	-100%	46 618
Transfers and subsidies - capital (in-kind)		16 063	30 500	30 500	-	-	20 333	(20 333)	-100%	30 500
Surplus/(Deficit) after capital transfers & contributions		(296 107)	31 596	48 539	179 737	601 432	25 853			48 539
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(296 107)	31 596	48 539	179 737	601 432	25 853			48 539
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(296 107)	31 596	48 539	179 737	601 432	25 853			48 539
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(296 107)	31 596	48 539	179 737	601 432	25 853			48 539

Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08 - February

Vote Description	Ref	Budget Year 2025/26								
		2024/25 Actual Outcomes	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD Budget	YTD variance	YTD %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		3 627	3 600	2 850	(16)	1 089	2 250	(1 161)	-52%	2 850
Vote 2 - Budget and Treasury		40 449	950	950	-	37	633	(596)	-94%	950
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		(393)	200	200	555	555	133	422	317%	200
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	300	300	-	-	200	(200)	-100%	300
Vote 7 - Housing		-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		29	550	550	-	30	367	(337)	-92%	550
Vote 10 - Roads Transport		22 212	23 700	23 700	1 699	12 981	15 800	(2 819)	-18%	23 700
Vote 11 - Electricity Services		38 198	5 000	5 000	-	1 831	3 333	(1 502)	-45%	5 000
Vote 12 - Water Services		(20 390)	20 500	20 500	(22)	900	13 667	(12 767)	-93%	20 500
Vote 13 - Waste Water Management		528	6 445	6 445	682	2 887	4 297	(1 410)	-33%	6 445
Vote 14 - Solid Waste Management		2 083	4 000	4 000	-	1 333	2 667	(1 333)	-50%	4 000
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	86 343	65 245	64 495	2 898	21 644	43 347	(21 703)	-50%	64 495
Total Capital Expenditure		86 343	65 245	64 495	2 898	21 644	43 347	(21 703)	-50%	64 495
Capital Expenditure - Functional Classification										
Governance and administration		50 310	10 550	9 800	217	4 353	6 883	(2 530)	-37%	9 800
Executive and council		185	350	350	-	-	233	(233)	-100%	350
Finance and administration		50 125	10 200	9 450	217	4 353	6 650	(2 297)	-35%	9 450
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		(393)	500	500	555	555	333	222	67%	500
Community and social services		(393)	200	200	555	555	133	422	317%	200
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	300	300	-	-	200	(200)	-100%	300
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		16 007	18 250	18 250	1 465	9 784	12 167	(2 383)	-20%	18 250
Planning and development		29	550	550	-	30	367	(337)	-92%	550
Road transport		15 978	17 700	17 700	1 465	9 754	11 800	(2 046)	-17%	17 700
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		20 420	35 945	35 945	660	6 951	23 963	(17 012)	-71%	35 945
Energy sources		38 198	5 000	5 000	-	1 831	3 333	(1 502)	-45%	5 000
Water management		(20 390)	20 500	20 500	(22)	900	13 667	(12 767)	-93%	20 500
Waste water management		528	6 445	6 445	682	2 887	4 297	(1 410)	-33%	6 445
Waste management		2 083	4 000	4 000	-	1 333	2 667	(1 333)	-50%	4 000
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	86 343	65 245	64 495	2 898	21 644	43 347	(21 703)	-50%	64 495
Funded by:										
National Government		77 304	46 645	46 645	2 125	14 874	31 097	(16 223)	-52%	46 645
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		77 304	46 645	46 645	2 125	14 874	31 097	(16 223)	-52%	46 645
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		7 924	18 600	17 850	270	6 267	12 250	(5 983)	-49%	17 850
Total Capital Funding		85 229	65 245	64 495	2 395	21 141	43 347	(22 206)	-51%	64 495

