

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

SEPTEMBER 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 September 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	237 573 912	31%
OPERATING EXPENDITURE	753 261 967	156 802 933	21%
TRANSFER - CAPITAL	92 090 000	31 924 929	35%
SURPLUS/(DEFICIT)	109 312 915	112 695 908	103%
CAPITAL EXPENDITURE	98 829 145	31 711 429	32%

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	–	5 421	16 252	15 742	511	3%	63 085
Service charges	161 854	186 549	–	15 004	44 475	44 542	(67)	0%	186 549
Investment revenue	10 989	6 656	–	955	2 962	1 665	1 297	78%	6 656
Transfers and subsidies	383 099	381 926	–	476	158 072	159 905	(1 833)	-1%	381 550
Other own revenue	197 698	132 269	–	5 250	15 812	32 666	(16 854)	-52%	132 269
Total Revenue (excluding capital transfers and contributions)	815 459	770 485	–	27 105	237 574	254 520	(16 946)	-7%	770 109
Employee costs	196 286	209 467	–	17 470	52 779	52 377	402	1%	209 467
Remuneration of Councillors	29 661	30 966	–	2 282	6 846	7 742	(896)	-12%	30 966
Depreciation & asset impairment	62 754	63 492	–	4 841	14 811	15 900	(1 089)	-7%	63 492
Finance charges	1 104	5 962	–	–	173	1 490	(1 316)	-88%	5 962
Materials and bulk purchases	181 287	175 262	–	15 864	33 892	45 917	(12 024)	-26%	175 262
Transfers and subsidies	11 313	13 645	–	751	2 139	3 204	(1 064)	-33%	13 645
Other expenditure	173 226	254 467	–	11 843	46 163	61 295	(15 132)	-25%	254 467
Total Expenditure	655 631	753 262	–	53 053	156 803	187 923	(31 120)	-17%	753 262
Surplus/(Deficit)	159 827	17 223	–	(25 948)	80 771	66 597	14 174	21%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	12 339	31 925	51 029	(19 104)	-37%	92 090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(13 609)	112 696	117 625	(4 929)	-4%	109 313
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	320 696	109 313	–	(13 609)	112 696	117 625	(4 929)	-4%	109 313
Capital expenditure & funds sources									
Capital expenditure	173 549	98 829	–	12 048	31 711	23 873	7 838	33%	98 829
Capital transfers recognised	160 868	74 258	–	11 853	30 969	21 847	9 122	42%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	24 571	–	195	742	2 026	(1 284)	-63%	24 571
Total sources of capital funds	173 549	98 829	–	12 048	31 711	23 873	7 838	33%	98 829
Financial position									
Total current assets	298 373	349 635	–	–	495 494				349 635
Total non current assets	1 284 966	1 562 593	–	–	1 232 480				1 562 593
Total current liabilities	130 508	36 771	–	–	190 303				36 771
Total non current liabilities	135 904	169 872	–	–	163 329				169 872
Community wealth/Equity	1 316 927	1 705 585	–	–	1 374 342				1 705 585
Cash flows									
Net cash from (used) operating	158 035	125 873	–	(2 196)	190 727	(259 057)	(449 784)	174%	125 873
Net cash from (used) investing	(115 768)	(44 179)	–	(12 048)	(36 415)	(198 957)	(162 543)	82%	(44 179)
Net cash from (used) financing	(11 751)	(9 348)	–	51	(270)	(5 310)	(5 040)	95%	(9 348)
Cash/cash equivalents at the month/year end	53 191	81 556	–	–	163 251	(454 116)	(617 367)	136%	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	22 841	7 665	5 341	4 810	4 397	4 261	5 081	210 011	264 405
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 September is R237, 574 million and the year to date budget of R254, 520 million and this reflects a negative variance of R16, 946 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: 0% favorable variance
- Services Charges – refuse revenue: 3% unfavorable variance
- Rental from fixed assets: 30% unfavorable variance
- Interest earned external investment: 78% favorable variance
- Interest earned outstanding debtors: 30% favorable variance
- Fines, penalties and forfeits: 69% unfavorable variance
- Licenses and permits: 10% favorable variance.
- Transfer and subsidies: 1% unfavorable variance
- Other revenue: 42% unfavorable variance
- Gains on disposal of assets: 100% unfavorable variance

Operating Expenditure

The year-to-date operational expenditure as at end of September amounts to R156, 803 million and the year to date budget is R187, 923 million. This reflects the overspending variance of R31, 120 million that translates to 17% 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% overspending
- Debt impairment: 100% overspending
- Finance charges : 88% overspending.
- Bulk purchases: 23% overspending
- Other material: 42% overspending.
- Contracted services: 20% underspending
- Transfer and subsidies: 33% overspending.
- Operational cost: 15% 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 September amounts to R31, 711 million and the year to date budget amounts to R23, 873 million and this gives rise to R7, 838 million over performance.

Surplus/Deficit

Taking the above into consideration, the net operating profit for the month of September is R112, 696 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 September amounts to R264,405 million and this shows a increase of R15,283 million as compared to R249, 122 million as at end of 2024-25 financial year, and it shows an increase of R 3 057 thousands as compared to R261,348 of last month.

