

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

AUGUST 2025

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PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to the National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further states that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the August or of the municipality and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2025/26		
	ORIGINAL BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	770 108 980	210 646 126	27%
OPERATING EXPENDITURE	753 261 967	103 750 046	14%
TRANSFER - CAPITAL	92 090 000	19 585 592	21%
SURPLUS/(DEFICIT)	109 312 915	126 481 672	116%
CAPITAL EXPENDITURE	98 829 145	19 663 575	20%

Table C1 – Budget Statement Summary

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
Financial Performance									
Property rates	61 818	63 085	–	5 411	10 832	5 257	5 575	106%	63 085
Service charges	161 854	186 549	–	14 377	29 501	14 847	14 654	99%	186 549
Investment revenue	10 989	6 656	–	1 198	2 007	555	1 452	262%	6 656
Transfers and subsidies	383 099	381 550	–	494	157 596	156 206	1 390	1%	381 550
Other own revenue	197 698	132 269	–	5 310	10 710	10 932	(222)	-2%	132 269
Total Revenue (excluding capital transfers and contributions)	815 459	770 109	–	26 790	210 646	187 797	22 850	12%	770 109
Employee costs	196 286	209 467	–	17 690	35 309	17 459	17 850	102%	209 467
Remuneration of Councillors	29 661	30 966	–	2 282	4 564	2 581	1 983	77%	30 966
Depreciation & asset impairment	62 754	63 492	–	4 952	9 969	6 151	3 818	62%	63 492
Finance charges	1 104	5 962	–	173	173	496	(323)	-65%	5 962
Materials and bulk purchases	181 287	175 262	–	16 373	18 028	15 956	2 072	13%	175 262
Transfers and subsidies	11 313	13 645	–	759	1 388	1 681	(293)	-17%	13 645
Other expenditure	173 226	254 467	–	21 096	34 319	20 719	13 600	66%	254 467
Total Expenditure	655 631	753 262	–	63 324	103 750	65 042	38 708	60%	753 262
Surplus/(Deficit)	159 827	16 847	–	(36 534)	106 896	122 755	(15 858)	-13%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	1 440	19 586	28 007	(8 422)	-30%	92 090
Transfers and subsidies - capital (monetary allocations)	360	376	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(35 094)	126 482	125 716	(24 280)	-16%	109 313
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	320 696	109 313	–	(35 094)	126 482	125 716	(24 280)	-16%	109 313
Capital expenditure & funds sources									
Capital expenditure	173 549	98 829	–	1 987	19 664	16 264	3 399	21%	98 829
Capital transfers recognised	160 868	74 258	–	1 440	19 117	14 833	4 283	29%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	24 571	–	547	547	1 431	(884)	-62%	24 571
Total sources of capital funds	173 549	98 829	–	1 987	19 664	16 264	3 399	21%	98 829
Financial position									
Total current assets	298 373	349 635	–		507 411				349 635
Total non current assets	1 284 966	1 562 593	–		1 226 669				1 562 593
Total current liabilities	130 508	36 771	–		180 822				36 771
Total non current liabilities	135 904	169 872	–		163 329				169 872
Community wealth/Equity	1 316 927	1 705 585	–		1 389 929				1 705 585
Cash flows									
Net cash from (used) operating	158 035	125 873	–	(36 792)	192 923	252 607	59 684	24%	125 873
Net cash from (used) investing	(115 768)	(44 179)	–	(1 987)	(24 367)	(198 957)	(174 590)	88%	(44 179)
Net cash from (used) financing	(11 751)	(9 348)	–	(318)	(322)	(5 310)	(4 989)	94%	(9 348)
Cash/cash equivalents at the month/year end	53 191	81 556	–	–	177 444	57 548	(119 896)	-208%	81 556
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	21 393	10 316	4 819	4 431	4 284	5 041	4 189	206 875	261 348
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at the end of August is R210, 646 million and the year to date budget of R187, 797 million and this reflects a positive variance of R22, 850 million which is mostly attributable to equitable shares received amounting to R156, 621 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Property rates: 106% favorable variance
- Services Charges – electricity revenue: 99% favorable variance
- Services Charges – refuse revenue: 97% favorable variance
- Rental from fixed assets: 46% favorable variance
- Interest earned external investment: 262% favorable variance
- Interest earned outstanding debtors: 160% favorable variance
- Fines, penalties and forfeits: 36% unfavorable variance
- Licenses and permits: 100% favorable variance.
- Transfer and subsidies: 1% favorable variance
- Other revenue: 50% favorable variance
- Gains on disposal of assets: 0% favorable variance

Operating Expenditure

The year-to-date operational expenditure as at end of August amounts to R103, 750 million and the year to date budget is R65, 042 million. This reflects the underspending variance of R38, 708 million that translates to 60% variance. The variance is attributed to the overspending of finance charges. The municipality is still facing a challenge regarding the computation of monthly movement of the debt impairment

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for the following.

- Remuneration of councilors: 77% underspending
- Employee related cost: 102% underspending
- Debt impairment: 100% overspending
- Depreciation and amortization: 62% underspending
- Finance charges : 65% overspending
- Bulk purchases: 20% underspending
- Other material: 13% overspending.
- Contracted services: 154% underspending
- Transfer and subsidies: 17% overspending.
- Operational cost: 161% underspending
- Losses on disposal of assets: 100% overspending

The above material variances are explained more in detail on Supporting Tables SC 1

Capital Expenditure

The year to date actual capital expenditure as at end of August amounts to R19, 664 million and the year to date budget amounts to R16, 264 million and this gives rise to R3, 399 million over performance.

Surplus/Deficit

Taking the above into consideration, the net operating profit for the month of August is R126, 482 million that is mainly attributed to overperformance on capital expenditure in the reporting period.

Debtors

Outstanding debtors are comprised of consumer and sundry debtors. The total outstanding debtors at end of August amounts to R261,348 million and this shows an increase of R12,226 million as compared to R249, 122 million as at end of 2024-25 financial year, and it shows an increase of R 6 736 thousand as compared to R254,612 of last month.

Consumer debtors are made up of service charges and property rates that amount to R162,108 million and other debtors amounting to R99, 240 million. Debtors relating to traffic fines are reported as part of other debtors presented under current assets on table C6 and as a result, do not form part of consumer debtors.

Creditors

All creditors were paid within 30 days of receipt of the invoice in the month of August as required by MFMA and as a result there are no outstanding creditors. The creditors mentioned above exclude payments made to creditors relating to retentions.

Table C2 – Financial Performance (Standard Classification)

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
Revenue - Functional									
Governance and administration	331 211	303 737	–	8 185	116 485	114 056	2 429	2%	303 737
Executive and council	55 444	51 149	–	–	22 023	19 362	2 660	14%	51 149
Finance and administration	256 883	238 427	–	8 185	86 947	86 072	875	1%	238 427
Internal audit	18 884	14 161	–	–	7 516	8 623	(1 106)	-13%	18 884
Community and public safety	59 675	133 322	–	2 666	21 523	29 230	(7 707)	-26%	133 322
Community and social services	11 320	10 504	–	9	4 930	3 218	1 712	53%	10 504
Sport and recreation	17 612	13 589	–	–	9 235	7 339	1 895	26%	13 589
Public safety	30 744	109 229	–	2 656	7 358	18 673	(11 314)	-61%	109 229
Economic and environmental services	210 401	162 700	–	2 615	44 095	47 342	(3 246)	-7%	162 700
Planning and development	27 921	26 487	–	501	11 907	9 578	2 329	24%	26 487
Road transport	181 644	135 381	–	2 114	31 868	37 558	(5 690)	-15%	135 381
Environmental protection	836	832	–	–	320	205	114	56%	832
Trading services	230 842	262 816	–	14 765	48 128	60 554	(12 427)	-21%	262 816
Energy sources	190 852	216 641	–	13 361	36 376	48 112	(11 736)	-24%	216 641
Waste management	39 991	46 175	–	1 404	11 752	12 443	(691)	-6%	46 175
Total Revenue - Functional	832 129	862 575	–	28 230	230 232	251 182	(20 951)	-8%	867 298
Expenditure - Functional									
Governance and administration	261 398	281 365	–	30 852	53 134	46 905	6 229	13%	281 365
Executive and council	51 199	53 160	–	3 474	7 980	9 156	(1 175)	-13%	53 160
Finance and administration	195 181	214 461	–	26 639	43 986	36 645	7 342	20%	214 461
Internal audit	15 018	13 744	–	738	1 167	1 104	63	6%	13 744
Community and public safety	63 737	135 842	–	5 065	9 572	22 744	(13 172)	-58%	135 842
Community and social services	8 012	17 215	–	628	1 419	2 895	(1 476)	-51%	17 215
Sport and recreation	25 212	18 916	–	1 559	3 446	3 243	203	6%	18 916
Public safety	30 513	99 711	–	2 878	4 707	16 606	(11 899)	-72%	99 711
Economic and environmental services	112 486	117 998	–	8 113	16 056	19 377	(3 322)	-17%	117 998
Planning and development	24 797	27 626	–	1 928	3 622	4 417	(795)	-18%	27 626
Road transport	87 593	89 092	–	6 185	12 433	14 777	(2 344)	-16%	89 092
Environmental protection	96	1 280	–	–	–	183	(183)	-100%	1 280
Trading services	219 962	218 057	–	19 294	24 989	36 441	(11 452)	-31%	218 057
Energy sources	158 434	170 466	–	15 431	17 518	28 475	(10 957)	-38%	170 466
Waste management	61 528	47 591	–	3 863	7 471	7 966	(495)	-6%	47 591
Total Expenditure - Functional	657 583	753 262	–	63 324	103 750	125 467	(21 716)	-17%	753 262
Surplus/ (Deficit) for the year	174 546	109 313	–	(35 094)	126 482	125 716	766	1%	109 313

