KOUGA MUNICIPALITY (EC 108)
FINANCE & ECONOMIC DEVELOPMENT PORTFOLIO COMMITTEE MEETING
FINANCE & ECONOMIC DEVELOPMENT
OPEN
DATE:
ITEM NO:

MONTHLY BUDGET STATEMENTS FOR THE PERIOD JULY 2024 TO APRIL 2025 AND FINANCIAL STATE OF AFFAIRS OF THE MUNICIPALITY AS AT 30 APRIL 2025 (2024/25 FINANCIAL YEAR)

1. Introduction

The purpose of this report is to comply with Section 71 of the Municipal Finance Management Act (MFMA), read together with Regulation 28 of the Municipal Budget and Reporting Regulations as promulgated in the Government Gazette No 32141 of 17 April 2009, which requires that specific financial particulars be reported on and in the formats prescribed.

2. Background

MFMA Accountability cycle begins with the preparation and approval of the IDP, MTREF and SDBIP, which is followed by in year reporting, Annual Financial Statements, Annual Audit (Audit Report) and Annual and Oversight Reports. The MFMA legislates what must be reported on, by when, and the Municipal Budget and Reporting Regulations prescribes the format of the reports.

In accordance with Section 71(1) of the MFMA, the Accounting Officer must by no later than 10 working days after the end of each month, submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget.

In accordance with regulation 28 of the MBRR, the monthly budget statements of a municipality must be in the format specified in Schedule C and include all the required tables, charts, and explanatory information, considering any guidelines issued by the Minister in terms of section 168(1) of the Municipal Management Finance Act".

3. Discussion

The monthly budget statement report provides a balance and consolidated financial performance overview to assist the Executive Mayor in his oversight role.

The report complies with Schedule C of the Municipal Budget and Reporting Regulations (MBRR), the following detailed schedules are attached for the period, ending 30 April 2025:

"Annexure A" – Financial Overview

"Annexure A1" – Operating Revenue and Expenditure Performance

"Annexure A2" - Capital Budget Performance

"Annexure A3"- Projected Cash Flow Statement

"Annexure A4" – Municipal Monthly Budget Tables

"Annexure A5"- Analysis of Municipality's Statement of Financial Performance

i. Overview of Outstanding Consumer Debtors
ii. Overview of Creditors position
iii. Grants receipts and Expenditure
iv. Councillors & Employee benefits
v. Key performance Indicators

4. **Financial Implications**

Completed by BTO -	As stipulated in the report. Refer to **"Annexure A"**
Project Description	
Ukey no.	
Budgeted Amount	
Amount spent and committed to date	
Amount Available	
Comment	
BTO Signature	

5. **Applicable Legislation**

- Section 71 of the Local Government: Municipal Finance Management Act No. 56 of 2003.
- Local Government: Municipal Budget and Reporting Regulations, 17 April 2009.
- Local Government: Municipal Finance Management Act: Municipal Regulations on a Standard Chart of Accounts (mSCOA), 22 April 2014.

6. **Legal Implications**

The report relates to Section 71 of the Municipal Finance Management Act (MFMA) and Regulation 28 of the Municipal Budget and Reporting Regulations (MBRR).

7. **Other Implications**

None.

8. **<u>Comments by Directorates:</u>**

8.1 **Chief Financial Officer:**

[insert comment]

8.2 **Director: Planning & Development**

[insert comment]

8.3 **Director: Civil & Water Services**

[insert comment]

8.4 **Director: Electro and Mechanical Services**

[insert comment]

8.5 **Director: Community Services**

[insert comment]

8.6 **Deputy Municipal Manager**

[insert comment]

8.7 **Municipal Manager**

[insert comment]

9. **Delegated Authority**

To be noted by the Portfolio Committee.

10. **Municipal Manager's Quality Certificate**

I, Charl Du Plessis, Municipal Manager of Kouga Local Municipality hereby certify that the monthly budget statements have been prepared in accordance with the Municipal Finance Management act and regulations made under the Act, and that monthly budget statements are consistent with the Integrated Development Plan of the municipality.
Print Name _Charl Du Plessis
Municipal Manager of Kouga Local Municipal

Signature

Date: 14 May 2025

11. Recommendations

11.1 That the Executive Mayor notes Municipal Manager's report on the monthly budget statements, in accordance with Section 71(1) of the Municipal Finance Management Act.

11.2 That the Executive mayor notes the submission of the monthly budget statements report to provincial treasury as stipulated in section 71(1) of the MFMA.

Item prepared by the: Manager Budget and Treasury

Item approved by the: Chief Financial Officer

Item endorsed by the Municipal Manager:

Item noted by Portfolio Chairperson:

"ANNEXURE A"

1. **FINANCIAL OVERVIEW**

This report provides a balanced and consolidated financial performance overview to assist the Executive Mayor in his oversight role.

An analysis of the financial position and performance was undertaken to determine the relative financial strength and liquidity of the Municipality. This was complemented by analysing the cash flow position, the investment portfolio, ratios, the operating, and capital budget performance for the months of April 2025, to facilitate an informed assessment of the relative liquidity and financial position of the Municipality.