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M08 - February

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		12 361	76 659	(13 186)	13 311	(13 186)
Trade and other receivables from exchange transactions		59 341	(7 735)	(3 511)	188 634	(3 511)
Receivables from non-exchange transactions		16 333	146 472	107 936	701 411	107 936
Current portion of non-current receivables		-	-	-	-	-
Inventory		2 418	(35 945)	128 414	(4 485)	128 414
VAT		486 689	23 017	554 069	519 959	554 069
Other current assets		0	-	0	(1 016)	0
Total current assets		577 142	202 468	773 722	1 417 815	773 722
Non current assets						
Investments		-	-	(4 173)	-	(4 173)
Investment property		97 136	66 580	95 874	96 505	95 874
Property, plant and equipment		958 866	964 328	969 940	952 732	969 940
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		1 075	1 075	1 075	1 075	1 075
Intangible assets		64	(1 752)	(1 843)	64	(1 843)
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		1 057 141	1 030 231	1 060 872	1 050 375	1 060 872
TOTAL ASSETS		1 634 283	1 232 699	1 834 594	2 468 190	1 834 594
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		4 692	-	4 692	4 692	4 692
Consumer deposits		1 710	(8 865)	1 710	1 822	1 710
Trade and other payables from exchange transactions		1 681 168	113 075	1 802 027	1 846 020	1 802 027
Trade and other payables from non-exchange transactions		2 911	(117 122)	(27 589)	31 053	(27 589)
Provision		8 701	11 546	8 701	8 701	8 701
VAT		344 822	2 298	403 235	383 764	403 235
Other current liabilities		-	-	-	-	-
Total current liabilities		2 044 004	932	2 192 775	2 276 051	2 192 775
Non current liabilities						
Financial liabilities		(3 419)	7 528	(3 419)	(3 419)	(3 419)
Provision		21 276	679 000	24 276	21 276	24 276
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		43 984	-	43 984	43 984	43 984
Total non current liabilities		61 841	686 528	64 841	61 841	64 841
TOTAL LIABILITIES		2 105 845	687 460	2 257 616	2 337 892	2 257 616
NET ASSETS	2	(471 562)	545 239	(423 022)	130 297	(423 022)
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(471 562)	545 239	(423 022)	130 297	(423 022)
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	(471 562)	545 239	(423 022)	130 297	(423 022)

Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - M08 - February

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	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		108 019	236 078	230 652	9 294	82 491	156 300	(73 809)	-47%	230 652
Service charges		308 925	460 169	314 129	25 072	206 429	272 905	(66 475)	-24%	314 129
Other revenue		58 809	23 809	79 316	53 717	80 272	26 974	53 298	198%	79 316
Transfers and Subsidies - Operational		33 912	161 007	161 007	58 635	64 067	107 338	(43 271)	-40%	161 007
Transfers and Subsidies - Capital		18 911	46 618	46 618	-	1	31 079	(31 078)	-100%	46 618
Interest		1 265	-	224 867	-	-	44 973	(44 973)	-100%	224 867
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(436 721)	(797 906)	(978 103)	(22 307)	(308 702)	(567 977)	259 275	-46%	(978 103)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		93 120	119 775	78 486	124 412	124 559	71 592	(52 967)	-74%	78 486
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		64 037	(65 245)	(64 495)	(1 842)	(27 301)	(43 347)	16 045	-37%	(64 495)
NET CASH FROM/(USED) INVESTING ACTIVITIES		64 037	(65 245)	(64 495)	(1 842)	(27 301)	(43 347)	(16 045)	37%	(64 495)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		157 156	54 530	13 991	122 570	97 257	28 245			13 991
Cash/cash equivalents at beginning:		3 725	22 130	12 361		12 361	12 361			12 361
Cash/cash equivalents at month/year end:		160 882	76 659	26 352		109 619	40 607			26 352