Consumer debtors are made up of service charges and property rates that amount to R162,419 million and other debtors amounting to R101, 986 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 September 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	–	7 937	124 422	121 046	3 377	3%	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	–	7 937	94 884	93 061	1 823	2%	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	–	2 297	23 709	37 570	(13 860)	-37%	133 322
Community and social services	11 320	10 504	–	2	4 933	3 227	1 706	53%	10 504
Sport and recreation	17 612	13 589	–	–	9 235	7 342	1 892	26%	13 589
Public safety	30 744	109 229	–	2 295	9 542	27 000	(17 458)	-65%	109 229
Economic and environmental services	210 401	162 700	–	6 492	50 551	71 200	(20 649)	-29%	162 700
Planning and development	27 921	26 487	–	689	12 560	9 728	2 832	29%	26 487
Road transport	181 644	135 381	–	5 803	37 672	61 267	(23 595)	-39%	135 381
Environmental protection	836	832	–	–	320	205	114	56%	832
Trading services	230 842	262 816	–	22 717	70 816	75 733	(4 917)	-6%	262 816
Energy sources	190 852	216 641	–	21 353	57 699	62 001	(4 302)	-7%	216 641
Waste management	39 991	46 175	–	1 365	13 117	13 732	(616)	-4%	46 175
Total Revenue - Functional	832 129	862 575	–	39 444	269 499	305 549	(36 050)	-12%	862 575
Expenditure - Functional									
Governance and administration	261 398	281 365	–	18 189	71 323	70 149	1 174	2%	281 365
Executive and council	51 199	53 160	–	3 097	11 077	13 153	(2 075)	-16%	53 160
Finance and administration	195 181	214 461	–	13 501	57 487	55 336	2 151	4%	214 461
Internal audit	15 018	13 744	–	1 591	2 759	1 660	1 098	66%	13 744
Community and public safety	63 737	135 842	–	6 018	15 590	33 938	(18 348)	-54%	135 842
Community and social services	8 012	17 215	–	730	2 149	4 292	(2 143)	-50%	17 215
Sport and recreation	25 212	18 916	–	2 305	5 750	4 728	1 022	22%	18 916
Public safety	30 513	99 711	–	2 984	7 691	24 918	(17 227)	-69%	99 711
Economic and environmental services	112 486	117 998	–	9 683	25 738	29 417	(3 679)	-13%	117 998
Planning and development	24 797	27 626	–	1 691	5 313	6 720	(1 407)	-21%	27 626
Road transport	87 593	89 092	–	7 992	20 425	22 397	(1 971)	-9%	89 092
Environmental protection	96	1 280	–	–	–	300	(300)	-100%	1 280
Trading services	219 962	218 057	–	19 163	44 152	54 419	(10 267)	-19%	218 057
Energy sources	158 434	170 466	–	15 584	33 101	42 017	(8 915)	-21%	170 466
Waste management	61 528	47 591	–	3 579	11 050	12 402	(1 352)	-11%	47 591
Total Expenditure - Functional	657 583	753 262	–	53 053	156 803	187 923	(31 120)	-17%	753 262
Surplus/ (Deficit) for the year	174 546	109 313	–	(13 609)	112 696	117 625	(4 929)	-4%	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	–	7 937	44 377	49 022	(4 645)	-9%	143 601
Vote 4 - Corporate Services	46 686	36 374	–	–	22 574	15 933	6 641	42%	36 374
Vote 5 - Community Services	110 044	189 270	–	4 417	39 943	53 848	(13 905)	-26%	189 270
Vote 6 - Technical Services	387 357	368 377	–	26 401	103 956	133 444	(29 488)	-22%	368 377
Vote 7 - Developmental Planning	19 670	18 235	–	689	9 257	7 223	2 034	28%	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	–	39 444	269 499	305 549	(36 050)	-12%	862 575
Expenditure by Vote									
Vote 1 - Executive & Council	43 295	43 414	–	2 419	8 597	10 951	(2 354)	-21%	43 414
Vote 2 - Municipal Manager	51 629	51 785	–	5 051	12 436	10 988	1 447	13%	51 785
Vote 3 - Budget & Treasury	84 720	84 881	–	5 146	28 972	21 032	7 940	38%	84 881
Vote 4 - Corporate Services	32 137	46 836	–	2 188	8 226	11 704	(3 478)	-30%	46 836
Vote 5 - Community Services	135 192	194 902	–	10 503	29 365	48 715	(19 350)	-40%	194 902
Vote 6 - Technical Services	265 963	288 567	–	24 118	58 176	73 471	(15 295)	-21%	288 567
Vote 7 - Developmental Planning	17 900	20 568	–	1 174	3 828	4 948	(1 120)	-23%	20 568
Vote 8 - Executive Support	26 747	22 310	–	2 452	7 204	6 114	1 090	18%	22 310
Total Expenditure by Vote	657 583	753 262	–	53 053	156 803	187 923	(31 120)	-17%	753 262
Surplus/ (Deficit) for the year	174 546	109 313	–	(13 609)	112 696	117 625	(4 929)	-4%	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	Full Year Forecast
Revenue By Source									
Property rates	61 818	63 085	–	5 421	16 252	15 742	511	3%	63 085
Service charges - electricity revenue	147 578	164 683	–	13 936	41 181	41 141	40	0%	164 683
Service charges - refuse revenue	14 276	21 866	–	1 068	3 294	3 401	(106)	-3%	21 866
Rental of facilities and equipment	1 886	1 467	–	70	237	338	(101)	-30%	1 467
Interest earned - external investments	10 989	6 656	–	955	2 962	1 665	1 297	78%	6 656
Interest earned - outstanding debtors	13 635	16 493	–	1 776	5 307	4 074	1 234	30%	16 493
Fines, penalties and forfeits	98 497	104 744	–	2 508	7 939	25 791	(17 853)	-69%	104 744
Licences and permits	7 302	6 916	–	756	1 906	1 729	177	10%	6 916
Transfers and subsidies	383 099	381 926	–	476	158 072	159 905	(1 833)	-1%	381 550
Other revenue	4 296	2 648	–	140	423	734	(311)	-42%	2 648
Gains	72 082	–	–	–	–	(0)	0	-100%	–
Total Revenue (excluding capital transfers and contributions)	815 459	770 485	–	27 105	237 574	254 520	(16 946)	-7%	770 109
Expenditure By Type									
Employee related costs	196 286	209 467	–	17 470	52 779	52 377	402	1%	209 467
Remuneration of councillors	29 661	30 966	–	2 282	6 846	7 742	(896)	-12%	30 966
Debt impairment	20 144	87 202	–	–	–	22 008	(22 008)	-100%	87 202
Depreciation & asset impairment	62 754	63 492	–	4 841	14 811	15 900	(1 089)	-7%	63 492
Finance charges	1 104	5 962	–	–	173	1 490	(1 316)	-88%	5 962
Bulk purchases	139 391	150 170	–	14 009	29 039	37 542	(8 503)	-23%	150 170
Other materials	41 896	25 092	–	1 855	4 853	8 374	(3 521)	-42%	25 092
Contracted services	85 573	92 371	–	7 895	27 463	22 962	4 501	20%	92 371
Transfers and subsidies	11 313	13 645	–	751	2 139	3 204	(1 064)	-33%	13 645
Other expenditure	67 442	72 593	–	3 949	18 699	16 295	2 404	15%	72 593
Losses	67	2 301	–	–	–	29	(29)	-100%	2 301
Total Expenditure	655 631	753 262	–	53 053	156 803	187 923	(31 120)	-17%	753 262
Surplus/(Deficit)	159 827	17 223	–	(25 948)	80 771	66 597	14 174	21%	16 847
Transfers and subsidies - capital (monetary allocations)	160 508	92 090	–	12 339	31 925	51 029	(19 104)	-37%	92 090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	376
Surplus/(Deficit) after capital transfers & contributions	320 696	109 313	–	(13 609)	112 696	117 625			109 313
Taxation							–		
Surplus/(Deficit) after taxation	320 696	109 313	–	(13 609)	112 696	117 625			109 313
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	320 696	109 313	–	(13 609)	112 696	117 625			109 313
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	320 696	109 313	–	(13 609)	112 696	117 625			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

