

ELIAS MOTSOALEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

NOVEMBER 2025

Table of Contents

PART 1: IN - YEAR REPORT	3
PURPOSE	3
EXECUTIVE SUMMARY	3
IN YEAR BUDGET STATEMENT TABLES	3
Table C1 – Budget Statement Summary	3
Table C2 – Financial Performance (Standard Classification)	7
Table C3 – Financial Performance (Revenue and Expenditure by vote)	8
Table C4 – Financial Performance by Revenue Source and Expenditure Type	9
Table C5 Capex – Monthly Capital Expenditure by Standard Classification and Funding	
Table C5C – Monthly Capital Expenditure by Vote	10
Figure1: Capital expenditure by source of finance	12
Figure 2: Monthly capital expenditure	11
Table C6 – Monthly Budget Statement Financial Position	
Table C7 – Monthly Budget Statement Cash Flow	
PART 2: SUPPORTING TABLES	15
Supporting Table: SC 1 Material Variance Explanations	15
Supporting Table: SC 3 - Debtors Age Analysis	17
Figure 3: Debtors age analysis	18
Figure 4: Monthly debtors book	18
TOP TWENTY DEBTORS	19
Supporting Table: SC 4 - Creditors Age Analysis	19
TOP CREDITORS PAID	20
Supporting Table: SC 5 - Investment Portfolio	21
Supporting Table: SC 6 - Transfers and Grant Receipts	21
Supporting Table: SC 7 - Transfers and Grant Expenditure	23
Figure 5: Grants Performance	24
Supporting Table: SC8 - Councilor Allowances and Employee Related Costs	24
Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts	27
Supporting Table: SC 12 Capital Expenditure Trend	28
Supporting Table: SC 13(a) Capital Expenditure on New Assets	29
Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets	30
Supporting Table: SC 13(c) Repairs and Maintenance Expenditure	31
Supporting Table: SC 13(d) Depreciation and asset impairment	31
Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets	33
List of Capital Programmes and Projects	35
QUALITY CERTIFICATE	36

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 November 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	291 206 703	38%
OPERATING EXPENDITURE	753 261 967	268 832 042	36%
TRANSFER - CAPITAL	92 090 000	45 400 707	49%
SURPLUS/(DEFICIT)	109 312 915	67 775 367	62%
CAPITAL EXPENDITURE	98 829 145	45 623 823	46%

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	–	5 469	27 139	26 227	912	3%	63 085
Service charges	161 854	186 549	–	15 144	73 724	74 239	(515)	-1%	186 549
Investment revenue	10 989	6 656	–	509	4 239	2 776	1 463	53%	6 656
Transfers and subsidies	383 099	381 926	–	1 191	160 253	161 145	(892)	-1%	381 550
Other own revenue	197 698	132 269	–	4 968	25 852	54 528	(28 676)	-53%	132 269
Total Revenue (excluding capital transfers and contributions)	815 459	770 485	–	27 282	291 207	318 914	(27 707)	-9%	770 109
Employee costs	196 286	209 467	–	16 619	86 467	87 295	(828)	-1%	209 467
Remuneration of Councillors	29 661	30 966	–	2 282	11 410	12 903	(1 493)	-12%	30 966
Depreciation & asset impairment	62 754	63 492	–	4 848	24 663	26 293	(1 631)	-6%	63 492
Finance charges	1 104	5 962	–	272	445	2 486	(2 041)	-82%	5 962
Materials and bulk purchases	181 287	175 262	–	12 431	61 466	74 744	(13 278)	-18%	175 262
Transfers and subsidies	11 313	13 645	–	1 387	3 637	4 726	(1 089)	-23%	13 645
Other expenditure	173 226	254 467	–	16 012	80 744	107 499	(26 755)	-25%	254 467
Total Expenditure	655 631	753 262	–	53 850	268 832	315 947	(47 115)	-15%	753 262
Surplus/(Deficit)	159 827	17 223	–	(26 568)	22 375	2 967	19 408	654%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	11 804	45 401	61 764	(16 364)	-26%	92 090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(14 764)	67 775	64 731	3 045	5%	109 313
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	320 696	109 313	–	(14 764)	67 775	64 731	3 045	5%	109 313
Capital expenditure & funds sources									
Capital expenditure	173 549	98 829	–	11 803	45 624	38 605	7 019	18%	98 829
Capital transfers recognised	160 868	92 090	–	(2)	888	35 113	(34 226)	-97%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	6 739	–	11 805	44 736	3 492	41 244	1181%	24 571
Total sources of capital funds	173 549	98 829	–	11 803	45 624	38 605	7 019	18%	98 829
Financial position									
Total current assets	298 373	349 635	–	–	410 609				349 635
Total non current assets	1 284 966	1 562 593	–	–	1 234 781				1 562 593
Total current liabilities	130 508	36 771	–	–	173 542				36 771
Total non current liabilities	135 904	169 872	–	–	163 329				169 872
Community wealth/Equity	1 316 927	1 705 585	–	–	1 308 519				1 705 585
Cash flows									
Net cash from (used) operating	158 035	125 873	–	(18 889)	117 848	(163 057)	(280 905)	172%	125 873
Net cash from (used) investing	(115 768)	(44 179)	–	(11 803)	(50 327)	(198 957)	(148 630)	75%	(44 179)
Net cash from (used) financing	(11 751)	(9 348)	–	(389)	(695)	(5 310)	(4 615)	87%	(9 348)
Cash/cash equivalents at the month/year end	53 191	81 556	–	–	76 035	(358 116)	(434 150)	121%	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	23 274	4 940	4 850	4 582	4 462	4 443	4 210	215 307	266 068
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 November is R291, 207 million and the year to date budget of R318, 914 million and this reflects a negative variance of R27, 707 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: 3% favorable variance
- Services Charges – electricity revenue: 1% unfavorable variance
- Services Charges – refuse revenue: 3% unfavorable variance
- Rental from fixed assets: 22% unfavorable variance
- Interest earned external investment: 53% favorable variance
- Interest earned outstanding debtors: 32% favorable variance
- Fines, penalties and forfeits: 70% unfavorable variance
- Licenses and permits: 5% favorable variance.
- Transfer and subsidies: 1% unfavorable variance
- Other revenue: 47% unfavorable variance
- Gains on disposal of assets: 439% favorable variance

Operating Expenditure

The year-to-date operational expenditure as at end of November amounts to R268, 832 million and the year to date budget is R315, 947 million. This reflects the overspending variance of R47, 115 million that translates to 15% 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: 12% underspending
- Debt impairment: 100% underspending
- Finance charges: 82% underspending.
- Bulk purchases: 16% underspending
- Other material: 29% underspending.
- Contracted services: 22% overspending
- Transfer and subsidies: 23% underspending.
- Losses on disposal of assets: 100% underspending

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 November amounts to R45, 624 million and the year to date budget amounts to R38, 605 million and this gives rise to R7, 019 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating profit for the month of November is R67, 775 million that is mainly attributed to underperformance on capital expenditure in the reporting period.

Debtors

Outstanding debtors are comprised of consumer and sundry debtors. The total outstanding debtors at end of November amounts to R266,068 million and this shows a increase of R16,946 million as compared to R249,122 million as at end of 2024-25 financial year, and it shows an increase of R 468 thousands as compared to R265,600 of last month.