The financial performance highlights are as follows:

- Operating revenue amounted to R 1,067,838 million, whilst operating expenditure amounted to R1,393,396 million, resulting in an operating deficit of R 325,558.
- Capital expenditure constituted 50.33% of the 2024/25 Approved Adjusted Capital Budget.
- Overdue consumer debts decreased by R 136,224 million (-33.55%) since June 2024.
- An amount of R55,130 million is owing to creditors, 100.63% which is current creditors. Currently all outstanding creditors are not reflected on the creditors age analysis.

The municipality's investment portfolio has increased by R 104,641,756 (72.84%) since June 2024, from R 143,659,131 to R 248,300,886.

Below is an analysis of the Investment Portfolio as at 30 April 2025.

	Balance as at 30 June 2024	Invested	Interest	Withdrawals	Adjustments	Balance as at 30 April 2025
Standard Bank	26,516,585	-	1,513,646	8,378,539		19,651,692
ABSA	22,795,366	145,106,258	2,773,998	54,632,641	590	116,042,392
Nedbank	22,593,059	20,509,206	1,561,718	25,000,000		19,663,983
RMB	22,735,812	51,602,496	1,302,960	56,115,699		19,525,569
INVESTEC	22,771,482	20,336,093	1,550,385	25,000,000		19,657,960
Total	**117,412,304**	**237,554,054**	**8,702,707**	**169,126,879**	**590**	**194,541,596**
INVESTMENT	**Balance as at 30 June 2024**	**Invested**	**Interest**	**Withdrawals**	**Adjustments**	**Balance as at 30 April 2025**
General Account	78,621,419	170,678,054	6,882,377	112,521,621	590	143,659,639
Conditional Grants	18,234,929	66,876,000	-	45,130,494	-	39,980,435
Housing Funds	20,555,956		1,820,330	11,474,764	-	10,901,522
Total	**117,412,304**	**237,554,054**	**8,702,707**	**169,126,879**	**590**	**194,541,596**
	Balance as at 30 June 2024	**Invested**	**Interest**	**Withdrawals**	**Adjustments**	**Balance as at 30 April 2025**
Cheque Accounts FNB 52540020791	10,314,768			(10,813,247)		(498,479)
Cheque Accounts FNB 52540033304	8,553,427			(1,960,388)		6,593,039
Cheque Accounts FNB 62682103591	3,833			(3,833)		
Cheque Accounts FNB 63022194441	7,374,799			(7,307,848)		66,951
Cheque Accounts ABSA 4114176482	-	36,275,149				36,275,149
Cheque Accounts ABSA 4114114771	-	3,760,516				3,760,516
Cheque Accounts ABSA 4114176474	-	6,270,178				6,270,178
Cheque Accounts ABSA 4114176490		1,291,937				1,291,937
	26,246,827	**47,597,780**	**-**	**(20,085,316)**	**-**	**53,759,291**
Total	**143,659,131**	**285,151,834**	**8,702,707**	**149,041,563**	**590**	**248,300,886**

The following analysis indicates the extent to which the investments are committed:

Cash backed Reserves.

Bank Balances and Cash	R 53,759,291
Short-term Investment Deposits	R 194,541,596
	R 248,300,886

Application of Cash

Unspent Conditional Grants	R 50,881,956
Unspent borrowings (DBSA)	R100,000,000
Cash Reserves – DBSA	R 14,500,000
Operational commitments	R 26,127,582
Outstanding Creditors Liability	R 55,129,741
	R 246,639,279

Cash Reserves exceed commitments:	**R 1,661,607**

The cash backed reserves exceed commitments at this stage by an amount of R 1,661,607.

The following key financial ratios are monitored on an on-going basis:

Ratio	Actuals as at 30 June 2023	Actuals as at 30 June 2024	MFMA Circular 71 Norms	Actuals as at 30 April 2024	Approved Adjusted Budget 2024/25	Actuals as at 31 March 2025	Actuals as at 30 April 2025
Current Ratio	0.91:1	91:1	1.5:1 to 2:1	1.56:1	1.04:1	1.54:1	1.10:1
Liquidity Ratio	0.40:1	0.49:1		0.98:1	0.60:1	0.85:1	0.38:1
Cost Coverage (Excluding unspent conditional grants)	0.98 Months	1.19 Months	1 Month to 3 Months	1.27 Months	1.61 Months	2.38 Month	0.78 Months
Debtors Collection Rate	86.71%	91.01%	95%	86.42%	95%	90.81%	90.06%
Capital Expenditure	94.66%	71.38%	95%	45.59%	95%	42.15%	50.33%

“ANNEXURE A1”

1. **OVERVIEW OF OPERATING REVENUE AND EXPENDITURE PERFORMANCE FOR THE PERIOD JULY 2024 TO APRIL 2025.**

1.1. Summary Statement of Financial Performance

Description	Budget Year 2024/25					
R thousands	Original Budget	Adjusted Budget	Monthly Actual	Year TD Actual	Year TD Budget	YTD Variance
Revenue						
Total Revenue (excluding capital transfers and contributions)	1 392 621	1 362 086	76 577	1 067 838	1 135 072	(67 233)
Total Expenditure	1 505 474	1 459 766	267 924	1 393 396	1 216 469	176 927
Surplus/(Deficit)	(112 853)	(97 680)	(191 348)	(325 558)	(81 397)	(244 160)

The statement of financial performance reflects an operating deficit of R 325,558 million at this stage.