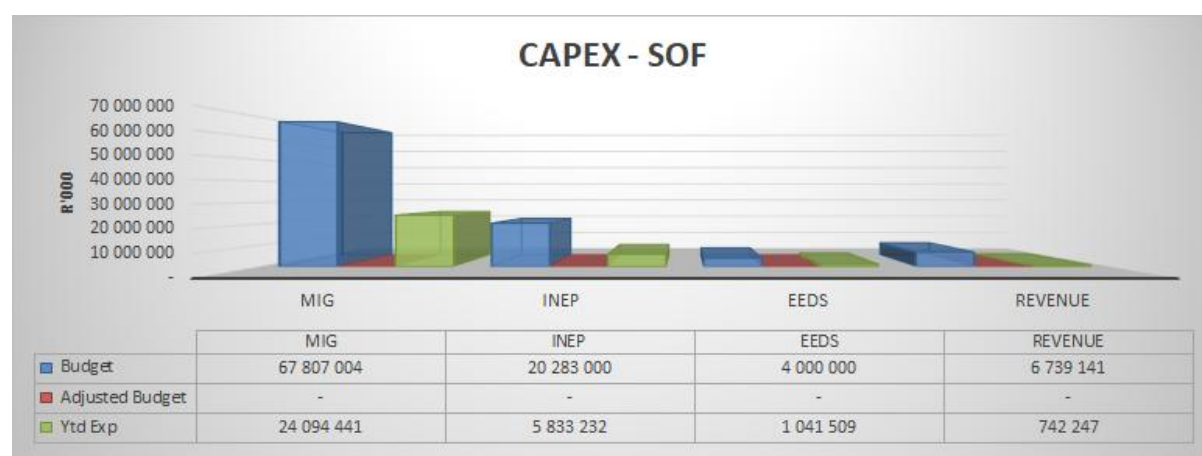
Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 370	1 304	–	170	717	684	33	5%	1 304
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	2 370	1 304	–	170	717	684	33	5%	1 304
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	12 191	870	–	–	–	187	(187)	-100%	870
Community and social services	696	696	–	–	–	129	(129)	-100%	696
Sport and recreation	11 495	174	–	–	–	58	(58)	-100%	174
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76 556	66 071	–	5 003	24 120	15 961	8 158	51%	66 071
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76 556	66 071	–	5 003	24 120	15 961	8 158	51%	66 071
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23 448	30 585	–	6 875	6 875	7 042	(167)	-2%	30 585
Energy sources	21 342	29 932	–	6 875	6 875	6 782	93	1%	29 932
Waste management	2 107	652	–	–	–	260	(260)	-100%	652
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	114 566	98 829	–	12 048	31 711	23 873	7 838	33%	98 829
Funded by:									
National Government	140 508	74 258	–	11 853	30 969	21 847	9 122	42%	74 258
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	20 000	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	–
Transfers recognised - capital	160 868	74 258	–	11 853	30 969	21 847	9 122	42%	74 258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12 681	24 571	–	195	742	2 026	(1 284)	-63%	24 571
Total Capital Funding	173 549	98 829	–	12 048	31 711	23 873	7 838	33%	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	0%	435
Vote 5 - Community Services	11 217	1 130	–	–	–	129	(129)	-100%	1 130
Vote 6 - Technical Services	88 766	69 137	–	9 865	24 820	22 267	2 553	11%	69 137
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total multi-year capital expenditure	101 644	70 702	–	9 865	24 835	22 396	2 439	11%	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	–	170	701	684	18	3%	870
Vote 5 - Community Services	2 559	391	–	–	–	317	(317)	-100%	391
Vote 6 - Technical Services	68 636	26 866	–	2 013	6 175	476	5 699	1197%	26 866
Vote 7 - Developmental Planning	–	–	–	–	–	–	–	–	–
Vote 8 - Executive Support	–	–	–	–	–	–	–	–	–
Total single-year capital expenditure	71 905	28 127	–	2 183	6 876	1 477	5 399	365%	28 127
Total Capital Expenditure	173 549	98 829	–	12 048	31 711	23 873	7 838	33%	98 829

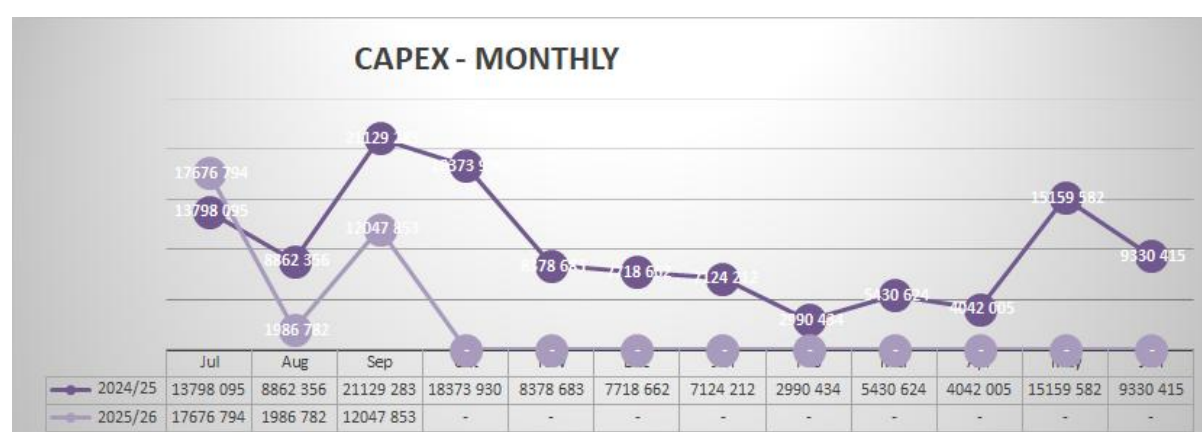
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by municipal vote, standard classification and the funding thereof. For the month of September, R12,048 million expenditure is incurred and the year-to-date expenditure amounts to R31, 711 whilst the year to date budget is R23, 873 million and this gave rise to under spending variance of R7,838 million that translates to 33%.

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	–	36 521	90 859
Call investment deposits	–	–	–	126 730	–
Consumer debtors	167 485	205 168	–	199 991	205 168
Other debtors	20 723	20 791	–	97 350	20 791
Current portion of long-term receivables	119	–	–	–	–
Inventory	38 258	32 818	–	34 902	32 818
Total current assets	298 373	349 635	–	495 494	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	–	1 095 490	1 493 649
Biological	463	–	–	–	–
Intangible	–	–	–	–	–
Other non-current assets	–	463	–	3 178	463
Total non current assets	1 284 966	1 562 593	–	1 232 480	1 562 593
TOTAL ASSETS	1 583 339	1 912 228	–	1 727 974	1 912 228
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	6 639	9 126	–	4 343	9 126
Consumer deposits	6 810	6 956	–	5 400	6 956
Trade and other payables	112 056	9 126	–	170 514	9 126
Provisions	5 003	11 563	–	10 046	11 563
Total current liabilities	130 508	36 771	–	190 303	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	–	353 632	206 643
NET ASSETS	1 316 927	1 705 585	–	1 374 342	1 705 585
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 316 927	1 705 585	–	1 374 342	1 705 585
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1 316 927	1 705 585	–	1 374 342	1 705 585

The above table shows that community wealth amounts to R1 374 342 billion, total liabilities R353,632 million and the total assets R1 727,974 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 2.6:1 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	–	3 173	11 425	15 742	(4 317)	-27%	50 923
Service charges	163 762	174 139	–	14 095	33 902	44 542	(10 640)	-24%	174 139
Other revenue	27 788	17 646	–	5 940	80 970	91 260	(10 290)	-11%	17 646
Transfers and Subsidies - Operational	390 673	381 926	–	–	160 166	159 872	294	0%	381 926
Transfers and Subsidies - Capital	140 508	92 090	–	19 650	51 577	156 585	(105 008)	-67%	92 090
Interest	5 318	9 058	–	3 158	5 545	7 366	(1 821)	-25%	9 058
Payments									
Suppliers and employees	(621 057)	(580 294)	–	(47 460)	(141 418)	(632 756)	(491 338)	76%	(580 294)
Finance charges	–	(5 962)	–	–	(173)	(870)	(696)	80%	(5 962)
Transfers and Grants	(0)	(13 654)	–	(751)	(2 139)	(9 799)	(7 660)	78%	(13 654)
NET CASH FROM/(USED) OPERATING ACTIVITIES	158 035	125 873	–	(2 196)	190 727	(168 057)	(358 784)	213%	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)	–	(12 048)	(36 415)	(198 957)	(162 543)	82%	(89 065)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(115 768)	(44 179)	–	(12 048)	(36 415)	(198 957)	(162 543)	82%	(44 179)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	146	–	51	46	679	(633)	-93%	146
Payments									
Repayment of borrowing	(11 751)	(9 494)	–	–	(316)	(5 989)	(5 673)	95%	(9 494)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(11 751)	(9 348)	–	51	(270)	(5 310)	(5 040)	95%	(9 348)
NET INCREASE/ (DECREASE) IN CASH HELD	30 517	72 347	–	(14 193)	154 042	(463 325)			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	–		163 251	(454 116)			81 556