Table C3 – Financial Performance (Revenue and Expenditure by vote)

Vote 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
Revenue by Vote									
Vote 1 - Executive & Council	48 780	46 493	–	–	18 786	17 686	1 100	6%	46 493
Vote 2 - Municipal Manager	53 017	41 927	–	–	21 770	22 317	(547)	-2%	41 927
Vote 3 - Budget & Treasury	146 875	143 601	–	8 185	36 439	42 065	(5 626)	-13%	143 601
Vote 4 - Corporate Services	46 686	36 374	–	–	22 574	15 900	6 674	42%	36 374
Vote 5 - Community Services	110 044	189 270	–	4 645	35 637	43 643	(8 006)	-18%	189 270
Vote 6 - Technical Services	387 357	368 377	–	14 899	77 585	96 423	(18 838)	-20%	368 377
Vote 7 - Developmental Planning	19 670	18 235	–	501	8 604	7 073	1 531	22%	18 235
Vote 8 - Executive Support	19 701	18 298	–	–	8 836	6 075	2 761	45%	18 298
Total Revenue by Vote	832 129	862 575	–	28 230	230 232	251 182	(20 951)	-8%	862 575
Expenditure by Vote									
Vote 1 - Executive & Council	43 295	43 414	–	2 451	6 178	7 573	(1 395)	-18%	43 414
Vote 2 - Municipal Manager	51 629	51 785	–	4 497	7 384	7 434	(49)	-1%	51 629
Vote 3 - Budget & Treasury	84 720	84 881	–	14 836	23 826	13 983	9 843	70%	84 881
Vote 4 - Corporate Services	32 137	46 836	–	3 827	6 038	7 613	(1 576)	-21%	46 836
Vote 5 - Community Services	135 192	194 902	–	9 806	18 862	32 594	(13 732)	-42%	194 902
Vote 6 - Technical Services	265 963	288 567	–	24 423	34 058	49 247	(15 189)	-31%	288 567
Vote 7 - Developmental Planning	17 900	20 568	–	1 438	2 653	3 241	(588)	-18%	20 568
Vote 8 - Executive Support	26 747	22 310	–	2 046	4 751	3 782	970	26%	22 310
Total Expenditure by Vote	657 583	753 262	–	63 324	103 750	125 467	(21 716)	-17%	753 106
Surplus/ (Deficit) for the year	174 546	109 313	–	(35 094)	126 482	125 716	766	1%	109 469

Table C2 and C3 measure the monthly actuals and year to date actuals against the year-to-date budget. The aforementioned budget tables are presented by standard classification and vote respectively for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e. it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury's standard classification.

Table C4: Financial Performance by Revenue Source and Expenditure Type

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
Revenue By Source									
Property rates	61 818	63 085	–	5 411	10 832	5 257	5 575	106%	63 085
Service charges - electricity revenue	147 578	164 683	–	13 268	27 275	13 714	13 561	99%	164 683
Service charges - refuse revenue	14 276	21 866	–	1 109	2 226	1 133	1 093	97%	21 866
Rental of facilities and equipment	1 886	1 467	–	99	167	114	53	46%	1 467
Interest earned - external investments	10 989	6 656	–	1 198	2 007	555	1 452	262%	6 656
Interest earned - outstanding debtors	13 635	16 493	–	1 791	3 531	1 358	2 173	160%	16 493
Fines, penalties and forfeits	98 497	104 744	–	2 676	5 542	8 671	(3 129)	-36%	104 744
Licences and permits	7 302	6 916	–	575	1 151	576	574	100%	6 916
Transfers and subsidies	383 099	381 550	–	494	157 596	156 206	1 390	1%	381 550
Other revenue	4 296	2 648	–	169	320	213	107	50%	2 648
Gains	72 082	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	815 459	770 109	–	26 790	210 646	187 797	22 850	12%	770 109
Expenditure By Type									
Employee related costs	196 286	209 467	–	17 690	35 309	17 459	17 850	102%	209 467
Remuneration of councillors	29 661	30 966	–	2 282	4 564	2 581	1 983	77%	30 966
Debt impairment	20 144	87 202	–	–	–	7 336	(7 336)	-100%	87 202
Depreciation & asset impairment	62 754	63 492	–	4 952	9 969	6 151	3 818	62%	63 492
Finance charges	1 104	5 962	–	173	173	496	(323)	-65%	5 962
Bulk purchases	139 391	150 170	–	14 293	15 030	12 514	2 516	20%	150 170
Other materials	41 896	25 092	–	2 080	2 998	3 442	(444)	-13%	25 092
Contracted services	85 573	92 371	–	13 716	19 568	7 698	11 871	154%	92 371
Transfers and subsidies	11 313	13 645	–	759	1 388	1 681	(293)	-17%	13 645
Other expenditure	67 442	72 593	–	7 380	14 751	5 660	9 091	161%	72 593
Losses	67	2 301	–	–	–	26	(26)	-100%	2 301
Total Expenditure	655 631	753 262	–	63 324	103 750	65 042	38 708	60%	753 262
Surplus/(Deficit)	159 827	16 847	–	(36 534)	106 896	122 755	(15 858)	-13%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	1 440	19 586	28 007	(8 422)	-30%	92 090
Transfers and subsidies - capital (monetary allocations)	360	376	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(35 094)	126 482	150 762			109 313
Taxation							–		
Surplus/(Deficit) after taxation	320 696	109 313	–	(35 094)	126 482	150 762			109 313
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	320 696	109 313	–	(35 094)	126 482	150 762			109 313
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	320 696	109 313	–	(35 094)	126 482	150 762			109 313

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main positive deviations from budget projections are on property rates, service charges – electricity, refuse, rental of facilities and equipment, interest earned – external investments, interest on outstanding debtors, fines, penalties and forfeits, licenses and permits.

In the case of expenditure, the following line items reflect negative material variance, debt impairment,, finance charges, and losses

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it is 10% and more.

Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

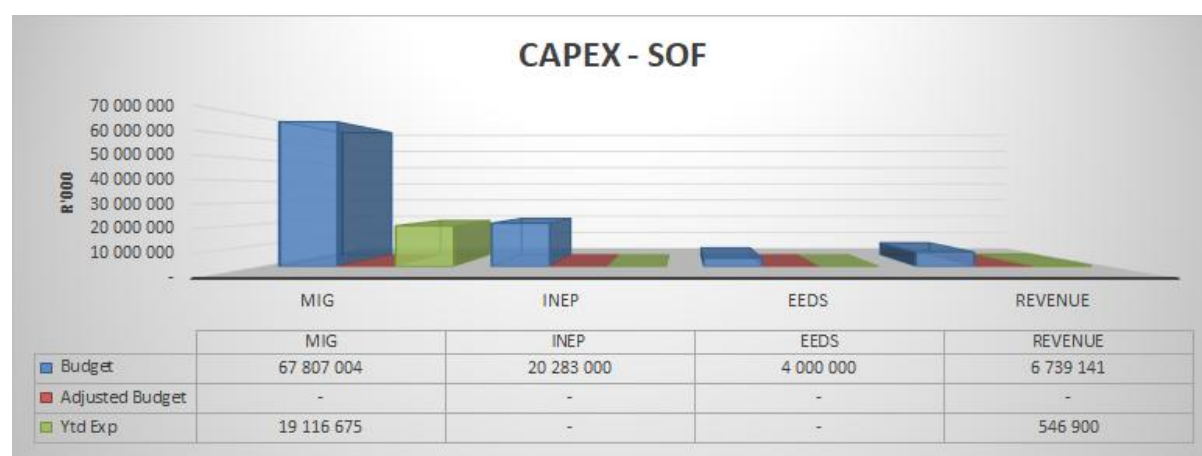
Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 370	1 304	–	547	547	315	232	74%	1 304
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	2 370	1 304	–	547	547	315	232	74%	1 304
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	12 191	870	–	–	–	171	(171)	-100%	870
Community and social services	696	696	–	–	–	129	(129)	-100%	696
Sport and recreation	11 495	174	–	–	–	42	(42)	-100%	174
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76 556	66 071	–	1 440	19 117	10 854	8 262	76%	66 071
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76 556	66 071	–	1 440	19 117	10 854	8 262	76%	66 071
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23 448	30 585	–	–	–	4 924	(4 924)	-100%	30 585
Energy sources	21 342	29 932	–	–	–	4 675	(4 675)	-100%	29 932
Waste management	2 107	652	–	–	–	249	(249)	-100%	652
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	114 566	98 829	–	1 987	19 664	16 264	3 399	21%	98 829
Funded by:									
National Government	140 508	74 258	–	1 440	19 117	14 833	4 283	29%	74 258
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	20 000	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	–
Transfers recognised - capital	160 868	74 258	–	1 440	19 117	14 833	4 283	29%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	24 571	–	547	547	1 431	(884)	-62%	24 571
Total Capital Funding	173 549	98 829	–	1 987	19 664	16 264	3 399	21%	98 829

