

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2024/25

REPORTING PERIOD: FOURTH QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

To submit a report to council within 30 days of the end of each quarter on implementation of the Budget and Financial state of the Municipality as required by Section 52 of the Municipal Finance Management Act

Executive Summary

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2024/25				
	ORIGINAL BUDGET	ADJUSTED BUDGET	SPECIAL ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
TOTAL REVENUE	848,929,957	887,244,679	904,244,680	763,749,733	84%
Less Transfer Recognised Capital	96,218,404	143,868,404	160,868,405	115,607,281	72%
OPERATING REVENUE	752,711,553	743,376,275	743,376,275	648,142,452	87%
OPERATING EXPENDITURE	734,364,413	726,702,433	729,698,468	601,596,923	82%
TRANSFER - CAPITAL	96,218,404	143,868,404	160,868,405	115,607,281	72%
SURPLUS/(DEFICIT)	114,565,544	160,542,246	174,546,211	162,152,811	93%
CAPITAL EXPENDITURE	110,495,280	158,166,958	173,549,086	122,338,280	70%

Table C1: Quarterly Budget Statement Summary

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	59,511	67,168	61,818	16,061	60,419	61,818	(1,399)	-2%	61,818
Service charges	118,023	146,003	161,854	34,279	147,694	161,854	(14,160)	-9%	161,854
Investment revenue	7,316	9,404	10,989	2,495	8,831	6,772	1,292	19%	6,772
Transfers and subsidies	364,580	383,099	383,099	716	382,783	383,099	(316)	0%	383,099
Other own revenue	121,102	147,038	125,616	(36,886)	48,290	129,833	(80,652)	-62%	129,833
Total Revenue (excluding capital transfers and contributions)	670,532	752,712	743,376	16,666	648,017	743,376	(95,235)	-13%	743,376
Employee costs	188,236	213,757	196,286	48,451	198,271	196,286	1,985	1%	196,286
Remuneration of Councillors	26,131	28,178	29,661	6,848	27,708	29,661	(1,953)	-7%	29,661
Depreciation & asset impairment	61,877	58,901	62,754	(24,989)	59,845	63,542	(3,698)	-6%	62,754
Finance charges	11,344	406	1,104	638	1,034	1,104	(69)	-6%	1,104
Materials and bulk purchases	152,718	158,988	181,287	23,770	167,267	181,237	(13,970)	-8%	181,257
Transfers and subsidies	15,844	9,404	11,313	2,319	9,959	12,133	(2,174)	-18%	12,133
Other expenditure	234,315	264,731	247,293	29,663	137,388	245,735	(108,223)	-44%	246,503
Total Expenditure	690,466	734,364	729,698	86,700	601,472	729,698	(128,102)	-18%	729,698
Surplus/(Deficit)	(19,933)	18,347	13,678	(70,035)	46,546	13,678	32,868	240%	13,678
Transfers and subsidies - capital (monetary allocations)	75,405	95,858	160,508	29,478	115,471	160,868	(45,398)	-28%	160,508
Transfers and subsidies - capital (monetary allocations)	-	360	360	137	137	-	137	0%	360
Surplus/(Deficit) after capital transfers & contributions	55,471	114,566	174,546	(40,420)	162,153	174,546	(12,393)	-14%	174,546
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	55,471	114,566	174,546	(40,420)	162,153	174,546	(12,393)	-14%	174,546
Capital expenditure & funds sources									
Capital expenditure	108,862	110,495	173,549	9,330	122,338	173,549	(51,211)	-30%	173,549
Capital transfers recognised	81,945	96,218	160,868	8,124	111,204	160,868	(49,665)	-31%	160,868
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	26,917	14,277	12,681	1,207	11,135	12,681	(1,546)	-12%	12,681
Total sources of capital funds	108,862	110,495	173,549	9,330	122,338	173,549	(51,211)	-30%	173,549
Financial position									
Total current assets	215,289	277,229	298,210		370,994				298,373
Total non current assets	1,284,966	1,474,187	1,546,924		1,266,076				1,536,542
Total current liabilities	131,904	124,375	158,508		157,782				130,508
Total non current liabilities	122,639	117,850	135,904		138,264				135,904
Community wealth/Equity	1,245,713	1,509,192	1,550,722		1,341,024				1,568,503
Cash flows									
Net cash from (used) operating	21,066	193,674	216,849	(18,049)	228,209	252,607	24,398	10%	216,849
Net cash from (used) investing	(97,122)	(100,130)	(143,515)	(15,338)	(113,176)	(198,957)	(85,781)	43%	(143,515)
Net cash from (used) financing	(10,601)	(9,494)	(11,751)	(9)	(5,200)	(5,310)	(111)	2%	(11,751)
Cash/cash equivalents at the month/year end	(53,565)	93,259	84,257	-	119,042	71,013	(48,029)	-68%	70,792
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	17,354	8,433	5,279	5,474	4,269	4,374	3,314	200,625	249,122
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the fourth quarter of April to June 2025, the year to date actual revenue amounted to R763, 624 million with the year to date budget of R904, 244 which shows negative 41% year to date variance when compared to the year to date budget. Of the total revenue received during the fourth quarter, the major portion of R377, 690 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the fourth quarter amounts to R601, 472 million with the year to date budget of R729, 698 million which shows negative 18% year to date variance when compared to the year to date budget.

Capital Expenditure

The year to date actual capital expenditure as at end of fourth quarter amounts to R122, 338 million and the year to date budget amounts to R173, 549 million and this deviates with negative 30% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the fourth quarter ending 30 June 2025 amounts to R162, 153 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of June amounts to R249, 122 million and this shows an increase of R32, 472 million as compared to R216, 650 million as at end of 2023/24 financial year. This increase portrays declining revenue collection of the municipality as the lesser the collection rate the more the increase in consumer debtors.

Consumer debtors is made up of service charges and property rates that amount to R153, 513 million and other debtors amounting to R95, 609 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, the do not form part of consumer debtors.

Creditors

The municipality is currently striving for paying its creditors within 30 days of receipt of invoice as required by MFMA. However, the municipality has instances where the cash flow position was quite unfavorable and it was then unable to service certain creditors as and when became due. This resulted in the municipality incurring penalties and/or fruitless and wasteful expenditure due to late payment.