Consumer debtors are made up of service charges and property rates that amount to R169,988 million and other debtors amounting to R104, 080 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 November 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	–	8 307	140 986	134 946	6 039	4%	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	–	8 307	111 447	106 961	4 485	4%	238 427
Internal audit	18 884	14 161	–	–	7 516	8 623	(1 106)	-13%	14 161
Community and public safety	59 675	133 322	–	2 366	28 398	54 820	(26 422)	-48%	133 322
Community and social services	11 320	10 504	–	13	4 949	3 244	1 704	53%	10 504
Sport and recreation	17 612	13 589	–	–	9 235	7 349	1 886	26%	13 589
Public safety	30 744	109 229	–	2 353	14 214	44 227	(30 013)	-68%	109 229
Economic and environmental services	210 401	162 700	–	8 885	62 406	74 080	(11 674)	-16%	162 700
Planning and development	27 921	26 487	–	531	13 670	11 234	2 436	22%	26 487
Road transport	181 644	135 381	–	8 354	48 416	62 641	(14 225)	-23%	135 381
Environmental protection	836	832	–	–	320	205	114	56%	832
Trading services	230 842	262 816	–	19 529	104 818	116 831	(12 013)	-10%	262 816
Energy sources	190 852	216 641	–	18 130	88 873	100 519	(11 646)	-12%	216 641
Waste management	39 991	46 175	–	1 399	15 945	16 313	(368)	-2%	46 175
Total Revenue - Functional	832 129	862 575	–	39 086	336 607	380 678	(44 070)	-12%	862 575
Expenditure - Functional									
Governance and administration	261 398	281 365	–	23 246	117 368	119 152	(1 784)	-1%	281 365
Executive and council	51 199	53 160	–	4 339	19 087	21 870	(2 782)	-13%	53 160
Finance and administration	195 181	214 461	–	16 351	91 002	89 969	1 034	1%	214 461
Internal audit	15 018	13 744	–	2 556	7 279	7 314	(35)	0%	13 744
Community and public safety	63 737	135 842	–	5 755	26 890	56 648	(29 758)	-53%	135 842
Community and social services	8 012	17 215	–	730	3 484	7 122	(3 638)	-51%	17 215
Sport and recreation	25 212	18 916	–	2 394	10 447	7 931	2 516	32%	18 916
Public safety	30 513	99 711	–	2 630	12 959	41 595	(28 636)	-69%	99 711
Economic and environmental services	112 486	117 998	–	8 357	45 610	49 170	(3 560)	-7%	117 998
Planning and development	24 797	27 626	–	1 981	9 071	11 512	(2 441)	-21%	27 626
Road transport	87 593	89 092	–	6 348	36 512	37 151	(640)	-2%	89 092
Environmental protection	96	1 280	–	28	28	507	(479)	-95%	1 280
Trading services	219 962	218 057	–	16 493	78 964	90 977	(12 013)	-13%	218 057
Energy sources	158 434	170 466	–	12 190	59 979	70 631	(10 653)	-15%	170 466
Waste management	61 528	47 591	–	4 303	18 985	20 345	(1 360)	-7%	47 591
Total Expenditure - Functional	657 583	753 262	–	53 850	268 832	315 947	(47 115)	-15%	753 262
Surplus/ (Deficit) for the year	174 546	109 313	–	(14 764)	67 775	64 731	3 045	5%	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	–	8 045	60 671	62 828	(2 157)	-3%	143 601
Vote 4 - Corporate Services	46 686	36 374	–	261	22 836	16 025	6 811	42%	36 374
Vote 5 - Community Services	110 044	189 270	–	4 211	48 570	74 832	(26 262)	-35%	189 270
Vote 6 - Technical Services	387 357	368 377	–	26 037	144 764	172 184	(27 419)	-16%	368 377
Vote 7 - Developmental Planning	19 670	18 235	–	531	10 367	8 729	1 638	19%	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	–	39 086	336 600	380 675	(44 075)	-12%	862 575
Expenditure by Vote									
Vote 1 - Executive & Council	43 295	43 414	–	3 492	15 174	18 251	(3 078)	-17%	43 414
Vote 2 - Municipal Manager	51 629	51 785	–	6 377	23 673	22 815	858	4%	51 785
Vote 3 - Budget & Treasury	84 720	84 881	–	6 380	42 581	35 207	7 375	21%	84 881
Vote 4 - Corporate Services	32 137	46 836	–	2 488	13 444	18 746	(5 302)	-28%	46 836
Vote 5 - Community Services	135 192	194 902	–	10 983	50 362	81 749	(31 387)	-38%	194 902
Vote 6 - Technical Services	265 963	288 567	–	20 778	105 763	121 233	(15 470)	-13%	288 567
Vote 7 - Developmental Planning	17 900	20 568	–	1 229	6 348	8 561	(2 214)	-26%	20 568
Vote 8 - Executive Support	26 747	22 310	–	2 123	11 488	9 385	2 103	22%	22 310
Total Expenditure by Vote	657 583	753 262	–	53 850	268 832	315 947	(47 115)	-15%	753 262
Surplus/ (Deficit) for the year	174 546	109 313	–	(14 764)	67 768	64 728	3 040	5%	109 313

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
Revenue By Source									
Property rates	61 818	63 085	–	5 469	27 139	26 227	912	3%	63 085
Service charges - electricity revenue	147 578	164 683	–	14 047	68 205	68 569	(364)	-1%	164 683
Service charges - refuse revenue	14 276	21 866	–	1 096	5 518	5 670	(151)	-3%	21 866
Rental of facilities and equipment	1 886	1 467	–	143	435	558	(123)	-22%	1 467
Interest earned - external investments	10 989	6 656	–	509	4 239	2 776	1 463	53%	6 656
Interest earned - outstanding debtors	13 635	16 493	–	1 818	8 930	6 789	2 141	32%	16 493
Fines, penalties and forfeits	98 497	104 744	–	2 429	12 795	43 044	(30 249)	-70%	104 744
Licences and permits	7 302	6 916	–	447	3 017	2 882	135	5%	6 916
Transfers and subsidies	383 099	381 926	–	1 191	160 253	161 145	(892)	-1%	381 550
Other revenue	4 296	2 648	–	132	668	1 253	(586)	-47%	2 648
Gains	72 082	–	–	–	7	1	6	439%	–
Total Revenue (excluding capital transfers and contributions)	815 459	770 485	–	27 282	291 207	318 914	(27 707)	-9%	770 109
Expenditure By Type									
Employee related costs	196 286	209 467	–	16 619	86 467	87 295	(828)	-1%	209 467
Remuneration of councillors	29 661	30 966	–	2 282	11 410	12 903	(1 493)	-12%	30 966
Debt impairment	20 144	87 202	–	–	–	36 681	(36 681)	-100%	87 202
Depreciation & asset impairment	62 754	63 492	–	4 848	24 663	26 293	(1 631)	-6%	63 492
Finance charges	1 104	5 962	–	272	445	2 486	(2 041)	-82%	5 962
Bulk purchases	139 391	150 170	–	10 673	52 769	62 571	(9 801)	-16%	150 170
Other materials	41 896	25 092	–	1 757	8 697	12 174	(3 477)	-29%	25 092
Contracted services	85 573	92 371	–	8 960	47 178	38 532	8 646	22%	92 371
Transfers and subsidies	11 313	13 645	–	1 387	3 637	4 726	(1 089)	-23%	13 645
Other expenditure	67 442	72 593	–	7 052	33 566	31 889	1 677	5%	72 593
Losses	67	2 301	–	–	–	397	(397)	-100%	2 301
Total Expenditure	655 631	753 262	–	53 850	268 832	315 947	(47 115)	-15%	753 262
Surplus/(Deficit)	159 827	17 223	–	(26 568)	22 375	2 967	19 408	654%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	11 804	45 401	61 764	(16 364)	-26%	92 090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(14 764)	67 775	64 731			109 313
Taxation							–		
Surplus/(Deficit) after taxation	320 696	109 313	–	(14 764)	67 775	64 731			109 313
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	320 696	109 313	–	(14 764)	67 775	64 731			109 313
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	320 696	109 313	–	(14 764)	67 775	64 731			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