Table C7 presents details pertaining to cash flow performance. As at end of September, the net cash inflow from operating activities is R190, 727 million whilst net cash outflow from investing activities is R36,415 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R270, thousands. The cash and cash equivalent held at end of September amounted to R163, 251 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 R163, 251 million, is mainly made up of cash in the primary bank account amounting to R36, 521 million and short-term investments amounting to R126, 730 million at the end of September.

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	The municipality should ensure revenue is collected in all business areas where revenue is billed
Service charges - electricity revenue	0%	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	-3%	The actual revenue generated is less 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	-30%	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	The municipal needs to ensure all the municipal and rented equipments generate revenue as hired out.
Interest earned - external investments	78%	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 avoice variances.
Interest earned - outstanding debtors	30%	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	-69%	The actual revenue issued on speed cameras is less than the pojections. 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 entrences where cashiers are available to collection on outstanding traffic fines.
Licences and permits	10%	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	-42%	The actual revenue generated is less 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	1%	The actual expenditure incurred on employee related costs is more than the projections thereof	The municipality has appointed on vacant posts.
Remuneration of councillors	-12%	The actual expenditure incurred on remuneration of councillors is less 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	-7%	The actual depreciation calculated is less 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	-88%	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	-23%	The municipal licenced electrification areas have increased and the projections are less 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	-42%	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	20%	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	-33%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	15%	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	42%	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	-63%	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	-27%	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	-24%	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	-11%	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	0%	The receipted 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	-73%	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	-25%	Interest on other revenue is under projected to the over collection from other debtors	No remedial action is needed
Suppliers and employees	78%	The actual costs incurred is less than the projected costs and the variance is caused by vacant posts on employee related costs, and other variates 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	80%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality should 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	78%	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	82%	The projected capital expenditure on capex is more than the actual spending thereof.	The municipality should encourage implementation of all capital projects.
Increase (decrease) in consumer deposits	-93%	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	12 304	1 912	286	166	159	104	625	3 559	19 113	4 612	-	-
Receivables from Non-exchange Transactions - Property Rates	5 163	2 954	2 537	2 276	1 882	1 812	1 817	83 803	102 244	91 590	-	-
Receivables from Exchange Transactions - Waste Management	1 080	738	633	628	593	591	589	34 632	39 483	37 033	-	-
Receivables from Exchange Transactions - Property Rental Debtors	70	74	57	61	52	52	52	1 161	1 578	1 378	-	-
Interest on Arrear Debtor Accounts	1 801	1 759	1 715	1 737	1 651	1 620	1 588	80 853	92 724	87 448	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	2 424	227	114	(58)	61	82	410	6 002	9 262	6 497	-	-
Total By Income Source	22 841	7 665	5 341	4 810	4 397	4 261	5 081	210 011	264 405	228 559	-	-
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	2 905	1 552	1 158	934	974	949	828	48 903	58 204	52 588	-	-
Commercial	12 386	1 662	774	572	572	545	794	13 375	30 681	15 859	-	-
Households	6 836	3 932	2 983	2 925	2 747	2 673	3 359	144 890	170 345	156 594	-	-
Other	714	518	425	379	104	94	100	2 842	5 176	3 518	-	-
Total By Customer Group	22 841	7 665	5 341	4 810	4 397	4 261	5 081	210 011	264 405	228 559	-	-

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

- Rates 39%
- Electricity 7%
- Rental 1%
- Refuse removal 15%
- Interest on outstanding debtors 35%
- Other 4%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

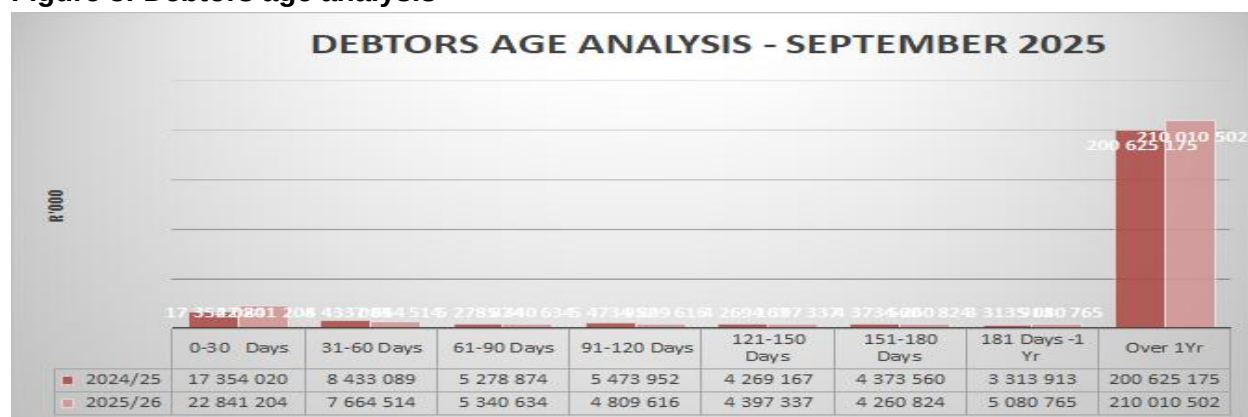
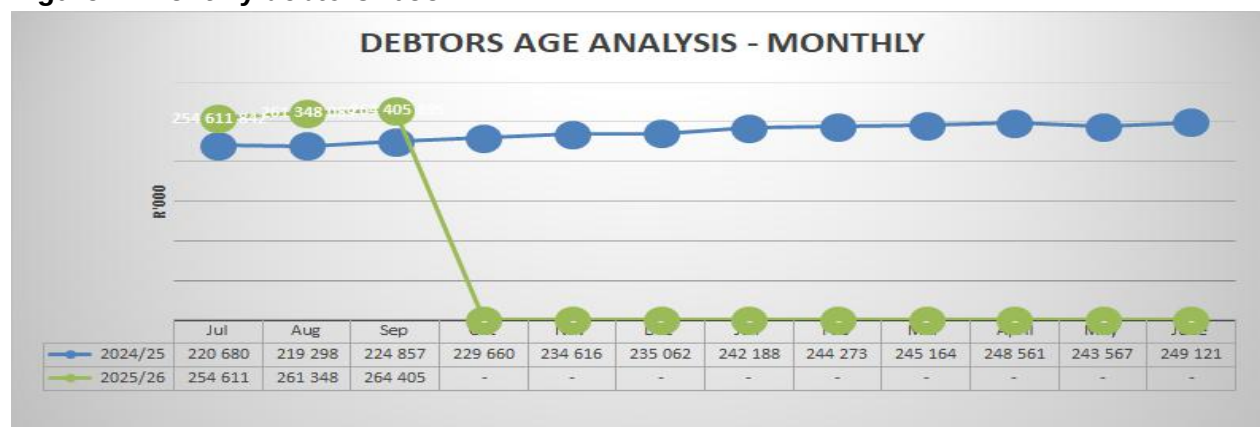