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	312,699	339,405	331,211	23,331	324,406	331,211	(6,782)	-2%	331,211
Executive and council	42,864	55,444	55,444	–	52,513	55,444	(2,931)	-5%	55,444
Finance and administration	253,277	265,077	256,883	23,331	253,009	256,883	(3,851)	-1%	256,883
Internal audit	16,559	18,884	18,884	–	18,884	18,884	–		18,884
Community and public safety	123,210	147,318	131,774	(47,382)	49,742	131,774	9,029	7%	131,774
Community and social services	11,295	11,332	11,320	35	11,332	11,320	12	0%	11,320
Sport and recreation	17,577	17,596	17,612	0	17,590	17,612	(21)	0%	17,612
Public safety	94,338	118,389	102,842	(47,417)	20,820	102,842	9,038	9%	102,842
Economic and environmental services	122,639	145,708	210,401	27,765	169,786	210,401	(131,676)	-63%	193,401
Planning and development	23,661	26,909	27,921	401	27,593	27,921	(328)	-1%	27,921
Road transport	98,141	117,962	181,644	27,364	138,426	284,486	(134,279)	-47%	164,644
Environmental protection	836	836	836	–	3,767	836	2,931	350%	836
Trading services	187,389	216,500	230,859	42,567	219,690	230,859	(11,067)	-5%	230,859
Energy sources	136,984	176,261	190,868	38,653	181,342	190,868	(9,526)	-5%	190,868
Waste management	50,405	40,239	39,991	3,914	38,348	39,991	(1,541)	-4%	39,991
Total Revenue - Functional	745,937	848,930	904,245	46,280	763,625	904,245	(140,496)	-16%	887,245
Expenditure - Functional									
Governance and administration	250,913	256,051	261,398	48,619	237,435	261,398	(23,963)	-9%	261,598
Executive and council	45,644	50,467	51,199	11,079	48,180	51,199	(3,019)	-6%	51,199
Finance and administration	193,326	193,168	195,181	34,459	175,134	195,181	(20,047)	-10%	196,272
Internal audit	11,943	12,416	15,018	3,081	14,122	15,018	(896)	-6%	14,127
Community and public safety	112,849	166,016	135,836	(17,478)	63,829	135,836	(72,007)	-53%	135,850
Community and social services	12,405	16,523	8,012	1,261	7,841	8,012	(172)	-2%	8,026
Sport and recreation	11,776	17,967	25,212	6,953	24,589	25,212	(623)	-2%	25,212
Public safety	88,668	131,526	102,612	(25,691)	31,399	102,612	(71,213)	-69%	102,612
Economic and environmental services	111,943	121,360	112,486	24,088	111,856	112,486	(630)	-1%	112,277
Planning and development	20,264	29,097	24,797	7,430	24,756	24,797	(41)	0%	24,647
Road transport	91,679	91,267	87,593	16,631	87,016	87,593	(576)	-1%	87,484
Environmental protection	–	996	96	27	83	96	(13)	-13%	146
Trading services	214,760	190,937	219,978	31,471	188,352	219,978	(31,627)	-14%	219,973
Energy sources	135,137	139,573	158,450	20,782	144,046	158,450	(14,404)	-9%	158,450
Waste management	79,623	51,364	61,528	10,689	44,306	61,528	(17,222)	-28%	61,523
Total Expenditure - Functional	690,466	734,364	729,698	86,700	601,472	729,698	(128,227)	-18%	729,698
Surplus/ (Deficit) for the year	55,471	114,566	174,546	(40,420)	162,153	174,546	(12,269)	-7%	174,546

Table C3 – Quarterly Fin’ Performance (Revenue and Expenditure by vote)

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	36,200	48,780	48,780	–	48,780	48,780	–		48,780
Vote 2 - Municipal Manager	52,692	53,017	53,017	–	50,086	53,017	(2,931)	-6%	53,017
Vote 3 - Budget & Treasury	134,073	155,069	146,875	23,106	143,169	146,875	(3,706)	-3%	146,875
Vote 4 - Corporate Services	57,641	46,686	46,686	224	46,518	46,686	(168)	0%	46,686
Vote 5 - Community Services	183,060	197,934	182,142	(42,190)	100,036	182,142	(82,107)	-45%	182,142
Vote 6 - Technical Services	253,091	309,085	387,373	64,738	335,992	387,373	(51,381)	-13%	387,373
Vote 7 - Developmental Planning	13,410	18,658	19,670	401	19,342	19,670	(328)	-2%	19,670
Vote 8 - Executive Support	15,770	19,701	19,701	–	19,701	19,701	–		19,701
Total Revenue by Vote	745,937	848,930	904,245	46,280	763,625	904,245	(140,620)	-16%	904,245
Expenditure by Vote									
Vote 1 - Executive & Council	38,807	42,336	43,295	8,789	40,262	43,295	(3,033)	-7%	43,295
Vote 2 - Municipal Manager	46,652	43,952	51,629	11,926	47,872	51,629	(3,757)	-7%	51,629
Vote 3 - Budget & Treasury	85,803	84,203	84,720	8,744	72,510	84,720	(12,210)	-14%	84,720
Vote 4 - Corporate Services	32,461	45,697	32,137	7,951	27,261	32,137	(4,876)	-15%	32,137
Vote 5 - Community Services	201,461	229,017	207,291	(4,291)	118,046	207,291	(89,244)	-43%	207,291
Vote 6 - Technical Services	245,055	249,634	265,980	41,361	251,058	265,980	(14,921)	-6%	265,980
Vote 7 - Developmental Planning	13,444	21,637	17,900	5,866	17,888	17,900	(12)	0%	17,900
Vote 8 - Executive Support	26,783	17,889	26,747	6,354	26,574	26,747	(174)	-1%	26,747
Total Expenditure by Vote	690,466	734,364	729,698	86,700	601,472	729,698	(128,227)	-18%	729,698
Surplus/ (Deficit) for the year	55,471	114,566	174,546	(40,420)	162,153	174,546	(12,393)	-7%	174,546

Table C2 and C3 measures the quarterly actual against the year to date performance targets which is realized by vote and standard classification. 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: Quarterly Financial performance by Revenue Source and Expenditure Type

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	59,511	67,168	61,818	16,061	60,419	61,818	(1,399)	-2%	61,818
Service charges - electricity revenue	105,796	133,515	147,578	31,113	134,697	147,578	(12,882)	-9%	147,578
Service charges - refuse revenue	12,227	12,488	14,276	3,167	12,998	14,276	(1,278)	-9%	14,276
Rental of facilities and equipment	1,301	2,855	1,886	283	1,126	1,886	(760)	-40%	1,886
Interest earned - external investments	7,316	9,404	10,989	2,495	8,831	10,989	(2,158)	-20%	6,772
Interest earned - outstanding debtors	15,860	19,888	13,635	4,906	18,183	13,635	4,547	33%	17,852
Fines, penalties and forfeits	90,047	113,999	98,497	(47,106)	17,283	98,497	(81,213)	-82%	98,497
Licences and permits	6,344	7,302	7,302	1,278	5,939	7,302	(1,363)	-19%	7,302
Transfers and subsidies	364,580	383,099	383,099	716	382,783	383,099	(316)	0%	383,099
Other revenue	635	2,994	4,296	323	2,296	4,296	(2,000)	-47%	4,296
Gains	6,914		-	3,431	3,462	-	3,462	0%	-
Total Revenue (excluding capital transfers and contributions)	670,532	752,712	743,376	16,666	648,017	743,376	(95,359)	-13%	743,376
Expenditure By Type									
Employee related costs	188,236	213,757	196,286	48,451	198,271	196,286	1,985	1%	196,286
Remuneration of councillors	26,131	28,178	29,661	6,848	27,708	29,661	(1,953)	-7%	29,661
Debt impairment	92,121	125,207	94,211	(37,085)	-	94,211	(94,211)	-100%	94,211
Depreciation & asset impairment	61,877	58,901	62,754	12,096	59,845	62,754	(2,909)	-5%	62,754
Finance charges	11,344	406	1,104	638	1,034	1,104	(69)	-6%	1,104
Bulk purchases	109,783	121,123	139,391	17,908	128,026	139,391	(11,365)	-8%	139,391
Other materials	42,936	37,865	41,896	5,862	39,241	41,896	(2,655)	-6%	41,866
Contracted services	79,028	70,102	85,573	18,379	77,646	85,573	(7,927)	-9%	85,336
Transfers and subsidies	15,844	9,404	11,313	2,319	9,959	11,313	(1,354)	-12%	12,133
Other expenditure	61,771	69,371	67,442	16,605	65,018	67,442	(2,424)	-4%	66,889
Losses	1,396	50	67	(5,321)	(5,276)	67	(5,344)	-7950%	67
Total Expenditure	690,466	734,364	729,698	86,700	601,472	729,698	(128,227)	-18%	729,698
Surplus/(Deficit)	(19,933)	18,347	13,678	(70,035)	46,546	13,678	32,868	240%	13,678
Transfers and subsidies - capital (monetary allocations)	75,405	95,858	160,508	29,478	115,471	160,508	29,478	18%	160,508
Transfers and subsidies - capital (monetary allocations)	-	360	360	137	137	360	137	0%	360
Surplus/(Deficit) after capital transfers & contributions	55,471	114,566	174,546	(40,420)	162,153	174,546	(40,420)		174,546
Taxation							-		
Surplus/(Deficit) after taxation	55,471	114,566	174,546	(40,420)	162,153	174,546			174,546
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	55,471	114,566	174,546	(40,420)	162,153	174,546			174,546
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	55,471	114,566	174,546	(40,420)	162,153	174,546			174,546

This table provides the quarterly details for revenue by source and expenditure by type. The reasons for deviations will only be provided in cases where the difference is more than 10% .