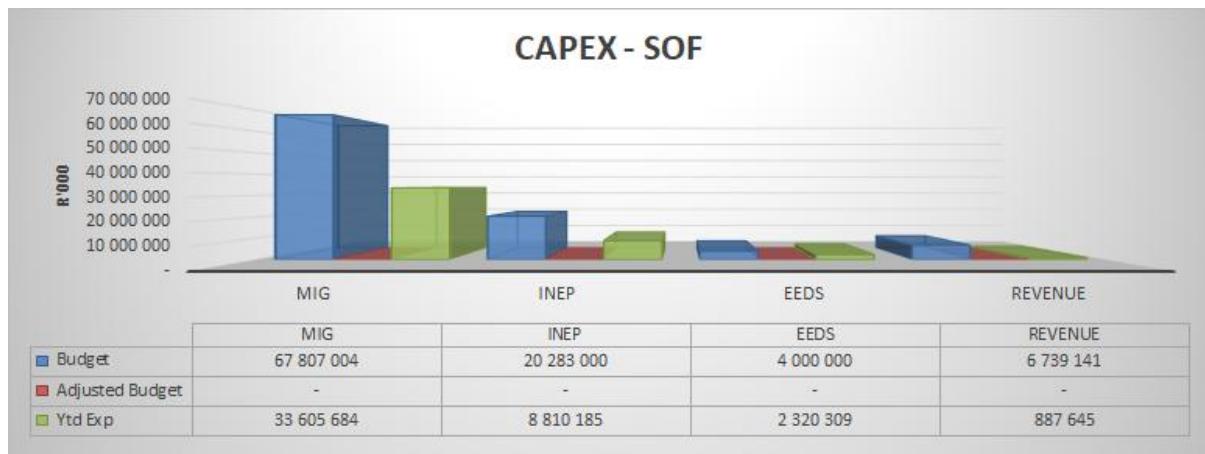
Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 370	1 304	–	–	727	780	(53)	-7%	1 304
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	2 370	1 304	–	–	727	780	(53)	-7%	1 304
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	12 191	870	–	–	–	639	(639)	-100%	870
Community and social services	696	696	–	–	–	552	(552)	-100%	696
Sport and recreation	11 495	174	–	–	–	87	(87)	-100%	174
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76 556	66 071	–	7 530	33 263	24 265	8 998	37%	66 071
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76 556	66 071	–	7 530	33 263	24 265	8 998	37%	66 071
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23 448	30 585	–	4 273	11 634	12 921	(1 286)	-10%	30 585
Energy sources	21 342	29 932	–	4 273	11 634	12 563	(928)	-7%	29 932
Waste management	2 107	652	–	–	–	358	(358)	-100%	652
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	114 566	98 829	–	11 803	45 624	38 605	7 019	18%	98 829
Funded by:									
National Government	140 508	92 090	–	(2)	888	35 113	(34 226)	-97%	74 258
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	20 000	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	–
Transfers recognised - capital	160 868	92 090	–	(2)	888	35 113	(34 226)	-97%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	6 739	–	11 805	44 736	3 492	41 244	1181%	24 571
Total Capital Funding	173 549	98 829	–	11 803	45 624	38 605	7 019	18%	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	#DIV/0!	435
Vote 5 - Community Services	11 217	1 130	–	–	–	552	(552)	-100%	1 130
Vote 6 - Technical Services	88 766	69 137	–	5 130	31 911	35 803	(3 892)	-11%	69 137
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total multi-year capital expenditure	101 644	70 702	–	5 130	31 927	36 355	(4 428)	-12%	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	–	–	711	780	(69)	-9%	870
Vote 5 - Community Services	2 559	391	–	–	–	445	(445)	-100%	391
Vote 6 - Technical Services	68 636	26 866	–	6 674	12 986	1 025	11 961	1167%	26 866
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total single-year capital expenditure	71 905	28 127	–	6 674	13 697	2 250	11 447	509%	28 127
Total Capital Expenditure	173 549	98 829	–	11 803	45 624	38 605	7 019	18%	98 829

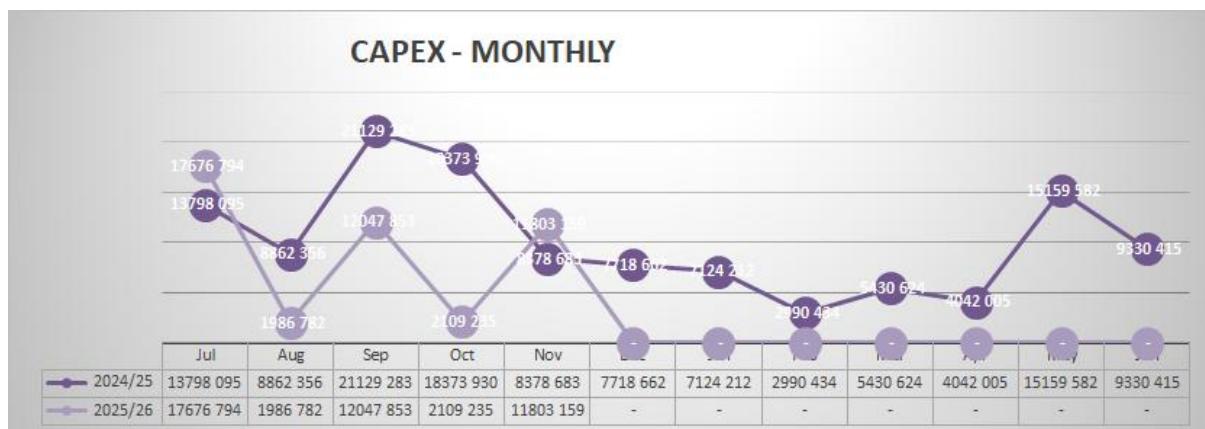
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by municipal vote, standard classification and the funding thereof. For the month of November, R11,803 million expenditure is incurred and the year-to-date expenditure amounts to R45, 624 whilst the year to date budget is R38, 605 million and this gave rise to under spending variance of R7,019 million that translates to 18%.

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	—	19 780	90 859
Call investment deposits	—	—	—	56 387	—
Consumer debtors	167 485	205 168	—	202 428	205 168
Other debtors	20 723	20 791	—	95 390	20 791
Current portion of long-term receivables	119	—	—	—	—
Inventory	38 258	32 818	—	36 624	32 818
Total current assets	298 373	349 635	—	410 609	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	—	1 097 790	1 493 649
Biological	463	—	—	—	—
Intangible	—	—	—	—	—
Other non-current assets	—	463	—	3 178	463
Total non current assets	1 284 966	1 562 593	—	1 234 781	1 562 593
TOTAL ASSETS	1 583 339	1 912 228	—	1 645 390	1 912 228
LIABILITIES					
Current liabilities					
Bank overdraft	—	—	—	—	—
Borrowing	6 639	9 126	—	3 959	9 126
Consumer deposits	6 810	6 956	—	5 359	6 956
Trade and other payables	112 056	9 126	—	154 178	9 126
Provisions	5 003	11 563	—	10 046	11 563
Total current liabilities	130 508	36 771	—	173 542	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	—	336 871	206 643
NET ASSETS	1 316 927	1 705 585	—	1 308 519	1 705 585
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 316 927	1 705 585	—	1 308 519	1 705 585
Reserves	—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	1 316 927	1 705 585	—	1 308 519	1 705 585

The above table shows that community wealth amounts to R1 308,519 billion, total liabilities R1 308,519 billion and the total assets R1 645,390 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 2.4:1 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	–	3 702	20 894	19 742	1 152	6%	50 923
Service charges	163 762	174 139	–	14 852	60 282	45 542	14 740	32%	174 139
Other revenue	27 788	17 646	–	9 157	93 377	91 260	2 117	2%	17 646
Transfers and Subsidies - Operational	390 673	381 926	–	1 288	161 574	159 872	1 702	1%	381 926
Transfers and Subsidies - Capital	140 508	92 090	–	800	52 377	156 585	(104 208)	-67%	92 090
Interest	5 318	9 058	–	314	7 174	7 366	(192)	-3%	9 058
Payments									
Suppliers and employees	(621 057)	(580 294)	–	(47 343)	(273 748)	(632 756)	(359 009)	57%	(580 294)
Finance charges	–	(5 962)	–	(272)	(445)	(870)	(424)	49%	(5 962)
Transfers and Grants	(0)	(13 654)	–	(1 387)	(3 637)	(9 799)	(6 162)	63%	(13 654)
NET CASH FROM/(USED) OPERATING ACTIVITIES	158 035	125 873	–	(18 889)	117 848	(163 057)	(280 905)	172%	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)	–	(11 803)	(50 327)	(198 957)	(148 630)	75%	(89 065)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(115 768)	(44 179)	–	(11 803)	(50 327)	(198 957)	(148 630)	75%	(44 179)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	146	–	(6)	4	679	(674)	-99%	146
Payments									
Repayment of borrowing	(11 751)	(9 494)	–	(383)	(700)	(5 989)	(5 290)	88%	(9 494)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(11 751)	(9 348)	–	(389)	(695)	(5 310)	(4 615)	87%	(9 348)
NET INCREASE/ (DECREASE) IN CASH HELD	30 517	72 347	–	(31 082)	66 826	(367 325)			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	–		76 035	(358 116)			81 556

Table C7 presents details pertaining to cash flow performance. As at end of November, the net cash inflow from operating activities is R117, 848 million whilst net cash outflow from investing activities is R50,327 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R695, thousands. The cash and cash equivalent held at end of November amounted to R76, 035 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 R76, 035 million, is mainly made up of cash in the primary bank account amounting to R19, 780 million and short-term investments amounting to R56, 387 million at the end of November.