Figure 4: Monthly debtors' book



The initial graph compares debtors' age analysis for 2024-25 financial year and 2025-26 (as at end of September) 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
1500659	JB GRANITE WORKS	N	N	N	2 118 393
1501364	JAN JOUBERT TRUST (JO JO TANKS)	N	N	N	1 881 620
911906	TAFELKOP MALL (PTY) LTD	N	N	N	1 589 804
9001667	NDEBELE MAHLANGU TRIBE	N	N	N	1 294 966
9001668	NDEBELE MAHLANGU TRIBE	N	N	N	1 294 557
9005301	PATRICIO & SONS PROP (PTY) LTD/ TWIN CITY TRADING (PTY) LTD	N	N	N	1 084 894
9002327	DE LEMOS E M	N	N	N	904 620
5004546	I R L (SOUTH AFRICA) RESOURCES INVESTMENT PROP.LTD	N	N	N	877 567
9900067	SDM(WATER PURIFICATION & SEWAGE PLANT)	N	N	Y	799 004
9001763	TSHEHLA TRUST MAMAILE GEORGE	N	N	N	687 059
18857	VODACOM PTY LTD	N	N	N	633 555
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	N	N	Y	631 585
9002503	GOUWS BOERDERY TRUST 1999/022459/07	N	N	N	593 297
5000633	ERASMUS G J	N	N	N	586 509
9019006	TIGER STRIPES INVESTMENTS (PTY	N	N	Y	565 087
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	N	N	N	564 684
7000918	MATHEBULA JABULANI JACK TITUS	N	N	Y	564 325
9001550	LEHLAKONG COMMUNAL PROP ASSOC	N	N	Y	512 651
2100165	LEBOWA TRANSPORT	N	N	N	495 745
9001052	NDEBELE STAM	N	N	Y	486 839
TOTAL					18 166 760

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	2 263								-
Total By Customer Type	2 263	-	-	-	-	-	-	-	-

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	8.1%		30-Sep-25	57 322 064	1 584 323	-18 000 000	35 000 000	75 906 387
NEDEBANK GROUP (03/7881068264)		Current Investment	7.9%		21-Aug-25	25 000 000	188 425	-25 188 425	-	-
STANDARD BANK(038823527029)		Current Investment	7.9%		23-Sep-25	25 000 000	365 616	-25 365 616	-	-
STANDARD BANK(038823527030)		Current Investment	7.9%		23-Oct-25	25 000 000	411 233	-	-	25 411 233
STANDARD BANK(038823527031)		Current Investment	7.9%		24-Nov-25	25 000 000	412 534	-	-	25 412 534
Total						157 322 064	2 962 131	-68 554 041	35 000 000	126 730 154

The Municipality had short investment portfolios during the month of September with an opening balance of R157, 322 million and with top up investment of R35, 000 in various investment portfolios. An amount of R2, 962 million was earned as an interest. Investment withdrawn was R68, 554 million and closed off with R126, 730 million at the end of September.

Supporting Table: SC 6 - Transfers and Grant Receipts

LIM472 Elias Motsoaledi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 - September										
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	–	–	160 137	159 872	265	0.2%	381 550
Expanded Public Works Programme Integrated Grant		2 609	2 862	–	–	716	867	(151)	-17.4%	2 862
Local Government Financial Management Grant	3	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	376	(347)	-92.2%	376
Education, Training and Development Practices SETA		–	376	–	–	29	376	(347)	-92.2%	376
Total Operating Transfers and Grants		383 099	381 926	–	–	160 166	160 248	(82)	-0.1%	381 926
Capital Transfers and Grants										
National Government:		140 508	92 090	–	19 650	51 577	53 779	(2 202)	-4.1%	92 090
Energy Efficiency and Demand Side Management Grant		4 000	4 000	–	–	1 800	4 000	(2 200)	-55.0%	4 000
Municipal Infrastructure Grant		91 314	67 807	–	19 650	40 650	43 233	(2 583)	-6.0%	67 807
Integrated National Electrification Programme Grant		17 544	20 283	–	–	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	–	19 650	51 577	53 779	(2 202)	-4.1%	92 090
TOTAL RECEIPTS OF TRANSFERS & GRANTS		523 966	474 016	–	19 650	211 743	214 027	(2 284)	-1.1%	474 016

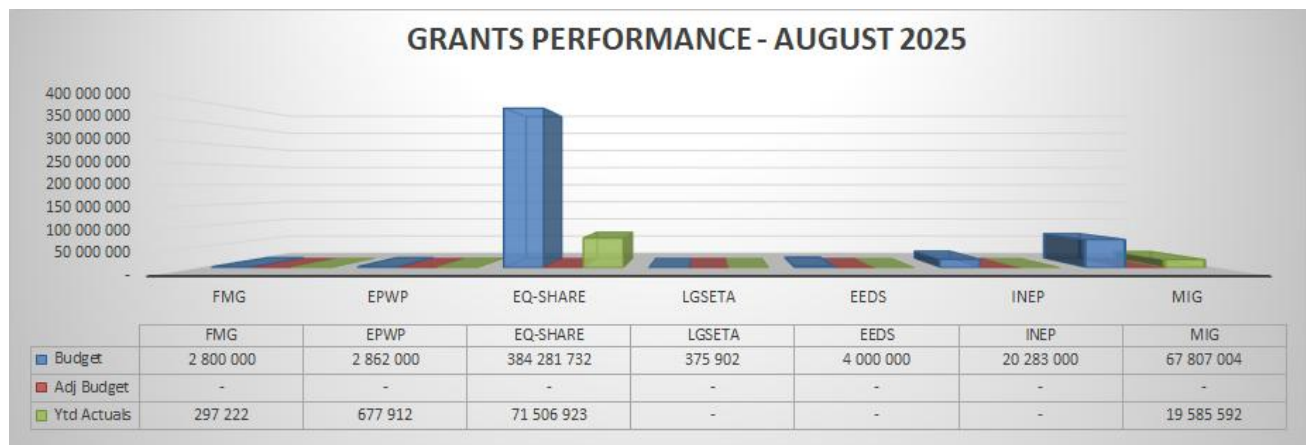
Supporting tables SC6 presents information on both received grants and those expected to be received in the near future. The year-to-date actual receipts amount to R211, 743 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R156, 621 million; Financial Management Grant amounting to R2, 800, million LGSETA amounting R29 thousands, Municipal Infrastructure Grant amounting to R40, 650 million; Integrated National Energy Grant R9 127 and Expanded Public Works Programme R716 thousands were received 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 - M03 - September										
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	–	476	1 451	2 417	(966)	-40.0%	5 662
Expanded Public Works Programme Integrated Grant		2 609	2 862	–	355	1 033	867	167	19.2%	2 862
Local Government Financial Management Grant	3	2 800	2 800	–	120	418	2 800	(2 382)	-85.1%	2 800
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	(1 250)	1 250	-100.0%	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	376	–	–	–	33	(33)	-100.0%	376
Education, Training and Development Practices SETA		–	376	–	–	–	33	(33)	-100.0%	376
Total Operating Transfers and Grants		5 409	6 038	–	476	1 451	2 449	(998)	-40.8%	6 038
Capital Transfers and Grants										
National Government:		116 346	92 090	–	12 339	31 925	51 029	(19 104)	-37.4%	92 090
Energy Efficiency and Demand Side Management Grant		3 999	4 000	–	1 042	1 042	1 250	(208)	-16.7%	4 000
Municipal Infrastructure Grant		91 315	67 807	–	4 978	24 563	43 233	(18 670)	-43.2%	67 807
Integrated National Electrification Programme Grant		17 544	20 283	–	6 320	6 320	6 545	(225)	-3.4%	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	–	12 339	31 925	51 029	(19 104)	-37.4%	92 090
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		122 105	98 128	–	12 815	33 376	53 478	(20 102)	-37.6%	98 128