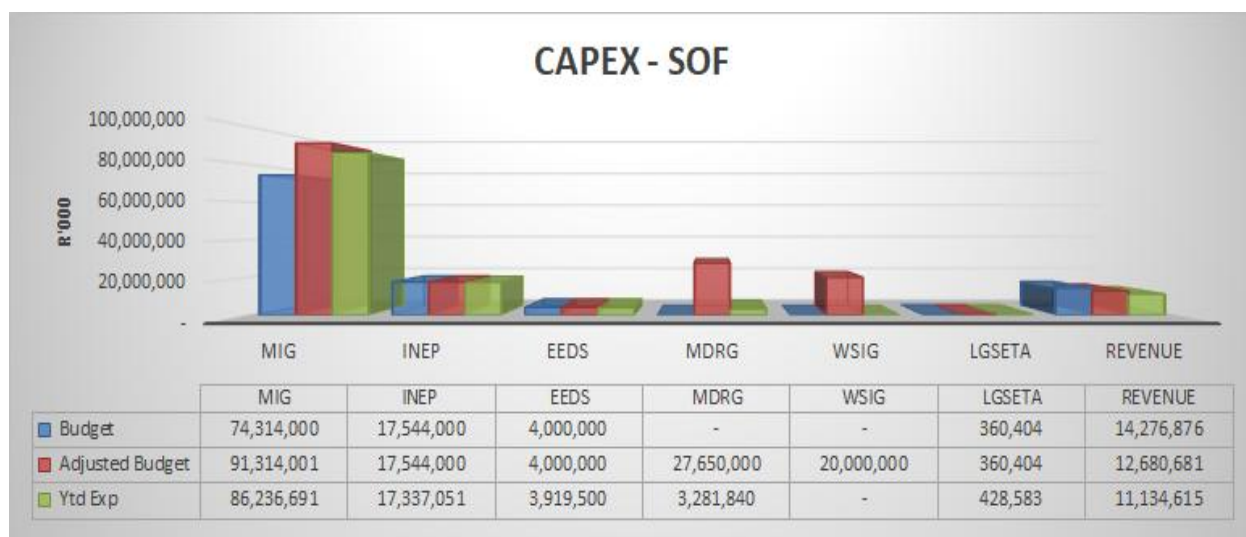
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	8,643	7,170	2,370	1,140	2,599	2,370	228	-168%	2,370
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	8,643	7,170	2,370	1,140	2,599	2,370	228	10%	2,370
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	216	11,100	12,191	6,263	11,702	12,191	(489)	-4%	12,191
Community and social services	–	800	696	–	800	696	104	15%	696
Sport and recreation	216	10,300	11,495	6,263	10,902	11,495	(594)	-5%	11,495
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76,556	68,949	134,654	13,985	84,352	134,654	(50,302)	-37%	134,654
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76,556	68,949	134,654	13,985	84,352	134,654	(50,302)	-37%	134,654
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23,448	23,277	24,333	7,144	23,685	24,333	(648)	-3%	24,333
Energy sources	21,342	22,227	22,748	5,979	22,431	22,748	(317)	-1%	22,748
Waste management	2,107	1,050	1,585	1,165	1,254	1,585	(331)	-21%	1,585
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	108,862	110,495	173,549	28,532	122,338	173,549	(51,211)	-30%	173,549
Funded by:									
National Government	81,945	95,858	140,508	21,915	110,775	140,508	(29,733)	-21%	140,508
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	–	–	20,000	–	–	20,000	(20,000)	-100%	20,000
Transfers and subsidies - capital (monetary allocations)	–	360	360	292	429	360	68	19%	360
Transfers recognised - capital	81,945	96,218	160,868	22,207	111,204	160,868	(49,665)	-31%	160,868
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	26,917	14,277	12,681	6,325	11,135	12,681	(1,546)	-12%	12,681
Total Capital Funding	108,862	110,495	173,549	28,532	122,338	173,549	(51,211)	-30%	173,549

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	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	2,375	1,000	1,660	917	1,882	1,660	222	13%	1,660
Vote 5 - Community Services	1,915	10,000	11,217	6,263	10,624	11,217	(594)	-5%	11,217
Vote 6 - Technical Services	93,610	70,688	88,566	12,542	83,206	88,566	(5,361)	-6%	88,766
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total multi-year capital expenditure	97,900	81,688	101,444	19,722	95,712	101,444	(5,732)	-6%	101,644
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	6,268	6,170	710	224	716	710	6	1%	710
Vote 5 - Community Services	407	2,150	2,559	1,165	2,333	2,559	(226)	-9%	2,559
Vote 6 - Technical Services	4,287	20,487	68,836	7,421	23,578	68,836	(45,258)	-66%	68,636
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total single-year capital expenditure	10,962	28,807	72,105	8,810	26,627	72,105	(45,478)	-63%	71,905
Total Capital Expenditure	108,862	110,495	173,549	28,532	122,338	173,549	(51,211)	-30%	173,549

Table C5 Capex and C5C present capital expenditure performance for all votes, standard classification and the funding thereof and measures the year-to-date performance targets against the actual capital expenditure figures. R122,338 million spending was incurred on capital budget, year to date budget is R173, 549 million, and this gave rise to an under performance variance of R51, 211 million that translates to 30%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R173, 549 million, R91, 314 is funded from Municipal Infrastructure grant, R17, 544 million from INEP, R4,000 million from Energy Efficiency and Demand Side Management grant, R360 thousands from LGSETA grant, R27,650 million from Municipal Disaster Recovery grant, R20, 000 million from Water Services Infrastructure grant in agreement with Sekhukhune District and R12, 681 million from own revenue and the spending per source of finance is presented in the above graph.

Table C6: Quarterly Budget Statement Financial Position

Description	2023/24	Budget Year 2024/25			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	22,674	76,076	71,789	7,239	71,789
Call investment deposits	–	–	–	57,322	–
Consumer debtors	131,274	145,085	167,485	175,236	167,485
Other debtors	29,832	13,993	20,842	93,619	20,723
Current portion of long-term receivables	–	119	119	–	119
Inventory	31,509	41,956	37,975	37,579	38,258
Total current assets	215,289	277,229	298,210	370,994	298,373
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	18,475	19,693	20,193	–	20,193
Investment property	110,604	47,492	47,492	110,604	47,492
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1,155,424	1,405,876	1,478,113	1,152,437	1,478,113
Biological	463	–	–	–	–
Intangible	–	663	663	0	663
Other non-current assets	–	463	463	3,036	463
Total non current assets	1,284,966	1,474,187	1,546,924	1,266,076	1,546,924
TOTAL ASSETS	1,500,256	1,751,416	1,845,134	1,637,070	1,845,134
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	8,006	8,895	6,639	1,099	6,639
Consumer deposits	5,518	6,653	6,810	5,355	6,810
Trade and other payables	108,238	102,261	141,432	142,560	141,432
Provisions	10,141	6,565	3,627	8,768	3,627
Total current liabilities	131,904	124,375	158,508	157,782	158,508
Non current liabilities					
Borrowing	27,611	27,548	45,602	16,475	45,602
Provisions	95,028	90,302	90,302	121,790	90,302
Total non current liabilities	122,639	117,850	135,904	138,264	135,904
TOTAL LIABILITIES	254,543	242,225	294,411	296,046	294,411
NET ASSETS	1,245,713	1,509,192	1,550,722	1,341,024	1,550,722
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,245,713	1,509,192	1,550,722	1,341,024	1,550,722
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1,245,713	1,509,192	1,550,722	1,341,024	1,550,722

The above table shows that community wealth amounts to R1, 341 billion, total liabilities R296, thousand and the total assets R1, 637 million. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus. Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a positive picture of the municipality's current ratio of 2.4:1 which is above the acceptable norm of 2:1.

