

# **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**



## **SECTION 52 REPORT: 2025/26**

**REPORTING PERIOD: SECOND 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	2025/26		
	ORIGINAL BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	770,108,980	494,390,053	64%
OPERATING EXPENDITURE	753,261,967	364,599,144	48%
TRANSFER - CAPITAL	92,090,000	56,259,486	61%
SURPLUS/(DEFICIT)	109,312,915	186,050,394	170%
CAPITAL EXPENDITURE	98,829,145	58,469,149	59%

**Table C1: Quarterly Budget Statement Summary**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Financial Performance</b>									
Property rates	61,818	63,085	–	16,316	32,568	31,631	937	3%	63,085
Service charges	161,854	186,549	–	48,587	93,062	89,086	3,976	4%	186,549
Investment revenue	10,989	6,656	–	2,032	4,994	3,331	1,663	50%	6,656
Transfers and subsidies	383,099	381,926	–	128,044	286,115	280,934	5,181	2%	381,550
Other own revenue	197,698	132,269	–	61,839	77,651	65,752	11,898	18%	132,269
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>815,459</b>	<b>770,485</b>	<b>–</b>	<b>256,816</b>	<b>494,390</b>	<b>470,734</b>	<b>23,656</b>	<b>5%</b>	<b>770,109</b>
Employee costs	196,286	209,467	–	61,107	113,886	104,754	9,132	9%	209,467
Remuneration of Councillors	29,661	30,966	–	6,906	13,752	15,483	(1,731)	-11%	30,966
Depreciation & asset impairment	62,754	63,492	–	27,645	29,669	31,349	(1,680)	-5%	63,492
Finance charges	1,104	5,962	–	492	666	2,982	(2,316)	-78%	5,962
Materials and bulk purchases	181,287	175,262	–	41,975	75,867	87,963	(12,096)	-14%	175,262
Transfers and subsidies	11,313	13,645	–	2,127	4,266	5,488	(1,222)	-22%	13,645
Other expenditure	173,226	254,467	–	67,544	126,493	127,873	(1,380)	-1%	254,467
<b>Total Expenditure</b>	<b>655,631</b>	<b>753,262</b>	<b>–</b>	<b>207,796</b>	<b>364,599</b>	<b>375,892</b>	<b>(11,293)</b>	<b>-3%</b>	<b>753,262</b>
<b>Surplus/(Deficit)</b>	<b>159,827</b>	<b>17,223</b>	<b>–</b>	<b>49,020</b>	<b>129,791</b>	<b>94,842</b>	<b>34,949</b>	<b>37%</b>	<b>16,847</b>
Transfers and subsidies - capital (monetary allocations)	160,508	92,090	–	24,335	56,259	73,027	(16,767)	-23%	92,090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	376
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>	<b>18,182</b>	<b>11%</b>	<b>109,313</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>	<b>18,182</b>	<b>11%</b>	<b>109,313</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>173,549</b>	<b>98,829</b>	<b>–</b>	<b>26,727</b>	<b>58,469</b>	<b>47,244</b>	<b>11,194</b>	<b>24%</b>	<b>98,829</b>
Capital transfers recognised	160,868	92,090	–	24,561	55,530	43,537	11,993	28%	74,258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12,681	6,739	–	2,166	2,939	3,707	(799)	-22%	24,571
<b>Total sources of capital funds</b>	<b>173,549</b>	<b>98,829</b>	<b>–</b>	<b>26,727</b>	<b>58,469</b>	<b>47,244</b>	<b>11,194</b>	<b>24%</b>	<b>98,829</b>
<b>Financial position</b>									
Total current assets	298,373	349,635	–		510,365				349,635
Total non current assets	1,284,966	1,562,593	–		1,241,055				1,562,593
Total current liabilities	130,508	36,771	–		175,216				36,771
Total non current liabilities	135,904	169,872	–		163,329				169,872
Community wealth/Equity	1,316,927	1,705,585	–		1,412,875				1,705,585
<b>Cash flows</b>									
Net cash from (used) operating	158,035	125,873	–	85,291	203,139	47,943	(155,196)	-324%	125,873
Net cash from (used) investing	(115,768)	(44,179)	–	(12,815)	(63,142)	(198,957)	(135,816)	68%	(44,179)
Net cash from (used) financing	(11,751)	(9,348)	–	(456)	(1,151)	(5,310)	(4,159)	78%	(9,348)
<b>Cash/cash equivalents at the month/year end</b>	<b>53,191</b>	<b>81,556</b>	<b>–</b>	<b>–</b>	<b>148,055</b>	<b>(147,116)</b>	<b>(295,171)</b>	<b>201%</b>	<b>81,556</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
Debtors Age Analysis									
Total By Income Source	27,951	8,567	3,514	4,651	4,388	4,323	4,269	199,051	256,713
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

## **Revenue**

For the second quarter of October to December 2025, the year to date actual amounted to R494, 390 million with the year to date budget of R470, 734 which shows positive 5% year to date variance when compared to the year to date budget. Of the total revenue received during the Second quarter, the major portion of R281, 917 million is from equitable share. Other receipts are from property rates, service charges and other grants.

## **Operating Expenditure**

The operating expenditure for the second quarter amounts to R364, 599 million with the year to date budget of R375, 892 million which shows negative 3% 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 second quarter amounts to R58, 469 million and the year to date budget amounts to R47, 244 million and this deviates with positive 24% when compared to year to date target.

## **Surplus/Deficit**

Taking the above into consideration the net operating surplus for the second quarter ending 31 December 2025 amounts to R186, 050 million.

## **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of December amounts to R256, 713 million and this shows an increase of R7, 591 million as compared to R249, 122 million as at end of 2024/25 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 R161, 107 million and other debtors amounting to R95, 606 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, they 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	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue - Functional</b>									
<b>Governance and administration</b>	<b>331,211</b>	<b>303,737</b>	<b>–</b>	<b>106,317</b>	<b>230,740</b>	<b>217,599</b>	<b>13,141</b>	<b>6%</b>	<b>303,737</b>
Executive and council	55,444	51,149	–	15,012	37,034	43,152	(6,117)	-14%	51,149
Finance and administration	256,883	238,427	–	84,884	179,768	163,289	16,479	10%	238,427
Internal audit	18,884	14,161	–	6,421	13,938	11,159	2,779	25%	14,161
<b>Community and public safety</b>	<b>59,675</b>	<b>133,322</b>	<b>–</b>	<b>64,807</b>	<b>88,516</b>	<b>75,396</b>	<b>13,120</b>	<b>17%</b>	<b>133,322</b>
Community and social services	11,320	10,504	–	3,871	8,804	7,723	1,081	14%	10,504
Sport and recreation	17,612	13,589	–	5,324	14,558	12,621	1,937	15%	13,589
Public safety	30,744	109,229	–	55,612	65,154	55,051	10,102	18%	109,229
<b>Economic and environmental services</b>	<b>210,401</b>	<b>162,700</b>	<b>–</b>	<b>37,929</b>	<b>88,480</b>	<b>105,253</b>	<b>(16,773)</b>	<b>-16%</b>	<b>162,700</b>
Planning and development	27,921	26,487	–	8,806	21,366	17,815	3,551	20%	26,487
Road transport	181,644	135,381	–	28,838	66,510	87,020	(20,510)	-24%	135,381
Environmental protection	836	832	–	284	604	418	186	45%	832
<b>Trading services</b>	<b>230,842</b>	<b>262,816</b>	<b>–</b>	<b>72,098</b>	<b>142,914</b>	<b>145,513</b>	<b>(2,600)</b>	<b>-2%</b>	<b>262,816</b>
Energy sources	190,852	216,641	–	60,611	118,311	120,931	(2,620)	-2%	216,641
Waste management	39,991	46,175	–	11,486	24,603	24,583	20	0%	46,175
<b>Total Revenue - Functional</b>	<b>832,129</b>	<b>862,575</b>	<b>–</b>	<b>281,151</b>	<b>550,650</b>	<b>543,761</b>	<b>6,888</b>	<b>1%</b>	<b>862,575</b>
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	<b>261,398</b>	<b>281,365</b>	<b>–</b>	<b>90,132</b>	<b>161,454</b>	<b>140,574</b>	<b>20,881</b>	<b>15%</b>	<b>281,365</b>
Executive and council	51,199	53,160	–	11,628	22,705	26,327	(3,622)	-14%	53,160
Finance and administration	195,181	214,461	–	70,639	128,126	106,405	21,721	20%	214,461
Internal audit	15,018	13,744	–	7,864	10,623	7,841	2,782	35%	13,744
<b>Community and public safety</b>	<b>63,737</b>	<b>135,842</b>	<b>–</b>	<b>37,743</b>	<b>53,333</b>	<b>68,011</b>	<b>(14,678)</b>	<b>-22%</b>	<b>135,842</b>
Community and social services	8,012	17,215	–	1,510	4,506	8,555	(4,049)	-47%	17,215
Sport and recreation	25,212	18,916	–	9,796	14,699	9,562	5,138	54%	18,916
Public safety	30,513	99,711	–	26,438	34,128	49,894	(15,766)	-32%	99,711
<b>Economic and environmental services</b>	<b>112,486</b>	<b>117,998</b>	<b>–</b>	<b>32,218</b>	<b>57,956</b>	<b>58,567</b>	<b>(611)</b>	<b>-1%</b>	<b>117,998</b>
Planning and development	24,797	27,626	–	7,471	12,784	13,715	(931)	-7%	27,626
Road transport	87,593	89,092	–	24,719	45,144	44,272	873	2%	89,092
Environmental protection	96	1,280	–	28	28	580	(552)	-95%	1,280
<b>Trading services</b>	<b>219,962</b>	<b>218,057</b>	<b>–</b>	<b>47,704</b>	<b>91,856</b>	<b>108,741</b>	<b>(16,886)</b>	<b>-16%</b>	<b>218,057</b>
Energy sources	158,434	170,466	–	35,445	68,547	84,778	(16,231)	-19%	170,466
Waste management	61,528	47,591	–	12,259	23,309	23,964	(655)	-3%	47,591
<b>Total Expenditure - Functional</b>	<b>657,583</b>	<b>753,262</b>	<b>–</b>	<b>207,796</b>	<b>364,599</b>	<b>375,892</b>	<b>(11,293)</b>	<b>-3%</b>	<b>753,262</b>
<b>Surplus/ (Deficit) for the year</b>	<b>174,546</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>	<b>18,182</b>	<b>11%</b>	<b>109,313</b>