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 - February

Summary of Employee and Councillor remuneration	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	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		5 764	6 985	6 985	456	3 636	4 656	(1 020)	-22%	6 985
Pension and UIF Contributions		1 022	1 230	1 230	89	710	820	(111)	-13%	1 230
Medical Aid Contributions		379	448	448	31	253	299	(46)	-15%	448
Motor Vehicle Allowance		186	428	428	32	251	285	(34)	-12%	428
Cellphone Allowance		799	985	985	67	537	657	(119)	-18%	985
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		1 640	2 070	2 070	154	1 175	1 380	(205)	-15%	2 070
Sub Total - Councillors		9 790	12 146	12 146	828	6 561	8 097	(1 536)	-19%	12 146
% increase	4		24.1%	24.1%						24.1%
Senior Managers of the Municipality										
Basic Salaries and Wages		4 185	5 336	4 306	345	2 737	3 351	(614)	-18%	4 306
Pension and UIF Contributions		352	106	200	18	123	89	33	37%	200
Medical Aid Contributions		271	73	73	6	46	49	(3)	-6%	73
Overtime		-	9	9	1	6	6	(1)	-9%	9
Performance Bonus		218	-	186	-	93	37	56	150%	186
Motor Vehicle Allowance		687	632	1 022	63	509	499	10	2%	1 022
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		360	146	146	10	80	97	(17)	-18%	146
Other benefits and allowances		1	5	1	0	1	2	(2)	-79%	1
Payments in lieu of leave		-	-	20	2	14	4	10	250%	20
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		35	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		6 109	6 307	5 963	445	3 608	4 136	(527)	-13%	5 963
% increase	4		3.2%	-2.4%						-2.4%
Other Municipal Staff										
Basic Salaries and Wages		116 828	111 676	123 956	10 489	82 969	76 907	6 062	8%	123 956
Pension and UIF Contributions		26 869	30 052	28 766	2 373	19 113	19 778	(664)	-3%	28 766
Medical Aid Contributions		11 135	12 797	12 516	1 151	8 610	8 475	134	2%	12 516
Overtime		13 120	20 692	18 569	1 323	11 122	13 370	(2 248)	-17%	18 569
Performance Bonus		8 591	10 172	10 812	911	7 108	6 909	199	3%	10 812
Motor Vehicle Allowance		10 158	13 183	12 436	916	7 431	8 639	(1 208)	-14%	12 436
Cellphone Allowance		42	143	143	11	90	95	(6)	-6%	143
Housing Allowances		1 292	830	825	35	271	552	(282)	-51%	825
Other benefits and allowances		6 570	4 008	4 086	335	2 607	2 688	(81)	-3%	4 086
Payments in lieu of leave		1 215	-	-	-	-	-	-	-	-
Long service awards		0	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	3 250	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		300	157	467	26	207	167	41	24%	467
Acting and post related allowance		1 849	1 675	1 101	60	349	1 002	(652)	-65%	1 101
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		201 220	205 385	213 677	17 630	139 876	138 582	1 294	1%	213 677
% increase	4		2.1%	6.2%						6.2%
Total Parent Municipality		217 119	223 837	231 786	18 903	150 046	150 815	(769)	-1%	231 786
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Board Fees	5	-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 - February

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
In kind benefits	1	-	-	-	-	-	-	-	-	-
Sub Total - Executive members Board	2	-	-	-	-	-	-	-	-	-
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		217 119	223 837	231 786	18 903	150 046	150 815	(769)	-1%	231 786
% increase	4		3.1%	6.8%						6.8%
TOTAL MANAGERS AND STAFF		207 328	211 691	219 640	18 075	143 484	142 717	767	1%	219 640

Choose name from list - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M08 - February

Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	4 364	5 437	5 437	787	787	5 437	4 650	85.5%	1%
August	8 730	5 437	5 437	(264)		10 874	-		
September	1 762	5 437	5 437	5 360	#VALUE!	16 311	#VALUE!	#VALUE!	#VALUE!
October	4 992	5 437	5 437	7 072	#VALUE!	21 748	#VALUE!	#VALUE!	#VALUE!
November	2 807	5 437	5 437	1 547	#VALUE!	27 185	#VALUE!	#VALUE!	#VALUE!
December	5 679	5 437	5 437	1 729	#VALUE!	32 623	#VALUE!	#VALUE!	#VALUE!
January	1 356	5 437	5 437	2 516	#VALUE!	38 060	#VALUE!	#VALUE!	#VALUE!
February	3 230	5 437	5 287	2 898	#VALUE!	43 347	#VALUE!	#VALUE!	#VALUE!
March	5 859	5 437	5 287	-		48 634	-		
April	1 587	5 437	5 287	-		53 921	-		
May	5 874	5 437	5 287	-		59 208	-		
June	40 102	5 437	5 287	-		64 495	-		
Total Capital expenditure	86 343	65 245	64 495	21 644					

Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 - February

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	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		48 524	28 728	39 574	5 841	29 015	18 521	(10 494)	-56.7%	39 574
Roads Infrastructure		2 399	4 000	3 000	420	1 152	2 467	1 315	53.3%	3 000
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		2 399	4 000	3 000	420	1 152	2 467	(1 315)	(0)	3 000
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		37 487	6 000	24 162	5 124	22 978	6 932	(16 046)	-231.5%	24 162
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		37 487	6 000	24 162	5 124	22 978	6 932	16 046	0	24 162
Water Supply Infrastructure		2 096	2 000	1 000	55	483	333	(150)	-44.9%	1 000
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		2 096	2 000	1 000	55	483	333	150	0	1 000
Sanitation Infrastructure		5 298	2 000	2 500	-	1 709	1 433	(275)	-19.2%	2 500
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		5 298	2 000	2 500	-	1 709	1 433	275	0	2 500
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		1 093	3 778	712	(260)	251	306	55	17.9%	712
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		1 093	3 778	712	(260)	251	306	(55)	(0)	712
Information and Communication Infrastructure		150	10 950	8 200	502	2 442	7 050	4 608	65.4%	8 200
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-

Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 - February

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									
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		150	10 950	8 200	502	2 442	7 050	(4 608)	(0)	8 200
Community Assets		-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purts		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-

Choose name from list - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 - February

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									
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	48 524	28 728	39 574	5 841	29 015	18 521	(10 494)	-56.7%	39 574



Annexure A2 - Monthly

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

Municipality Self-Assessment

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period

National Financial Year

Demarcation Code of Municipality being assessed

District

Demarcation Description

I, **Carol Coetzee**, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in MFMA Circular No. 124 and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Notes/Comments

Municipal Debt Relief Conditions (Monthly reporting)

Condition	6.3.1 Maintaining the Eskom and bulk water current account – current account for the purpose of this section, means the account for a single month as contemplated.	Choose from drop down list
6.1.2.2	- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.12.2</i>	<input type="text" value="Yes"/>
6.1.2.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://go.muniuploadportal.treasury.gov.za/ ?	<input type="text" value="Yes"/>
6.1.2.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	<input type="text" value="No"/>
6.3.1	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of 'New arrears' (March 2023 and / or subsequent current accounts) up to the date of RT approval of the application.</i>	<input type="text" value="Yes"/>
6.3.2	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://go.muniuploadportal.treasury.gov.za/ ?	<input type="text" value="Yes"/>
6.3.3	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	<input type="text" value="Yes"/>
6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	<input type="text" value="Yes"/>
6.4	Compliance with a funded MTREF – <i>(choose from drop down list the MTREF assessed)</i>	<input type="text" value="2025/26 Adopted MTREF"/>
6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx ?	<input type="text" value="Yes"/>
6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	<input type="text" value="Yes"/>
6.4.1	- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	<input type="text" value="Yes"/>

10	6.4.1	<p><i>Note: For each of the following 12 months, only responses to either (a) per cent of its revenue that is not aligned with the historical collection trend should also be 40 per cent of the 2023/24 MTREF revenue projections (aka parent rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as "No".</i></p> <p>- Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p>	Yes
11	6.4.2	<p><i>Note: - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/used register, the Provincial Treasury must respond to this item as "No".</i></p> <p>- If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p>	Yes
12	6.4.2	<p><i>Note: - If the municipality has an FRP, a separate budget funding plan is not necessary, however, the P/NT must assess whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i></p> <p>- If the municipality's MTREF is not funded and it has an FRP per the legislative framework, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p> <p><i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i></p>	N/A
13	6.4.2	<p>- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 - Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (for example higher winter Eskom tariffs, lower January collection rates, etc.)?</p>	Yes
14	6.5	<p>Cost-reflective tariffs – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?</p>	Yes
15	6.6	<p>Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies, that:</p>	Yes
16	6.6.1	<p>- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?</p>	Yes
17	6.6.2	<p>- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?</p>	Yes
18	6.6.3	<p>- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? <i>Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.</i></p>	Yes
19	6.6.4	<p>- if the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 kilowatt electricity and 6 kilolitres water, respectively?</p> <p><i>Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the indigent information in the required MT format.</i></p>	Yes
20	6.7	<p><i>Supporting evidence: The National Treasury and/or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.</i></p>	
21	6.7.1	<p>Maintain a minimum average quarterly collection of property rates and service charges – Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?</p> <p><i>Note - although the norm and standard for collection (MFMA Circular No. 21) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</i></p>	No
22	6.7.2	<p>- if the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of National Treasury the following :</p>	