The bank balance as at end of June amounted to R7, 239 million and the short term investment amounted to R57, 322 million which resulted to cash and cash equivalent of R64, 561 million, unspent conditional grants amounts to R37, 602 million and total operational expenditure amounted to R601, 472 million which resulted to the cash/cost coverage ratio of 0.27 months.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	35,212	68,803	64,791	32,492	64,791	64,791	24,146	37%	64,791
Service charges	95,066	144,048	158,130	55,031	146,861	158,130	(52,064)	-33%	158,130
Other revenue	6,795	28,186	26,864	(65,272)	27,185	26,864	(99,802)	-372%	26,864
Transfers and Subsidies - Operational	343,852	383,099	376,370	6,811	376,370	376,370	10,848	3%	376,370
Transfers and Subsidies - Capital	13,000	91,858	139,508	49,009	91,858	139,508	(64,727)	-46%	139,508
Interest	2,234	8,210	5,078	586	6,210	5,078	(1,156)	-23%	5,078
Payments									
Suppliers and employees	(475,093)	(520,719)	(540,656)	(27,370)	(538,490)	(540,656)	(94,266)	17%	(540,656)
Finance charges	-	(406)	(1,104)	(10)	(306)	(1,104)	(564)	51%	(1,104)
Transfers and Grants	-	(9,404)	(12,133)	(1,764)	(9,404)	(12,133)	(395)	3%	(12,133)
NET CASH FROM/(USED) OPERATING ACTIVITIES	21,066	193,674	216,849	49,513	165,076	216,849	87,531	40%	216,849
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	659	659	-	-	659	-		659
Decrease (increase) in non-current receivables	-	(1,194)	(1,694)	(1,194)	-	(1,694)	-		(1,694)
Decrease (increase) in non-current investments	-	-	-	-	-	-	-		-
Payments									
Capital assets	(97,122)	(99,595)	(142,480)	(4,761)	(99,595)	(142,480)	(99,362)	70%	(142,480)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(97,122)	(100,130)	(143,515)	(5,956)	(99,595)	(143,515)	(99,362)	69%	(143,515)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	-	-	-	103	-	-	(679)	0%	-
Payments									
Repayment of borrowing	(10,601)	(9,494)	(11,751)	(4,367)	(10,130)	(11,751)	4,140	-35%	(11,751)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(10,601)	(9,494)	(11,751)	(4,264)	(10,130)	(11,751)	4,819	-41%	(11,751)
NET INCREASE/ (DECREASE) IN CASH HELD	(86,658)	84,050	61,583	39,293	55,352	61,583			61,583
Cash/cash equivalents at beginning:	33,093	9,209	22,674		9,209	22,674			22,674
Cash/cash equivalents at month/year end:	(53,565)	93,259	84,257		64,561	84,257			84,257

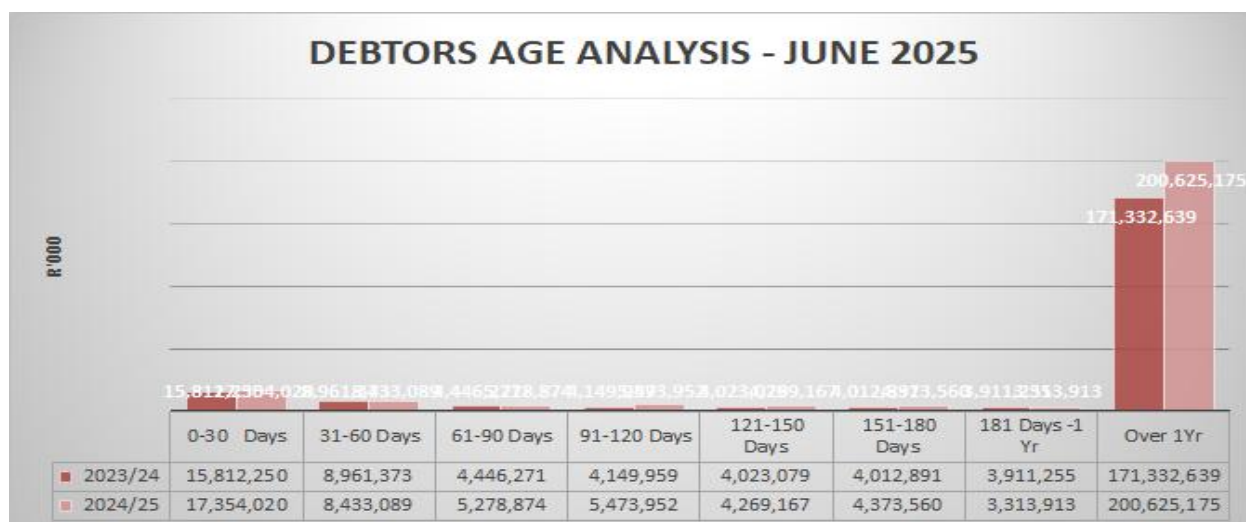
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 30 June 2025 the net cash from operating activities is R165, 076 million whilst cash used for investing activities is R99, 595 million and the net cash from financing activities is R10 130 million. The cash and cash equivalent held at end of the fourth quarter amounted to R64, 561 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Table provides a breakdown of the consumer and sundry debtors at the end of the fourth quarter. The outstanding debtors amounted to R249, 122 million as at 31 June 2025. Consumer debtors amounts to R153, 513 million and sundry debtors amounts to R 95, 609 million as at end of the fourth quarter.

Description	Budget Year 2024/25											
	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	8,298	2,448	603	775	144	163	(608)	4,150	15,973	4,623	-	-
Receivables from Non-exchange Transactions - Property Rates	5,293	3,213	2,272	2,147	1,886	1,826	1,780	79,697	98,116	87,337	-	-
Receivables from Exchange Transactions - Waste Management	1,101	759	627	605	601	658	645	33,071	38,066	35,580	-	-
Receivables from Exchange Transactions - Property Rental Debtors	90	67	52	52	53	51	51	941	1,358	1,149	-	-
Interest on Arrear Debtor Accounts	1,805	1,685	1,645	1,604	1,579	1,553	1,519	76,929	88,319	83,184	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	-	-
Other	767	260	80	291	6	122	(73)	5,837	7,290	6,182	-	-
Total By Income Source	17,354	8,433	5,279	5,474	4,269	4,374	3,314	200,625	249,122	218,056	-	–
2023/24 - totals only	15,812	8,961	4,446	4,150	4,023	4,013	3,911	171,333	216,650	187,430		
Debtors Age Analysis By Customer Group												
Organs of State	2,585	1,194	1,034	801	971	1,034	882	46,952	55,452	50,639	-	–
Commercial	7,613	2,658	1,063	876	537	566	(316)	13,089	26,087	14,752	-	–
Households	6,516	4,080	2,781	3,439	2,645	2,677	2,662	138,002	162,801	149,425	-	–
Other	640	501	401	358	117	97	85	2,583	4,782	3,240	-	–
Total By Customer Group	17,354	8,433	5,279	5,474	4,269	4,374	3,314	200,625	249,122	218,056	-	–



The graph compares debtors' age analysis for 2023/24 financial year and 2024/25 (as at end of fourth quarter) and noted from the graph there is an increase in the municipal debt book for 2024/25 financial year.

Table SC4: Creditors Analysis

Description	Budget Year 2024/25								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	1,061							-	
Total By Customer Type	1,061	-	-	-	-	-	-	-	-

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. One creditor was outstanding for more than 30 days which amounted to R1, 061 million. All other invoices were paid within the prescribed period for the fourth quarter.