Table C5C: Monthly Capital Expenditure by Vote

Vote 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
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–	–	–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–	–	–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–	–	–
Vote 4 - Corporate Services	1 660	435	–	16	16	–	16	#DIV/0!	435
Vote 5 - Community Services	11 217	1 130	–	–	–	129	(129)	-100%	1 130
Vote 6 - Technical Services	88 766	69 137	–	1 440	14 955	15 093	(138)	-1%	69 137
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total multi-year capital expenditure	101 644	70 702	–	1 455	14 971	15 222	(251)	-2%	70 702
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–	–	–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–	–	–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–	–	–
Vote 4 - Corporate Services	710	870	–	531	531	315	216	69%	870
Vote 5 - Community Services	2 559	391	–	–	–	291	(291)	-100%	391
Vote 6 - Technical Services	68 636	26 866	–	–	4 162	436	3 725	854%	26 866
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total single-year capital expenditure	71 905	28 127	–	531	4 693	1 042	3 651	350%	28 127
Total Capital Expenditure	173 549	98 829	–	1 987	19 664	16 264	3 399	21%	98 829

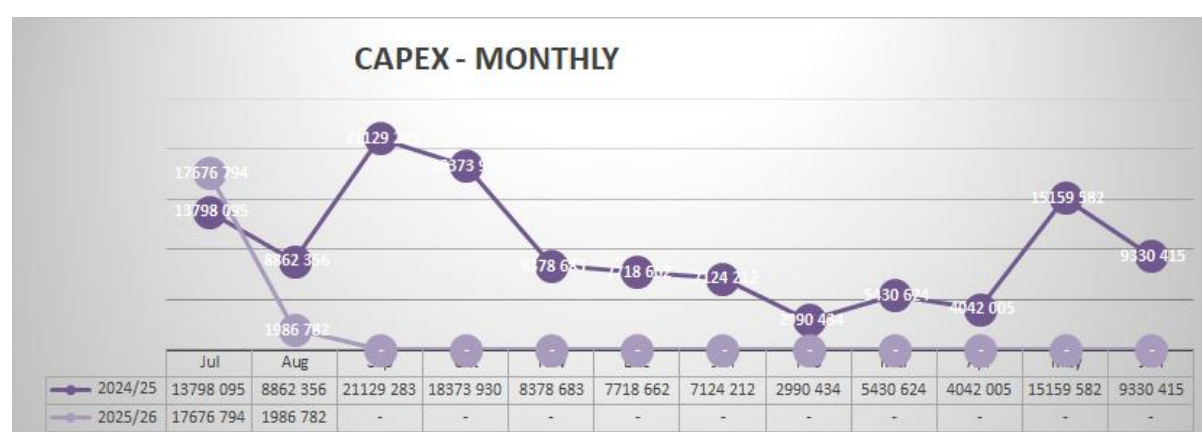
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by municipal vote, standard classification and the funding thereof. For the month of August, R1,987 million expenditure is incurred and the year-to-date expenditure amounts to R19, 664 whilst the year to date budget is R16, 264 million and this gave rise to under spending variance of R3,399 million that translates to 21%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R98, 829 million, R67, 807 million is funded from Municipal Infrastructure Grant, R20, 283 million from Integrated National Electrification Programme, R4, 000 million from Energy Efficiency and Demand Side Management grant.

Figure 2: Monthly capital expenditure



The above graph compares the 2024-25 and 2025-26 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2024/25	Budget Year 2025/26			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	71 789	90 859	–	8 303	90 859
Call investment deposits	–	–	–	169 141	–
Consumer debtors	167 485	205 168	–	197 432	205 168
Other debtors	20 723	20 791	–	96 946	20 791
Current portion of long-term receivables	119	–	–	–	–
Inventory	38 258	32 818	–	35 590	32 818
Total current assets	298 373	349 635	–	507 411	349 635
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	18 475	21 552	–	–	21 552
Investment property	110 604	46 928	–	133 813	46 928
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1 155 424	1 493 649	–	1 089 679	1 493 649
Biological	463	–	–	–	–
Intangible	–	–	–	–	–
Other non-current assets	–	463	–	3 178	463
Total non current assets	1 284 966	1 562 593	–	1 226 669	1 562 593
TOTAL ASSETS	1 583 339	1 912 228	–	1 734 081	1 912 228
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	6 639	9 126	–	4 343	9 126
Consumer deposits	6 810	6 956	–	5 349	6 956
Trade and other payables	112 056	9 126	–	161 085	9 126
Provisions	5 003	11 563	–	10 046	11 563
Total current liabilities	130 508	36 771	–	180 822	36 771
Non current liabilities					
Borrowing	45 602	48 089	–	15 985	48 089
Provisions	90 302	121 783	–	147 344	121 783
Total non current liabilities	135 904	169 872	–	163 329	169 872
TOTAL LIABILITIES	266 412	206 643	–	344 151	206 643
NET ASSETS	1 316 927	1 705 585	–	1 389 929	1 705 585
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 316 927	1 705 585	–	1 389 929	1 705 585
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1 316 927	1 705 585	–	1 389 929	1 705 585

The above table shows that community wealth amounts to R1 389 929 billion, total liabilities R344,151 million and the total assets R1 734,081 million. Non-current liabilities are mainly made up of borrowing, provisions for long service award and provisions for landfill sites. Taking the current liabilities and current assets together, the municipality has a current ratio of 2.8:1 which meets the acceptable norm of 2:1. The municipality needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

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
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	51 043	50 923	–	3 311	8 252	40 645	(32 393)	-80%	50 923
Service charges	163 762	174 139	–	9 831	19 807	198 926	(179 118)	-90%	174 139
Other revenue	27 788	17 646	–	3 447	75 030	126 987	(51 957)	-41%	17 646
Transfers and Subsidies - Operational	390 673	381 926	–	3 545	160 166	365 522	(205 356)	-56%	381 926
Transfers and Subsidies - Capital	140 508	92 090	–	1 800	22 800	156 585	(133 785)	-85%	92 090
Interest	5 318	9 058	–	1 384	2 387	7 366	(4 979)	-68%	9 058
Payments									
Suppliers and employees	(621 057)	(580 294)	–	(59 352)	(94 131)	(632 756)	(538 625)	85%	(580 294)
Finance charges	–	(5 962)	–	–	–	(870)	(870)	100%	(5 962)
Transfers and Grants	(0)	(13 654)	–	(759)	(1 388)	(9 799)	(8 411)	86%	(13 654)
NET CASH FROM/(USED) OPERATING ACTIVITIES	158 035	125 873	–	(36 792)	192 923	252 607	59 684	24%	125 873
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	659	43 526	–	–	–	–	–		43 526
Decrease (increase) in non-current receivables	(1 694)	1 360	–	–	–	–	–		1 360
Decrease (increase) in non-current investments	–	–	–	–	–	–	–		–
Payments									
Capital assets	(114 733)	(89 065)	–	(1 987)	(24 367)	(198 957)	(174 590)	88%	(89 065)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(115 768)	(44 179)	–	(1 987)	(24 367)	(198 957)	(174 590)	88%	(44 179)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–	–	–	–	–	–		–
Borrowing long term/refinancing	–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits	–	146	–	(2)	(5)	679	(684)	-101%	146
Payments									
Repayment of borrowing	(11 751)	(9 494)	–	(316)	(316)	(5 989)	(5 673)	95%	(9 494)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(11 751)	(9 348)	–	(318)	(322)	(5 310)	(4 989)	94%	(9 348)
NET INCREASE/ (DECREASE) IN CASH HELD	30 517	72 347	–	(39 097)	168 235	48 339			72 347
Cash/cash equivalents at beginning:	22 675	9 209	–		9 209	9 209			9 209
Cash/cash equivalents at month/year end:	53 191	81 556	–		177 444	57 548			81 556