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

Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue by Vote</b>									
Vote 1 - Executive & Council	48,780	46,493	–	13,035	31,821	38,986	(7,164)	-18%	46,493
Vote 2 - Municipal Manager	53,017	41,927	–	18,472	40,242	32,060	8,182	26%	41,927
Vote 3 - Budget & Treasury	146,875	143,601	–	47,467	91,843	88,719	3,124	4%	143,601
Vote 4 - Corporate Services	46,686	36,374	–	13,631	36,205	29,714	6,491	22%	36,374
Vote 5 - Community Services	110,044	189,270	–	78,959	118,902	105,636	13,266	13%	189,270
Vote 6 - Technical Services	387,357	368,377	–	96,331	200,288	224,929	(24,641)	-11%	368,377
Vote 7 - Developmental Planning	19,670	18,235	–	6,125	15,382	13,144	2,238	17%	18,235
Vote 8 - Executive Support	19,701	18,298	–	7,131	15,966	10,570	5,396	51%	18,298
<b>Total Revenue by Vote</b>	<b>832,129</b>	<b>862,575</b>	<b>–</b>	<b>281,151</b>	<b>550,650</b>	<b>543,758</b>	<b>6,891</b>	<b>1%</b>	<b>862,575</b>
<b>Expenditure by Vote</b>									
Vote 1 - Executive & Council	43,295	43,414	–	9,354	17,951	22,042	(4,091)	-19%	43,414
Vote 2 - Municipal Manager	51,629	51,785	–	18,038	30,474	26,394	4,079	15%	51,785
Vote 3 - Budget & Treasury	84,720	84,881	–	40,599	69,572	42,024	27,548	66%	84,881
Vote 4 - Corporate Services	32,137	46,836	–	7,408	15,634	22,080	(6,446)	-29%	46,836
Vote 5 - Community Services	135,192	194,902	–	53,160	82,525	97,657	(15,132)	-15%	194,902
Vote 6 - Technical Services	265,963	288,567	–	66,072	124,248	144,256	(20,008)	-14%	288,567
Vote 7 - Developmental Planning	17,900	20,568	–	5,384	9,212	10,181	(969)	-10%	20,568
Vote 8 - Executive Support	26,747	22,310	–	7,781	14,984	11,258	3,726	33%	22,310
<b>Total Expenditure by Vote</b>	<b>657,583</b>	<b>753,262</b>	<b>–</b>	<b>207,796</b>	<b>364,599</b>	<b>375,892</b>	<b>(11,293)</b>	<b>-3%</b>	<b>753,262</b>
<b>Surplus/ (Deficit) for the year</b>	<b>174,546</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,866</b>	<b>18,184</b>	<b>11%</b>	<b>109,313</b>

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	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue By Source</b>									
Property rates	61,818	63,085	–	16,316	32,568	31,631	937	3%	63,085
Service charges - electricity revenue	147,578	164,683	–	45,265	86,446	82,283	4,163	5%	164,683
Service charges - refuse revenue	14,276	21,866	–	3,321	6,616	6,803	(188)	-3%	21,866
Rental of facilities and equipment	1,886	1,467	–	288	525	672	(147)	-22%	1,467
Interest earned - external investments	10,989	6,656	–	2,032	4,994	3,331	1,663	50%	6,656
Interest earned - outstanding debtors	13,635	16,493	–	5,332	10,640	8,147	2,492	31%	16,493
Fines, penalties and forfeits	98,497	104,744	–	54,266	62,204	52,036	10,168	20%	104,744
Licences and permits	7,302	6,916	–	1,633	3,539	3,458	81	2%	6,916
Transfers and subsidies	383,099	381,926	–	128,044	286,115	280,934	5,181	2%	381,550
Other revenue	4,296	2,648	–	312	735	1,438	(702)	-49%	2,648
Gains	72,082	–	–	7	7	1	6	439%	–
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>815,459</b>	<b>770,485</b>	<b>–</b>	<b>256,816</b>	<b>494,390</b>	<b>470,734</b>	<b>23,656</b>	<b>5%</b>	<b>770,109</b>
<b>Expenditure By Type</b>									
Employee related costs	196,286	209,467	–	61,107	113,886	104,754	9,132	9%	209,467
Remuneration of councillors	29,661	30,966	–	6,906	13,752	15,483	(1,731)	-11%	30,966
Debt impairment	20,144	88,634	–	12,786	12,786	44,017	(26,010)	-59%	87,202
Depreciation & asset impairment	62,754	63,492	–	14,858	29,669	31,349	(1,680)	-5%	63,492
Finance charges	1,104	5,962	–	492	666	2,982	(2,316)	-78%	5,962
Bulk purchases	139,391	150,170	–	35,423	64,463	75,085	(10,622)	-14%	150,170
Other materials	41,896	25,092	–	6,552	11,405	12,878	(1,474)	-11%	25,092
Contracted services	85,573	92,371	–	27,011	54,474	46,246	8,228	18%	92,371
Transfers and subsidies	11,313	13,645	–	2,127	4,266	5,488	(1,222)	-22%	13,645
Other expenditure	67,442	72,593	–	40,533	59,232	37,166	22,066	59%	72,593
Losses	67	869	–	–	–	444	(5,665)	-1275%	2,301
<b>Total Expenditure</b>	<b>655,631</b>	<b>753,262</b>	<b>–</b>	<b>207,796</b>	<b>364,599</b>	<b>375,892</b>	<b>(11,293)</b>	<b>-3%</b>	<b>753,262</b>
<b>Surplus/(Deficit)</b>	<b>159,827</b>	<b>17,223</b>	<b>–</b>	<b>49,020</b>	<b>129,791</b>	<b>94,842</b>	<b>34,949</b>	<b>37%</b>	<b>16,847</b>
Transfers and subsidies - capital (monetary allocations)	160,508	92,090	–	24,335	56,259	73,027	(16,767)	-23%	92,090
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–		376
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>			<b>109,313</b>
Taxation							–		
<b>Surplus/(Deficit) after taxation</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>			<b>109,313</b>
Attributable to minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>			<b>109,313</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>320,696</b>	<b>109,313</b>	<b>–</b>	<b>73,354</b>	<b>186,050</b>	<b>167,869</b>			<b>109,313</b>

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% and can be viewed in supporting table SC1.