1.2. Revenue

Main revenue sources for 2024/25

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	Year TD Actual	%
Revenue			

Exchange Revenue			
Service charges - Electricity	425 559	343 793	80,79%
Service charges - Water	138 057	86 107	62,37%
Service charges - Waste Water Management	76 014	54 666	71,92%
Service charges - Waste management	62 146	48 722	78,40%
Sale of Goods and Rendering of Services	9 533	5 124	53,75%
Agency services	4 554	–	0,00%
Interest earned from Receivables	32 335	19 406	60,02%
Interest earned from Current and Non-Current Assets	15 498	11 124	71,78%
Rental from Fixed Assets	3 187	3 581	112,39%
Licence and permits	2 851	2 000	70,15%
Operational Revenue	1 955	5 790	229,45%
Non-Exchange Revenue			
Property rates	298 309	257 555	86,34%
Fines, penalties and forfeits	43 859	929	2,12%
Licence and permits	11 772	8 496	72,17%
Transfer and subsidies - Operational	210 720	201 233	95,50%
Interest	5 510	2 465	44,73%
Operational Revenue	19 658	16 847	85,70%
Total Revenue (excluding capital transfers and contributions)	**1 362 086**	**1 067 838**	**78,40%**

Reasons for major over-/under-recovery per revenue source

In terms of the National Treasury norms, a variance of 10% between the budgeted and actual amounts is considered material. Below is an explanation for variances above 10% of the budgeted amount and actual amounts.

- **Service charges – Water**
  As at 30 April 2025, the municipality recognized 58.60% of water revenue, compared to the budget.

- **Sale of Goods and Rendering of Services**
  The sale of goods and services relates to various sources of rendering of services such as application fees for land usage, building plan fees, cemeteries' fees and removal of restrictions fees etc. These revenue sources are influenced by community demands.

- **Agency Services**
  Agency services relate to the Department of Transport, commission received by the municipality as an acting agency for the collection of motor registration licences, drivers' licences and other vehicle permits. The commission is then influenced by the revenue collected on behalf of the Department of Transport.

- **Rental from Fixed Assets**

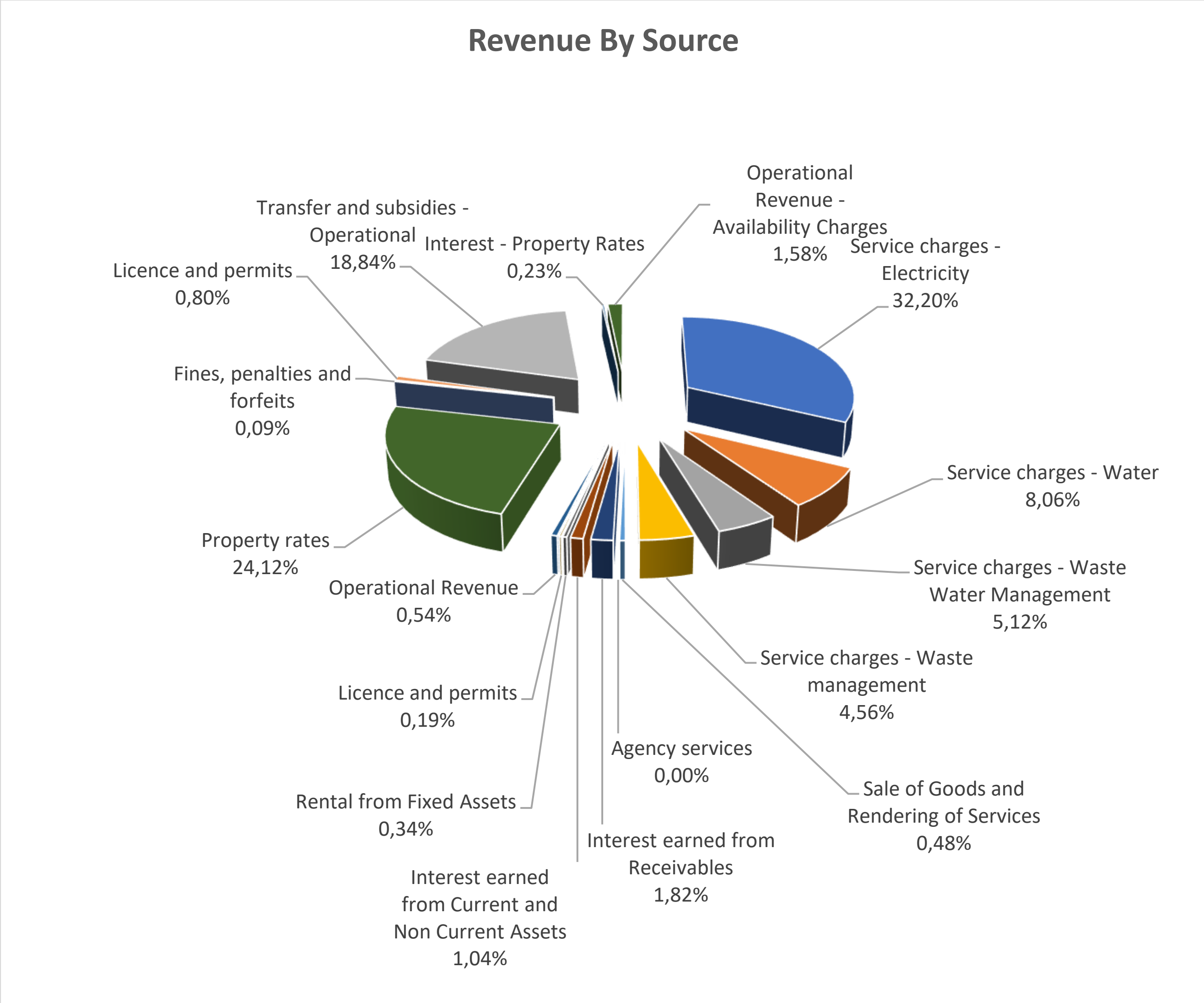
This relates to the rental of municipal buildings, community halls, caravan parks and camping sites, and other municipal facilities. The revenue is influenced by the extent of rental agreements and seasonal demands.