20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	No
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	No
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTRF with a smart pre-paid meter?	Yes
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes
26	6.8	Municipality's Completeness of the revenue base –	
27	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes
28	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <i>Note – monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement</i>	N/a
29	6.8.2	- For the latest ending Quarter -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://guptaebportal.treasury.gov.za?	Yes
30	6.9	Monitor and report on implementation –	
31	6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
32	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the MSCOA data string? <i>Note – condition 6.9.2 has a typing error and must refer to 6.9.1.</i>	Yes
33	6.9.3	- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
34	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury, Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://guptaebportal.treasury.gov.za?	No FRP
35	6.10	<i>Note – a municipality with a FRP may only benefit from the Financial Debt Support programme if the FRP progress reports submitted to both the Provincial Executive and MFRS. Provincial Treasury Note – Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:</i>	
36	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
37	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://guptaebportal.treasury.gov.za? <i>Note – in the case of a non-delegated municipality the National Treasury to issue the compliance certificate</i>	Yes
38	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring? <i>Note – if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.</i>	No

36	6.11	Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No		
		<p><i>Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. It confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.</i></p>			
	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):			
37	6.12.1	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	No		
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	No		
		<p><i>Note - Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s49.</i></p>			
39		<p>Supporting evidence : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.7.1 statement collected revenue.</p>	Yes		
40	6.13	<p>Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrears debt (existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date?</p>	Yes		
		<p><i>Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with MSCOA</i></p>			
41	6.14	<p>MFESA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?</p>	Yes		
		<p><i>Note - By applying for Municipal Debt Relief as set out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the relief, agrees to apply to MFESA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act No. 4 of 2006). Any such application must be preceded by the relevant process for appointing an external reviewer as envisaged in Chapter 4 of the Regulations of 2006. The necessary steps to ensure delivery of services to the public, Eskom will have again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.</i></p>			

PT: HOD/ NT/ MM Name: T.P. Makhengu

Signature of HOD/ NT/ MM: 

Date: **** Note -** If the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written procurement of the HOD / MM must be attached as an Annexure to this Certificate of Compliance.

VICTOR KHANYE

LOCAL MUNICIPALITY - PLAASLIKE MUNISIPALITEIT



✉ 6 DELMAS 2210

☎ 013 665 6005

☎ 013 665 2913

Email: mandlam@vklm.gov.za; secmm@vklm.gov.za

Website: www.victorkhanyelm.gov.za

OFFICE OF THE MUNICIPAL MANAGER

Enquiries: ME Mnguni

Ref:12/2/1

Date: 27 Jan 2026

The Head of Department: Ms G Mashiteng
Mpumalanga Provincial Treasury
Building no4
Government Boulevard
Riverside Park
Mbombela
1200

Dear HOD

Att: MFMA Unit
Tel: 013 766 4572
Fax: 013 766 4604

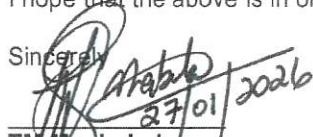
DEBT OWED TO THE MUNICIPALITY BY VARIOUS PROVINCIAL DEPARTMENTS

The above matter bears reference:

1. The Victor Khanye Local Municipality is submitting the report on the Provincial and National Government Departments that owe the municipality. This report is submitted in accordance with the provision of the Local Government Municipal Finance Management Act 56 of 2003; Sec 64(3) read together with the Provincial Treasury Circular no 55 of 2015.
2. Enclosed here to as an annexure A is a copy of the spreadsheet of the various Government Debts per Department as at the end of Dec 2025
3. We are certain that Provincial Treasury will assist in the revenue collection of the said debt within their powers.

I hope that the above is in order and I thank you in anticipation of a positive response.