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

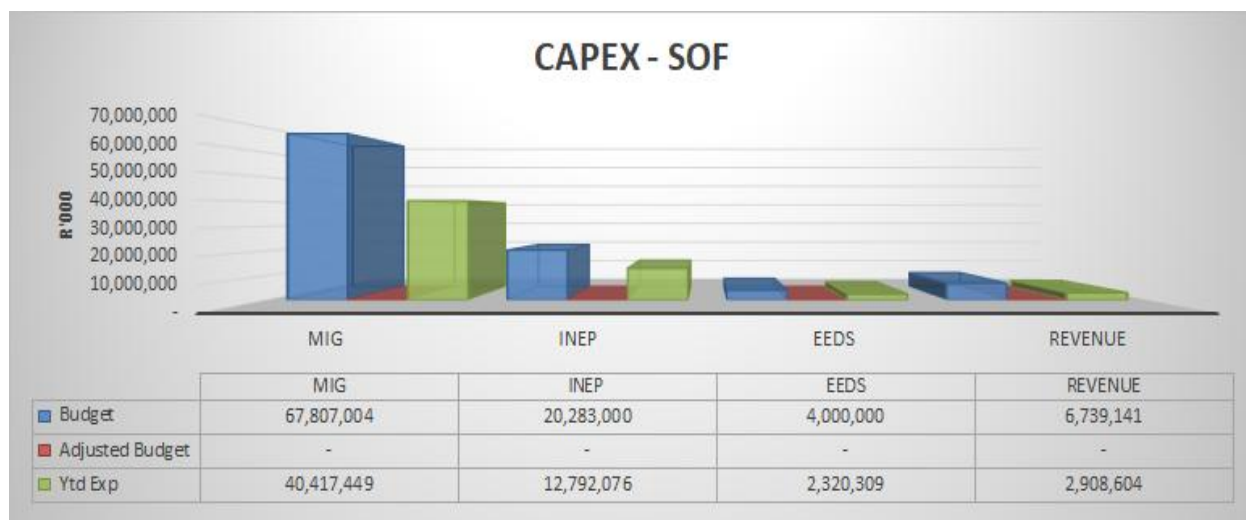
Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	2,370	1,304	–	406	1,123	966	157	16%	1,304
Executive and council	–	–	–	–	–	–	–	0%	–
Finance and administration	2,370	1,304	–	406	1,123	966	157	16%	1,304
Internal audit	–	–	–	–	–	–	–	0%	–
<b>Community and public safety</b>	12,191	870	–	925	925	654	271	41%	870
Community and social services	696	696	–	799	799	567	232	41%	696
Sport and recreation	11,495	174	–	126	126	87	39	45%	174
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>	76,556	66,071	–	16,568	40,687	30,323	10,365	34%	66,071
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76,556	66,071	–	16,568	40,687	30,323	10,365	34%	66,071
Environmental protection	–	–	–	–	–	–	–	–	–
<b>Trading services</b>	23,448	30,585	–	8,828	15,616	15,302	315	2%	30,585
Energy sources	21,342	29,932	–	8,741	15,616	14,929	688	5%	29,932
Waste management	2,107	652	–	87	–	373	(373)	-100%	652
Other	–	–	–	–	–	–	–	0%	–
<b>Total Capital Expenditure - Functional Classification</b>	114,566	98,829	–	26,727	58,469	47,244	11,107	24%	98,829
<b>Funded by:</b>									
National Government	140,508	92,090	–	24,561	55,530	43,537	11,993	28%	74,258
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	20,000	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	360	–	–	–	–	–	–	–	–
<b>Transfers recognised - capital</b>	160,868	92,090	–	24,561	55,530	43,537	11,993	28%	74,258
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	12,681	6,739	–	2,166	2,939	3,707	(799)	-22%	24,571
<b>Total Capital Funding</b>	173,549	98,829	–	26,727	58,469	47,244	11,194	24%	98,829



**Table C5C: Monthly Capital Expenditure by Vote**

Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Expenditure of multi-year capital appropriation</b>									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	1,660	435	–	396	412	–	412	#DIV/0!	435
Vote 5 - Community Services	11,217	1,130	–	925	925	567	358	63%	1,130
Vote 6 - Technical Services	88,766	69,137	–	17,621	42,441	43,934	(1,493)	-3%	69,137
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
<b>Total multi-year capital expenditure</b>	<b>101,644</b>	<b>70,702</b>	<b>–</b>	<b>18,943</b>	<b>43,778</b>	<b>44,501</b>	<b>(723)</b>	<b>-2%</b>	<b>70,702</b>
<b>Expenditure of single-year capital appropriation</b>									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	710	870	–	10	711	966	(254)	-26%	870
Vote 5 - Community Services	2,559	391	–	87	87	460	(373)	-81%	391
Vote 6 - Technical Services	68,636	26,866	–	7,688	13,863	1,318	12,545	952%	26,866
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
<b>Total single-year capital expenditure</b>	<b>71,905</b>	<b>28,127</b>	<b>–</b>	<b>7,784</b>	<b>14,691</b>	<b>2,743</b>	<b>11,918</b>	<b>434%</b>	<b>28,127</b>
<b>Total Capital Expenditure</b>	<b>173,549</b>	<b>98,829</b>	<b>–</b>	<b>26,727</b>	<b>58,469</b>	<b>47,244</b>	<b>11,194</b>	<b>24%</b>	<b>98,829</b>

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. R58, 469 million spending was incurred on capital budget, year to date budget is R47, 244 million, and this gave rise to an over performance variance of R11, 194 million that translates to 24%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R98, 829 million, R67, 807 is funded from Municipal Infrastructure grant, R20, 283 million from INEP, R4,000 million from Energy Efficiency and Demand Side Management grant and R6, 739 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	2024/25	Budget Year 2025/26			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	71,789	90,859	–	10,233	90,859
Call investment deposits	–	–	–	137,822	–
Consumer debtors	167,485	205,168	–	227,204	205,168
Other debtors	20,723	20,791	–	96,618	20,791
Current portion of long-term receivables	119	–	–	–	–
Inventory	38,258	32,818	–	38,488	32,818
<b>Total current assets</b>	<b>298,373</b>	<b>349,635</b>	<b>–</b>	<b>510,365</b>	<b>349,635</b>
<b>Non current assets</b>					
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	–	1,104,065	1,493,649
Biological	463	–	–	–	–
Intangible	–	–	–	–	–
Other non-current assets	–	463	–	3,178	463
<b>Total non current assets</b>	<b>1,284,966</b>	<b>1,562,593</b>	<b>–</b>	<b>1,241,055</b>	<b>1,562,593</b>
<b>TOTAL ASSETS</b>	<b>1,583,339</b>	<b>1,912,228</b>	<b>–</b>	<b>1,751,420</b>	<b>1,912,228</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	6,639	9,126	–	3,525	9,126
Consumer deposits	6,810	6,956	–	5,337	6,956
Trade and other payables	112,056	9,126	–	156,308	9,126
Provisions	5,003	11,563	–	10,046	11,563
<b>Total current liabilities</b>	<b>130,508</b>	<b>36,771</b>	<b>–</b>	<b>175,216</b>	<b>36,771</b>
<b>Non current liabilities</b>					
Borrowing	45,602	48,089	–	15,985	48,089
Provisions	90,302	121,783	–	147,344	121,783
<b>Total non current liabilities</b>	<b>135,904</b>	<b>169,872</b>	<b>–</b>	<b>163,329</b>	<b>169,872</b>
<b>TOTAL LIABILITIES</b>	<b>266,412</b>	<b>206,643</b>	<b>–</b>	<b>338,545</b>	<b>206,643</b>
<b>NET ASSETS</b>	<b>1,316,927</b>	<b>1,705,585</b>	<b>–</b>	<b>1,412,875</b>	<b>1,705,585</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	1,316,927	1,705,585	–	1,412,875	1,705,585
Reserves	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>1,316,927</b>	<b>1,705,585</b>	<b>–</b>	<b>1,412,875</b>	<b>1,705,585</b>

The above table shows that community wealth amounts to R1, 412 billion, total liabilities R338, million and the total assets R1, 751 million. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be not fairly reasonable relative to total current liabilities and this as a result portrays a positive picture of the municipality's current ratio of 2.9:1 which is above the acceptable norm of 2:1.

**Table C7: Quarterly Budgeted Statement Cash Flow**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates	51,043	50,923	–	3,465	24,359	23,742	617	3%	50,923
Service charges	163,762	174,139	–	11,594	71,875	70,542	1,333	2%	174,139
Other revenue	27,788	17,646	–	50,118	143,495	144,260	(765)	-1%	17,646
Transfers and Subsidies - Operational	390,673	381,926	–	125,296	286,870	288,872	(2,002)	-1%	381,926
Transfers and Subsidies - Capital	140,508	92,090	–	19,357	71,734	156,585	(84,851)	-54%	92,090
Interest	5,318	9,058	–	797	7,971	7,366	605	8%	9,058
<b>Payments</b>									
Suppliers and employees	(621,057)	(580,294)	–	(124,486)	(398,234)	(632,756)	(234,522)	37%	(580,294)
Finance charges	–	(5,962)	–	(221)	(666)	(870)	(204)	23%	(5,962)
Transfers and Grants	(0)	(13,654)	–	(629)	(4,266)	(9,799)	(5,533)	56%	(13,654)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>158,035</b>	<b>125,873</b>	<b>–</b>	<b>85,291</b>	<b>203,139</b>	<b>47,943</b>	<b>(155,196)</b>	<b>-324%</b>	<b>125,873</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
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	–	–	–	–	–	–	–		–
<b>Payments</b>									
Capital assets	(114,733)	(89,065)	–	(12,815)	(63,142)	(198,957)	(135,816)	68%	(89,065)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(115,768)</b>	<b>(44,179)</b>	<b>–</b>	<b>(12,815)</b>	<b>(63,142)</b>	<b>(198,957)</b>	<b>(135,816)</b>	<b>68%</b>	<b>(44,179)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	–	–	–	–	–	–	–		–
Borrowing long term/refinancing	–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits	–	146	–	(22)	(17)	679	(696)	-103%	146
<b>Payments</b>									
Repayment of borrowing	(11,751)	(9,494)	–	(435)	(1,134)	(5,989)	(4,855)	81%	(9,494)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(11,751)</b>	<b>(9,348)</b>	<b>–</b>	<b>(456)</b>	<b>(1,151)</b>	<b>(5,310)</b>	<b>(4,159)</b>	<b>78%</b>	<b>(9,348)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>30,517</b>	<b>72,347</b>	<b>–</b>	<b>72,020</b>	<b>138,846</b>	<b>(156,325)</b>			<b>72,347</b>
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	–		148,055	(147,116)			81,556