An amount of R12, 815 million has been spent on grants during the month of September and the year-to-date actuals is R33, 376 million whilst the year to date budget amounts to R53,478 million and this results in an over-performance variance of R20 ,102 million that translates to 37.6%. Of the total spending amounting to R1,451 million is spent on operational grants whilst capital grants spent R31, 925 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 September.

The grants expenditure is shown below in percentages:

- Financial Management Grant 15%
- Expanded Public Work Programme 36%
- Equitable Share 26%
- Integrated National Electrification Grant 31%
- Municipal Infrastructure Grant 36%
- Energy Efficiency and Demand Side Management Grant 26%
- 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	4 018	4 450	(433)	-10%	17 802
Pension and UIF Contributions	2 442	2 550	–	193	579	637	(59)	-9%	2 550
Medical Aid Contributions	6	6	–	–	–	2	(2)	-100%	6
Motor Vehicle Allowance	6 759	7 056	–	481	1 460	1 764	(304)	-17%	7 056
Cellphone Allowance	3 118	3 255	–	248	726	814	(88)	-11%	3 255
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	285	297	–	21	63	74	(11)	-15%	297
Sub Total - Councillors	29 661	30 966	–	2 282	6 846	7 742	(896)	-12%	30 966
% increase		4%							4%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 896	7 064	–	459	1 640	1 766	(126)	-7%	7 064
Pension and UIF Contributions	332	476	–	35	101	136	(35)	-26%	476
Medical Aid Contributions	285	393	–	27	80	98	(18)	-18%	393
Motor Vehicle Allowance	740	1 414	–	76	227	354	(127)	-36%	1 414
Cellphone Allowance	355	196	–	14	42	49	(7)	-14%	196
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	177	735	–	0	0	189	(188)	-100%	735
Sub Total - Senior Managers of Municipality	5 785	10 277	–	610	2 091	2 592	(501)	-19%	10 277
% increase		78%							78%
Other Municipal Staff									
Basic Salaries and Wages	125 657	127 054	–	11 310	33 991	31 763	2 227	7%	127 054
Pension and UIF Contributions	23 028	25 620	–	2 174	6 553	6 405	148	2%	25 620
Medical Aid Contributions	7 735	6 782	–	700	2 111	1 671	441	26%	6 782
Overtime	931	1 311	–	38	85	282	(197)	-70%	1 311
Performance Bonus	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	16 172	17 160	–	1 501	4 287	4 290	(3)	0%	17 160
Cellphone Allowance	2 377	2 382	–	214	644	599	44	7%	2 382
Housing Allowances	294	337	–	26	69	80	(11)	-14%	337
Other benefits and allowances	12 487	18 237	–	308	2 118	3 945	(1 826)	-46%	18 237
Payments in lieu of leave	938	308	–	590	830	77	753	979%	308
Long service awards	881	–	–	–	–	673	(673)	-100%	–
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff	190 501	199 190	–	16 861	50 688	49 785	903	2%	199 190
% increase		5%							5%
Total Parent Municipality	225 947	240 434	–	19 752	59 625	60 119	(494)	-1%	240 434
% increase		6%							6%
TOTAL SALARY, ALLOWANCES & BENEFITS	225 947	240 434	–	19 752	59 625	60 119	(494)	-1%	240 434
% increase		6%							6%
TOTAL MANAGERS AND STAFF	196 286	209 467	–	17 470	52 779	52 377	402	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 September amounts to R59, 625 million and the year-to-date budget is R60,119 million and the expenditure for remuneration of councilors amounts to R6,846 million while the year-to-date budget is R7,742 million. The year-to-date actual expenditure for senior managers is R2,091 million and the year-to-date budget is R2,592 million. The year-to-date actual for other municipal staff is R50, 688 million and the year-to-date budget is R49,785 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	Outcome	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	3 173	5 692	5 242	4 229	4 203	3 203	4 229	4 203	4 303	4 193	50 923	53 066	54 392
Service charges - electricity revenue	9 327	9 351	13 506	15 164	15 856	14 042	15 504	14 559	14 051	15 559	15 559	15 522	168 000	175 561	179 967
Service charges - refuse	649	481	589	231	396	481	514	433	601	533	533	697	6 139	6 415	6 577
Rental of facilities and equipment	68	27	94	110	110	148	216	114	112	149	133	187	1 467	1 534	1 602
Interest earned - external investments	810	1 198	2 962	442	442	982	1 226	542	642	742	542	986	5 297	5 540	5 784
Interest earned - outstanding debtors	194	186	195	3 090	—	—	—	—	—	—	—	—	3 761	3 930	4 028
Fines, penalties and forfeits	2 755	2 676	2 508	3 022	1 971	5 125	6 524	1 943	1 902	1 021	1 113	2 537	6 614	8 183	8 917
Licences and permits	576	575	756	576	576	611	429	576	576	576	576	514	6 916	7 234	7 553
Transfers and Subsidies - Operational	156 621	3 545	—	—	4 002	63 386	—	793	85 893	—	—	67 686	381 926	376 589	393 576
Other revenue	68 184	169	2 583	322	197	2 954	3 099	190	203	204	208	9 465	2 648	2 770	2 892
Cash Receipts by Source	244 124	21 518	26 365	63 543	51 500	745 759	443 389	19 454	328 109	18 787	17 967	101 786	633 691	640 823	665 288
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	21 000	10 927	19 650	—	182 494	16 472	—	81 969	14 850	8 000	—	156 145	90 090	78 600	86 195
Transfers and subsidies - capital (monetary allocations)	—	—	—	179	—	—	196	—	—	—	179	198	—	—	—
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)	51	(128)	24	330	(278)	24	337	24	24	(257)	146	153	157
Decrease (increase) in non-current receivables	—	—	—	113	113	1 536	1 598	113	113	113	113	1 452	1 360	1 422	1 485
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	265 121	32 443	46 066	63 707	234 131	842 353	488 431	101 560	343 409	111 289	17 925	336 159	768 813	799 254	853 490
Cash Payments by Type															
Employee related costs	17 619	17 690	17 470	16 970	16 970	19 323	16 963	16 976	16 977	16 972	16 969	18 564	203 613	207 906	213 270
Remuneration of councillors	2 282	2 282	2 282	2 581	68 109	2 581	2 581	2 581	2 581	2 581	2 581	2 699	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	1 346	5 962	4 913	2 513
Bulk purchases - Electricity	738	14 293	14 009	12 931	14 095	12 931	12 931	12 931	12 931	12 931	12 931	13 587	155 170	174 938	197 226
Other materials	917	2 080	1 855	14 373	14 373	14 373	14 373	12 976	14 373	14 373	14 373	15 349	67 738	70 768	72 563
Contracted services	5 853	13 716	7 895	5 740	6 561	6 135	6 524	4 851	7 886	3 505	7 043	5 643	70 102	68 548	72 158
Grants and subsidies paid - other	629	759	751	1 368	2 906	1 164	2 530	1 903	1 243	2 426	1 243	25 365	13 645	14 273	14 901
General expenses	7 371	18 245	3 949	17 477	17 273	17 447	17 447	17 447	17 447	17 447	17 447	15 458	72 095	67 770	69 661
Cash Payments by Type	35 409	69 237	48 211	72 556	931 211	105 070	68 405	110 781	74 554	71 351	73 703	98 011	619 291	641 476	675 461
Other Cash Flows/Payments by Type															
Capital assets	22 380	1 987	12 048	39 407	20 551	4 969	22 284	26 457	5 367	43 643	8 593	9 949	89 065	70 928	77 772
Repayment of borrowing	—	316	—	—	—	—	—	—	—	—	—	316	—	—	—
Other Cash Flows/Payments	—	—	—	1 583	1 583	23 329	1 583	1 583	27 543	1 583	1 583	(41 371)	18 999	21 746	25 960
Total Cash Payments by Type	57 789	71 540	60 259	113 546	953 345	123 430	92 272	138 821	96 730	116 577	95 879	(1 183 708)	727 355	734 150	779 193
NET INCREASE/(DECREASE) IN CASH HELD	207 332	(39 097)	(14 193)	(49 840)	(719 214)	718 923	396 159	(37 261)	246 678	(5 288)	(77 954)	(584 786)	41 458	65 103	74 297
Cash/cash equivalents at the month/year beginning:	9 209	216 541	177 444	163 251	113 411	(605 803)	113 120	509 279	472 018	718 696	713 408	635 454	9 209	50 667	115 771
Cash/cash equivalents at the month/year end:	216 541	177 444	163 251	113 411	(605 803)	113 120	509 279	472 018	718 696	713 408	635 454	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 R46, 066 million and the total cash payment for the month was R60, 259 million and this resulted in net decrease in cash amounting to R14, 193 million. With cash and cash equivalent of R177,444 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R163, 251 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	–	–	–	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	–	31 711					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of September amounts to R12, 048 million. The year-to-date actual expenditure incurred is R31, 711 million whilst the year-to-date budget is R23, 873 million, that gives rise to over spending variance of R7, 838 million that translates to 33%