- **Operational revenue (Exchange Revenue)**
  The other revenue relates to various sources of operating revenue such as staff recovery, insurance refunds and skills development levy refunds.
  The operational revenue is largely influenced by Augmentation fees amounting to R 0,884 million, recognized during this reporting period, against no budget provision, as well as the Skills development levy refunds where a higher than anticipated refunds were received.

- **Fines, Penalties and Forfeits**
  The fines, penalties and forfeits budget mostly relate to speeding camera fines and the high budget is mainly due to the accounting for traffic fines issued in line with the Generally Recognised Accounting Practice (GRAP) requirements. The actual traffic fines issued revenue recognition is done on yearly basis at this stage.

- **Transfer and subsidies - Operational.**
  As at 30 April 2025, the municipality has recognized 95.36% of operational transfer and subsidies revenue, compared to the budget. This is due to the Equitable Share allocation amounting to R 48,166 million received in March 2025.

- **Operational revenue (Non-Exchange Revenue)**
  Operational revenue: non-exchange revenue relates to the availability charges for electricity, water and wastewater management.



1.3. Expenditure

Main expenditure types for 2024/25

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	Year TD Actual	%
Expenditure By Type			
Employee related costs	482 971	341 916	71,28%
Remuneration of councillors	15 594	13 056	83,72%
Bulk purchases - electricity	413 349	353 588	85,54%
Inventory consumed	105 341	89 828	85,27%
Debt impairment	(108 015)	166 .989	-154.60%
Depreciation and amortisation	117 798	98 165	83.33%
Interest	13 002	6 395	49,18%
Contracted services	146 548	85 039	58,03%
Transfers and subsidies	400	18	4,58%
Irrecoverable debts written off	177 229	167 413	94.46%
Operational costs	98 810	70 988	71.84%
Total Expenditure	**1 459 766**	**1 393 396**	**95,45%**

Reasons for major over-/under expenditure per type

In terms of the National Treasury norms, a variance of 10% between the budgeted and actual amounts is considered material. Below is an explanation for variances above 10% of the budgeted amount and actual amounts.

- **Bulk purchases – electricity**
  The bulk purchases – electricity reflects a 85.54% expenditure, compared to the approved budget.
- **Inventory consumed.**
  Inventory consumed includes the following expenditure items:

Item Description	Adjusted Budget 2024/25	Actuals as at 30 April 2025	%
Inventory Consumed: Consumables	4 031 160	2 226 743	55.24%
Inventory Consumed: Materials and Supplies	42 608 336	27 874 386	65.42%
Inventory Consumed: Fuel & Oil	19 771 072	15 622 869	79.02%
Inventory Consumed: Bulk Water Purchases	38 930 751	44 104 425	113.29%
Total	**105 341 319**	**89 828 424**	**85.27%**

- **Debt impairment**

At this stage, the municipality recognises the debt impairment at the end of the financial year, rather than monthly.

- **Finance charges**
  Finance charges currently recognised relate to the finance lease for vehicles and is based on the finance lease amortisation schedule. This includes interest charged on the DBSA loan and the first instalment is due on 30 June 2025.

- **Contracted Services**
  Contracted services mostly relate to outsourced work, in relation to the maintenance of municipal infrastructure assets and includes consultation fees. Please refer to the next page for the breakdown of contracted services costs.

- **Transfers and subsidies**
  Transfers and subsidies relate to grant-in-aid given by the municipality to various non-profit organisations, in line with the Council approved grant-in-aid policy.

- **Irrecoverable debts written off.**
  Debts are written off upon Council approval.