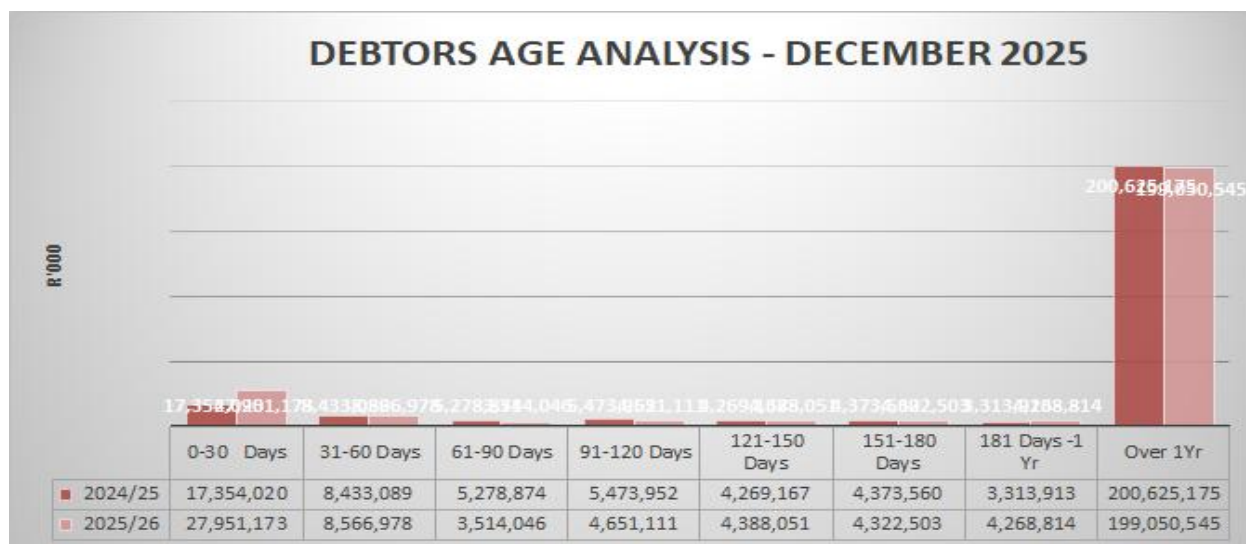
Table C7 provides details of the monthly cash in and outflow. For the second quarter ending 31 December 2025 the net cash from operating activities is R203, 139 million whilst cash used for investing activities is -R63, 142 million and the net cash from financing activities is -R1, 134 million. The cash and cash equivalent held at end of the second quarter amounted to R148, 055 million.

## PART 2: SUPPORTING TABLES

**Table SC3: Debtors Analysis**

Table provides a breakdown of the consumer and sundry debtors at the end of the second quarter. The outstanding debtors amounted to R256, 713 million as at 31 December 2025. Consumer debtors amounts to R161, 107 million and sundry debtors amounts to R95, 606 million as at end of the second quarter.

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	Bad Debts Written Off	Impairment - Bad Debts
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Electricity	16,780	1,553	352	119	156	95	91	2,636	21,782	3,097	-	-
Receivables from Non-exchange Transactions - Property Rates	6,090	2,596	2,080	2,007	1,984	1,979	1,884	83,517	102,139	91,372	-	-
Receivables from Exchange Transactions - Waste Management	1,097	714	628	615	604	604	610	31,242	36,114	33,675	-	-
Receivables from Exchange Transactions - Property Rental Debtors	90	101	21	21	39	39	39	723	1,072	861	-	-
Interest on Arrear Debtor Accounts	1,713	1,666	1,637	1,617	1,581	1,551	1,570	75,283	86,619	81,602	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	2,180	1,937	(1,204)	271	25	54	74	5,649	8,987	6,074	-	-
<b>Total By Income Source</b>	<b>27,951</b>	<b>8,567</b>	<b>3,514</b>	<b>4,651</b>	<b>4,388</b>	<b>4,323</b>	<b>4,269</b>	<b>199,051</b>	<b>256,713</b>	<b>216,681</b>	<b>-</b>	<b>-</b>
<b>2024/25 - totals only</b>	<b>17,354</b>	<b>8,433</b>	<b>5,279</b>	<b>5,474</b>	<b>4,269</b>	<b>4,374</b>	<b>3,314</b>	<b>200,625</b>	<b>249,122</b>	<b>218,056</b>		
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	3,871	2,311	1,155	1,076	1,067	1,052	978	48,264	59,774	52,437	-	-
Commercial	17,101	2,035	684	524	503	507	474	11,063	32,891	13,071	-	-
Households	6,267	4,059	2,851	2,940	2,715	2,671	2,722	136,956	161,181	148,004	-	-
Other	712	162	(1,176)	111	104	92	94	2,768	2,867	3,169	-	-
<b>Total By Customer Group</b>	<b>27,951</b>	<b>8,567</b>	<b>3,514</b>	<b>4,651</b>	<b>4,388</b>	<b>4,323</b>	<b>4,269</b>	<b>199,051</b>	<b>256,713</b>	<b>216,681</b>	<b>-</b>	<b>-</b>



The graph compares debtors' age analysis for 2024/25 financial year and 2025/26 (as at end of second quarter) and noted from the graph there is a decrease in the municipal debt book for 2025/26 financial year.

**Table SC4: Creditors 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	
<b>Creditors Age Analysis By Customer Type</b>									
Bulk Electricity									-
Bulk Water									-
PAYE deductions									-
VAT (output less input)									-
Pensions / Retirement deductions									-
Loan repayments									-
Trade Creditors									-
Auditor General									-
Other	681								-
<b>Total By Customer Type</b>	<b>681</b>	-	-	-	-	-	-	-	-

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. No creditors were outstanding for more than 30 days. All invoices were paid within the prescribed period for the Second 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 Earned	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT(9396519964)	10 Months	Current Investment	7.7%		31-Dec-25	75,906,387	1,234,646	- 65,000,000	35,296,000	47,437,032
STANDARD BANK( 038823527 030)	4 Months	Current Investment	7.9%		23-Oct-25	25,411,233	119,041	- 25,530,274	-	-
STANDARD BANK( 038823527 031)	5 Months	Current Investment	7.9%		24-Nov-25	25,412,534	293,116	- 25,705,651	-	-
STANDARD BANK( 038823527 033)	2 Months	Current Investment	7.4%		22-Jan-26	-	127,295	-	30,000,000	30,127,295
STANDARD BANK( 038823527 032)	3 Months	Current Investment	7.4%		24-Feb-26	-	128,382	-	30,000,000	30,128,382
STANDARD BANK( 038823527 034)	4 Months	Current Investment	7.5%		24-Mar-26	-	129,245	-	30,000,000	30,129,245
<b>Total</b>						<b>126,730,154</b>	<b>2,031,725</b>	<b>-116,235,925</b>	<b>125,296,000</b>	<b>137,821,954</b>

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had an opening balance of R126, 730 million, earned an interest of R2, 031 million, withdrew an amount of R116 235 million, with a top up investment of R125, 296 million and closed off with an amount of R137, 821 million at the end of second quarter

**Table SC6- Allocation and grant receipts**

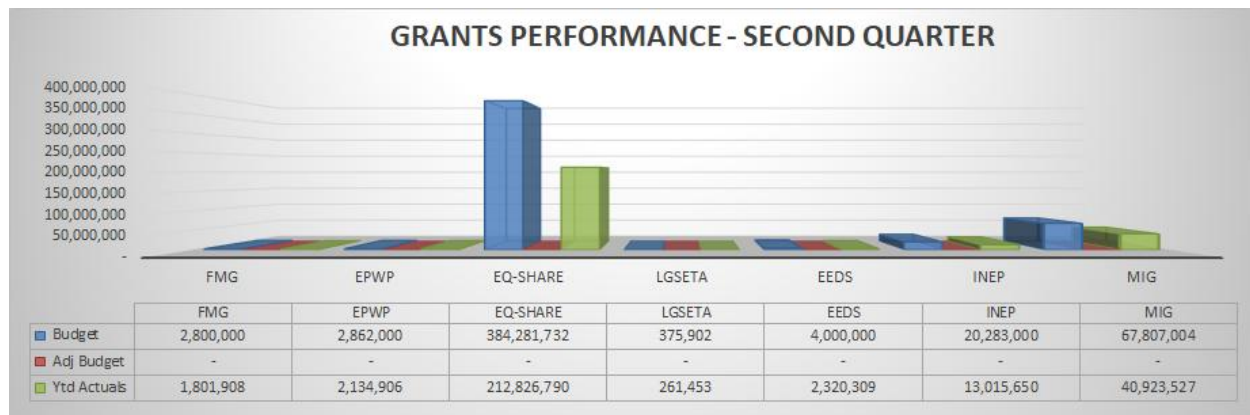
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		383,099	381,550	-	126,584	286,721	280,864	5,857	2.1%	381,550
Expanded Public Works Programme Integrated Grant		2,609	2,862	-	1,288	2,004	2,069	(65)	-3.1%	2,862
Local Government Financial Management Grant	3	2,800	2,800	-	-	2,800	2,800	-	-	2,800
Equitable Share		377,690	375,888	-	125,296	281,917	275,995	5,922	2.1%	375,888
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	376	-	120	149	376	(227)	-60.3%	376
Education, Training and Development Practices SETA		-	376	-	120	149	376	(227)	-60.3%	376
<b>Total Operating Transfers and Grants</b>		<b>383,099</b>	<b>381,926</b>	<b>-</b>	<b>126,704</b>	<b>286,870</b>	<b>281,240</b>	<b>5,630</b>	<b>2.0%</b>	<b>381,926</b>
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		140,508	92,090	-	20,157	71,734	73,796	(2,062)	-2.8%	92,090
Energy Efficiency and Demand Side Management Grant		4,000	4,000	-	800	2,600	4,000	(1,400)	-35.0%	4,000
Municipal Infrastructure Grant		91,314	67,807	-	15,300	55,950	54,496	1,454	2.7%	67,807
Integrated National Electrification Programme Grant		17,544	20,283	-	4,057	13,184	15,300	(2,116)	-13.8%	20,283
Municipal Disaster Recovery Grant		27,650	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		359	-	-	-	-	179	(179)	-100.0%	-
Education, Training and Development Practices SETA		359	-	-	-	-	179	(179)	-100.0%	-
<b>Total Capital Transfers and Grants</b>		<b>140,867</b>	<b>92,090</b>	<b>-</b>	<b>20,157</b>	<b>71,734</b>	<b>73,976</b>	<b>(2,242)</b>	<b>-3.0%</b>	<b>92,090</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>523,966</b>	<b>474,016</b>	<b>-</b>	<b>146,861</b>	<b>358,604</b>	<b>355,216</b>	<b>3,389</b>	<b>1.0%</b>	<b>474,016</b>