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	3%	The actual revenue generated is more than the projected monthly revenue
Service charges - electricity revenue	-1%	The projected monthly revenue appear to be lower than the actual revenue performance
Service charges - refuse revenue	-3%	The actual revenue generated is less than the projected monthly revenue
Rental of facilities and equipment	-22%	The actual revenue generated is less than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions
Interest earned - external investments	53%	The municipality has invested in two different investment portfolios with Standard bank, and ABSA and the actual interest generated is less than the budgeted revenue
Interest earned - outstanding debtors	32%	The actual revenue generated is more than the projected monthly revenue.
Fines, penalties and forfeits	-70%	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.
Licences and permits	5%	The actual revenue generated is more than the projected monthly revenue
Transfers and subsidies	-1%	The equitable share transfers received is less than the projections thereof.
Other revenue	-47%	The actual revenue generated is less than the projected monthly revenue.
Expenditure By Type		
Employee related costs	-1%	The actual expenditure incurred on employee related costs is less than the projections thereof
Remuneration of councillors	-12%	The actual expenditure incurred on remuneration of councillors is less than the projected monthly expenditure
Debt impairment	-100%	Debt impairment has not been calculated since the beginning of the year.
Depreciation & asset impairment	-6%	The actual depreciation calculated is less than the projections thereof
Finance charges	-82%	Finance charges is mainly for finance lease and the municipality has a new lease contract, the actual is less than the budgeted.
Bulk purchases	-16%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure, the monthly payments were captured after month end.
Other materials	-29%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure.
Contracted services	22%	The actual expenditure incurred is more than the projected monthly expenditure
Transfers and subsidies	-23%	The actual expenditure incurred is less than the projected monthly expenditure
Other expenditure	5%	The actual expenditure incurred is less than the projected monthly expenditure
Losses	-100%	There are no losses that have incurred in this month

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description		Variance Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-97%	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	1181%	There actual spending is more than the projections	The municipality should implement all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	6%	The actual collection rate on property rates is more 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	32%	The collection rate on service charges is more than the projected rate	The municipality should continue with the strategies that they use for collecting on licenced municipal areas on electricity billings and refuse removal
Other revenue	2%	The collection rate on leased assets is more 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	1%	The received trenches of operational grants are in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	-67%	The received 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	-3%	Interest on other revenue is under projected to the over collection from other debtors	No remedial action is needed
Suppliers and employees	57%	The actual costs incurred is less than the projected costs and the variance is caused by vacant posts on employee related costs, and other variances 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	49%	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	63%	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	75%	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	-99%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	88%	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	11 461	1 365	166	184	111	99	101	3 357	16 845	3 853	-	-
Receivables from Non-exchange Transactions - Property Rates	5 462	2 542	2 078	2 006	1 988	1 904	1 800	85 708	103 489	93 406	-	-
Receivables from Exchange Transactions - Waste Management	1 096	714	622	614	610	619	585	35 443	40 301	37 870	-	-
Receivables from Exchange Transactions - Property Rental Debtors	128	25	21	39	39	39	35	1 027	1 353	1 178	-	-
Interest on Arrear Debtor Accounts	1 819	1 791	1 765	1 726	1 694	1 713	1 634	83 133	95 275	89 899	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	3 307	(1 497)	198	13	20	69	55	6 639	8 806	6 797	-	-
Total By Income Source	23 274	4 940	4 850	4 582	4 462	4 443	4 210	215 307	266 068	233 004	-	-
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	3 765	1 314	1 118	1 104	1 078	1 004	937	50 047	60 368	54 169	-	-
Commercial	11 735	1 450	582	511	484	490	520	13 705	29 477	15 710	-	-
Households	7 060	3 743	3 036	2 853	2 799	2 853	2 672	148 594	173 610	159 771	-	-
Other	713	(1 567)	113	114	101	97	81	2 961	2 613	3 353	-	-
Total By Customer Group	23 274	4 940	4 850	4 582	4 462	4 443	4 210	215 307	266 068	233 004	-	-

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

- Rates 40%
- Electricity 2%
- Rental 1%
- Refuse removal 16%
- Interest on outstanding debtors 39%
- Other 3%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

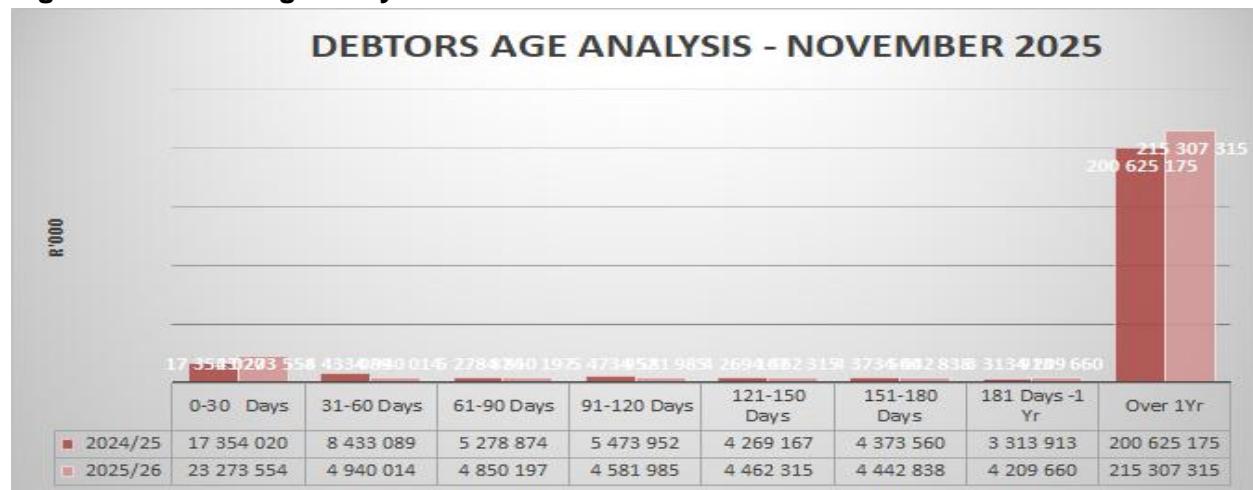
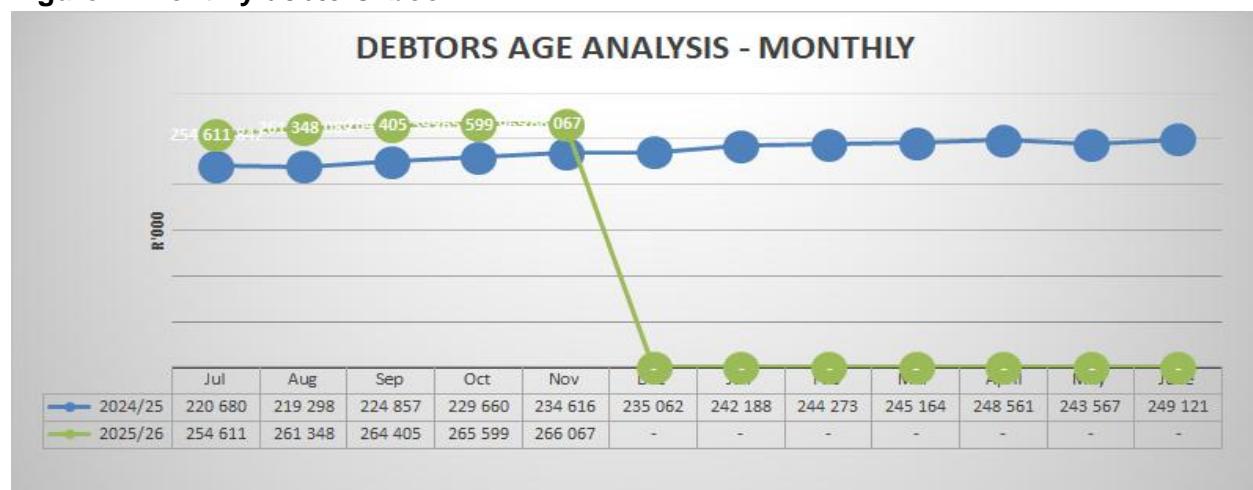