Table C7 presents details pertaining to cash flow performance. As at end of August, the net cash inflow from operating activities is R192, 923 million whilst net cash outflow from investing activities is R24,367 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R3, thousands. The cash and cash equivalent held at end of August amounted to R177, 444 million and the net effect of the above cash flows is cash inflow movement of R9, 209 million. The cash and cash equivalent at end of the reporting period of R177, 444 million, is mainly made up of cash in the primary bank account amounting to R8, 303 million and short-term investments amounting to R169, 141 million at the end of August.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	106%	The actual revenue generated is more than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where revenue is billed
Service charges - electricity revenue	99%	The projected monthly revenue appear to be lower in light of the actual revenue performance	No remedial action since the actual revenue is performing well.
Service charges - refuse revenue	97%	The actual revenue generated is more than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where skips bins are located
Rental of facilities and equipment	46%	The actual revenue generated is more than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipal needs to ensure all the municipal and rented equipments generate revenue as hired out.
Interest earned - external investments	262%	The municipality has invested in five different investment portfolios with Standard bank, and ABSA and the actual interest generated is more than the budgeted revenue	The municipality should draft cash flow projections plan which will assist if there is a need to invest during the budget preparations to avoide variances.
Interest earned - outstanding debtors	160%	The actual revenue generated is more than the projected monthly revenue.	The municipality should continue encouraging customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	-36%	The actual revenue issued on speed cameras is less than the projections. The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality should strategies on how to speed up the revenue collection under this item. There should be road blocks in the groblersdal entrances where cashiers are available to collection on outstanding traffic fines.
Licences and permits	100%	The actual revenue generated is more than the projected monthly revenue	The municipal department of town planning should come up with measures to ensure that all vendors operating within municipal services area are issued with licences and permits and pay fees.
Transfers and subsidies	1%	The equitable share trenches received is less than the projections thereof.	The budget team should request LPT DORA to guide in the projections during the final budget preparations.
Other revenue	50%	The actual revenue generated is more than the projected monthly revenue.	The municipality should ensure that all write offs on the outstanding debts are true reflections of what should be written off.
Expenditure By Type			
Employee related costs	102%	The actual expenditure incurred on employee related costs is more than the projections thereof	The municipality has appointed on vacant posts.
Remuneration of councillors	77%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	The municipality should budget according to the number of councillors that they have
Debt impairment	-100%	Debt impairment has not been calculated since the beginning of the year.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impairment	62%	The actual depreciation calculated is more than the projections thereof	The municipality has introduced the method of calculating depreciation on monthly basis as they Asset module contract is with the system vendor.
Finance charges	-65%	Finance charges is mainly for finance lease and the municipality has a new lease contract, the actual is less than the budgeted.	The municipality should encourage the service provider to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Bulk purchases	20%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure, the monthly payments were captured before month end.	The municipality should continue to encourage the service provider (Eskom) to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Other materials	-13%	The municipal licenced electrification areas have increased and the projections are less than the actual expenditure.	The municipality should ensure that all the municipal assets are maintained to keep their useful life as they are.
Contracted services	154%	The actual expenditure incurred is more than the projected monthly expenditure	Majority of contractors are paid after month end. The municipality should encourage contractors to submit invoices on time to avoid variances and ultimately improves cash flow management.
Transfers and subsidies	-17%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	161%	The actual expenditure incurred is more than the projected monthly expenditure	The municipality should identify expenditure lead to significant variances and improve on those items to avoid the variances.
Losses	-100%	The are no losses that have incurred in this month	The municipality should continue to come up with the remedies that they will use to identify expenditure lead to significant variances and improve on those items to avoid the variances.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	29%	The projections on capital grants is less than the spending thereof.	The majority of municipal national funded capital projects are at the completion stage
Internally generated funds	-62%	There actual spending is less than the projections	The municipality should implement all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	-80%	The actual collection rate on property rates is less than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due.
Service charges	-90%	The collection rate on service charges is less than the projected rate	The municipality should come up with strategies to use for collecting on licenced municipal areas on electricity billings and refuse removal
Other revenue	-41%	The collection rate on leased assets is less than the projected amount	The municipality should come up with the strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	-56%	The receipted trenches of operational grants are not in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	-85%	The receipted trenches of capital grants are not in line with the projections.	The municipality should make use of DORA during the draft and final budget preparations.
Interest	-68%	Interest on other revenue is under projected to the over collection from other debtors	No remedial action is needed
Suppliers and employees	85%	The actual costs incurred is less than the projected costs and the variance is caused by vacant posts on employee related costs, and other variaces in materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	100%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality shoud encourage Kgwadi ya madiba to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	86%	The payments relating to this account are less than the projections thereof	Municipality should develop a strategy to pay on time to avoid interest
Capital assets	88%	The projected capital expenditure on capex is more than the actual spending thereof.	The municipality shoud encourage implementation of all capital projects.
Increase (decrease) in consumer deposits	-101%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	95%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations and ensure the payments are inline with the amortisation schedule.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2025/26											
	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	Total over 90 days	Actual Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	11 868	4 121	279	184	124	636	103	3 559	20 875	4 606	-	-
Receivables from Non-exchange Transactions - Property Rates	5 425	3 031	2 326	1 907	1 826	1 824	1 831	82 341	100 510	89 728	-	-
Receivables from Exchange Transactions - Waste Management	1 107	781	665	598	596	593	596	34 200	39 135	36 582	-	-
Receivables from Exchange Transactions - Property Rental Debtors	90	55	52	52	52	52	53	1 182	1 588	1 390	-	-
Interest on Arrear Debtor Accounts	1 792	1 732	1 745	1 657	1 627	1 594	1 572	79 666	91 386	86 117	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	1 110	596	(247)	32	60	343	34	5 928	7 855	6 396	-	-
Total By Income Source	21 393	10 316	4 819	4 431	4 284	5 041	4 189	206 875	261 348	224 820	-	-
2019/20 - totals only	17 354	8 433	5 279	5 474	4 269	4 374	3 314	200 625	249 122	218 056		
Debtors Age Analysis By Customer Group												
Organs of State	3 056	2 175	956	982	954	813	940	48 182	58 058	51 871	-	-
Commercial	10 928	3 664	474	578	529	751	504	12 922	30 350	15 284	-	-
Households	6 707	3 972	3 002	2 760	2 695	3 371	2 643	143 046	168 195	154 514	-	-
Other	702	506	387	111	106	105	102	2 726	4 746	3 151	-	-
Total By Customer Group	21 393	10 316	4 819	4 431	4 284	5 041	4 189	206 875	261 348	224 820	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of August amount to R261, 348 million. The debtors' book is made up as follows:

- Rates 38%
- Electricity 8%
- Rental 1%
- Refuse removal 15%
- Interest on outstanding debtors 35%
- Other 3%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

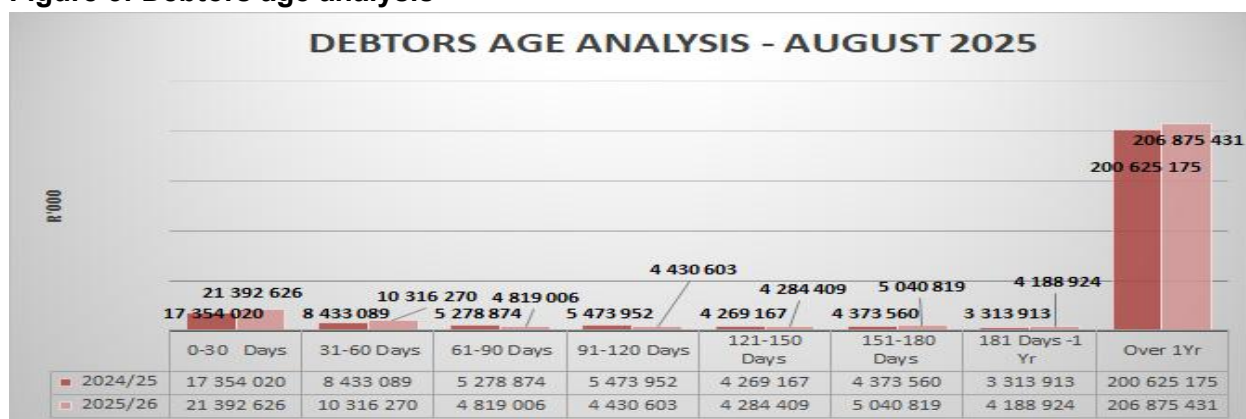
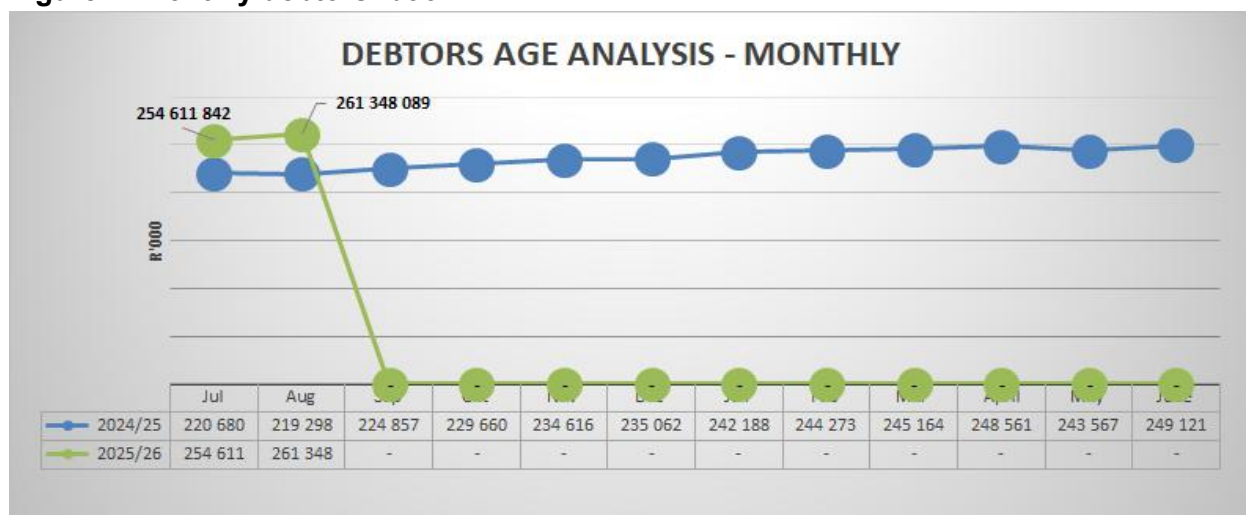


Figure 4: Monthly debtors' book



The initial graph compares debtors' age analysis for 2024-25 financial year and 2025-26 (as at end of August) whilst the latter shows monthly movement of debtors for both the current financial

year and the 2024-25 financial year. The debtor's book is more than the 2024/25 monthly figures and this is an indication that the municipality is performing well in terms of collection.

Below is list of the top twenty debtors that contribute significantly to the ever-growing debt book.