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R358, 604 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	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	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	–	2,486	3,937	1,638	2,299	140.3%	5,662
Expanded Public Works Programme Integrated Grant	3	2,609	2,862	–	1,102	2,135	2,069	66	3.2%	2,862
Local Government Financial Management Grant		2,800	2,800	–	1,384	1,802	2,800	(998)	-35.6%	2,800
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	(3,231)	3,231	-100.0%	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	376	–	261	261	70	191	272.9%	376
Education, Training and Development Practices SETA		–	376	–	261	261	70	191	272.9%	376
Total Operating Transfers and Grants		5,409	6,038	–	2,748	4,198	1,708	2,490	145.8%	6,038
Capital Transfers and Grants										
National Government:		116,346	92,090	–	24,335	56,259	73,027	(16,767)	-23.0%	92,090
Energy Efficiency and Demand Side Management Grant		3,999	4,000	–	1,279	2,320	3,231	(910)	-28.2%	4,000
Municipal Infrastructure Grant		91,315	67,807	–	16,360	40,924	54,496	(13,572)	-24.9%	67,807
Integrated National Electrification Programme Grant		17,544	20,283	–	6,696	13,016	15,300	(2,285)	-14.9%	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	–	24,335	56,259	73,027	(16,767)	-23.0%	92,090
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		122,105	98,128	–	27,082	60,458	74,735	(14,277)	-19.1%	98,128

A total amount of R60, 458 million that have been spent on conditional grants by the end second quarter and the year to date budget thereof amount to R74, 735 million and this resulted in underspending variance of R14, 277 million that translates to 19.1%. Of the total spending amounting to R60, 458 million, R4, 198 million is spent on operational grants whilst R56, 259 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 second quarter. The grants expenditure is shown below in percentages:

- Financial Management Grant: 64.35%
- Expanded Public Work Programme: 74.59%
- Equitable Share: 55.38%
- Municipal Infrastructure Grant: 60.35%
- Integrated National Electrification Grant: 64.17%
- Energy Efficiency and Demand Side Management Grant 58.04%
- Local Government Sector Education and Training Authority Grant: 69.55%

**Table SC8: Councilor Allowances and Employee Benefits**

Summary of Employee and Councillor remuneration	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	17,052	17,802	–	4,078	8,096	8,901	(805)	-9%	17,802
Pension and UIF Contributions	2,442	2,550	–	579	1,158	1,275	(117)	-9%	2,550
Medical Aid Contributions	6	6	–	–	–	3	(3)	-100%	6
Motor Vehicle Allowance	6,759	7,056	–	1,469	2,930	3,528	(598)	-17%	7,056
Cellphone Allowance	3,118	3,255	–	717	1,442	1,627	(185)	-11%	3,255
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	285	297	–	63	126	149	(23)	-15%	297
<b>Sub Total - Councillors</b>	<b>29,661</b>	<b>30,966</b>	<b>–</b>	<b>6,906</b>	<b>13,752</b>	<b>15,483</b>	<b>(1,731)</b>	<b>-11%</b>	<b>30,966</b>
<b>% increase</b>		<b>4%</b>							<b>4%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	3,896	7,064	–	1,392	3,032	3,532	(500)	-14%	7,064
Pension and UIF Contributions	332	476	–	105	207	273	(66)	-24%	476
Medical Aid Contributions	285	393	–	166	247	196	50	26%	393
Motor Vehicle Allowance	740	1,414	–	227	454	707	(254)	-36%	1,414
Cellphone Allowance	355	196	–	42	84	98	(14)	-14%	196
Housing Allowances	–	–	–	–	–	–	–	0%	–
Other benefits and allowances	177	735	–	305	305	377	(72)	-19%	735
<b>Sub Total - Senior Managers of Municipality</b>	<b>5,785</b>	<b>10,277</b>	<b>–</b>	<b>2,237</b>	<b>4,328</b>	<b>5,183</b>	<b>(855)</b>	<b>-17%</b>	<b>10,277</b>
<b>% increase</b>		<b>78%</b>							<b>78%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	125,657	127,054	–	33,697	67,688	63,527	4,161	7%	127,054
Pension and UIF Contributions	23,028	25,620	–	6,455	13,008	12,810	198	2%	25,620
Medical Aid Contributions	7,735	6,782	–	2,011	4,122	3,341	781	23%	6,782
Overtime	931	1,311	–	88	174	564	(390)	-69%	1,311
Performance Bonus	–	–	–	–	–	–	–	0%	–
Motor Vehicle Allowance	16,172	17,160	–	4,449	8,735	8,580	155	2%	17,160
Cellphone Allowance	2,377	2,382	–	648	1,292	1,199	93	8%	2,382
Housing Allowances	294	337	–	77	146	161	(14)	-9%	337
Other benefits and allowances	12,487	18,237	–	11,076	13,194	7,889	5,305	67%	18,237
Payments in lieu of leave	938	308	–	368	1,198	154	1,045	679%	308
Long service awards	881	–	–	–	–	1,347	(1,347)	-100%	–
Post-retirement benefit obligations	–	–	–	–	–	–	–	–	–
<b>Sub Total - Other Municipal Staff</b>	<b>190,501</b>	<b>199,190</b>	<b>–</b>	<b>58,870</b>	<b>109,558</b>	<b>99,571</b>	<b>9,987</b>	<b>10%</b>	<b>199,190</b>
<b>% increase</b>		<b>5%</b>							<b>5%</b>
<b>Total Parent Municipality</b>	<b>225,947</b>	<b>240,434</b>	<b>–</b>	<b>68,013</b>	<b>127,638</b>	<b>120,238</b>	<b>7,401</b>	<b>6%</b>	<b>240,434</b>
<b>% increase</b>		<b>6%</b>							<b>6%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>225,947</b>	<b>240,434</b>	<b>–</b>	<b>68,013</b>	<b>127,638</b>	<b>120,238</b>	<b>7,401</b>	<b>6%</b>	<b>240,434</b>
<b>% increase</b>		<b>6%</b>							<b>6%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>196,286</b>	<b>209,467</b>	<b>–</b>	<b>61,107</b>	<b>113,886</b>	<b>104,754</b>	<b>9,132</b>	<b>9%</b>	<b>209,467</b>

This table provides the details for councilor and employee benefits. For the second quarter the total salaries, allowances and benefits amounted to R127, 638 million, which deviates with R7, 401 million from the planned figure.