Figure 4: Monthly debtors' book



The initial graph compares debtors' age analysis for 2024-25 financial year and 2025-26 (as at end of November) 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	2 289 178
1501364	JAN JOUBERT TRUST (JO JO TANKS)	N	N	N	1 712 543
9001667	NDEBELE MAHLANGU TRIBE	N	N	N	1 376 362
9001668	NDEBELE MAHLANGU TRIBE	N	N	N	1 375 946
911906	TAFELKOP MALL (PTY) LTD	N	N	N	1 213 661
9012345	BREEDT J & OOSTHUIZEN J F	N	N	N	1 115 822
9002327	DE LEMOS E M	N	N	N	950 516
9001763	TSHEHLA TRUST MAMAILE GEORGE	N	N	N	704 519
9002503	GOUWS BOERDERY TRUST 1999/022459/07	N	N	N	608 538
5000633	ERASMUS G J	N	N	N	596 336
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	N	N	N	582 379
9019006	TIGER STRIPES INVESTMENTS (PTY)	N	N	Y	579 264
7000918	MATHEBULA JABULANI JACK TITUS	N	N	Y	573 058
9900067	SDM(WATER PURIFICATION & SEWAGE PLANT)	N	N	Y	559 508
2100165	LEBOWA TRANSPORT	N	N	N	544 142
9001550	LEHLAKONG COMMUNAL PROP ASSOC	N	N	Y	528 731
9001052	NDEBELE STAM	N	N	Y	504 588
5004546	I R L (SOUTH AFRICA) RESOURCES INVESTMENT PROP.LTD	N	N	N	502 981
9000529	REPUBLIC OF SOUTH AFRICA	N	N	Y	476 754
9001035	NDEBELE MAHLANGU TRIBE	N	N	Y	476 404
TOTAL					17 271 231

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	878	-	-	-	-	-	-	-	-
Total By Customer Type	878	-	-	-	-	-	-	-	-

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)	8 Months	Current Investment	7.7%		30-Nov-25	76 386 676		-20 000 000	-	56 386 676
STANDARD BANK(038823527031	4 Months	Current Investment	7.9%		24-Nov-25	25 580 805	124 846	-25 705 651	-	-
Total						101 967 481	124 846	-45 705 651	-	56 386 676

The Municipality had short investment portfolios during the month of November with an opening balance of R101, 967 million and with no top up investment in various investment portfolios. An amount of R124, 846 million was earned as an interest. Investment withdrawn was R45, 706 million and closed off with R56, 387 million at the end of November.

Supporting Table: SC 6 - Transfers and Grant Receipts

LIM472 Elias Motsoaledi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 - November

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	–	1 288	161 425	161 075	350	0.2%	381 550
Expanded Public Works Programme Integrated Grant	3	2 609	2 862	–	1 288	2 004	2 069	(65)	-3.1%	2 862
Local Government Financial Management Grant		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	–	–	149	376	(227)	-60.3%	376
Education, Training and Development Practices SETA		–	376	–	–	149	376	(227)	-60.3%	376
Total Operating Transfers and Grants		383 099	381 926	–	1 288	161 574	161 450	124	0.1%	381 926
Capital Transfers and Grants										
National Government:		140 508	92 090	–	800	52 377	62 534	(10 157)	-16.2%	92 090
Energy Efficiency and Demand Side Management Grant		4 000	4 000	–	800	2 600	4 000	(1 400)	-35.0%	4 000
Municipal Infrastructure Grant		91 314	67 807	–	–	40 650	43 233	(2 583)	-6.0%	67 807
Integrated National Electrification Programme Grant		17 544	20 283	–	–	9 127	15 300	(6 173)	-40.3%	20 283
Municipal Disaster Recovery Grant		27 650	–	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		359	–	–	–	–	179	(179)	-100.0%	–
Education, Training and Development Practices SETA		359	–	–	–	–	179	(179)	-100.0%	–
Total Capital Transfers and Grants		140 867	92 090	–	800	52 377	62 713	(10 336)	-16.5%	92 090
TOTAL RECEIPTS OF TRANSFERS & GRANTS		523 966	474 016	–	2 088	213 951	224 163	(10 212)	-4.6%	474 016

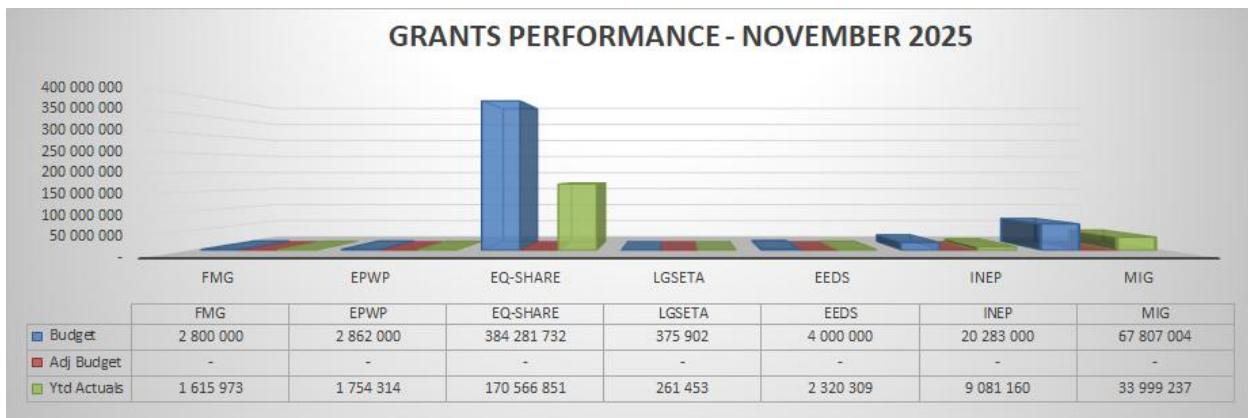
Supporting tables SC6 presents information on both received grants and those expected to be received in the near future. The year-to-date actual receipts amount to R213, 951 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R156, 621 million; Financial Management Grant amounting to R2, 800, million LGSETA amounting R149 thousands, Municipal Infrastructure Grant amounting to R40, 650 million; Integrated National Energy Grant R9 127 and Expanded Public Works Programme R2,004 million were received and Energy Efficiency and Demand Side Management Grant R2,600 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 - M05 - November										
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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		5 409	5 662	–	930	3 370	1 638	1 732	105.7%	
Expanded Public Works Programme Integrated Grant		2 609	2 862	–	337	1 754	2 069	(314)	-15.2%	
Local Government Financial Management Grant	3	2 800	2 800	–	593	1 616	2 800	(1 184)	-42.3%	
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	(3 231)	3 231	-100.0%	
Provincial Government:		–	–	–	–	–	–	–	–	
District Municipality:		–	–	–	–	–	–	–	–	
Other grant providers:		–	376	–	261	261	70	191	272.9%	
Education, Training and Development Practices SETA		–	376	–	261	261	70	191	272.9%	
Total Operating Transfers and Grants		5 409	6 038	–	1 191	3 632	1 708	1 923	112.6%	
Capital Transfers and Grants										
National Government:		116 346	92 090	–	11 804	45 401	61 764	(16 364)	-26.5%	
Energy Efficiency and Demand Side Management Grant		3 999	4 000	–	1 279	2 320	3 231	(910)	-28.2%	
Municipal Infrastructure Grant		91 315	67 807	–	7 764	33 999	43 233	(9 234)	-21.4%	
Integrated National Electrification Programme Grant		17 544	20 283	–	2 761	9 081	15 300	(6 219)	-40.6%	
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	–	11 804	45 401	61 764	(16 364)	-26.5%	
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		122 105	98 128	–	12 996	49 032	63 473	(14 440)	-22.8%	
									98 128	

An amount of R12, 996 million has been spent on grants during the month of November and the year-to-date actuals is R49, 032 million whilst the year to date budget amounts to R36,473 million and this results in an over-performance variance of R14 ,440 million that translates to 22.8%. Of the total spending amounting to R3,632 million is spent on operational grants whilst capital grants spent R45, 401 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 November.