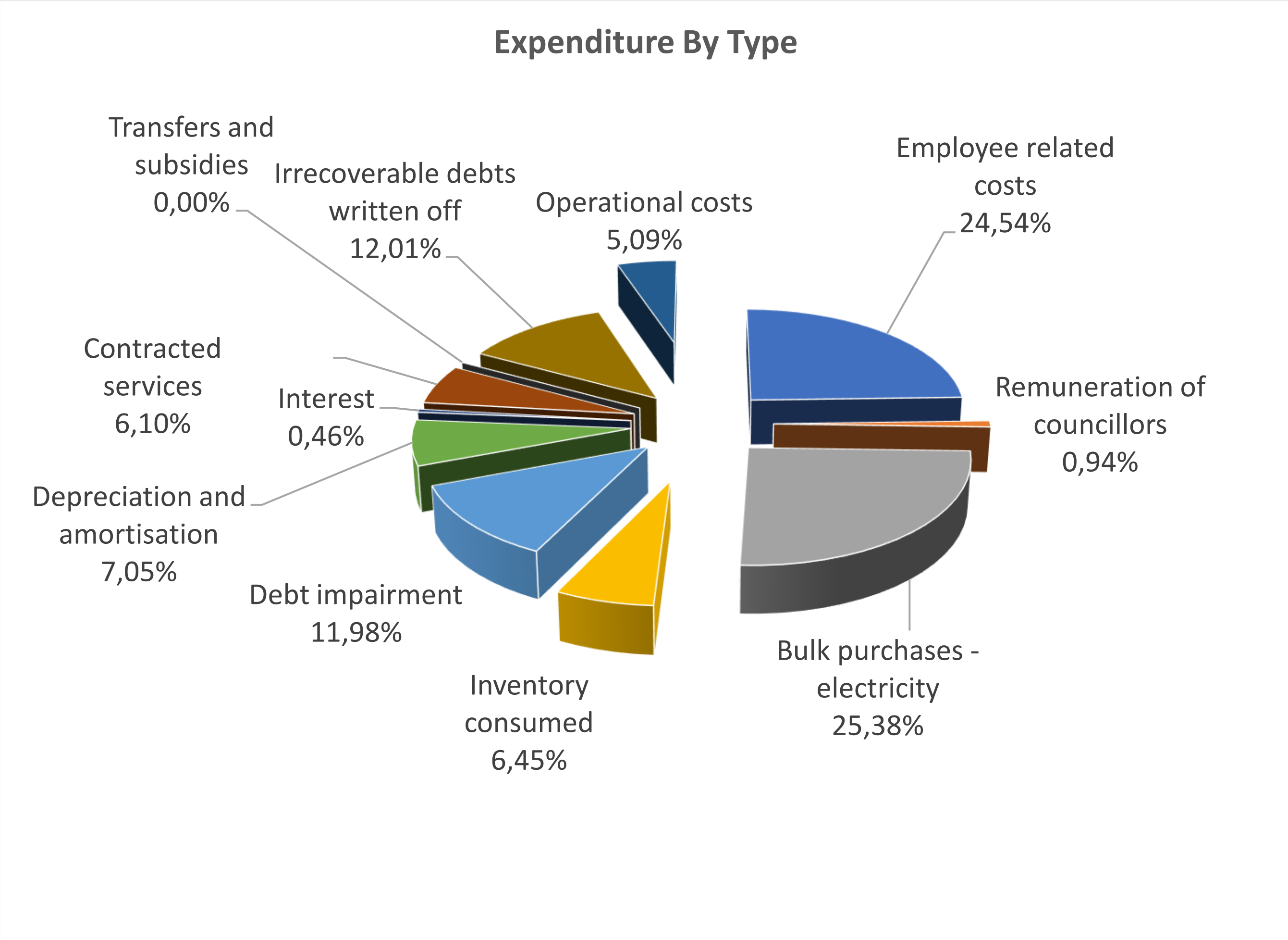
Contracted services are broken down as follows:

Item Description	Adjusted Budget 2024/25	Actuals as at 30 April 2025	%
Aloe Cup	80,000	78,000	97.50%
Air quality Management	250,000	213,586	85.43%
Amanzi Challenge National Tournament	300,000	300,000	100.00%
Animal Care	508,000	100,000	19.69%
Audit of Municipal Land & Properties	1,294,000	260,627	20.14%
Burial Services	76,400	44,500	58.25%
Calamari Festival	200,000	200,000	100.00%
Catering Services	699,475	362,351	51.80%
Clean up Operation	973,004	588,958	60.53%
Clearing and Grass Cutting Services	1,440,000	1,010,711	70.19%
Conducting of feasibility studies (EIA)	2,200,000	586,990	26.68%
Connection/Dis-connection:Electricity	580,000	10,755	1.85%
Consultants and Professional Services	8,531,985	2,485,584	29.13%
Destination Marketing and Promotion	670,000	175,438	26.18%
Drivers Licence Cards	473,200	353,130	74.63%
Dune Stabilisation	2,219,000	552,575	24.90%
Electrification of Informal Settlement	3,550,000	-	0.00%
Electricity Generation Project	470,000	37,150	7.90%
Environmental protection	470,000	68,600	14.60%
Employee Wellness	160,644	155,600	96.86%
ED STRATEGY - roll-out	100,000	34,034	34.03%
Event Promoters	99,996	27,555	27.56%
Family Challenge	700,000	866,522	123.79%
Heritage Restoration	200,000	-	0.00%
Internal Auditors	200,000	29,000	14.50%
KLTO	905,000	365,003	40.33%
Laboratory Services:Water	789,000	219,810	27.86%
Legal Advice and Litigation	1,350,000	925,347	68.54%
Legal Cost:Collection	1,300,000	834,093	64.16%
Maintenance of Buildings and Facilities	7,875,140	4,372,015	55.52%
Maintenance of Electrical Infrastructure	1,000,000	890,501	89.05%
Maintenance of Equipment	844,165	251,118	29.75%
Maintenance of Vehicles	39,704,408	26,317,844	66.28%
Mscoa Alignment	283,136	245,893	86.85%
Media Monitoring	120,004	85,805	71.50%
Occupational Health and Safety	900,000	584,243	64.92%
Other Contracted Services	9,643,900	4,532,666	47.00%
PGA Golf Tournament	275,000	-	0.00%
Personnel and Labour	19,098,152	12,828,158	67.17%
Precinct Plans Project Hankey and St Francis Bay C	100,000	-	0.00%
Private Plots_Alien Vegetation Control	400,000	298,665	74.67%
Qualification Verification	400,000	55,945	13.99%
Restricted Water Flow	400,000	-	0.00%
Revision of SDF	300,000	63,900	21.30%
Security Services	10,407,733	9,101,985	87.45%
SA Longboard Championship	300,000	300,000	100.00%
Special Rating Area	2,159,735	1,548,690	71.71%
Summer Festival	500,000	461,734	92.35%
Tourism &Travel Trade Show	482,000	375,275	77.86%
Township Events	300,000	61,043	20.35%
Transport Services	175,704	64,993	36.99%
Valuer	17,438,721	11,285,066	64.71%
WSL Music Festival	200,000	-	0.00%
WTM Africa, Indaba, Meetings Africa, Educationals,	550,000	152,922	27.80%
Winterfest	1,700,000	-	0.00%
Yellow Wood Annual Jazz Festival	200,000	-	0.00%
	146,547,502	**85,039,378**	**58.03%**