Sincerely,


TM Mashabela
Municipal Manager

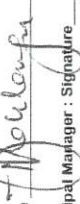
Victor Khanye
Local Municipality

28 -01- 2026

Revenue Section

Victor Khanye Local Municipality Government Debt report as at 31 Dec 2025

Name of Department	Total amount outstanding	0-30 Days	30 + 60 Days	60 +90 Days	90 Days and over	Payments received by the municipality in Nov 2025	Current Collection Rate (%)	Rates	Services	Interest	Rental Fees
Provincial Departments:											
Office of Premier											
Finance											
Cooperative Governance and Traditional Affairs											
Agriculture, Rural Development Land and Environmental Affairs	21 582.89	8 342.88	4 050.75	7 623.28	1 565.98				21 582.89		
Economic Development and Tourism									565.23		18 485.24
Education	19 050.47				19 050.47				5 318 757.95		
Education: Schools	5 318 757.95	268 703.11	351 026.44	389 896.30	4 429 132.10	(77 121.88)					
Public Works, Roads and Transport	(538 746.46)	(72 276.18)	(92 636.16)	(97 756.07)	(276 078.05)	(943 908.46)		(538 746.46)			
Community Safety Security and Liaison											
Health (Hospitals)	1 161 926.02	61 133.16	65 817.53	27 975.16	1 007 000.17	(476 154.82)			85 474.53		1 076 451.49
Health (Clinics)	278 785.95	276 474.92	2 311.03			(272 012.99)			278 785.95		
Culture Sport and Recreation									926 546.75		
Social Development											
Human Settlements	926 546.75	17 674.77	(168 159.36)	58 731.73	1 018 299.63	(26 677.18)					
Sub Total: Provincial Departments	7 187 903.57	560 052.66	162 410.21	366 470.40	6 198 970.30	(1 795 875.33)		(538 746.46)	6 631 713.30		1 094 536.73
National Departments:											
National Department of Public Works	3 338 830.94	(15 151.20)	(96 955.60)	(1 978.37)	3 452 916.11	(191 716.56)					3 280 920.39
National Department of Rural Development and Land Reform	294 893.60	25 828.15	20 714.62	26 634.94	221 715.89			294 893.60			
South African Social Security Agency - SASSA	7 153.00	7 153.00				(9 315.88)					7 153.00
South African Police Services - SAPS	(248 870.28)	46 503.85	(13 932.20)			(49 511.17)			(248 870.28)		
Justice Department	48 461.47	48 461.47				(50 830.58)			48 461.47		
Labour Department	5 681.06	3 221.15	2 458.91	1 00		-2 456.39			5 681.06		
Sub Total: National Departments	3 446 149.79	116 016.42	(87 714.27)	24 657.57	3 674 632.00	(303 810.58)		352 804.15	(194 727.75)		3 288 073.39
Total Debt owed by Sector Departments	10 634 053.36	676 069.08	74 695.94	391 127.97	9 873 602.30	(2 099 685.91)		(185 942.31)	6 436 985.55		4 383 010.12
Other Organs of State:											
SANPARKS(Kruger National Park)											
Impumalanga Economic Growth Agency - MEGA											
Impumalanga Tourism and Parks Agency											
Water Board/ affairs											
ADD											
ADD											
ADD											
Sub Total: Other Organs of State											
GRAND TOTAL (This Should balance to SECTION 71 Report Totals)	10 634 053.36	676 069.08	74 695.94	391 127.97	9 873 602.30	(2 099 685.91)		(185 942.31)	6 436 985.55		4 383 010.12

Compiled By CFO : Signature 
 Certified as correct by Municipal Manager : Signature _____

NB: These amounts include Rates and services charges

Victor Khanye
 Local Municipality
 28 -01- 2025
 Revenue Section

17. Recommendations

1. That the Municipal Council consider the report in terms of Section 71 of MFMA.
2. That the Municipal Council consider that Table c1 – Table C7 is obtained in terms guided by the National Treasury.
3. That the Municipality consider that both Eskom and Rand Water debt as at 28 February 2025_26 amounts to **R 1.2 billion** and **R513 million** respectively;
4. That the Municipal Council consider that the debt book amounts to **R1.9 billion**;
5. That non-compliance letter from Provincial treasury and the self-assessment for the month ended December be noted;
6. That government debt be noted;


T.P MAHLANGU
CHIEF FINANCIAL OFFICER