The grants expenditure is shown below in percentages:

- Financial Management Grant 58%
- Expanded Public Work Programme 61%
- Equitable Share 44%
- Integrated National Electrification Grant 45%
- Municipal Infrastructure Grant 50%
- Energy Efficiency and Demand Side Management Grant 58%
- LGSETA 70%

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	6 696	7 417	(721)	-10%	17 802
Pension and UIF Contributions	2 442	2 550	–	193	965	1 062	(98)	-9%	2 550
Medical Aid Contributions	6	6	–	–	–	3	(3)	-100%	6
Motor Vehicle Allowance	6 759	7 056	–	490	2 440	2 940	(500)	-17%	7 056
Cellphone Allowance	3 118	3 255	–	239	1 203	1 356	(153)	-11%	3 255
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	285	297	–	21	105	124	(19)	-15%	297
Sub Total - Councillors	29 661	30 966	–	2 282	11 410	12 903	(1 493)	-12%	30 966
% increase		4%							4%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 896	7 064	–	464	2 568	2 943	(375)	-13%	7 064
Pension and UIF Contributions	332	476	–	35	172	227	(56)	-25%	476
Medical Aid Contributions	285	393	–	27	134	164	(30)	-18%	393
Motor Vehicle Allowance	740	1 414	–	76	378	589	(211)	-36%	1 414
Cellphone Allowance	355	196	–	14	70	82	(12)	-14%	196
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	177	735	–	0	0	315	(314)	-100%	735
Sub Total - Senior Managers of Municipality	5 785	10 277	–	615	3 322	4 320	(998)	-23%	10 277
% increase		78%							78%
Other Municipal Staff									
Basic Salaries and Wages	125 657	127 054	–	11 185	56 461	52 939	3 522	7%	127 054
Pension and UIF Contributions	23 028	25 620	–	2 151	10 865	10 675	190	2%	25 620
Medical Aid Contributions	7 735	6 782	–	701	3 509	2 784	725	26%	6 782
Overtime	931	1 311	–	39	172	470	(298)	-63%	1 311
Performance Bonus	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	16 172	17 160	–	1 480	7 258	7 150	108	2%	17 160
Cellphone Allowance	2 377	2 382	–	221	1 078	999	79	8%	2 382
Housing Allowances	294	337	–	26	121	134	(13)	-10%	337
Other benefits and allowances	12 487	18 237	–	193	2 568	6 574	(4 006)	-61%	18 237
Payments in lieu of leave	938	308	–	8	1 115	128	986	769%	308
Long service awards	881	–	–	–	–	1 122	(1 122)	-100%	–
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff	190 501	199 190	–	16 004	83 145	82 976	169	0%	199 190
% increase		5%							5%
Total Parent Municipality	225 947	240 434	–	18 901	97 877	100 198	(2 321)	-2%	240 434
% increase		6%							6%
TOTAL SALARY, ALLOWANCES & BENEFITS	225 947	240 434	–	18 901	97 877	100 198	(2 321)	-2%	240 434
% increase		6%							6%
TOTAL MANAGERS AND STAFF	196 286	209 467	–	16 619	86 467	87 295	(828)	-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 November amounts to R97, 877 million and the year-to-date budget is R100,198 million and the expenditure for remuneration of councilors amounts to R11,410 million while the year-to-date budget is R12,903 million. The year-to-date actual expenditure for senior managers is R3,322 million and the year-to-date budget is R4,320 million. The year-to-date actual for other municipal staff is R83, 145 million and the year-to-date budget is R82,976 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 2020/21	Year +1 2021/22	Year +2 2022/23	
	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts By Source																
Property rates	4 941	3 311	3 173	5 766	3 702	4 229	4 203	3 203	4 229	4 203	4 303	5 659	50 923	53 066	54 392	
Service charges - electricity revenue	9 327	9 351	13 506	10 867	14 163	14 042	15 504	14 559	14 051	15 559	15 559	21 512	168 000	175 561	179 967	
Service charges - refuse	649	481	589	660	690	481	514	433	601	533	533	(25)	6 139	6 415	6 577	
Rental of facilities and equipment	68	27	94	47	191	148	216	114	112	149	133	169	1 467	1 534	1 602	
Interest earned - external investments	810	1 198	2 962	768	125	42	46	32	32	38	40	(795)	5 297	5 540	5 784	
Interest earned - outstanding debtors	194	186	195	548	189	425	287	298	316	314	306	503	3 761	3 930	4 028	
Fines, penalties and forfeits	2 755	2 676	2 508	2 428	2 429	125	224	143	102	121	113	(7 009)	6 614	8 183	8 917	
Licences and permits	576	575	756	664	447	611	429	576	576	576	576	555	6 916	7 234	7 553	
Transfers and Subsidies - Operational	156 621	3 545	—	120	1 288	63 386		793	85 893	—	—	70 280	381 926	376 589	393 576	
Other revenue	68 184	169	2 583	112	6 090	154	199	190	103	104	108	(75 349)	2 648	2 770	2 892	
Cash Receipts by Source	244 124	21 518	26 365	21 980	29 313	83 644	21 623	20 341	106 014	21 597	21 671	15 500	633 691	640 823	665 288	
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations)	21 000	10 927	19 650	—	800	16 472	—	81 969	14 850	8 000	—	(83 578)	90 090	78 600	86 195	
Transfers and subsidies - capital (monetary allocations)	—	—	—	—	—	—	196	—	—	—	—	(179)	(17)	—	—	
Proceeds on Disposal of Fixed and Intangible Assets	—	—	—	—	—	78 256	43 526	—	—	—	—	100 365	—	43 526	78 256	100 365
Increase (decrease) in consumer deposits	(3)	(2)	51	(35)	(6)	330	(278)	24	337	24	24	(319)	146	153	157	
Decrease (increase) in non-current receivables	—	—	—	—	—	1 536	1 598	113	113	113	113	(2 226)	1 360	1 422	1 485	
Decrease (increase) in non-current investments	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Total Cash Receipts by Source	265 121	32 443	46 066	21 945	30 107	180 238	66 665	102 447	121 314	130 099	21 629	(249 262)	768 813	799 254	853 490	
Cash Payments by Type																
Employee related costs	17 619	17 690	17 470	17 069	16 619	16 823	16 963	16 976	16 977	16 972	16 969	15 466	203 613	207 906	213 270	
Remuneration of councillors	2 282	2 282	2 282	2 282	2 282	2 581	2 581	2 581	2 581	2 581	2 581	2 581	4 070	30 966	32 360	33 169
Interest paid	—	173	—	—	272	1 116	1 116	1 116	1 116	1 116	1 116	1 116	(1 179)	5 962	4 913	2 513
Bulk purchases - Electricity	738	14 293	14 009	13 056	10 673	12 931	12 931	12 931	12 931	12 931	12 931	12 931	24 815	155 170	174 938	197 226
Other materials	917	2 080	1 855	2 087	1 757	14 373	14 373	52 976	14 373	14 373	14 373	14 373	(65 800)	67 738	70 768	72 563
Contracted services	5 853	13 716	7 895	10 755	8 960	6 135	6 524	4 851	7 886	3 505	7 043	(13 021)	70 102	68 548	72 158	
Grants and subsidies paid - other	629	759	751	111	1 387	1 164	(3 530)	1 903	1 243	2 426	1 243	5 559	13 645	14 273	14 901	
General expenses	7 371	18 245	3 949	30 610	7 052	17 447	17 447	17 447	17 447	17 447	17 447	17 447	(99 813)	72 095	67 770	69 661
Cash Payments by Type	35 409	69 237	48 211	75 970	49 002	72 570	68 405	110 781	74 554	71 351	73 703	(129 904)	619 291	641 476	675 461	
Other Cash Flows/Payments by Type																
Capital assets	22 380	1 987	12 048	2 109	11 803	(4 969)	22 284	26 457	(5 367)	43 643	20 593	(63 903)	89 065	70 928	77 772	
Repayment of borrowing	—	316	—	—	383	—	—	—	—	—	—	(700)	—	—	—	
Other Cash Flows/Payments	—	—	—	—	23 329	1 583	1 583	27 543	1 583	1 583	(38 205)	18 999	21 746	25 960		
Total Cash Payments by Type	57 789	71 540	60 259	78 079	61 189	90 930	92 272	138 821	96 730	116 577	95 879	(232 711)	727 355	734 150	779 193	
NET INCREASE/(DECREASE) IN CASH HELD	207 332	(39 097)	(14 193)	(56 135)	(31 082)	89 308	(25 607)	(36 374)	24 584	13 522	(74 250)	(16 550)	41 458	65 103	74 297	
Cash/cash equivalents at the month/year beginning:	9 209	216 541	177 444	163 251	107 116	76 035	165 343	139 736	103 362	127 946	141 468	67 218	9 209	50 667	115 771	
Cash/cash equivalents at the month/year end:	216 541	177 444	163 251	107 116	76 035	165 343	139 736	103 362	127 946	141 468	67 218	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 R30, 107 million and the total cash payment for the month was R61, 189 million and this resulted in net decrease in cash amounting to R31, 082 million. With cash and cash equivalent of R107,116 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R76, 035 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	–	12 048	31 711	23 873	(7 838)	-33%	32%
October	9 954	7 128	–	2 109	33 821	31 002	(2 819)	-9%	34%
November	7 123	7 604	–	11 803	45 624	38 605	(7 019)	-18%	46%
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	–	45 624					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of November amounts to R11, 803 million. The year-to-date actual expenditure incurred is R45, 624 million whilst the year-to-date budget is R38, 605 million, that gives rise to over spending variance of R7, 019 million that translates to 18%