Table SC5: Investment Portfolio Analysis

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry Date	Opening Balance	Interest Realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT (9393951418)	4 Months	Current Investment	8.2%		30-Apr-25	3,128,251	2,057	- 3,130,308	-	-
ABSA CALL ACCOUNT (9396519964)	1 Month	Current Investment	8.1%		30-May-25	42,784,997	1,406,758	-17,000,000	30,130,308	57,322,064
STANDARD BANK (038823527026)	2 Months	Current Investment	8.3%		24-Apr-25	25,085,017	130,360	-25,215,377	-	-
STANDARD BANK (038823527027)	3 Months	Current Investment	8.3%		23-May-25	25,085,531	296,507	-25,382,038	-	-
STANDARD BANK (038823527028)	4 Months	Current Investment	8.4%		24-Jun-25	25,086,045	481,849	-25,567,894	-	-
TOTAL INVESTMENTS AND INTEREST						121,169,841	2,317,531	-96,295,616	30,130,308	57,322,064

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had an investment with an opening balance of R121, 169 million at the beginning of fourth quarter, earned an interest of R2, 217 million, withdrew R95, 295 million with a top up in a different portfolio investments of R30, 130 million and closed off with the amount of R57, 322 million.

Table SC6- Allocation and grant receipts

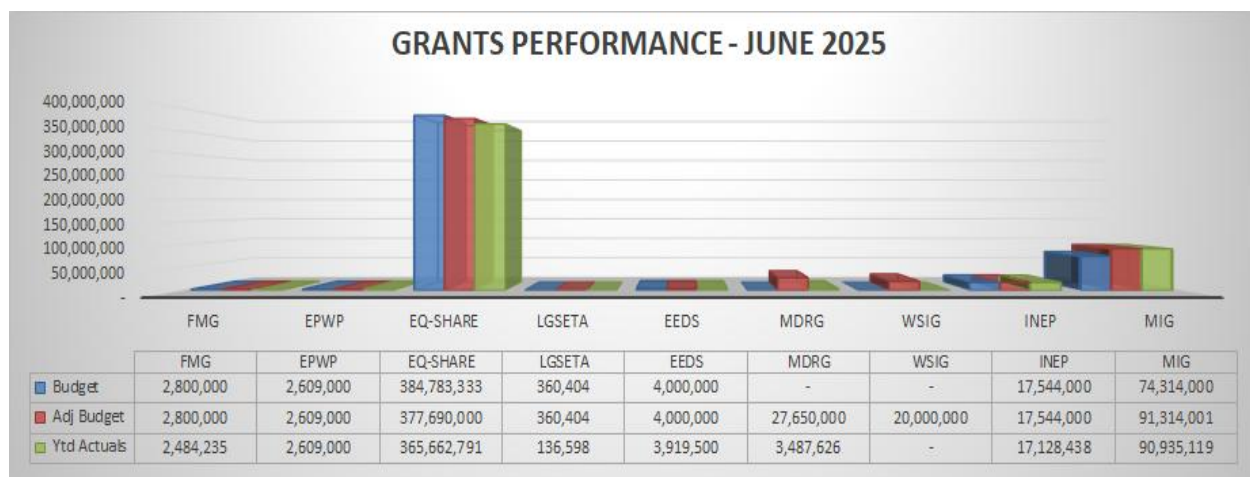
Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	363,612	383,099	383,099	-	383,099	383,099	-		383,099
Local Government Equitable Share	358,519	377,690	377,690	-	377,690	377,690	-		377,690
Finance Management	2,850	2,800	2,800	-	2,800	2,800	-		2,800
EPWP Incentive	2,243	2,609	2,609	-	2,609	2,609	-		2,609
Total Operating Transfers and Grants	363,612	383,099	383,099	-	383,099	383,099	-		383,099
Capital Transfers and Grants									
National Government:	75,385	95,858	140,508	-	140,508	113,692	26,816	24%	140,508
Municipal Infrastructure Grant (MIG)	60,985	74,314	91,314	-	91,314	91,314	(0)	0%	91,314
Integrated National Electrification Grant	14,400	17,544	17,544	-	17,544	17,544	-		17,544
Energy Efficiency and Demand Side Management Grant	-	4,000	4,000	-	4,000	4,000	-		4,000
Disaster Recovery Grant	-	-	27,650	-	27,650	27,650	-		27,650
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development									
District Municipality:	-	-	20,000	-	-	20,000	(20,000)	-100%	20,000
Sekhukhune Boreholes	-	-	20,000	-	-	20,000	(20,000)	-100%	20,000
Other grant providers:	344	360	360	-	359	360	(2)	0%	360
LGSETA Learnership and Development	344	360	360	-	359	360	(2)	0%	360
Total Capital Transfers and Grants	75,729	96,218	160,868	-	140,867	160,868	(20,002)	-12%	160,868
TOTAL RECEIPTS OF TRANSFERS & GRANTS	439,341	479,317	543,967	-	523,966	543,967	(20,002)	-4%	543,967

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R523, 966 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Table SC7: Transfers and Grant Expenditure

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	379,159	384,501	388,308	80,782	370,756	388,308	(17,552)	-5%	388,308
Local Government Equitable Share	374,066	379,092	382,899	80,065	365,663	382,899	(17,236)	-5%	382,899
Finance Management	2,850	2,800	2,800	716	2,484	2,800	(316)	-11%	2,800
EPWP Incentive	2,243	2,609	2,609	-	2,609	2,609	-		2,609
Total operating expenditure of Transfers and Grants	379,159	384,501	388,308	80,782	370,756	388,308	(17,552)	-5%	388,308
Capital expenditure of Transfers and Grants									
National Government:	80,970	95,858	140,508	29,478	115,471	140,508	(25,037)	-18%	140,508
Municipal Infrastructure Grant (MIG)	66,506	74,314	91,314	18,863	90,935	91,314	(379)	0%	91,314
Integrated National Electrification Grant	14,464	17,544	17,544	6,581	17,128	17,544	(416)	-2%	17,544
Energy Efficiency and Demand Side Management Grant		4,000	4,000	546	3,919	4,000	(81)	-2%	4,000
Municipal Disaster Recovery Grant		-	27,650	3,488	3,488	27,650	(24,162)	-87%	27,650
District Municipality:	-	-	20,000	-	-	20,000	(20,000)	-100%	20,000
Water Service Infrastructure Grant			20,000			20,000	(20,000)	-100%	20,000
Other grant providers:	976	360	360	-	137	360	(224)	-62%	360
LGSETA Learnership and Development	976	360	360	-	137	360	(224)	-62%	360
Total capital expenditure of Transfers and Grants	81,945	96,218	160,868	29,478	115,607	160,868	(45,261)	-28%	160,868
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	461,104	480,719	549,176	110,259	486,363	549,176	(62,813)	-11%	549,176

A total amount of R486, 363 million that have been spent on grants by the end fourth quarter and the year to date budget thereof amount to R549, 176 million and this resulted in under spending variance of R62, 813 million that translates to 11%. Of the total spending amounting to R486, 363 million, R370, 756 million is spent on operational grants whilst R160, 868 million is spent of capital grants.