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	INDIGENT	PENSIONER	HAND OVER	OUTSTANDING TOTAL BALANCE
9005301	PATRICIO & SONS PROP (PTY) LTD/ TWIN CITY TRADING (PTY) LTD	N	N	N	3 928 039
9900067	SDM(WATER PURIFICATION & SEWAGE PLANT)	N	N	Y	1 537 238
1501364	JAN JOUBERT TRUST (JO JO TANKS)	N	N	N	1 468 462
911906	TAFELKOP MALL (PTY) LTD	N	N	N	1 437 713
9001667	NDEBELE MAHLANGU TRIBE	N	N	N	1 254 735
9001668	NDEBELE MAHLANGU TRIBE	N	N	N	1 254 329
9002327	DE LEMOS E M	N	N	N	881 934
5004546	I R L (SOUTH AFRICA) RESOURCES INVESTMENT PROP.LTD	N	N	N	854 802
9001763	TSHEHLA TRUST MAMAILE GEORGE	N	N	N	678 428
9002503	GOUWS BOERDERY TRUST 1999/022459/07	N	N	N	585 763
5000633	ERASMUS G J	N	N	N	580 447
7000918	MATHEBULA JABULANI JACK TITUS	N	N	Y	560 008
9019006	TIGER STRIPES INVESTMENTS (PTY	N	N	Y	558 079
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	N	N	N	555 938
9001550	LEHLAKONG COMMUNAL PROP ASSOC	N	N	Y	504 704
9001052	NDEBELE STAM	N	N	Y	478 066
2100165	LEBOWA TRANSPORT	N	N	N	470 347
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	N	N	Y	468 466
9002065	GOVERNMENT OF KWANDEBELE(RURAL DEVELOPMENT)	N	N	N	461 683
9001035	NDEBELE MAHLANGU TRIBE	N	N	Y	454 658
TOTAL					18 973 841

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2025/26								Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
Creditors Age Analysis By Customer Type									
Bulk Electricity	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-
Other	842							-	-
Total By Customer Type	842	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice.

The contracted services are to be paid through order system payments and that should feed the age analysis module every month.

Supporting Table: SC 5 - Investment Portfolio

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest Earned	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT(9396519964)		Current Investment	7.7%		31-Jul-25	92 807 688	587 231	-	-	93 394 919
NEDEBANK GROUP (03/7881068264)		Current Investment	7.9%		21-Aug-25	25 080 753	107 671	- 25 188 425	-	-
STANDARD BANK(038823527029)		Current Investment	7.9%		23-Sep-25	25 080 651	166 678	-	-	25 247 329
STANDARD BANK(038823527030)		Current Investment	7.9%		23-Oct-25	25 081 164	167 740	-	-	25 248 904
STANDARD BANK(038823527031)		Current Investment	7.9%		24-Nov-25	25 081 421	168 271	-	-	25 249 692
Municipality sub-total						193 131 678	1 197 591	- 25 188 425	-	169 140 844

The Municipality had short investment portfolios during the month of August with an opening balance of R193, 132 million and with top up investment of R0, in various investment portfolios. An amount of R1 198 million was earned as an interest. Investment withdrawn was R25, 188 million and closed off with R169, 141 million at the end of August.

Supporting Table: SC 6 - Transfers and Grant Receipts

LIM472 Elias Motsoaledi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 - August										
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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		383 099	381 550	–	3 516	160 137	159 872	265	0.2%	381 550
Expanded Public Works Programme Integrated Grant		2 609	2 862	–	716	716	867	(151)	-17.4%	2 862
Local Government Financial Management Grant	3	2 800	2 800	–	2 800	2 800	2 800	–		2 800
Equitable Share		377 690	375 888	–	–	156 621	156 206	415	0.3%	375 888
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	376	–	29	29	376	(347)	-92.2%	376
Education, Training and Development Practices SETA		–	376	–	29	29	376	(347)	-92.2%	376
Total Operating Transfers and Grants		383 099	381 926	–	3 545	160 166	160 248	(82)	-0.1%	381 926
Capital Transfers and Grants										
National Government:		140 508	92 090	–	10 927	31 927	30 757	1 170	3.8%	92 090
Energy Efficiency and Demand Side Management Grant		4 000	4 000	–	1 800	1 800	4 000	(2 200)	-55.0%	4 000
Municipal Infrastructure Grant		91 314	67 807	–	–	21 000	20 212	788	3.9%	67 807
Integrated National Electrification Programme Grant		17 544	20 283	–	9 127	9 127	6 545	2 582	39.4%	20 283
Municipal Disaster Recovery Grant		27 650	–	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		359	–	–	–	–	–	–		–
Education, Training and Development Practices SETA		359	–	–	–	–	–	–		–
Total Capital Transfers and Grants		140 867	92 090	–	10 927	31 927	30 757	1 170	3.8%	92 090
TOTAL RECEIPTS OF TRANSFERS & GRANTS		523 966	474 016	–	14 472	192 093	191 006	1 087	0.6%	474 016

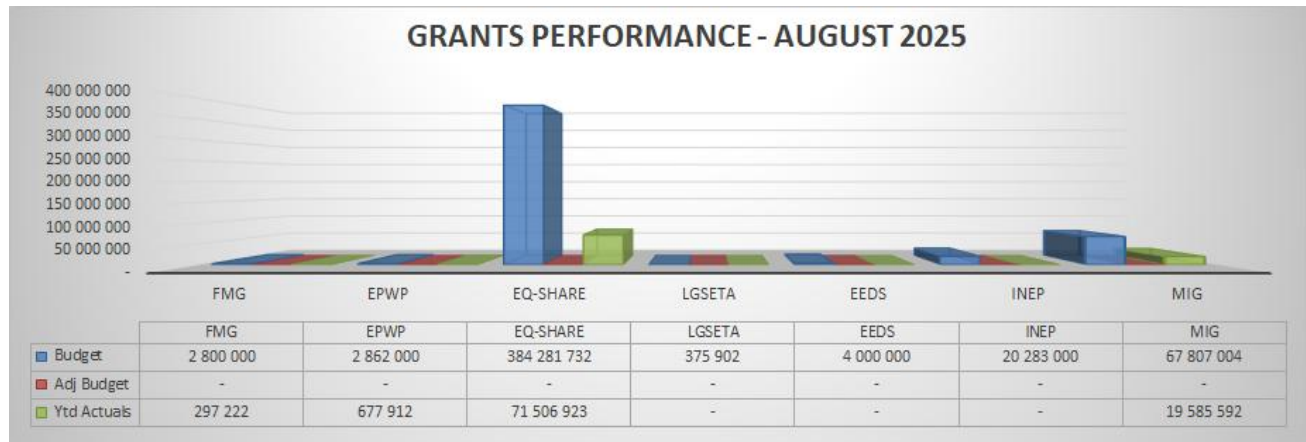
Supporting tables SC6 presents information on both received grants and those expected to be received in the near future. The year-to-date actual receipts amount to R192, 093 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R156, 621 million; Financial Management Grant amounting to R2 800, million LGSETA amounting R29 thousands, Municipal Infrastructure Grant amounting to R21 000 million; Integrated National Energy Grant R9 127 and Expanded Public Works Programme R716 thousands were received, Disaster Recovery Grant of R0 and Energy Efficiency and Demand Side Management Grant R1,800 million. All the trenches of the grants allocated for the current financial year have been received in line with the National Treasury payment.

Supporting Table: SC 7 Transfers and grants – Expenditure

LIM472 Elias Motsoaledi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 - August										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		5 409	5 662	–	494	975	2 417	(1 441)	-59.6%	5 662
Expanded Public Works Programme Integrated Grant	3	2 609	2 862	–	342	678	867	(189)	-21.8%	2 862
Local Government Financial Management Grant		2 800	2 800	–	152	297	2 800	(2 503)	-89.4%	2 800
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	(1 250)	1 250	-100.0%	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	376	–	–	–	–	–	–	376
Education, Training and Development Practices SETA		–	376	–	–	–	–	–	–	376
Total Operating Transfers and Grants		5 409	6 038	–	494	975	2 417	(1 441)	-59.6%	6 038
Capital Transfers and Grants										
National Government:		116 346	92 090	–	1 440	19 586	28 007	(8 422)	-30.1%	92 090
Energy Efficiency and Demand Side Management Grant		3 999	4 000	–	–	–	1 250	(1 250)	-100.0%	4 000
Municipal Infrastructure Grant		91 315	67 807	–	1 440	19 586	20 212	(627)	-3.1%	67 807
Integrated National Electrification Programme Grant		17 544	20 283	–	–	–	6 545	(6 545)	-100.0%	20 283
Municipal Disaster Recovery Grant		3 488	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		350	–	–	–	–	–	–	–	–
Education, Training and Development Practices SETA		350	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants		116 696	92 090	–	1 440	19 586	28 007	(8 422)	-30.1%	92 090
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		122 105	98 128	–	1 934	20 561	30 424	(9 863)	-32.4%	98 128

An amount of R1, 934 million has been spent on grants during the month of August and the year-to-date actuals is R20, 561 million whilst the year to date budget amounts to R30,424 million and this results in an over-performance variance of R9 ,893 million that translates to 32.4%. Of the total spending amounting to R975 thousands is spent on operational grants whilst capital grants spent R19, 586 million.

Figure 5: Grants' performance



The above graph depicts the gazette and budgeted amounts for all the grants and the expenditure thereof as at end of August.