**Table SC9: Actual and Revised Targets for Cash Receipts**

Description	Budget Year 2025/26				2025/26 Medium Term Revenue & Expenditure Framework		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Outcome	Budget	Budget	2025/26	2026/27	2027/28
<b>Cash Receipts By Source</b>							
Property rates	11,425	12,934	11,636	14,929	50,923	53,066	54,392
Service charges - electricity revenue	32,184	36,049	44,114	55,653	168,000	175,561	179,967
Service charges - refuse	1,718	1,924	1,548	949	6,139	6,415	6,577
Rental of facilities and equipment	188	270	442	567	1,467	1,534	1,602
Interest earned - external investments	4,969	934	110	(717)	5,297	5,540	5,784
Interest earned - outstanding debtors	575	1,492	901	793	3,761	3,930	4,028
Fines, penalties and forfeits	7,939	54,266	469	(56,059)	6,614	8,183	8,917
Licences and permits	1,906	1,633	1,581	1,796	6,916	7,234	7,553
Transfers and Subsidies - Operational	160,166	126,704	86,686	8,370	381,926	376,589	393,576
Other revenue	70,936	6,357	492	(75,137)	2,648	2,770	2,892
<b>Cash Receipts by Source</b>	<b>292,008</b>	<b>242,563</b>	<b>147,979</b>	<b>(48,858)</b>	<b>633,691</b>	<b>640,823</b>	<b>665,288</b>
<b>Other Cash Flows by Source</b>							
Transfers and subsidies - capital (monetary allocations)	51,577	20,157	96,819	(78,463)	90,090	78,600	86,195
Transfers and subsidies - capital (monetary allocations)	–	–	196	(196)	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	43,526	–	43,526	78,256	100,365
Increase (decrease) in consumer deposits	46	(63)	83	80	146	153	157
Decrease (increase) in non-current receivables	–	–	1,824	(464)	1,360	1,422	1,485
<b>Decrease (increase) in non-current investments</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Cash Receipts by Source</b>	<b>343,631</b>	<b>262,657</b>	<b>290,427</b>	<b>(127,901)</b>	<b>768,813</b>	<b>799,254</b>	<b>853,490</b>
<b>Cash Payments by Type</b>							
Employee related costs	52,779	61,107	50,916	38,811	203,613	207,906	213,270
Remuneration of councillors	6,846	6,906	7,743	9,471	30,966	32,360	33,169
Interest paid	173	492	3,348	1,948	5,962	4,913	2,513
Bulk purchases - Electricity	29,039	35,423	38,793	51,914	155,170	174,938	197,226
Other materials	4,853	6,552	81,722	(25,389)	67,738	70,768	72,563
Contracted services	27,463	27,011	19,262	(3,634)	70,102	68,548	72,158
Grants and subsidies paid - other	2,139	2,127	(384)	9,763	13,645	14,273	14,901
General expenses	29,565	110,689	52,341	(120,500)	72,095	67,770	69,661
<b>Cash Payments by Type</b>	<b>152,858</b>	<b>250,308</b>	<b>253,741</b>	<b>(37,616)</b>	<b>619,291</b>	<b>641,476</b>	<b>675,461</b>
<b>Other Cash Flows/Payments by Type</b>							
Capital assets	36,415	26,727	43,374	(17,451)	89,065	70,928	77,772
Repayment of borrowing	316	818	–	(1,134)	–	–	–
Other Cash Flows/Payments	–	–	30,709	(11,710)	18,999	21,746	25,960
<b>Total Cash Payments by Type</b>	<b>189,589</b>	<b>277,853</b>	<b>327,824</b>	<b>(67,910)</b>	<b>727,355</b>	<b>734,150</b>	<b>779,193</b>
NET INCREASE/(DECREASE) IN CASH HELD	154,042	(15,196)	(37,397)	(59,991)	41,458	65,103	74,297
Cash/cash equivalents at the month/year beginning:	403,194	557,236	542,040	504,643	9,209	50,667	115,771
Cash/cash equivalents at the month/year end:	557,236	542,040	504,643	444,652	50,667	115,771	190,068

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 second quarter, cash receipts reflect an amount of R262, 657 million whilst the total cash payment is R227, 853 million. The cash and cash equivalent at end of the quarter amounted to R542, 040 million.



**Table SC12: Capital Expenditure Trend**

Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
<b>Monthly expenditure performance trend</b>									
First Quarter	17,997	23,873	–	31,711	31,711	48,468	(16,757)	-35%	32%
Second Quarter	24,157	23,371	–	26,758	58,469	71,839	(13,370)	-19%	59%
Third Quarter	67,905	27,726	–	–	–	–	–	0%	0%
Fourth Quarter	63,490	23,859	–	–	–	–	–	0%	0%
<b>Total Capital expenditure</b>	<b>173,549</b>	<b>98,829</b>	<b>–</b>	<b>58,469</b>					

Supporting table SC12 provides information on the monthly trends for capital expenditure and these tables serves as a supporting table for table C5. In terms of this table the capital expenditure for second quarter amounts to R26, 758 million. The year to date actual amounts to R58, 469 million and year to date capital budget is R71, 839 million that gives rise to underspending variance of R13, 370 million that translate to 19% of original budget.



**Table SC13a: Quarterly Capital Expenditure on New Assets**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on new assets by Asset Class</b>									
<b>Infrastructure</b>	<b>42,783</b>	<b>38,079</b>	<b>–</b>	<b>8,150</b>	<b>14,078</b>	<b>19,394</b>	<b>5,316</b>	<b>27%</b>	<b>38,079</b>
Roads Infrastructure	20,000	–	–	–	–	–	–		–
Roads	20,000	–	–	–	–	–	–		–
Road Structures	–	–	–	–	–	–	–	0%	–
<b>Electrical Infrastructure</b>	<b>22,248</b>	<b>31,292</b>	<b>–</b>	<b>5,295</b>	<b>10,182</b>	<b>14,929</b>	<b>4,747</b>	<b>32%</b>	<b>31,292</b>
Power Plants	4,000	3,100	–	683	2,099	1,859	(240)	-13%	3,100
MV Substations	–	–	–	–	–	–	–		–
MV Switching Stations	–	–	–	–	–	–	–		–
MV Networks	17,544	28,192	–	4,612	8,083	13,069	4,987	38%	28,192
LV Networks	–	–	–	–	–	–	–		–
Capital Spares	704	–	–	–	–	–	–		–
<b>Solid Waste Infrastructure</b>	<b>535</b>	<b>6,786</b>	<b>–</b>	<b>2,855</b>	<b>3,896</b>	<b>4,465</b>	<b>569</b>	<b>34%</b>	<b>6,786</b>
Landfill Sites	100	5,221	–	2,211	3,252	3,616	364	10%	5,221
Drainage Collection	435	1,565	–	644	644	849	205	24%	1,565
<b>Community Assets</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>		<b>–</b>
Community Facilities	–	–	–	–	–	–	–		–
<b>Other assets</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>		<b>–</b>
Operational Buildings	–	–	–	–	–	–	–		–
Municipal Offices	–	–	–	–	–	–	–		–
<b>Intangible Assets</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>		<b>–</b>
Servitudes	–	–	–	–	–	–	–		–
Computer Software and Applications	–	–	–	–	–	–	–		–
<b>Computer Equipment</b>	<b>1,660</b>	<b>870</b>	<b>–</b>	<b>10</b>	<b>711</b>	<b>737</b>	<b>26</b>	<b>4%</b>	<b>870</b>
Computer Equipment	1,660	870	–	10	711	737	26	4%	870
<b>Furniture and Office Equipment</b>	<b>760</b>	<b>435</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>228</b>	<b>228</b>	<b>100%</b>	<b>435</b>
Furniture and Office Equipment	760	435	–	–	–	228	228	100%	435
<b>Machinery and Equipment</b>	<b>278</b>	<b>174</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>87</b>	<b>87</b>	<b>100%</b>	<b>174</b>
Machinery and Equipment	278	174	–	–	–	87	87	100%	174
<b>Transport Assets</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>0%</b>	<b>–</b>
Transport Assets	–	–	–	–	–	–	–	0%	–
<b>Total Capital Expenditure on new assets</b>	<b>45,481</b>	<b>39,557</b>	<b>–</b>	<b>8,160</b>	<b>14,789</b>	<b>20,446</b>	<b>5,657</b>	<b>28%</b>	<b>39,557</b>

**Table SC13b: Quarterly Expenditure on Existing Assets**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on renewal of existing assets by Asset Class</b>									
<b>Infrastructure</b>	17,550	3,414	–	1,952	2,923	129	(2,794)	-2160%	3,414
<b>Roads Infrastructure</b>	17,050	–	–	–	–	–	–	–	–
Roads	17,050	–	–	–	–	–	–	0%	–
Road Structures	–	–	–	–	–	–	–	0%	–
<b>Electrical Infrastructure</b>	500	3,240	–	1,847	2,794	–	(2,794)	0%	–
MV Networks	–	3,240	–	1,847	2,794	–	(2,794)	0%	–
Capital Spares	500	–	–	–	–	–	–	–	–
<b>Solid Waste Infrastructure</b>	–	174	–	104	130	129	(0)	0%	3,414
Landfill Sites	–	–	–	–	–	–	(0)	0%	–
Waste Transfer Stations	–	174	–	104	130	129	–	0%	174
<b>Community Assets</b>	1,696	–	–	–	–	–	–	–	–
Community Facilities	1,696	–	–	–	–	–	–	0%	–
Cemeteries/Crematoria	1,696	–	–	–	–	–	–	0%	–
<b>Sport and Recreation Facilities</b>	–	–	–	–	–	–	–	–	–
Indoor Facilities	–	–	–	–	–	–	–	0%	–
Outdoor Facilities	–	–	–	–	–	–	–	0%	–
<b>Other assets</b>	–	–	–	–	–	–	–	–	–
Operational Buildings	–	–	–	–	–	–	–	0%	–
Municipal Offices	–	–	–	–	–	–	–	0%	–
<b>Intangible Assets</b>	–	–	–	–	–	–	–	–	–
Servitudes	–	–	–	–	–	–	–	0%	–
Computer Software and Applications	–	–	–	–	–	–	–	0%	–
<b>Computer Equipment</b>	–	–	–	–	–	–	–	0%	–
Computer Equipment	–	–	–	–	–	–	–	0%	–
<b>Furniture and Office Equipment</b>	–	–	–	–	–	–	–	0%	–
Furniture and Office Equipment	–	–	–	–	–	–	–	0%	–
<b>Machinery and Equipment</b>	238	87	–	–	–	57	57	100%	87
Machinery and Equipment	238	87	–	–	–	57	57	100%	87
<b>Transport Assets</b>	–	–	–	–	–	–	–	0%	–
Transport Assets	–	–	–	–	–	–	–	0%	–
<b>Total Capital Expenditure on renewal of existing assets</b>	19,484	3,501	–	1,952	2,923	186	(2,737)	-1472.1%	3,501