The above graph depicts the gazetted and/or budgeted amounts for all the grants and the expenditure thereof as at end of Fourth quarter. The grants expenditure is shown below in percentages:

- Financial Management Grant 89.00%
- Expanded Public Work Programme 100%
- Equitable Share 97.00%
- Municipal Infrastructure Grant 100.00%
- Integrated National Electrification Grant 98.00%
- Energy Efficiency and Demand Side Management Grant 98.00%
- Municipal Disaster Recovery Grant 13%
- Water Services Infrastructure Grant 0%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	15,739	16,754	17,052	4,019	16,405	17,052	(647)	39%	17,052
Pension and UIF Contributions	2,137	2,187	2,442	579	2,216	2,442	(226)	35%	2,442
Medical Aid Contributions	99	88	6	–	6	6	(0)	-116%	6
Motor Vehicle Allowance	5,796	5,726	6,759	1,470	6,044	6,759	(714)	21%	6,759
Cellphone Allowance	3,240	3,154	3,118	717	2,839	3,118	(278)	46%	3,118
Other benefits and allowances	264	239	285	63	197	285	(87)	-22%	285
Sub Total - Councillors	27,275	28,148	29,661	6,848	27,708	29,661	(1,953)	35%	29,661
% increase		3%	9%				0%		9%
Senior Managers of the Municipality									
Basic Salaries and Wages	2,125	5,567	3,896	1,265	4,737	3,896	841	338%	3,896
Pension and UIF Contributions	122	325	332	96	301	332	(32)	107%	332
Medical Aid Contributions	127	223	285	80	262	285	(22)	128%	285
Motor Vehicle Allowance	404	902	740	227	719	740	(21)	114%	740
Cellphone Allowance	81	138	355	42	140	355	(215)	156%	355
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	143	319	177	0	164	177	(13)	-11122%	177
Sub Total - Senior Managers of Municipality	3,002	7,474	5,785	1,710	6,323	5,785	539	270%	5,785
% increase		149%	93%				0%		93%
Other Municipal Staff									
Basic Salaries and Wages	112,799	136,119	125,657	32,377	126,435	125,657	777	57%	125,657
Pension and UIF Contributions	22,094	26,099	23,028	6,219	24,148	23,028	1,120	68%	23,028
Medical Aid Contributions	6,848	7,397	7,735	1,954	7,694	7,735	(41)	42%	7,735
Overtime	343	1,095	931	198	606	931	(324)	211%	931
Performance Bonus	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	15,316	17,755	16,172	4,211	16,110	16,172	(62)	62%	16,172
Cellphone Allowance	2,113	2,358	2,377	607	2,358	2,377	(20)	43%	2,377
Housing Allowances	284	295	294	77	308	294	13	43%	294
Other benefits and allowances	11,222	14,225	12,487	751	12,367	12,487	(121)	21%	12,487
Payments in lieu of leave	1,715	106	938	49	850	938	(89)	-37%	938
Long service awards	3,221	538	881	299	1,074	881	193	-3%	881
Sub Total - Other Municipal Staff	175,953	205,987	190,501	46,741	191,948	190,501	1,447	53%	190,501
% increase		17%	8%				0%		8%
Total Parent Municipality	206,231	241,609	225,947	55,299	225,979	225,947	32	53%	225,947
% increase		17%	10%				0%		10%
TOTAL SALARY, ALLOWANCES & BENEFITS	206,231	241,609	225,947	55,299	225,979	225,947	32	53%	225,947
% increase		17%	10%				0%		10%
TOTAL MANAGERS AND STAFF	178,956	213,461	196,286	48,451	198,271	196,286	1,985	56%	196,286

This table provides the details for councilor and employee benefits. For the fourth quarter the total salaries, allowances and benefits amounted to R225, 979 million, which deviates with R1, 985 million from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

2024/25 Medium Term Revenue & Expenditure Framework	Budget Year 2024/25				2024/25 Medium Term Revenue & Expenditure Framework		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Outcome	Outcome	Outcome	2024/25	2025/26	2026/27
Cash Receipts By Source							
Property rates	10,346	10,392	11,561	32,492	64,791	71,969	75,280
Service charges - electricity revenue	27,624	28,719	30,875	57,562	144,780	149,222	165,244
Service charges - refuse	1,551	1,521	1,540	(2,531)	2,081	9,695	10,141
Rental of facilities and equipment	143	122	376	1,214	1,855	2,986	3,123
Interest earned - external investments	1,170	968	1,405	2,667	6,210	8,588	8,983
Interest earned - outstanding debtors	544	705	832	(2,081)	–	–	–
Fines, penalties and forfeits	4,358	4,413	2,403	3,667	14,840	16,824	21,497
Licences and permits	1,126	1,443	1,481	3,252	7,302	7,638	7,989
Transfers and Subsidies - Operational	160,906	127,071	95,205	(6,811)	376,370	379,202	365,452
Other revenue	55,312	3,514	17,767	(73,404)	3,188	3,335	3,488
Cash Receipts by Source	263,080	178,868	163,445	16,026	621,418	649,459	661,197
Other Cash Flows by Source							
Transfers and subsidies - capital (monetary allocations)	57,514	23,000	59,994	(48,650)	91,858	72,932	78,173
Transfers and subsidies - capital (monetary allocations)	83	–	276	(359)	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	659	659	131	137
Increase (decrease) in consumer deposits	(114)	(23)	35	103	–	–	–
Decrease (increase) in non-current receivables	–	–	–	(1,194)	(1,194)	1,249	1,307
Decrease (increase) in non-current investments	–	–	–	–	–	–	–
Total Cash Receipts by Source	320,562	201,845	223,749	(33,416)	712,741	723,771	740,814
Cash Payments by Type							
Employee related costs	45,545	55,601	48,674	61,714	211,534	218,928	228,721
Remuneration of councillors	6,515	7,651	6,868	7,144	28,178	30,996	34,095
Interest paid	150	246	–	10	406	1,737	1,815
Bulk purchases - Electricity	40,887	29,809	39,422	11,005	121,123	136,530	153,896
Other materials	13,113	10,650	9,616	(1,548)	31,831	38,703	40,483
Contracted services	21,569	18,436	19,262	10,835	70,102	68,548	72,158
Grants and subsidies paid - other	1,642	3,175	2,823	1,764	9,404	9,913	10,442
General expenses	41,449	26,451	10,639	(19,101)	59,438	67,901	70,983
Cash Payments by Type	170,870	152,019	137,304	71,823	532,016	573,255	612,594
Other Cash Flows/Payments by Type							
Capital assets	43,341	34,747	16,746	4,761	99,595	75,203	74,932
Repayment of borrowing	1,691	3,437	–	4,367	9,494	–	–
Other Cash Flows/Payments	23,199	16,271	19,494	(42,680)	16,284	16,533	16,891
Total Cash Payments by Type	239,100	206,473	173,543	38,272	657,389	664,991	704,417
NET INCREASE/(DECREASE) IN CASH HELD	81,462	(4,628)	50,206	(71,688)	55,352	58,780	36,397
Cash/cash equivalents at the month/year beginning:	272,155	134,628	203,179	407,729	9,209	64,561	123,340
Cash/cash equivalents at the month/year end:	353,617	130,000	253,385	336,041	64,561	123,340	159,737

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of fourth quarter, cash receipts reflect an amount of R210, 692 million whilst the total cash payment is R76, 473 million. The cash and cash equivalent at end of the quarter amounted to R336, 041 million.