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	–	5 928	5 928	9 142	3 214	35%	38 079
Roads Infrastructure	20 000	–	–	–	–	–	–		–
Roads	20 000	–	–	–	–	–	–		–
Road Structures							–		
Electrical Infrastructure	22 248	31 292	–	4 887	4 887	6 782	1 895	28%	31 292
Power Plants	4 000	3 100	–	1 416	1 416	987	(429)	-43%	3 100
MV Substations	–	–	–	–	–	–	–		–
MV Switching Stations							–		
MV Networks	17 544	28 192	–	3 471	3 471	5 795	2 324	40%	28 192
LV Networks							–		–
Capital Spares	704	–	–	–	–	–	–		–
Solid Waste Infrastructure	100	5 221	–	1 042	1 042	1 825	784	43%	5 221
Landfill Sites	100	5 221	–	1 042	1 042	1 825	784	43%	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	–	170	701	552	(150)	-27%	870
Computer Equipment	1 660	870	–	170	701	552	(150)	-27%	870
Furniture and Office Equipment	760	435	–	–	–	132	132	100%	435
Furniture and Office Equipment	760	435	–	–	–	132	132	100%	435
Machinery and Equipment	278	174	–	–	–	58	58	100%	174
Machinery and Equipment	278	174	–	–	–	58	58	100%	174
Transport Assets	–	–	–	–	–	–	–		–
Transport Assets	–						–		
Total Capital Expenditure on new assets	45 481	39 557	–	6 098	6 630	9 883	3 254	33%	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	-	972	972	114	(857)	-749%	3 414
Roads Infrastructure	17 050	-	-	-	-	-	-	-	-
Roads	17 050	-	-	-	-	-	-	-	-
Road Structures							-	-	-
Electrical Infrastructure	500	-	-	946	946	-	(946)	#DIV/0!	-
MV Networks	-			946	946		(946)	#DIV/0!	
Capital Spares	500	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	3 414	-	25	25	114	89	78%	3 414
Landfill Sites	-	3 414	-	25	25	114	89	78%	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	-	972	972	126	(845)	-668.5%	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	15 622	–	2 162	3 434	4 330	896	21%	15 622
Roads Infrastructure	13 024	7 029	–	1 210	1 210	1 871	661	35%	7 029
Roads	13 024	7 029	–	1 210	1 210	1 871	661	35%	7 029
Road Furniture							–		
Electrical Infrastructure	4 551	5 468	–	654	1 329	1 623	294	18%	5 468
MV Substations		100					–		100
MV Networks	4 551	5 368	–	654	1 329	1 623	294	18%	5 368
Solid Waste Infrastructure	2 100	3 125	–	298	895	781	(114)	-15%	3 125
Landfill Sites	2 100	3 125	–	298	895	781	(114)	-15%	3 125
Capital Spares							–		
Rail Infrastructure	–	–	–	–	–	55	55	100%	–
MV Substations						55	55	100%	
LV Networks							–		
Community Assets	448	2 227	–	1	83	1 756	1 673	95%	2 227
Community Facilities	448	2 227	–	1	83	1 756	1 673	95%	2 227
Parks	448	2 227	–	1	83	1 756	1 673	95%	2 227
Sport and Recreation Facilities	–	–	–	–	–	–	–		–
Indoor Facilities							–		
Outdoor Facilities							–		
Other assets	959	1 984	–	116	176	249	73	29%	1 984
Operational Buildings	959	1 984	–	116	176	249	73	29%	1 984
Municipal Offices	959	1 984	–	116	176	249	73	29%	1 984
Intangible Assets	1 470	100	–	–	–	–	–		100
Servitudes							–		
Licences and Rights	1 470	100	–	–	–	–	–		100
Computer Software and Applications	1 470	100	–	–	–	–	–		100
Computer Equipment	–	4 797	–	796	1 225	–	(1 225)	0%	4 797
Computer Equipment		4 797		796	1 225		(1 225)	0%	4 797
Furniture and Office Equipment	–	580	–	151	151	145	(6)	-4%	580
Furniture and Office Equipment		580	–	151	151	145	(6)	-4%	580
Machinery and Equipment	12 401	12 701	–	1 505	3 199	3 596	397	11%	12 701
Machinery and Equipment	12 401	12 701	–	1 505	3 199	3 596	397	11%	12 701
Transport Assets	4 295	2 920	–	6	564	1 304	740	57%	2 920
Transport Assets	4 295	2 920	–	6	564	1 304	740	57%	2 920
Total Repairs and Maintenance Expenditure	39 247	40 932	–	4 738	8 832	11 380	2 548	22%	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	–	948	2 909	10 193	7 284	71%	13 966
Roads Infrastructure	24 678	5 802	–	397	1 218	8 981	7 763	86%	5 802
Roads	24 221	5 395	–	45	139	8 880	8 741	98%	5 395
Road Structures	228	237	–	3	10	59	49	83%	237
Road Furniture	229	170	–	349	1 069	42	(1 027)	-2417%	170
Storm water Infrastructure	–	44	–	–	–	–	–	–	44
Drainage Collection	–	44	–	–	–	–	–	–	44
Electrical Infrastructure	4 640	6 472	–	388	1 191	916	(275)	-30%	6 472
MV Substations	1 226	3 171	–	74	228	312	83	27%	3 171
MV Switching Stations	(1)	335	–	25	78	84	6	7%	335
MV Networks	1 543	625	–	111	339	140	(199)	-142%	625
LV Networks	262	669	–	52	159	167	8	5%	669
Capital Spares	1 610	1 671	–	126	386	213	(174)	-82%	1 671
Solid Waste Infrastructure	2 227	1 648	–	163	499	277	(222)	-80%	1 648
Landfill Sites	516	445	–	43	133	76	(57)	-76%	445
Waste Transfer Stations	–	–	–	–	–	–	–	–	–
Waste Processing Facilities	1 708	1 200	–	119	365	201	(165)	-82%	1 200
Capital Spares	3	3	–	0	1	1	(0)	-11%	3
Drainage Collection	–	–	–	–	–	19	19	0	–
Community Assets	958	1 124	–	62	192	211	19	9%	1 124
Community Facilities	802	849	–	58	176	184	8	0	849
Halls	30	30	–	2	6	11	5	0	30
Centres	183	193	–	6	18	48	30	0	193
Cemeteries/Crematoria	92	97	–	15	45	16	(29)	(0)	97
Purfs	1	8	–	0	1	–	(1)	#DIV/0!	8
Taxi Ranks/Bus Terminals	244	258	–	15	47	64	17	27%	258
Capital Spares	253	264	–	19	59	44	(15)	-34%	264
Sport and Recreation Facilities	156	275	–	5	15	27	12	44%	275
Indoor Facilities	–	–	–	–	–	–	–	–	–
Outdoor Facilities	156	275	–	5	15	27	12	44%	275
Capital Spares									
Other Heritage	–	–	–	–	–	–	–	–	–
Other assets	3 966	5 223	–	265	812	1 947	1 135	58%	5 223
Operational Buildings	1 415	2 178	–	174	532	507	(25)	-5%	2 178
Municipal Offices	716	1 606	–	133	409	401	(7)	-2%	1 606
Stores	389	244	–	19	58	69	12	17%	244
Training Centres	310	328	–	22	66	36	(30)	-81%	328
Housing	2 552	3 045	–	91	280	1 440	1 160	81%	3 045
Social Housing	2 552	3 045	–	91	280	1 440	1 160	81%	3 045
Intangible Assets	6	–	–	–	–	5	5	100%	–
Servitudes	6	–	–	–	–	3	3	100%	–
Licences and Rights	–	–	–	–	–	2	2	100%	–
Computer Software and Applications	–	–	–	–	–	2	2	100%	–
Computer Equipment	673	1 010	–	125	369	337	(33)	-10%	1 010
Computer Equipment	673	1 010	–	125	369	337	(33)	-10%	1 010
Furniture and Office Equipment	763	2 539	–	165	505	640	135	21%	2 539
Furniture and Office Equipment	763	2 539	–	165	505	640	135	21%	2 539
Machinery and Equipment	3 564	4 112	–	463	1 382	967	(415)	-43%	4 112
Machinery and Equipment	3 564	4 112	–	463	1 382	967	(415)	-43%	4 112
Transport Assets	20 401	35 518	–	2 812	8 642	1 349	(7 293)	-541%	35 518
Transport Assets	20 401	35 518	–	2 812	8 642	1 349	(7 293)	-541%	35 518
Total Depreciation	61 877	63 492	–	4 841	14 811	15 649	838	5%	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	–	4 978	24 110	13 863	(10 247)	-74%	55 771
Roads Infrastructure	96 932	55 771	–	4 978	24 110	13 863	(10 247)	-74%	55 771
Roads	96 932	55 771	–	4 978	24 110	13 863	(10 247)	-74%	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	–	4 978	24 110	13 863	(10 247)	-74%	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 R6, 630 million and the year-to-date budget is R9,883 million.