**Table SC13c: Quarterly Expenditure on Repairs & Maintenance**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Repairs and maintenance expenditure by Asset Class</b>									
<b>Infrastructure</b>	19,675	15,722	-	6,163	9,597	8,497	(1,101)	-13%	15,622
<b>Roads Infrastructure</b>	13,024	7,129	-	3,400	4,610	3,713	(897)	-24%	7,029
Roads	13,024	7,129	-	3,400	4,610	3,713	(897)	-24%	7,029
Road Furniture							-		
<b>Electrical Infrastructure</b>	4,551	5,468	-	2,166	3,495	3,111	(384)	-12%	5,468
MV Substations		100					-		100
MV Networks	4,551	5,368	-	2,166	3,495	3,111	(384)	-12%	5,368
<b>Solid Waste Infrastructure</b>	2,100	3,125	-	597	1,492	1,562	70	4%	3,125
Landfill Sites	2,100	3,125	-	597	1,492	1,562	70	4%	3,125
Capital Spares	-	-	-	-	-	-	-	0%	-
<b>Community Assets</b>	448	2,227	-	973	1,056	3,512	2,456	70%	2,227
Community Facilities	448	2,227	-	973	1,056	3,512	2,456	70%	2,227
Parks	448	2,227	-	973	1,056	3,512	2,456	70%	2,227
<b>Sport and Recreation Facilities</b>	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
<b>Other assets</b>	959	1,984	-	240	416	755	339	45%	1,984
Operational Buildings	959	1,984	-	240	416	755	339	45%	1,984
Municipal Offices	959	1,984	-	240	416	755	339	45%	1,984
<b>Intangible Assets</b>	1,470	100	-	31	31	-	(31)	0%	100
Servitudes				-			-		
Licences and Rights	1,470	100	-	31	31	-	(31)	0%	100
Computer Software and Applications	1,470	100	-	31	31	-	(31)	0%	100
<b>Computer Equipment</b>	-	4,797	-	2,604	3,829	-	(3,829)	0%	4,797
Computer Equipment		4,797		2,604	3,829		(3,829)	0%	4,797
<b>Furniture and Office Equipment</b>	-	580	-	113	263	290	27	9%	580
Furniture and Office Equipment		580	-	113	263	290	27	9%	580
<b>Machinery and Equipment</b>	12,401	12,701	-	3,753	6,952	6,621	(331)	-5%	12,701
Machinery and Equipment	12,401	12,701	-	3,753	6,952	6,621	(331)	-5%	12,701
<b>Transport Assets</b>	4,295	2,920	-	515	1,079	1,628	549	34%	2,920
Transport Assets	4,295	2,920	-	515	1,079	1,628	549	34%	2,920
<b>Total Repairs and Maintenance Expenditure</b>	39,247	41,032	-	14,392	23,224	21,303	(1,921)	-9%	40,932

**Table SC13d: Quarterly Expenditure on Depreciation**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Depreciation by Asset Class</b>									
<b>Infrastructure</b>	<b>31,545</b>	<b>13,966</b>	<b>–</b>	<b>11,164</b>	<b>22,345</b>	<b>21,333</b>	<b>(1,012)</b>	<b>-5%</b>	<b>13,966</b>
<b>Roads Infrastructure</b>	<b>24,678</b>	<b>5,802</b>	<b>–</b>	<b>9,824</b>	<b>19,665</b>	<b>17,963</b>	<b>(1,702)</b>	<b>-9%</b>	<b>5,802</b>
Roads	24,221	5,395	–	1,069	2,138	17,759	15,621	88%	5,395
Road Structures	228	237	–	8,616	17,249	119	(17,131)	-14433%	237
Road Furniture	229	170	–	139	278	85	(193)	-227%	170
Storm water Infrastructure	–	44	–	–	–	–	–	–	44
Drainage Collection	–	44	–	–	–	–	–	–	44
<b>Electrical Infrastructure</b>	<b>4,640</b>	<b>6,472</b>	<b>–</b>	<b>1,191</b>	<b>2,382</b>	<b>2,710</b>	<b>328</b>	<b>12%</b>	<b>6,472</b>
MV Substations	1,226	3,171	–	228	457	1,549	1,093	71%	3,171
MV Switching Stations	(1)	335	–	78	156	168	11	7%	335
MV Networks	1,543	625	–	339	678	194	(484)	-249%	625
LV Networks	262	669	–	159	319	335	16	5%	669
Capital Spares	1,610	1,671	–	386	772	464	(308)	-66%	1,671
<b>Solid Waste Infrastructure</b>	<b>2,227</b>	<b>1,648</b>	<b>–</b>	<b>149</b>	<b>298</b>	<b>630</b>	<b>332</b>	<b>53%</b>	<b>1,648</b>
Landfill Sites	516	445	–	148	297	227	(70)	-31%	445
Waste Transfer Stations	–	–	–	–	–	–	–	–	–
Waste Processing Facilities	1,708	1,200	–	–	–	402	402	100%	1,200
Capital Spares	3	3	–	1	1	1	(1)	-122%	3
Drainage Collection	–	–	–	–	–	31	31	0	–
<b>Community Assets</b>	<b>958</b>	<b>1,124</b>	<b>–</b>	<b>176</b>	<b>353</b>	<b>515</b>	<b>162</b>	<b>31%</b>	<b>1,124</b>
<b>Community Facilities</b>	<b>802</b>	<b>849</b>	<b>–</b>	<b>176</b>	<b>353</b>	<b>433</b>	<b>80</b>	<b>19%</b>	<b>849</b>
Halls	30	30	–	6	12	22	10	0	30
Centres	183	193	–	18	36	96	60	0	193
Cemeteries/Crematoria	92	97	–	45	91	49	(42)	(0)	97
Purls	1	8	–	1	1	5	4	0	8
Taxi Ranks/Bus Terminals	244	258	–	47	94	129	35	27%	258
Capital Spares	253	264	–	59	118	132	14	11%	264
<b>Sport and Recreation Facilities</b>	<b>156</b>	<b>275</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>82</b>	<b>82</b>	<b>100%</b>	<b>275</b>
Indoor Facilities	–	–	–	–	–	–	–	–	–
Outdoor Facilities	156	275	–	–	–	82	82	100%	275
Capital Spares	–	–	–	–	–	–	–	–	–
Other Heritage	–	–	–	–	–	–	–	–	–
<b>Other assets</b>	<b>3,966</b>	<b>5,223</b>	<b>–</b>	<b>813</b>	<b>1,625</b>	<b>2,987</b>	<b>1,362</b>	<b>46%</b>	<b>5,223</b>
<b>Operational Buildings</b>	<b>1,415</b>	<b>2,178</b>	<b>–</b>	<b>532</b>	<b>1,064</b>	<b>1,043</b>	<b>(21)</b>	<b>-2%</b>	<b>2,178</b>
Municipal Offices	716	1,606	–	409	817	803	(14)	-2%	1,606
Stores	389	244	–	58	115	125	10	8%	244
Training Centres	310	328	–	66	132	115	(17)	-15%	328
<b>Housing</b>	<b>2,552</b>	<b>3,045</b>	<b>–</b>	<b>280</b>	<b>561</b>	<b>1,944</b>	<b>1,383</b>	<b>71%</b>	<b>3,045</b>
Social Housing	2,552	3,045	–	280	561	1,944	1,383	71%	3,045
<b>Intangible Assets</b>	<b>6</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>13</b>	<b>13</b>	<b>100%</b>	<b>–</b>
Servitudes	6	–	–	–	–	8	8	100%	–
Licences and Rights	–	–	–	–	–	4	4	100%	–
Computer Software and Applications	–	–	–	–	–	4	4	100%	–
<b>Computer Equipment</b>	<b>673</b>	<b>1,010</b>	<b>–</b>	<b>390</b>	<b>759</b>	<b>507</b>	<b>(253)</b>	<b>-50%</b>	<b>1,010</b>
Computer Equipment	673	1,010	–	390	759	507	(253)	-50%	1,010
<b>Furniture and Office Equipment</b>	<b>763</b>	<b>2,539</b>	<b>–</b>	<b>509</b>	<b>1,015</b>	<b>1,201</b>	<b>186</b>	<b>16%</b>	<b>2,539</b>
Furniture and Office Equipment	763	2,539	–	509	1,015	1,201	186	16%	2,539
<b>Machinery and Equipment</b>	<b>3,564</b>	<b>4,112</b>	<b>–</b>	<b>1,421</b>	<b>2,803</b>	<b>2,097</b>	<b>(706)</b>	<b>-34%</b>	<b>4,112</b>
Machinery and Equipment	3,564	4,112	–	1,421	2,803	2,097	(706)	-34%	4,112
<b>Transport Assets</b>	<b>20,401</b>	<b>35,518</b>	<b>–</b>	<b>384</b>	<b>769</b>	<b>2,697</b>	<b>1,929</b>	<b>72%</b>	<b>35,518</b>
Transport Assets	20,401	35,518	–	384	769	2,697	1,929	72%	35,518
<b>Total Depreciation</b>	<b>61,877</b>	<b>63,492</b>	<b>–</b>	<b>14,858</b>	<b>29,669</b>	<b>31,349</b>	<b>1,680</b>	<b>5%</b>	<b>63,492</b>