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	—	2 335	8 750	17 013	8 262	49%	38 079	
Roads Infrastructure	20 000	—	—	—	—	—	—	—	—	
Roads	20 000	—	—	—	—	—	—	—	—	
Road Structures							—			
Electrical Infrastructure	22 248	31 292	—	1 011	6 384	12 563	6 178	49%	31 292	
Power Plants	4 000	3 100	—	—	1 695	1 859	164	9%	3 100	
MV Substations	—	—	—	—	—	—	—	—	—	
MV Switching Stations							—			
MV Networks	17 544	28 192	—	1 011	4 689	10 703	6 014	56%	28 192	
LV Networks							—			
Capital Spares	704	—	—	—	—	—	—	—	—	
Solid Waste Infrastructure	100	5 221	—	1 325	2 366	3 601	1 235	34%	5 221	
Landfill Sites	100	5 221	—	1 325	2 366	3 601	1 235	34%	5 221	
Rail Infrastructure	435	1 565	—	—	—	849	849	100%	1 565	
Drainage Collection	435	1 565	—	—	—	849	849	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	—	—	711	552	(159)	-29%	870	
Computer Equipment	1 660	870	—	—	711	552	(159)	-29%	870	
Furniture and Office Equipment	760	435	—	—	—	228	228	100%	435	
Furniture and Office Equipment	760	435	—	—	—	228	228	100%	435	
Machinery and Equipment	278	174	—	—	—	87	87	100%	174	
Machinery and Equipment	278	174	—	—	—	87	87	100%	174	
Transport Assets	—	—	—	—	—	—	—	—	—	
Transport Assets	—	—	—	—	—	—	—	—	—	
Total Capital Expenditure on new assets	45 481	39 557	—	2 335	9 462	17 880	8 418	47%	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	–	1 630	2 739	114	(2 624)	-2293%	3 414
Roads Infrastructure	17 050	–	–	–	–	–	–	–	–
Roads	17 050	–	–	–	–	–	–	–	–
Road Structures									
Electrical Infrastructure	500	3 240	–	1 663	2 609	–	(2 609)	0%	–
MV Networks	–	3 240		1 663	2 609		(2 609)	0%	
Capital Spares	500	–	–	–	–	–	–	–	–
Solid Waste Infrastructure	–	174	–	(33)	130	114	(15)	-13%	3 414
Landfill Sites	–	–	–	(33)	130	114	(15)	-13%	3 414
Waste Transfer Stations		174							
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	–	–	–	57	57	100%	87
Machinery and Equipment	238	87	–	–	–	57	57	100%	87
Transport Assets	–	–	–	–	–	–	–	–	–
Transport Assets									–
Total Capital Expenditure on renewal of existing assets	19 484	3 501	–	1 630	2 739	171	(2 568)	-1501.1%	3 501

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

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
Repairs and maintenance expenditure by Asset Class									
Infrastructure	19 675	15 722	–	886	8 715	7 460	(1 255)	-17%	15 622
Roads Infrastructure	13 024	7 129	–	–	4 610	3 102	(1 508)	-49%	7 029
Roads	13 024	7 129	–	–	4 610	3 102	(1 508)	-49%	7 029
Road Furniture							–		
Electrical Infrastructure	4 551	5 468	–	588	2 613	2 964	352	12%	5 468
MV Substations		100					–		100
MV Networks	4 551	5 368	–	588	2 613	2 964	352	12%	5 368
Solid Waste Infrastructure	2 100	3 125	–	298	1 492	1 302	(190)	-15%	3 125
Landfill Sites	2 100	3 125	–	298	1 492	1 302	(190)	-15%	3 125
Capital Spares							–		
Rail Infrastructure	–	–	–	–	–	92	92	100%	–
MV Substations						92	92	100%	
LV Networks							–		
Community Assets	448	2 227	–	107	191	2 927	2 736	93%	2 227
Community Facilities	448	2 227	–	107	191	2 927	2 736	93%	2 227
Parks	448	2 227	–	107	191	2 927	2 736	93%	2 227
Sport and Recreation Facilities	–	–	–	–	–	–	–		–
Indoor Facilities							–		
Outdoor Facilities							–		
Other assets	959	1 984	–	89	393	522	128	25%	1 984
Operational Buildings	959	1 984	–	89	393	522	128	25%	1 984
Municipal Offices	959	1 984	–	89	393	522	128	25%	1 984
Intangible Assets	1 470	100	–	6	25	–	(25)	0%	100
Services							–		
Licences and Rights	1 470	100	–	6	25	–	(25)	0%	100
Computer Software and Applications	1 470	100	–	6	25	–	(25)	0%	100
Computer Equipment	–	4 797	–	867	2 960	–	(2 960)	0%	4 797
Computer Equipment		4 797		867	2 960	–	(2 960)	0%	4 797
Furniture and Office Equipment	–	580	–	113	263	242	(22)	-9%	580
Furniture and Office Equipment		580	–	113	263	242	(22)	-9%	580
Machinery and Equipment	12 401	12 701	–	884	5 004	5 809	805	14%	12 701
Machinery and Equipment	12 401	12 701	–	884	5 004	5 809	805	14%	12 701
Transport Assets	4 295	2 920	–	181	1 026	1 628	602	37%	2 920
Transport Assets	4 295	2 920	–	181	1 026	1 628	602	37%	2 920
Total Repairs and Maintenance Expenditure	39 247	41 032	–	3 133	18 578	18 587	10	0%	40 932