Table SC12: Capital Expenditure Trend

Month	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
First Quarter	7,840	17,997	17,997	43,790	43,790	33,222	(10,119)	-30%	40%
Second Quarter	24,574	24,157	24,157	34,471	78,088	105,179	27,091	26%	71%
Third Quarter	41,274	33,340	67,905	15,545	94,834	110,059	15,225	14%	86%
Fourth Quarter	35,173	35,002	63,490	28,532	122,338	173,549	51,211	30%	111%
Total Capital expenditure	108,862	110,495	173,549	122,338					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this table serves as a supporting table for table C5. In terms of this table the capital expenditure for fourth quarter amounts to R28, 532 million. The year to date actual amounts to R122, 338 million and year to date capital budget is R173, 549 million that gives rise to overspending variance of R51, 211 million that translate to 30%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	30,361	32,450	42,783	5,500	22,041	42,783	(2,060)	-14%	42,783
Roads Infrastructure	800	300	20,000	-	-	20,000	6,266	100%	20,000
Roads	800	300	20,000	-	-	20,000	6,266	100%	20,000
Road Structures						-	-		
Drainage Collection				-	-	-	-		-
Electrical Infrastructure	21,472	21,727	22,248	5,485	21,937	22,248	(5,894)	-53%	22,248
Power Plants	6,597	4,000	4,000	546	3,919	4,000	(440)	-15%	4,000
MV Substations	-	-	-	-	-	-	-		-
MV Networks	14,875	17,544	17,544	4,258	17,337	17,544	(5,454)	-67%	17,544
Capital Spares	-	183	704	681	681	704	-		704
Solid Waste Infrastructure	8,089	8,250	100	15	104	100	(258)	153%	100
Landfill Sites	8,089	8,250	100	15	104	100	(258)	153%	100
Waste Transfer Stations						-	-		
Capital Spares	-	-	-	-	-	-	-		-
Rail Infrastructure	-	2,174	435	-	-	435	(2,174)	100%	435
Drainage Collection		2,174	435	-	-	435	(2,174)	100%	435
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices	-					-	-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes						-	-		
Computer Software and Applications		-	-	-	-	-	-		-
Computer Equipment	2,375	1,360	1,660	917	1,882	1,660	76	7%	1,660
Computer Equipment	2,375	1,360	1,660	917	1,882	1,660	76	7%	1,660
Furniture and Office Equipment	6,459	6,110	760	224	716	760	(5,664)	108%	760
Furniture and Office Equipment	6,459	6,110	760	224	716	760	(5,664)	108%	760
Machinery and Equipment	331	800	278	-	278	278	(170)	-65%	278
Machinery and Equipment	331	800	278	-	278	278	(170)	-65%	278
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-					-	-		
Total Capital Expenditure on new assets	39,526	40,720	45,481	6,640	24,918	45,481	(7,818)	-70%	45,481

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	-	500	17,550	1,080	1,957	17,550	4,095	82%	17,550
Roads Infrastructure	-	-	17,050	1,080	1,957	17,050	4,095	82%	17,050
Roads	-	-	17,050	1,080	1,957	17,050	4,095	82%	17,050
Road Structures						-	-		
Electrical Infrastructure	-	500	500	-	-	500	-		500
MV Networks	-					-	-		
Capital Spares		500	500	-	-	500	-		500
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites	-	-	-	-	-	-	-		-
Capital Spares						-	-		
Community Assets	-	800	1,696	1,150	1,950	1,696	(822)	-73%	1,696
Community Facilities	-	800	1,696	1,150	1,950	1,696	(822)	-73%	1,696
Cemeteries/Crematoria	-	800	1,696	1,150	1,950	1,696	(822)	-73%	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	-	261	238	(160)	89	238	(34)	-61%	238
Machinery and Equipment		261	238	(160)	89	238	(34)	-61%	238
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets						-	-		
Total Capital Expenditure on renewal of existing assets	-	1,561	19,484	2,070	3,996	19,484	3,240	52.6%	19,484

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	19,675	14,718	16,116	1,139	15,615	16,116	(1,797)	-14%	16,116
Roads Infrastructure	13,024	7,766	8,126	88	7,808	8,126	(56)	-1%	8,126
Roads	13,024	7,766	8,126	88	7,808	8,126	(56)	-1%	8,126
Road Structures						-	-		
Electrical Infrastructure	4,551	4,750	5,150	341	4,967	5,150	(1,530)	-49%	5,150
MV Networks	4,551	4,750	5,150	341	4,967	5,150	(1,530)	-49%	5,150
Capital Spares						-	-		
Solid Waste Infrastructure	2,100	2,203	2,841	710	2,841	2,841	(211)	-10%	2,841
Landfill Sites	2,100	2,203	2,841	710	2,841	2,841	(211)	-10%	2,841
Capital Spares						-	-		
Community Assets	448	5,986	7,686	2,280	7,312	7,686	(1,713)	-44%	7,686
Community Facilities	448	5,986	7,686	2,280	7,312	7,686	(1,713)	-44%	7,686
Cemeteries/Crematoria						-	-		
Parks	448	5,986	7,686	2,280	7,312	7,686	(1,713)	-44%	7,686
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities						-	-		
Outdoor Facilities						-	-		
Other assets	959	1,353	2,306	390	1,761	2,306	(624)	-83%	2,306
Operational Buildings	959	1,353	2,306	390	1,761	2,306	(624)	-83%	2,306
Municipal Offices	959	1,353	2,306	390	1,761	2,306	(624)	-83%	2,306
Intangible Assets	1,470	221	185	25	185	185	(164)	-8747%	185
Servitudes						-	-		
Licences and Rights	1,470	221	185	25	185	185	(164)	-8747%	185
Computer Software and Applications	1,470	221	185	25	185	185	(164)	-8747%	185
Furniture and Office Equipment	-	550	550	89	345	550	-		550
Furniture and Office Equipment		550	550	89	345	550	-		550
Machinery and Equipment	12,401	12,324	11,781	2,580	11,478	11,781	(2,130)	-28%	11,781
Machinery and Equipment	12,401	12,324	11,781	2,580	11,478	11,781	(2,130)	-28%	11,781
Transport Assets	4,295	2,776	3,276	408	2,885	3,276	(486)	-22%	3,276
Transport Assets	4,295	2,776	3,276	408	2,885	3,276	(486)	-22%	3,276
Total Repairs and Maintenance Expenditure	39,247	37,929	41,900	6,911	39,582	41,900	(6,914)	-25.2%	41,900

Table SC13d: Quarterly Expenditure on Depreciation

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	31,545	40,397	44,147	8,039	43,356	44,147	(31,962)	-442%	44,147
Roads Infrastructure	24,678	36,420	36,327	6,385	36,772	36,327	(32,652)	-3076%	36,327
Roads	24,221	35,937	35,937	6,439	36,490	35,937	(32,501)	-3870%	35,937
Road Structures	228	241	227	(114)	53	227	(63)	-51%	227
Road Furniture	229	242	163	60	229	163	(89)	-90%	163
Capital Spares						-	-		
Drainage Collection	-					-	-		
Electrical Infrastructure	4,640	3,226	6,199	1,167	4,656	6,199	894	19%	6,199
MV Substations	1,226	2,014	3,037	235	2,938	3,037	(1,351)	-94%	3,037
MV Switching Stations	(1)		321	79	318	321	(116)	-78%	321
MV Networks	1,543	1,212	599	301	491	599	394	58%	599
LV Networks	262		641	158	260	641	586	79%	641
Capital Spares	1,610		1,601	394	649	1,601	1,381	78%	1,601
Solid Waste Infrastructure	2,227	710	1,578	487	1,928	1,578	(204)	-15%	1,578
Landfill Sites	516	417	426	130	496	426	(121)	-42%	426
Waste Transfer Stations						-	-		
Waste Processing Facilities	1,708	289	1,150	356	1,429	1,150	(82)	-7%	1,150
Capital Spares	3	3	3	1	3	3	(1)	-41%	3
Rail Infrastructure	-	42	42	-	-	42	-		42
Drainage Collection	-	42	42	-	-	42	-		42
Community Assets	958	1,117	1,071	28	749	1,071	(370)	-90%	1,071
Community Facilities	802	854	807	156	625	807	(181)	-53%	807
Halls	30	31	28	7	27	28	(8)	(0)	28
Centres	183	193	185	18	72	185	(22)	(0)	185
Cemeteries/Crematoria	92	97	93	23	91	93	(25)	(0)	93
Purbs	1	3	1	0	1	1	(1)	235%	1
Taxi Ranks/Bus Terminals	244	263	247	47	188	247	(56)	-56%	247
Capital Spares	253	267	253	61	246	253	(69)	-51%	253
Sport and Recreation Facilities	156	263	263	(128)	124	263	(189)	-258%	263
Indoor Facilities	-					-	-		
Outdoor Facilities	156	263	263	(128)	124	263	(189)	-258%	263
Capital Spares						-	-		
Heritage assets	-	6	6	-	-	6	-		6
Other Heritage	-	6	6	-	-	6	-		6
Other assets	3,966	6,366	5,003	1,015	3,427	5,003	(1,387)	-106%	5,003
Operational Buildings	1,415	2,608	2,086	578	2,153	2,086	(274)	-18%	2,086
Municipal Offices	716	2,574	1,538	454	1,812	1,538	(628)	-72%	1,538
Stores	389	34	234	58	231	234	33	15%	234
Training Centres	310		314	67	111	314	321	83%	314
Housing	2,552	3,759	2,917	437	1,274	2,917	(1,114)	603%	2,917
Staff Housing						-	-		
Social Housing	2,552	3,759	2,917	437	1,274	2,917	(1,114)	603%	2,917
Intangible Assets	6	22	22	-	-	22	-		22
Servitudes	6	14	14	-	-	14	-		14
Licences and Rights	-	8	8	-	-	8	-		8
Computer Software and Applications	-	8	8	-	-	8	-		8
Computer Equipment	673	994	967	228	1,264	967	(850)	-295%	967
Computer Equipment	673	994	967	228	1,264	967	(850)	-295%	967
Furniture and Office Equipment	763	840	2,433	328	1,667	2,433	494	25%	2,433
Furniture and Office Equipment	763	840	2,433	328	1,667	2,433	494	25%	2,433
Machinery and Equipment	3,564	3,168	3,939	1,359	4,368	3,939	22,234	87%	3,939
Machinery and Equipment	3,564	3,168	3,939	1,359	4,368	3,939	22,234	87%	3,939
Transport Assets	20,401	5,990	5,168	1,099	5,013	5,168	(1,232)	-39%	5,168
Transport Assets	20,401	5,990	5,168	1,099	5,013	5,168	(1,232)	-39%	5,168
Total Depreciation	61,877	58,901	62,754	12,096	59,845	62,754	(13,073)	-33%	62,754