- **Other Expenditure**

The other expenditure is broken down as follows:

Item Description	Adjusted Budget 2024/25	Actuals as at 30 April 2025	%
Achievements and Awards	2,392,004	1,761,730	73.65%
Advertising, Publicity and Marketing	4,387,097	2,750,713	62.70%
Bank Charges	800,000	1,085,360	135.67%
Bargaining Council	4,833,409	-	0.00%
Cellular Contract (Subscription and Calls)	4,031,889	3,049,294	75.63%
Claims paid to Third Parties	300,000	164,849	54.95%
External Audit Fees	4,500,000	3,973,881	88.31%
External Computer Service:Internet Charge	5,400,000	7,333,795	135.81%
Hire Charges	7,284,804	4,577,616	62.84%
Insurance Claims	900,000	516,051	57.34%
Insurance Underwriting:Premiums	3,844,283	3,606,369	93.81%
Leases:Furniture and Office Equipment	4,068,744	2,190,257	53.83%
Leases:Other Assets	4,831,468	4,041,343	83.65%
Motor Vehicle Licence and Registrations	1,644,488	674,410	41.01%
Other	1,230,788	256,042	20.80%
Postage/Stamps/Franking Machines	2,661,000	1,323,261	49.73%
Registration Fees:Professional and Regulatory Bodies	525,112	112,988	21.52%
Registration Fees:Seminars, Conferences, Workshops	2,127,682	1,167,619	54.88%
Remuneration to Ward Committees	2,862,000	1,683,600	58.83%
Riparian Levies	7,911,471	7,275,744	91.96%
Signage	1,136,216	226,192	19.91%
Skills Development Fund Levy	4,202,076	3,422,546	81.45%
Software Licences	10,929,000	9,532,350	87.22%
Storage of Files (Archiving)	199,600	68,045	34.09%
Supplier Development Programme	100,000	-	0.00%
Third Party Vendors	3,550,000	2,468,696	69.54%
Travel and Subsistence	4,827,440	2,463,189	51.02%
Uniform and Protective Clothing	4,215,381	2,611,284	61.95%
Vehicle Tracking	804,742	821,547	102.09%
Workmen's Compensation Fund	2,288,376	1,821,471	79.60%
	98,810,070	**70,988,242**	**71.84%**



1.4. Repairs and Maintenance

Below is an analysis of actual repairs and maintenance expenditure, compared to the 2024/25 Approved Adjusted Budget.

Item Description	Budget Year 2024/25		
	Adjusted Budget 2024/25	Actuals as at 30 April 2025	%
Repairs and Maintenance by Expenditure Items			
Employee related costs	153 271 668	105 743 730	68,99%
Other materials	29 351 157	17 685 059	60,25%
Contracted Services	51 537 713	31 872 943	61,84%
Other expenditure	5 747 250	3 707 891	64,52%
Total	**239 907 788**	**159 009 622**	**66,28%**

It is to be noted that actual repairs and maintenance expenditure constituted 66,28% of the 2024/25 Approved Adjusted Budget.

1.5. Trading Services Performance

1.5.1. Electricity

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	Year TD Actual	%
Revenue			
Exchange Revenue			
Service charges - Electricity	425 559	343 793	80,79%
Interest earned from Receivables	2 214	1 868	84,38%
Operational Revenue	–	206	0,00%
Non-Exchange Revenue			
Transfer and subsidies - Operational	1 990	1 990	100,00%
Operational Revenue	10 103	8 663	85,75%
Total Revenue (excluding capital transfers and contributions)	**439 865**	**356 519**	**81,05%**
Expenditure By Type			
Employee related costs	25 959	15 879	61,17%
Bulk purchases - electricity	413 349	353 588	85,54%
Inventory consumed	10 585	8 119	76,70%
Debt impairment	13 157	301	2,29%
Depreciation and amortisation	8 909	11,213	125,87%
Contracted services	15 292	6 681	48,31%
Irrecoverable debts written off	3 848	277	7,81%
Operational costs	4 644	2 514	62,00%
Total Expenditure	**495 743**	**399 667**	**80,62%**
Surplus/(Deficit)	**(55 878)**	**(43 147)**	

1.5.1.1 Revenue

- The electricity service charges revenue reflects 80,79% of budget as at 30 April, and this is in line with the projected budget ratio of 83,33% as at 30 April 2025.
-
- Transfers and subsidies – operational relate to the Equitable share allocation for the indigent subsidy.