The total expenditure for renewal of existing assets amounts to R972 thousand and the year to budget amounts to R 126 thousand for the 2025/26 financial year.

The year-to-date actual expenditure on repairs and maintenance is R8, 832 million, and the year-to-date budget is R11,380 million, reflecting an underspending variance of R 2, 548 million that translates to 22%.

The year-to-date actual expenditure on upgrading of existing assets is R24, 110 million and the year-to-date budget is R13, 863 million, reflecting a negative spending variance of R10,247 million that translates to 74%.

The year-to-date actual expenditure on depreciation and asset impairment is R14, 811 million and the year-to-date budget is R15, 649 million, reflecting a positive spending variance of R838 thousand that translates to 5% 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

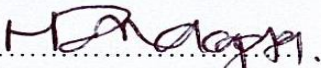
List of Capital Programmes and Projects

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%
Corporate Services	Machinery and Equipment:Machinery and Equipment	Multi	Community Assets	Community Assets	173 914	-	0%
	Computer Equipment	single	Computer Equipment	Computer Equipment	869 566	701 300	81%
Technical Services	Furniture and Office Equipment:Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	434 783	15 600	4%
	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	25 347	15%
	MV Networks:Electrification of Doorom (Designs)	Multi	Electrical Infrastructure	Machinery and Equipment	1 299 000	129 261	10%
	MV Networks:Electrification of Kgaphamadi	Multi	Electrical Infrastructure	MV Networks	2 736 000	555 388	20%
	MV Networks:Electrification of Luckau Maganagobuswa	Multi	Electrical Infrastructure	MV Networks	1 588 000	151 878	10%
	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	1 416 309	46%
	MV Networks:Electrification of Mkhajini ward 19	Multi	Electrical Infrastructure	MV Networks	500 000	-	0%
	MV Networks:Electrification of Ntselemotse ext (Designs)	single	Electrical Infrastructure	MV Networks	3 240 000	946 408	29%
	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 Zaaipuss Police Station (Designs)	Multi	Electrical Infrastructure	MV Networks	2 448 000	962 153	39%
	MV Networks:Energy Efficiency and Demand Side Management	single	Electrical Infrastructure	Power Plants	4 000 000	1 041 509	26%
	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 Dipakapeng blumoon	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 Lehwelere	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	7 000 034	61%
	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	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	-	0%
	Roads:Upgrading of Waalkraal Bus route	single	Roads Infrastructure	Roads	11 247 892	4 161 620	37%
TOTAL					98 829 145	31 711 429	

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 30 September 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

Signature 

Date 