Table SC13e: Quarterly Capital Expenditure on Upgrading of Existing Assets

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	69,337	58,214	97,366	13,558	82,800	97,366	521	1%	97,366
Roads Infrastructure	67,552	58,214	96,932	13,065	82,307	96,932	521	1%	96,932
Roads	67,552	58,214	96,932	13,065	82,307	96,932	521	1%	96,932
Road Structures						-	-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	916	-	-	494	494	-	-		-
MV Substations						-	-		
MV Switching Stations						-	-		
MV Networks	916			494	494	-	-		
LV Networks						-	-		
Solid Waste Infrastructure	869	-	435	-	-	435	-		435
Landfill Sites	869		435	-	-	435	-		435
Waste Transfer Stations						-	-		
Community Assets	-	10,000	11,217	6,263	10,624	11,217	(4,615)	-512%	11,217
Community Facilities	-	-	-	-	-	-	-		-
Parks	-	-	-	-	-	-	-		-
Sport and Recreation Facilities	-	10,000	11,217	6,263	10,624	11,217	(4,615)	-512%	11,217
Indoor Facilities						-	-		
Outdoor Facilities		10,000	11,217	6,263	10,624	11,217	(4,615)	-512%	11,217
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	69,337	68,214	108,584	19,822	93,424	108,584	(4,094)	-6%	108,584

Supporting Tables SC13a and SC13b provide the details of capital expenditure by asset classification for new and replacements of assets separately, whilst Supporting Table SC13c measure's the extent to which the municipality's assets are maintained.

List of Capital Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2024/25 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Community Services	Fencing of Elandsdoorn/Ntwane Cemetery	Single	Community Assets	Community Assets	700,000	696,000	800,400	115%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300,000	50,000	-	0%
	Construction of washbay at Groblersdal landfill site	Single	Solid Waste Infrastructure	Landfill Sites	250,000	-	-	0%
	Landfill Sites:Elansdooren Landfill Site	Single	Community Assets	Community Assets	500,000	1,000,000	1,150,000	115%
	Landfill Sites:Notice Boards	Single	Machinery and Equipment	Machinery and Equipment	100,000	100,000	104,100	104%
	Landfill Sites:Fencing of Groblersdal Landfill Site	Multi	Community Assets	Landfill Sites	-	434,783	-	0%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	300,000	278,000	278,000	100%
	Upgrading of Tafelkop Stadium	Multi	Community Assets	Community Assets	10,000,000	11,217,392	10,623,702	95%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	1,360,404	1,660,404	1,882,224	113%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	5,809,566	710,000	716,413	101%
Technical Services	Groblersdal Traffic lights	Single	Electrical Infrastructure	Capital Spares	500,000	612,266	-	0%
	Groblersdal Storm water	Multi	Storm water Infrastructure	Drainage Collection	2,173,914	434,783	-	0%
	AIRCONS	Multi	Electrical Infrastructure	Capital Spares	182,526	592,000	680,800	115%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	260,870	237,948	88,702	37%
	Electrification of Doorum (Designs)	Multi	Electrical Infrastructure	MV Networks	200,000	200,000	199,392	100%
	Electrification of Luckau Maganagobuswa	single	Electrical Infrastructure	MV Networks	5,277,000	6,366,340	6,097,917	96%
	Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	200,000	200,000	200,000	100%
	Electrification of Magukubjane	single	Electrical Infrastructure	MV Networks	4,267,000	4,267,000	4,340,000	102%
	Electrification of Mantrombi Section	single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	1,957,352	98%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	2,000,000	100%
	Electrification of Ntswelemotse ext (Designs)	Multi	Electrical Infrastructure	MV Networks	200,000	200,000	200,000	100%
	Electrification of Oorlog (Designs)	Single	Electrical Infrastructure	MV Networks	200,000	200,000	200,000	100%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	3,000,000	1,910,660	1,942,390	102%
	Electrification of Zaaipuss Police Station (Designs)	Single	Electrical Infrastructure	MV Networks	200,000	200,000	200,000	100%
	Energy Efficiency and Demand Side Management	Multi	Electrical Infrastructure	Power Plants	4,000,000	4,000,000	3,919,500	98%
	MV Substations:Mini substation	Multi	Electrical Infrastructure	MV Substations	-	-	493,762	0%
	Construction of Jerusalem/Motsephiri stormwater control	Single	Roads Infrastructure	Roads		12,350,000	492,386	4%
	Re - construction of culvert bridge at Kgobokwane village	Single	Roads Infrastructure	Roads		3,500,000	384,661	11%
	Re - construction of gabions on RHS & LHS at Marapong village	Single	Roads Infrastructure	Roads		1,200,000	1,080,000	90%
	Ugrading of Stompo Bus Road	Single	Roads Infrastructure	Roads	300,000	300,000	299,995	100%
	Upgrading of gravel road to pave and storm water control at Moteti village	Single	Roads Infrastructure	Roads		10,600,000	1,324,793	12%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	21,000,000	28,880,360	26,468,730	92%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	17,750,000	21,304,216	21,304,215	100%
	Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	8,574,200	11,054,932	11,054,932	100%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	16,989,800	22,892,002	19,964,575	87%
	Upgrading of Tafelkop Bapeding Bus route	Single	Roads Infrastructure	Roads	600,000	600,000	599,844	100%
	Upgrading of Talane Bus route	Single	Roads Infrastructure	Roads	600,000	600,000	598,141	100%
	Upgrading of Waalkrat Bus route	Single	Roads Infrastructure	Roads	700,000	700,000	691,354	99%
	Boreholes:Sekhukhune Boreholes	Single	Roads Infrastructure	Roads	-	20,000,000	-	0%

Quality Certificate

I, **Namudi Reginah Makgata**, Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 30 June 2025 have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act

Municipal Manager of Elias Motsoaledi Local Municipality

Signature

Date