1.5.1.2 Expenditure

- the bulk electricity reflects 61,17% of budget expenditure as at 30 April 2025.

1.5.1.3 Net surplus/deficit of electricity ratio

- Electricity reflects a deficit of R 43,147 million as at 30 April 2025 and the deficit amount equates to 12.10%, compared to the revenue. The adjusted budget deficit for the 2024/25 amount to R 55,878million and equates to 12.70%, compared to total revenue.

1.5.2 Water

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	YearTD Actual	%
Revenue			
Exchange Revenue			
Service charges - Water	138 057	86 107	62,37%
Interest earned from Receivables	15 537	8 894	57,24%
Operational Revenue	–	678	
Non-Exchange Revenue			
Transfer and subsidies - Operational	21 487	21 486	100,00%
Operational Revenue	6 352	5 468	86,08%
Total Revenue (excluding capital transfers and contributions)	**181 433**	**122 633**	**67,59%**
Expenditure By Type			
Employee related costs	28 298	23 524	93,96%
Inventory consumed	49 394	51 997	105,27%
Debt impairment	(82 267)	88 162	-107,17%
Depreciation and amortisation	17 074	13 315	77,99%
Contracted services	4 680	1 534	32,78%
Irrecoverable debts written off	90 282	88 349	97,86%
Operational costs	1 577	11 198	76,01%
Total Expenditure	**105 776**	**268 079**	**253,44%**
Surplus/(Deficit)	**75 657**	**(145 446)**	

1.5.2.1 Revenue

- The water service charges revenue reflects 62,37% of budget as at 30 April 2025.
- Transfers and subsidies – operational relate to the Equitable share allocation for the indigent subsidy.
- Operational revenue (non-exchange revenue) relates to the water availability charges.

1.5.2.2 Expenditure

- Inventory consumed includes a budget amount of R 38,931 million for the bulk water purchases and the expenditure amount of R 44,104 million (113.29% of budget).

1.5.2.3 Net surplus/deficit of water ratio

- The water reflects a deficit of R 145,496 million as at 30 April 2025 and equates to 118,60% of total revenue.

1.5.3 <u>Waste Water Management</u>

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	Year TD Actual	%
Revenue			
Exchange Revenue			
Service charges - Waste Water Management	76 014	54 666	71,92%
Interest earned from Receivables	5 673	3 365	59,31%
Non-Exchange Revenue			
Transfer and subsidies - Operational	13 673	13 673	100,00%
Operational Revenue	3 204	2 716	84,78%
Total Revenue (excluding capital transfers and contributions)	**98 565**	**74 420**	**75,50%**
Expenditure By Type			
Employee related costs	26 614	20 727	77,88%
Inventory consumed	12 132	7 166	59,07%
Debt impairment	(25 408)	28 796	-113,34%
Depreciation and amortisation	32 226	24 075	74,71%
Contracted services	7 395	2 796	37,80%
Irrecoverable debts written off	29 652	28 825	97,21%
Operational costs	7 666	5 440	70,95%
Total Expenditure	**90 277**	**117 825**	**130,51%**
Surplus/(Deficit)	**8 287**	**(43 405)**	

1.5.3.1 <u>Revenue</u>

- The wastewater service charges revenue reflects 71,92% of budget as at 30 April, and this is in line with the projected budget ratio of 83,33% as at 30 April 2025.
- Transfers and subsidies – operational relate to the Equitable share allocation for the indigent subsidy.
- Operational revenue (non-exchange revenue) relates to the wastewater availability charges.

1.5.3.2 <u>Expenditure</u>

- At this stage, the municipality recognises the debt impairment at the end of the financial year, rather than on the monthly basis.

1.5.3.3 <u>Net surplus/deficit of wastewater management ratio</u>

- The waste water management revenue reflects a deficit of R 43 405 million as at 30 April 2025 and equates to 58,32% of total revenue. Council approved a surplus adjusted budget of R 8,287 million for the 2024/25 financial year.

1.5.4. Waste Management

Description	Budget Year 2024/25		
R thousands	Adjusted Budget	YearTD Actual	%
Revenue			
Exchange Revenue			
Service charges - Waste management	62 146	48 722	78,40%
Sale of Goods and Rendering of Services	9	–	
Interest earned from Receivables	8 560	4 996	58,36%
Non-Exchange Revenue			
Transfer and subsidies - Operational	24 836	24 268	97,71%
Total Revenue (excluding capital transfers and contributions)	**95 550**	**77 986**	**81,62%**
Expenditure By Type			
Employee related costs	38 643	34 111	88,27%
Inventory consumed	8 202	6 625	80,77%
Debt impairment	(45 342)	48 319	-106,57
Depreciation and amortisation	3 195	2 210	69,15%
Interest			
Contracted services	15 648	9 215	58,89%
Transfers and subsidies			
Irrecoverable debts written off	48 877	48 481	99,19%
Operational costs	4 226	2 450	57,98%
Losses on Disposal of Assets			
Other Losses			
Total Expenditure	**73 450**	**151 410**	**206,14%**
Surplus/(Deficit)	**22 101**	**(73 424)**	

1.5.4.1 Revenue

- The waste service charges revenue reflects 78,40% of budget as at 30 April, and this is in line with the projected budget ratio of 83,33% as at 30 April 2025.
- Transfers and subsidies – operational relate to the Equitable share allocation for the indigent subsidy.
- It must be noted that the waste management is the combination of waste services and environmental management services.