The grants expenditure is shown below in percentages:

- Financial Management Grant 11%
- Expanded Public Work Programme 24%
- Equitable Share 19%
- Integrated National Electrification Grant 0%
- Municipal Infrastructure Grant 29%
- Energy Efficiency and Demand Side Management Grant 0%
- LGSETA 0%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	17 052	17 802	–	1 339	2 679	2 967	(288)	-10%	17 802
Pension and UIF Contributions	2 442	2 550	–	193	386	425	(39)	-9%	2 550
Medical Aid Contributions	6	6	–	–	–	1	(1)	-100%	6
Motor Vehicle Allowance	6 759	7 056	–	490	979	1 176	(197)	-17%	7 056
Cellphone Allowance	3 118	3 255	–	239	478	542	(65)	-12%	3 255
Housing Allowances		–	–	–	–	–	–		–
Other benefits and allowances	285	297	–	21	42	50	(8)	-15%	297
Sub Total - Councillors	29 661	30 966	–	2 282	4 564	5 161	(597)	-12%	30 966
% increase		4%							4%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 896	7 064	–	459	1 181	1 177	4	0%	7 064
Pension and UIF Contributions	332	476	–	35	67	91	(24)	-27%	476
Medical Aid Contributions	285	393	–	27	53	65	(12)	-18%	393
Motor Vehicle Allowance	740	1 414	–	76	151	236	(85)	-36%	1 414
Cellphone Allowance	355	196	–	14	28	33	(5)	-14%	196
Housing Allowances		–	–	–	–	–	–		–
Other benefits and allowances	177	735	–	0	0	126	(126)	-100%	735
Sub Total - Senior Managers of Municipality	5 785	10 277	–	610	1 481	1 728	(247)	-14%	10 277
% increase		78%							78%
Other Municipal Staff									
Basic Salaries and Wages	125 657	127 054	–	11 372	22 681	21 176	1 505	7%	127 054
Pension and UIF Contributions	23 028	25 620	–	2 201	4 379	4 270	109	3%	25 620
Medical Aid Contributions	7 735	6 782	–	711	1 412	1 114	298	27%	6 782
Overtime	931	1 311	–	47	47	188	(141)	-75%	1 311
Performance Bonus		–	–	–	–	–	–		–
Motor Vehicle Allowance	16 172	17 160	–	1 299	2 786	2 860	(74)	-3%	17 160
Cellphone Allowance	2 377	2 382	–	214	429	400	30	7%	2 382
Housing Allowances	294	337	–	16	43	54	(10)	-19%	337
Other benefits and allowances	12 487	18 237	–	979	1 810	2 630	(820)	-31%	18 237
Payments in lieu of leave	938	308	–	240	240	51	188	367%	308
Long service awards	881	–	–	–	–	449	(449)	-100%	–
Post-retirement benefit obligations		–	–	–	–	–	–		–
Sub Total - Other Municipal Staff	190 501	199 190	–	17 080	33 828	33 190	637	2%	199 190
% increase		5%							5%
Total Parent Municipality	225 947	240 434	–	19 972	39 873	40 079	(207)	-1%	240 434
% increase		6%							6%
TOTAL SALARY, ALLOWANCES & BENEFITS	225 947	240 434	–	19 972	39 873	40 079	(207)	-1%	240 434
% increase		6%							6%
TOTAL MANAGERS AND STAFF	196 286	209 467	–	17 690	35 309	34 918	390	1%	209 467

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid at end of August amounts to R39, 873 million and the year-to-date budget is R40,079 million and the expenditure for remuneration of councilors amounts to R4,564 million while the year-to-date budget is R5, 161 million. The year-to-date actual expenditure for senior managers is R1,481 million and the year-to-date budget is R1,728 thousand. The year-to-date actual for other municipal staff is R33, 828 million and the year-to-date budget is R33, 190 million. The remuneration of councilors has an overspending variance, senior managers have overspending and other municipal staff category has underspending variance.

Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts

Description	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2
	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2026/27	2027/28	2028/29
Cash Receipts By Source															
Property rates	4 941	3 311	3 203	15 692	16 242	43 229	3 203	3 203	44 229	3 203	2 303	(91 838)	50 923	53 066	54 392
Service charges - electricity revenue	9 327	9 351	12 559	49 164	29 856	170 042	13 504	12 559	173 051	12 559	12 559	(336 531)	168 000	175 561	179 967
Service charges - refuse	649	481	(936)	(831)	(896)	8 581	714	633	8 701	633	633	(12 223)	6 139	6 415	6 577
Rental of facilities and equipment	68	27	110	110	110	1 648	1 716	114	112	149	133	(2 830)	1 467	1 534	1 602
Interest earned - external investments	810	1 198	442	442	442	5 982	6 226	442	442	442	442	(12 012)	5 297	5 540	5 784
Interest earned - outstanding debtors	194	186	3 742	3 090	—	—	—	—	—	—	—	(3 451)	3 761	3 930	4 028
Fines, penalties and forfeits	2 755	2 676	(4 022)	(5 022)	971	15 125	16 524	943	902	1 021	1 113	(26 372)	6 614	8 183	8 917
Licences and permits	576	575	576	576	576	7 811	8 129	576	576	576	576	(14 207)	6 916	7 234	7 553
Transfers and Subsidies - Operational	156 621	3 545	—	—	4 002	490 386	390 273	793	99 893	—	—	(763 587)	381 926	376 589	393 576
Other revenue	68 184	169	286	322	197	2 954	3 099	190	203	204	208	(73 368)	2 648	2 770	2 892
Cash Receipts by Source	244 124	21 518	15 960	63 543	51 500	745 759	443 389	19 454	328 109	18 787	17 967	(1 336 419)	633 691	640 823	665 288
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	21 000	1 800	96 638	—	182 494	16 472	—	81 969	14 850	(8 000)	—	(317 133)	90 090	78 600	86 195
Transfers and subsidies - capital (monetary allocations)	—	—	—	179	—	—	196	—	—	—	(179)	(196)	—	—	—
Proceeds on Disposal of Fixed and Intangible Assets	—	—	—	—	—	78 256	43 526	—	—	100 365	—	(178 621)	43 526	78 256	100 365
Increase (decrease) in consumer deposits	(3)	(2)	24	(128)	24	330	(278)	24	337	24	24	(230)	146	153	157
Decrease (increase) in non-current receivables	—	—	113	113	113	1 536	1 598	113	113	113	113	(2 565)	1 360	1 422	1 485
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	265 121	23 316	112 735	63 707	234 131	842 353	488 431	101 560	343 409	111 289	17 925	(1 835 163)	768 813	799 254	853 490
Cash Payments by Type															
Employee related costs	17 619	17 690	16 963	16 970	405 778	49 323	16 963	16 976	16 977	16 972	16 969	(405 587)	203 613	207 906	213 270
Remuneration of councillors	2 282	2 282	2 581	2 581	68 109	2 581	2 581	2 581	2 581	2 581	2 581	(62 355)	30 966	32 360	33 169
Interest paid	—	173	1 116	1 116	1 116	1 116	1 116	1 116	1 116	1 116	1 116	(4 082)	5 962	4 913	2 513
Bulk purchases - Electricity	738	14 293	12 931	12 931	385 095	12 931	12 931	12 931	12 931	12 931	12 931	(348 403)	155 170	174 938	197 226
Other materials	917	2 080	14 373	14 373	14 373	14 373	14 373	52 976	14 373	14 373	14 373	(103 220)	67 738	70 768	72 563
Contracted services	5 853	13 716	8 860	5 740	6 561	6 135	6 524	4 851	7 886	3 505	7 043	(6 573)	70 102	68 548	72 158
Grants and subsidies paid - other	629	759	1 243	1 368	32 906	1 164	(3 530)	1 903	1 243	2 426	1 243	(27 709)	13 645	14 273	14 901
General expenses	7 371	9 118	17 477	17 477	17 273	17 447	17 447	17 447	17 447	17 447	17 447	(101 303)	72 095	67 770	69 661
Cash Payments by Type	35 409	60 110	75 544	72 556	931 211	105 070	68 405	110 781	74 554	71 351	73 703	(1 059 405)	619 291	641 476	675 461
Other Cash Flows/Payments by Type															
Capital assets	22 380	1 987	33 386	39 407	20 551	(4 969)	22 284	26 457	(5 367)	43 643	20 593	(131 287)	89 065	70 928	77 772
Repayment of borrowing	—	316	—	—	—	—	—	—	—	—	—	(316)	—	—	—
Other Cash Flows/Payments	—	—	1 583	1 583	1 583	23 329	1 583	1 583	27 543	1 583	1 583	(42 954)	18 999	21 746	25 960
Total Cash Payments by Type	57 789	62 413	110 513	113 546	953 345	123 430	92 272	138 821	96 730	116 577	95 879	(1 233 962)	727 355	734 150	779 193
NET INCREASE/(DECREASE) IN CASH HELD	207 332	(39 097)	2 222	(49 840)	(719 214)	718 923	396 159	(37 261)	246 678	(5 288)	(77 954)	(601 202)	41 458	65 103	74 297
Cash/cash equivalents at the month/year beginning:	9 209	216 541	177 444	179 666	129 826	(589 387)	129 535	525 694	488 433	735 111	729 823	651 869	9 209	50 667	115 771
Cash/cash equivalents at the month/year end:	216 541	177 444	179 666	129 826	(589 387)	129 535	525 694	488 433	735 111	729 823	651 869	50 667	50 667	115 771	190 068

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly total cash receipts reflect an amount of R23, 316 million and the total cash payment for the month was R62, 413 million and this resulted in net decrease in cash amounting to R39, 097 million. With cash and cash equivalent of R216,541 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R177, 444 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