**Table SC13e: Quarterly Capital Expenditure on Upgrading of Existing Assets**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Second Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on upgrading of existing assets by Asset Class</b>									
<b>Infrastructure</b>	98,282	55,771	–	16,616	40,726	26,612	(14,114)	-53%	55,771
<b>Roads Infrastructure</b>	96,932	55,771	–	16,616	40,726	26,612	(14,114)	-53%	55,771
Roads	96,932	55,771	–	16,616	40,726	26,612	(14,114)	-53%	55,771
Storm water Infrastructure	–	–	–	–	–	–	–	–	–
<b>Electrical Infrastructure</b>	916	–	–	–	–	–	–	–	–
Power Plants	–	–	–	–	–	–	–	–	–
MV Substations	–	–	–	–	–	–	–	–	–
MV Switching Stations	–	–	–	–	–	–	–	–	–
MV Networks	916	–	–	–	–	–	–	–	–
LV Networks	–	–	–	–	–	–	–	–	–
<b>Solid Waste Infrastructure</b>	435	–	–	–	–	–	–	–	–
Landfill Sites	435	–	–	–	–	–	–	–	–
Waste Transfer Stations	–	–	–	–	–	–	–	–	–
<b>Community Assets</b>	10,301	–	–	–	–	–	–	–	–
Community Facilities	–	–	–	–	–	–	–	–	–
Parks	–	–	–	–	–	–	–	–	–
<b>Sport and Recreation Facilities</b>	10,301	–	–	–	–	–	–	–	–
Indoor Facilities	–	–	–	–	–	–	–	–	–
Outdoor Facilities	10,301	–	–	–	–	–	–	–	–
<b>Other assets</b>	–	–	–	–	–	–	–	–	–
Operational Buildings	–	–	–	–	–	–	–	–	–
Municipal Offices	–	–	–	–	–	–	–	–	–
Yards	–	–	–	–	–	–	–	–	–
<b>Intangible Assets</b>	–	–	–	–	–	–	–	–	–
Licences and Rights	–	–	–	–	–	–	–	–	–
Computer Software and Applications	–	–	–	–	–	–	–	–	–
<b>Computer Equipment</b>	–	–	–	–	–	–	–	–	–
Computer Equipment	–	–	–	–	–	–	–	–	–
<b>Furniture and Office Equipment</b>	–	–	–	–	–	–	–	–	–
Furniture and Office Equipment	–	–	–	–	–	–	–	–	–
<b>Machinery and Equipment</b>	–	–	–	–	–	–	–	–	–
Machinery and Equipment	–	–	–	–	–	–	–	–	–
<b>Transport Assets</b>	–	–	–	–	–	–	–	–	–
Transport Assets	–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure on upgrading of existing assets</b>	108,584	55,771	–	16,616	40,726	26,612	(14,114)	-53%	55,771

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	2025/26 Medium Term Revenue and Expenditure Framework			
					Original Budget	Original Budget After Virements	YTD Actuals	Percentage
Community Services	Landfill Sites:Ablution Facility Groblersdal	single	Community Assets	Community Assets	43,479	43,479	43,450	100%
	Landfill Sites:Ablution Facility Roossenekal	single	Furniture and Office Equipment	Furniture and Office Equipment	43,479	43,479	43,450	100%
	Landfill Sites:construction of washbay at Groblersdal landfill site	single	Solid Waste Infrastructure	Landfill Sites	173,914	173,914	-	0%
	Landfill Sites:Fencing of Tafelkop Cemetery	Multi	Community Assets	Community Assets	695,653	695,653	799,250	115%
	Landfill Sites:Landfill Site Off Storage	single	Machinery and Equipment	Machinery and Equipment	43,479	43,479	-	0%
	Landfill Sites:Notice Boards	single	Community Assets	Landfill Sites	86,957	86,957	-	0%
	Landfill Sites:Weighbridge Groblersdal Landfill Site	Multi	Machinery and Equipment	Machinery and Equipment	260,870	260,870	-	0%
Corporate Services	Machinery and Equipment:Machinery and Equipment	Multi	Community Assets	Community Assets	173,914	173,914	125,900	72%
	Computer Equipment	single	Computer Equipment	Computer Equipment	869,566	869,566	711,204	82%
Technical Services	Furniture and Office Equipment:Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	434,783	434,783	411,600	95%
	Drainage Collection:Groblersdal Storm water	Multi	Electrical Infrastructure	Capital Spares	1,565,218	1,565,218	644,198	41%
	Landfill Sites:Groblersdal Landfill site 6.6	Multi	Storm water Infrastructure	Drainage Collection	11,538,950	11,538,950	-	0%
	Machinery and Equipment:Machinery and Equipment	single	Machinery and Equipment	Capital Spares	173,914	173,914	129,552	74%
	MV Networks:Electrification of Doorom (Designs)	Multi	Electrical Infrastructure	MV Networks	1,299,000	1,299,000	810,363	62%
	MV Networks:Electrification of Kgaphamadi	Multi	Electrical Infrastructure	MV Networks	2,736,000	2,736,000	1,093,100	40%
	MV Networks:Electrification of Luckau Maganagobuswa	Multi	Electrical Infrastructure	MV Networks	1,588,000	1,588,000	559,813	35%
	MV Networks:Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	2,400,000	2,400,000	1,746,970	73%
	MV Networks:Electrification of Mantrombi Section	Multi	Electrical Infrastructure	MV Networks	3,100,000	3,100,000	2,098,946	68%
	MV Networks:Electrification of Mkhajini ward 19	Multi	Electrical Infrastructure	MV Networks	500,000	500,000	-	0%
	MV Networks:Electrification of Ntswelemotse ext (Designs)	single	Electrical Infrastructure	MV Networks	3,240,000	3,240,000	2,793,739	86%
	MV Networks:Electrification of Oorlog (Designs)	Multi	Electrical Infrastructure	MV Networks	1,872,000	1,872,000	1,206,122	64%
	MV Networks:Electrification of Phooko	Multi	Electrical Infrastructure	MV Networks	1,100,000	1,100,000	813,197	74%
	MV Networks:Electrification of Zaaipuss Police Station (Designs)	Multi	Electrical Infrastructure	MV Networks	2,448,000	2,448,000	1,669,826	68%
	MV Networks:Energy Efficiency and Demand Side Management	single	Electrical Infrastructure	Power Plants	4,000,000	4,000,000	2,320,309	58%
	MV Networks:Installation of Engineering Services at Game Farm	single	Electrical Infrastructure	MV Substations	434,783	434,783	-	0%
	MV Networks:Installation of high mast in Tafelkop Dipakapakeng bluemoon	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Dikgalaopeng	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Legolaneng	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Lusaka	single	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Magakadimeng	single	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Makgopheng	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Matlala Lehwelere	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Matsitsi Village	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Stompo	single	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Tafelkop Rammupudu T-Junction	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of high mast light in Waalkraal Clinic	Multi	Roads Infrastructure	Roads	395,000	684,627	45,802	7%
	MV Networks:Installation of Solar Panels	Multi	Electrical Infrastructure	Roads	434,783	434,783	-	0%
	MV Networks:Refurbishment of Roosenekal Network	Multi	Electrical Infrastructure	MV Networks	434,783	434,783	-	0%
	Roads:Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	11,430,592	13,474,737	9,466,739	70%
	Roads:Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	2,084,317	1,951,272	1,952,272	100%
	Roads:Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	12,006,125	12,006,125	11,494,249	96%
	Roads:UPGRADING OF MOGAUNG ROAD	Multi	Roads Infrastructure	Roads	434,783	434,783	-	0%
	Roads:Upgrading of Mokomong access road to Marateng taxi rank	Multi	Roads Infrastructure	Roads	8,569,778	8,569,778	8,549,577	100%
	Roads:Upgrading of Ramaphosa from gravel to paved road	Multi	Roads Infrastructure	Roads	434,783	434,783	-	0%
	Roads:Upgrading of Tafelkop Babeding Bus route	single	Roads Infrastructure	Roads	6,584,350	3,627,797	3,627,797	100%
	Roads:Upgrading of Waalkraal Bus route	single	Roads Infrastructure	Roads	11,247,892	9,107,448	4,853,706	53%
TOTAL					98,829,145	98,829,145	58,469,149	



## 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 31 December 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 .....