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

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
Depreciation by Asset Class									
Infrastructure	31 545	13 966	—	3 636	18 558	17 415	(1 143)	-7%	13 966
Roads Infrastructure	24 678	5 802	—	3 204	16 355	14 969	(1 386)	-9%	5 802
Roads	24 221	5 395	—	349	1 778	14 799	13 021	88%	5 395
Road Structures	228	237	—	2 810	14 346	99	(14 247)	-14404%	237
Road Furniture	229	170	—	45	231	71	(160)	-226%	170
Storm water Infrastructure	—	44	—	—	—	—	—	—	44
Drainage Collection	—	44	—	—	—	—	—	—	44
Electrical Infrastructure	4 640	6 472	—	388	1 981	1 868	(112)	-6%	6 472
MV Substations	1 226	3 171	—	74	380	764	384	50%	3 171
MV Switching Stations	(1)	335	—	25	130	168	38	22%	335
MV Networks	1 543	625	—	111	564	194	(370)	-190%	625
LV Networks	262	669	—	52	265	279	14	5%	669
Capital Spares	1 610	1 671	—	126	642	464	(178)	-38%	1 671
Solid Waste Infrastructure	2 227	1 648	—	44	223	547	325	59%	1 648
Landfill Sites	516	445	—	43	221	144	(77)	-54%	445
Waste Transfer Stations	—	—	—	—	—	—	—	—	—
Waste Processing Facilities	1 708	1 200	—	—	—	402	402	100%	1 200
Capital Spares	3	3	—	0	1	1	(0)	-84%	3
Drainage Collection	—	—	—	—	—	31	31	0	—
Community Assets	958	1 124	—	62	319	450	132	29%	1 124
Community Facilities	802	849	—	58	293	369	75	0	849
Halls	30	30	—	2	10	20	10	0	30
Centres	183	193	—	6	30	96	66	0	193
Cemeteries/Crematoria	92	97	—	15	75	32	(43)	(0)	97
Purls	1	8	—	0	1	2	1	0	8
Taxi Ranks/Bus Terminals	244	258	—	15	78	107	29	27%	258
Capital Spares	253	264	—	19	98	110	12	11%	264
Sport and Recreation Facilities	156	275	—	5	25	82	56	69%	275
Indoor Facilities	—	—	—	—	—	—	—	—	—
Outdoor Facilities	156	275	—	5	25	82	56	69%	275
Capital Spares								—	
Other Heritage	—	—	—	—	—	—	—	—	—
Other assets	3 966	5 223	—	265	1 351	2 853	1 502	53%	5 223
Operational Buildings	1 415	2 178	—	174	885	909	24	3%	2 178
Municipal Offices	716	1 606	—	133	680	669	(10)	-2%	1 606
Stores	389	244	—	19	96	125	29	24%	244
Training Centres	310	328	—	22	110	115	5	5%	328
Housing	2 552	3 045	—	91	466	1 944	1 478	76%	3 045
Social Housing	2 552	3 045	—	91	466	1 944	1 478	76%	3 045
Intangible Assets	6	—	—	—	—	13	13	100%	—
Servitudes	6	—	—	—	—	8	8	100%	—
Licences and Rights	—	—	—	—	—	4	4	100%	—
Computer Software and Applications	—	—	—	—	—	4	4	100%	—
Computer Equipment	673	1 010	—	127	628	505	(123)	-24%	1 010
Computer Equipment	673	1 010	—	127	628	505	(123)	-24%	1 010
Furniture and Office Equipment	763	2 539	—	165	841	1 065	224	21%	2 539
Furniture and Office Equipment	763	2 539	—	165	841	1 065	224	21%	2 539
Machinery and Equipment	3 564	4 112	—	468	2 327	1 745	(582)	-33%	4 112
Machinery and Equipment	3 564	4 112	—	468	2 327	1 745	(582)	-33%	4 112
Transport Assets	20 401	35 518	—	125	639	2 248	1 609	72%	35 518
Transport Assets	20 401	35 518	—	125	639	2 248	1 609	72%	35 518
Total Depreciation	61 877	63 492	—	4 848	24 663	26 293	1 631	6%	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									
\	98 282	55 771	—	7 838	33 424	20 554	(12 869)	-63%	55 771
Roads Infrastructure	96 932	55 771	—	7 838	33 424	20 554	(12 869)	-63%	55 771
Roads	96 932	55 771	—	7 838	33 424	20 554	(12 869)	-63%	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	—	7 838	33 424	20 554	(12 869)	-63%	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 R9, 462 million and the year-to-date budget is R17,880 million.

The total expenditure for renewal of existing assets amounts to R2,739 million and the year to budget amounts to R 171 thousand for the 2025/26 financial year.

The year-to-date actual expenditure on repairs and maintenance is R18, 578 million, and the year-to-date budget is R18,587 million, reflecting an underspending variance of R 10 thousand that translates to 0%.

The year-to-date actual expenditure on upgrading of existing assets is R33, 424 million and the year-to-date budget is R20, 554 million, reflecting a negative spending variance of R12,869 million that translates to 63%.

The year-to-date actual expenditure on depreciation and asset impairment is R24, 663 million and the year-to-date budget is R26, 293 million, reflecting a positive spending variance of R1, 631 million that translates to 6% 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

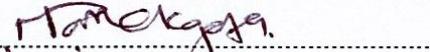
List of Capital Programmes and Projects

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 Roossenekal	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	711 204	82%
	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	129 552	74%
	MV Networks: Electrification of Dooron (Designs)	Multi	Electrical Infrastructure	MV Networks	1 299 000	162 975	13%
	MV Networks: Electrification of Kgaphamadi	Multi	Electrical Infrastructure	MV Networks	2 736 000	674 564	25%
	MV Networks: Electrification of Luckau Maganagobuswa	Multi	Electrical Infrastructure	MV Networks	1 588 000	326 839	21%
	MV Networks: Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	2 400 000	760 358	32%
	MV Networks: Electrification of Mantrombi Section	Multi	Electrical Infrastructure	MV Networks	3 100 000	1 695 139	55%
	MV Networks: Electrification of Mkhanyini ward 19	Multi	Electrical Infrastructure	MV Networks	500 000	-	0%
	MV Networks: Electrification of Ntswelermose ext (Designs)	single	Electrical Infrastructure	MV Networks	3 240 000	2 609 006	81%
	MV Networks: Electrification of Oorlog (Designs)	Multi	Electrical Infrastructure	MV Networks	1 872 000	98 280	5%
	MV Networks: Electrification of Phooko	Multi	Electrical Infrastructure	MV Networks	1 100 000	813 197	74%
	MV Networks: Electrification of Zaaiplass Police Station (Designs)	Multi	Electrical Infrastructure	MV Networks	2 448 000	1 669 826	68%
	MV Networks: Energy Efficiency and Demand Side Management	single	Electrical Infrastructure	Power Plants	4 000 000	2 320 309	58%
	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	45 802	12%
	MV Networks: Installation of high mast in Dikgaloopeng	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Legolaneng	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Lusaka	single	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Magakadimeng	single	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Makgopheng	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Mallala Lehlewelere	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Matsitsi Village	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Stompo	single	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Tafelkop Rammupudu T-Junction	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	MV Networks: Installation of high mast light in Waalkraal Clinic	Multi	Roads Infrastructure	Roads	395 000	45 802	12%
	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	9 020 284	79%
	Roads Upgrading of Malaeneng A Ntware Access Road	Multi	Roads Infrastructure	Roads	2 084 317	1 952 272	94%
	Roads Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	12 006 125	6 380 151	53%
	Roads UPGRADING OF MOGAUNG ROAD	Multi	Roads Infrastructure	Roads	434 783	-	0%
	Roads Upgrading of Mokumong access road to Maraleng taxi rank	Multi	Roads Infrastructure	Roads	8 569 778	7 991 029	93%
	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	3 627 797	55%
	Roads: Upgrading of Waalkral Bus route	single	Roads Infrastructure	Roads	11 247 892	4 161 620	37%
TOTAL					98 829 145	45 623 823	

Quality certificate

I, **Namudi Reginah Makgata**, the Municipal Manager of **ELIAS MOTSOALEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of 30 November 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 12/12/2025