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
Monthly expenditure performance trend									
July	4 245	8 331	–	17 677	17 677	8 331	(9 346)	-112%	18%
August	6 735	7 934	–	1 987	19 664	16 264	(3 399)	-21%	20%
September	7 018	7 609	–	–		23 873	–		
October	9 954	7 128	–	–		31 002	–		
November	7 123	7 604	–	–		38 605	–		
December	7 080	8 639	–	–		47 244	–		
January	11 054	9 425	–	–		56 669	–		
February	26 782	8 220	–	–		64 889	–		
March	30 069	10 081	–	–		74 970	–		
April	15 133	5 922	–	–		80 892	–		
May	26 556	8 719	–	–		89 612	–		
June	21 801	9 218	–	–		98 829	–		
Total Capital expenditure	173 549	98 829	–	19 664					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of August amounts to R1, 987 million. The year-to-date actual expenditure incurred is R19, 664 million whilst the year-to-date budget is R16, 264 million, that gives rise to over spending variance of R3, 399 million that translates to 21%

Supporting Table: SC 13(a) Capital Expenditure on New Assets

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
Capital expenditure on new assets by Asset Class									
Infrastructure	42 783	38 079	-	-	-	6 277	6 277	100%	38 079
Roads Infrastructure	20 000	-	-	-	-	-	-		-
Roads	20 000	-	-	-	-	-	-		-
Road Structures							-		
Electrical Infrastructure	22 248	31 292	-	-	-	4 675	4 675	100%	31 292
Power Plants	4 000	3 100	-	-	-	987	987	100%	3 100
MV Substations	-	-	-	-	-	-	-		-
MV Switching Stations							-		
MV Networks	17 544	28 192	-	-	-	3 688	3 688	100%	28 192
LV Networks							-		-
Capital Spares	704	-	-	-	-	-	-		-
Solid Waste Infrastructure	100	5 221	-	-	-	1 067	1 067	100%	5 221
Landfill Sites	100	5 221	-	-	-	1 067	1 067	100%	5 221
Rail Infrastructure	435	1 565	-	-	-	535	535	100%	1 565
Drainage Collection	435	1 565	-	-	-	535	535	100%	1 565
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices	-						-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications		-	-	-	-	-	-		-
Computer Equipment	1 660	870	-	531	531	298	(234)	-79%	870
Computer Equipment	1 660	870	-	531	531	298	(234)	-79%	870
Furniture and Office Equipment	760	435	-	-	-	18	18	100%	435
Furniture and Office Equipment	760	435	-	-	-	18	18	100%	435
Machinery and Equipment	278	174	-	-	-	42	42	100%	174
Machinery and Equipment	278	174	-	-	-	42	42	100%	174
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-						-		
Total Capital Expenditure on new assets	45 481	39 557	-	531	531	6 634	6 103	92%	39 557

Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets

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
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	17 550	3 414	-	-	-	103	103	100%	3 414
Roads Infrastructure	17 050	-	-	-	-	-	-	-	-
Roads	17 050	-	-	-	-	-	-	-	-
Road Structures									
Electrical Infrastructure	500	-	-	-	-	-	-	-	-
MV Networks	-								
Capital Spares	500	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	3 414	-	-	-	103	103	100%	3 414
Landfill Sites	-	3 414	-	-	-	103	103	100%	3 414
Capital Spares									
Community Assets	1 696	-	-	-	-	-	-	-	-
Community Facilities	1 696	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	1 696	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities									
Outdoor Facilities									
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Servitudes									
Computer Software and Applications									
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment									
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment									
Machinery and Equipment	238	87	-	-	-	12	12	100%	87
Machinery and Equipment	238	87	-	-	-	12	12	100%	87
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets									
Total Capital Expenditure on renewal of existing assets	19 484	3 501	-	-	-	115	115	100.0%	3 501

Supporting Table: SC 13(c) Repairs and Maintenance Expenditure

LIM472 Elias Motsoaledi - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M02 -										
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									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		13 488	16 562	–	505	1 272	3 287	2 015	61.3%	16 562
Roads Infrastructure		7 900	7 629	–	–	–	1 247	1 247	100.0%	7 629
Roads		7 900	7 629	–	–	–	1 247	(1 247)	(0)	7 629
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Drainage Collection		–	–	–	–	–	–	–		–
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		2 747	5 809	–	206	675	1 520	845	55.6%	5 809
Power Plants		–	–	–	–	–	–	–		–
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		–	–	–	–	–	–	–		–
MV Substations		–	620	–	–	–	103	(103)	(0)	620
MV Switching Stations		–	220	–	–	–	37	(37)	(0)	220
MV Networks		2 747	4 763	–	2	471	1 346	(875)	(0)	4 763
LV Networks		–	–	–	–	–	–	–		–
Capital Spares		–	205	–	205	205	34	171	0	205
Solid Waste Infrastructure		2 841	3 125	–	298	597	521	(76)	-14.6%	3 125
Landfill Sites		2 841	3 125	–	298	597	521	76	0	3 125
Community Assets		6 023	7 025	–	82	512	1 171	659	56.3%	7 025
Community Facilities		6 023	7 025	–	82	512	1 171	659	56.3%	7 025
Halls		–	–	–	–	–	–	–		–
Centres		–	–	–	–	–	–	–		–
Crèches		–	–	–	–	–	–	–		–
Clinics/Care Centres		–	–	–	–	–	–	–		–
Fire/Ambulance Stations		–	–	–	–	–	–	–		–
Testing Stations		–	–	–	–	–	–	–		–
Museums		–	–	–	–	–	–	–		–
Galleries		–	–	–	–	–	–	–		–
Theatres		–	–	–	–	–	–	–		–
Libraries		–	–	–	–	–	–	–		–
Cemeteries/Crematoria		–	–	–	–	–	–	–		–
Police		–	–	–	–	–	–	–		–
Parks		6 023	7 025	–	82	512	1 171	(659)	(0)	7 025
Other assets		39	1 400	–	3	3	233	231	98.9%	1 400
Operational Buildings		39	1 400	–	3	3	233	231	98.9%	1 400
Municipal Offices		39	1 400	–	3	3	233	(231)	(0)	1 400
Pay/Enquiry Points		–	–	–	–	–	–	–		–
Building Plan Offices		–	–	–	–	–	–	–		–

Furniture and Office Equipment		396	580	-	-	-	97	97	100.0%	580
Furniture and Office Equipment		396	580	-	-	-	97	(97)	(0)	580
Machinery and Equipment		12 768	13 299	-	1 061	1 940	2 666	726	27.2%	13 299
Machinery and Equipment		12 768	13 299	-	1 061	1 940	2 666	(726)	(0)	13 299
Transport Assets		1 996	1 822	-	301	311	858	547	63.8%	1 822
Transport Assets		1 996	1 822	-	301	311	858	(547)	(0)	1 822
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
<i>Policing and Protection</i>		-	-	-	-	-	-	-	-	-
<i>Zoological plants and animals</i>		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	34 711	40 688	-	1 951	4 037	8 313	4 275	51.4%	40 688

Supporting Table: SC 13(d) Depreciation and asset impairment

LIM472 Elias Motsoaledi - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M02 - August									
Description	Ref	2024/25	Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
Depreciation by Asset Class/Sub-class									
Infrastructure		42 598	44 089	-	3 467	7 069	6 844	(225)	-3.3%
Roads Infrastructure		35 892	35 926	-	2 901	5 930	5 988	58	1.0%
Roads		35 612	35 518	-	2 826	5 829	5 920	(91)	(0)
Road Structures		51	237	-	3	7	40	(33)	(0)
Road Furniture		229	170	-	72	94	28	65	0
Capital Spares		-	-	-	-	-	-	-	-
Storm water Infrastructure		-	44	-	-	-	10	10	100.0%
Drainage Collection		-	44	-	-	-	10	(10)	(0)
Storm water Conveyance		-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-
Electrical Infrastructure		4 747	6 472	-	395	803	672	(131)	-19.5%
Power Plants		-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-
MV Substations		2 936	3 171	-	74	154	312	(158)	(0)
MV Switching Stations		318	335	-	26	53	84	(31)	(0)
MV Networks		586	625	-	114	229	62	166	0
LV Networks		260	669	-	54	107	112	(4)	(0)
Capital Spares		647	1 671	-	127	260	103	157	0
Water Supply Infrastructure		-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-
Solid Waste Infrastructure		1 959	1 648	-	171	336	175	(161)	-92.2%
Landfill Sites		505	445	-	45	90	76	14	0
Waste Transfer Stations		-	-	-	-	-	-	-	-
Waste Processing Facilities		1 452	1 200	-	126	246	99	147	0
Waste Drop-off Points		-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-
Capital Spares		3	3	-	0	0	1	(0)	(0)
Rail Infrastructure		-	-	-	-	-	-	-	-
Community Assets		737	1 124	-	64	129	185	56	30.1%
Community Facilities		674	849	-	59	119	158	39	24.7%
Halls		27	30	-	2	4	6	(2)	(0)
Centres		72	193	-	6	12	48	(36)	(0)
Crèches		-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-
Cemeteries/Crematoria		141	97	-	15	31	16	14	0
Police		-	-	-	-	-	-	-	-
Parks		1	8	-	0	0	-	0	#DIV/0!
Public Open Space		-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		187	258	-	16	32	43	(11)	(0)
Capital Spares		246	264	-	19	40	44	(4)	(0)
Sport and Recreation Facilities		63	275	-	5	10	27	17	62.0%
Indoor Facilities		-	-	-	-	-	-	-	-
Outdoor Facilities		63	275	-	5	10	27	(17)	(0)

Other assets		3 095	5 223	-	281	547	1 028	480	46.7%	5 223
Operational Buildings		1 825	2 178	-	184	359	374	15	4.0%	2 178
Municipal Offices		1 570	1 606	-	143	275	268	8	0	1 606
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		145	244	-	19	39	69	(31)	(0)	244
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		111	328	-	22	44	36	8	0	328
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		1 270	3 045	-	97	189	654	465	71.1%	3 045
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		1 270	3 045	-	97	189	654	(465)	(0)	3 045
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	(17)	(17)	100.0%	-
Servitudes		-	-	-	-	-	(11)	11	(0)	-
Licences and Rights		-	-	-	-	-	(7)	(7)	100.0%	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	(7)	7	(0)	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		1 276	1 010	-	126	244	168	(75)	-44.8%	1 010
Computer Equipment		1 276	1 010	-	126	244	168	75	0	1 010
Furniture and Office Equipment		1 681	2 539	-	171	341	504	163	32.4%	2 539
Furniture and Office Equipment		1 681	2 539	-	171	341	504	(163)	(0)	2 539
Machinery and Equipment		4 353	4 112	-	483	919	648	(270)	-41.7%	4 112
Machinery and Equipment		4 353	4 112	-	483	919	648	270	0	4 112
Transport Assets		5 036	5 395	-	360	721	899	179	19.9%	5 395
Transport Assets		5 036	5 395	-	360	721	899	(179)	(0)	5 395
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 Depreciation	1	58 775	63 492	-	4 952	9 969	10 259	290	2.8%	63 492

Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets

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
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	98 282	55 771	–	1 455	19 132	9 515	(9 617)	-101%	55 771
Roads Infrastructure	96 932	55 771	–	1 455	19 132	9 515	(9 617)	-101%	55 771
Roads	96 932	55 771	–	1 455	19 132	9 515	(9 617)	-101%	55 771
Storm water Infrastructure	–	–	–	–	–	–	–	–	–
Electrical Infrastructure	916	–	–	–	–	–	–	–	–
Power Plants							–		
MV Substations							–		
MV Switching Stations							–		
MV Networks	916						–		
LV Networks							–		
Solid Waste Infrastructure	435	–	–	–	–	–	–		–
Landfill Sites	435		–	–	–		–		–
Waste Transfer Stations				–	–		–		
Community Assets	10 301	–	–	–	–	–	–		–
Community Facilities	–	–	–	–	–	–	–		–
Parks		–	–	–	–	–	–		–
Sport and Recreation Facilities	10 301	–	–	–	–	–	–		–
Indoor Facilities							–		
Outdoor Facilities	10 301	–	–	–	–	–	–		–
Other assets	–	–	–	–	–	–	–		–
Operational Buildings	–	–	–	–	–	–	–		–
Municipal Offices	–						–		
Yards	–	–		–	–	–	–		–
Intangible Assets	–	–	–	–	–	–	–		–
Licences and Rights	–	–	–	–	–	–	–		–
Computer Software and Applications							–		
Computer Equipment	–	–	–	–	–	–	–		–
Computer Equipment							–		
Furniture and Office Equipment	–	–	–	–	–	–	–		–
Furniture and Office Equipment							–		
Machinery and Equipment	–	–	–	–	–	–	–		–
Machinery and Equipment							–		
Transport Assets	–	–	–	–	–	–	–		–
Transport Assets							–		
Total Capital Expenditure on upgrading of existing assets	108 584	55 771	–	1 455	19 132	9 515	(9 617)	-101%	55 771

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R531 and the year-to-date budget is R6,634 million.

The total expenditure for renewal of existing assets amounts to R0 and the year to budget amounts to R 115 thousand for the 2025/26 financial year.

The year-to-date actual expenditure on repairs and maintenance is R4, 037 million, and the year-to-date budget is R8,313 million, reflecting an underspending variance of R 4 275 million that translates to 51.4%.

The year-to-date actual expenditure on upgrading of existing assets is R19, 132 million and the year-to-date budget is R9, 515 million, reflecting a negative spending variance of R9,617 million that translates to 101%.

The year-to-date actual expenditure on depreciation and asset impairment is R9, 969 million and the year-to-date budget is R10, 259 million, reflecting a positive spending variance of R290 million, that translates to 2.8% which means the integration between asset management system and core financial system is working which is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying mSCOA requirements in terms of the depreciation method

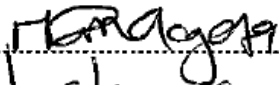
List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2025/26 Medium Term Revenue and Expenditure Framework		
					Original Budget	YTD Actuals	Percentage
Community Services	Landfill Sites Ablution Facility Groblersdal	single	Community Assets	Community Assets	43 479	-	0%
	Landfill Sites Ablution Facility Roosenekal	single	Furniture and Office Equipment	Furniture and Office Equipment	43 479	-	0%
	Landfill Sites construction of washbay at Groblersdal landfill site	single	Solid Waste Infrastructure	Landfill Sites	173 914	-	0%
	Landfill Sites Fencing of Tafelkop Cemetery	Multi	Community Assets	Community Assets	695 653	-	0%
	Landfill Sites Landfill Site Off Storage	single	Machinery and Equipment	Machinery and Equipment	43 479	-	0%
	Landfill Sites Notice Boards	single	Community Assets	Landfill Sites	86 957	-	0%
	Landfill Sites Weighbridge Groblersdal Landfill Site	Multi	Machinery and Equipment	Machinery and Equipment	260 870	-	0%
	Machinery and Equipment Machinery and Equipment	Multi	Community Assets	Community Assets	173 914	-	0%
Corporate Services	Computer Equipment	single	Computer Equipment	Computer Equipment	869 566	531 300	61%
	Furniture and Office Equipment Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	434 783	15 600	4%
Technical Services	Drainage Collection Groblersdal Storm water	Multi	Electrical Infrastructure	Capital Spares	1 565 218	-	0%
	Landfill Sites Groblersdal Landfill site 6.6	Multi	Storm water Infrastructure	Drainage Collection	11 538 950	-	0%
	Machinery and Equipment Machinery and Equipment	single	Machinery and Equipment	Capital Spares	173 914	-	0%
	MV Networks Electrification of Doorum (Designs)	Multi	Electrical Infrastructure	Machinery and Equipment	1 299 000	-	0%
	MV Networks Electrification of Kgaphamadi	Multi	Electrical Infrastructure	MV Networks	2 736 000	-	0%
	MV Networks Electrification of Luckau Maganagobuswa	Multi	Electrical Infrastructure	MV Networks	1 588 000	-	0%
	MV Networks Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	2 400 000	-	0%
	MV Networks Electrification of Mantrombi Section	Multi	Electrical Infrastructure	MV Networks	3 100 000	-	0%
	MV Networks Electrification of Mkhariji ward 19	Multi	Electrical Infrastructure	MV Networks	500 000	-	0%
	MV Networks Electrification of Ntswelotse ext (Designs)	single	Electrical Infrastructure	MV Networks	3 240 000	-	0%
	MV Networks Electrification of Oorlog (Designs)	Multi	Electrical Infrastructure	MV Networks	1 872 000	-	0%
	MV Networks Electrification of Phokoo	Multi	Electrical Infrastructure	MV Networks	1 100 000	-	0%
	MV Networks Electrification of Zaaipuss Police Station (Designs)	Multi	Electrical Infrastructure	MV Networks	2 448 000	-	0%
	MV Networks Energy Efficiency and Demand Side Management	single	Electrical Infrastructure	Power Plants	4 000 000	-	0%
	MV Networks Installation of Engineering Services at Game Farm	single	Electrical Infrastructure	MV Substations	434 783	-	0%
	MV Networks Installation of high mast in Tafelkop Dipakapakeng bluemoon	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Dikgalaopeng	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Legolaneng	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Lusaka	single	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Magakadimeng	single	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Makgopheng	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Matlala Lehwelele	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Matsitsi Village	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Stompo	single	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Tafelkop Rammupudu T-Junction	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of high mast light in Waalkraal Clinic	Multi	Roads Infrastructure	Roads	395 000	-	0%
	MV Networks Installation of Solar Panels	Multi	Electrical Infrastructure	Roads	434 783	-	0%
	MV Networks Refurbishment of Roosenekal Network	Multi	Electrical Infrastructure	MV Networks	434 783	-	0%
	Roads Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	11 430 592	5 222 318	46%
	Roads Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	2 084 317	1 831 190	88%
	Roads Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	12 006 125	3 110 569	26%
	Roads UPGRADING OF MOGAUNG ROAD	Multi	Roads Infrastructure	Roads	434 783	-	0%
	Roads Upgrading of Mokumong access road to Marateng taxi rank	Multi	Roads Infrastructure	Roads	8 569 778	4 790 979	56%
	Roads Upgrading of Ramaphosa from gravel to paved road	Multi	Roads Infrastructure	Roads	434 783	-	0%
	Roads Upgrading of Tafelkop Bapeding Bus route	single	Roads Infrastructure	Roads	6 584 350	-	0%
	Roads Upgrading of Waalkraal Bus route	single	Roads Infrastructure	Roads	11 247 892	4 161 620	37%
TOTAL					98 829 145	19 663 575	

Quality certificate

I, **Namudi Reginah Makgata**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of 31 August 2025 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature 

Date 11/09/2025