1.5.4.2 Expenditure

- At this stage, the municipality recognises the debt impairment at the end of the financial year, rather than monthly.

1.5.4.3 Net surplus/deficit of waste management ratio

- The waste management revenue reflects a deficit of R 73,424 million as at 30 April 2025 and equates to 94,15% of total revenue. This deficit is largely influenced by the Irrecoverable debts written off amounting to R48,135 million. Council approved a surplus adjusted budget of R 22,046 million for the 2024/25 financial year.

1.6 Cost Containment Measures

The main purpose of the Municipal Cost Containment Regulations, 2019 is to ensure that the resources of the municipality are used effectively, efficiently, and economically by the implementation of cost containment measures. Cost containment measures policy was approved by Council on 30 June 2023.

Description	Budget Year 2024/25			
	Adjusted Budget	YearTD Actual	YearTD Budget	YTD Variance
R Thousands				
1. Temporary Appointments, Contractual Appointments, Unemployed Graduates and Experiential Learners	18,673	12,510	15,561	(3,051)
2. Travel claims	4,781	2,435	3,984	(1,549)
4. Overtime	20,500	16,736	17,083	(347)
5. Catering Costs	649	324	541	(217)
6. Events, Advertising and sponsorships	5,072	3,390	4,227	(836)
7. Attendance of Conferences, Seminars & Workshops	2,080	1,128	1,733	(605)
8. Municipal Workshops, Retreats, Strategic Sessions and Internal training	1,193	103	994	(891)
9. Projects /Programme Launches	–	–	–	–
10. Essential User Scheme	**2,384**	**2,384**	**2,384**	–
Total	**55,331**	**39,010**	**46,507**	**(7,496)**

A comparison of the year-to-date actuals to the adjusted budget reflects savings, amounting to R 7,496 million as at 30 April 2025.

1.7 Unauthorised Expenditure by Directorate

Below is an assessment table for the unauthorised expenditure in terms of MFMA requirements and National Treasury MFMA Circular No. 68 guidelines.

Description	Budget Year 2024/25			Actuals as at 30 April 2025			
R thousands	Approved Adjusted Budget-Operating	Approved Adjusted Budget-Capital Budget	Appproved Adjusted Budget 2024/25	Operating Expenditure	Capital Actuals	Total Expenditure	Unathorised Expenditure
Expenditure by Vote							
Civil & Water Services	325,759	145,782	471,541	471,660	54,107	525,767	–
Community Services	291,145	1,634	292,778	285,628	209	285,837	–
Electro & Mechanical Services	507,837	87,429	595,266	411,156	65,883	477,039	–
Finance and Economic Development	136,835	992	137,827	82,626	462	83,089	–
Office of the DMM	130,429	1,933	132,362	96,191	1,337	97,528	–
Office of the MM	29,212	28	29,240	23,133	–	23,133	–
Planning and Development	38,549	21,956	60,505	23,002	8,739	31,741	–
Total Expenditure by Vote	**1,459,766**	**259,754**	**1,719,520**	**1,393,396**	**130,738**	**1,524,133**	-

No unauthorised expenditure reported for the period ended 30 April 2025.

<u>Annexure “A2”</u>

1. CAPITAL BUDGET PERFORMANCE

1.1. <u>Summary Capital Expenditure and Funding</u>

The capital expenditure as at 30 April 2025, constituted 50.33% of approved adjusted capital budget and the funding is broken down as follows:

- Grant funding is 41.58% of approved grant funding budget.
- Borrowing funding is 72.99% of approved borrowing funding budget.
- Internally generated funds are 41.17% at this stage.

Capital budget by municipal vote for 2024/25.

Vote Description	Budget Year 2024/25			
	Original Budget	Adjusted Budget	Year TD Actual	%
R thousands				
<u>Multi-Year expenditure appropriation</u>				
Vote 1 - OFFICE OF THE MUNICIPAL MANAGER	–	28	–	0,00%
Vote 2 - OFFICE OF THE DEPUTY MUNICIPAL MANAGER	–	1 933	1 337	69.18%
Vote 3 - FINANCE AND ECONOMIC DEVELOPMENT	–	992	462	46.60%
Vote 4 - COMMUNITY SERVICES	1 391	1 634	209	12.79%
Vote 5 - CIVIL AND WATER SERVICES	80 868	145 782	54 107	37.11%
Vote 6 - ELECTRO/MECHANICAL SERVICES	68 103	87 429	65 883	75.36%
Vote 7 - PLANNING AND DEVELOPMENT	–	21 956	8 739	39.80%
Total Capital Multi-year expenditure	**150 362**	**259 726**	**130 738**	**50.33%**

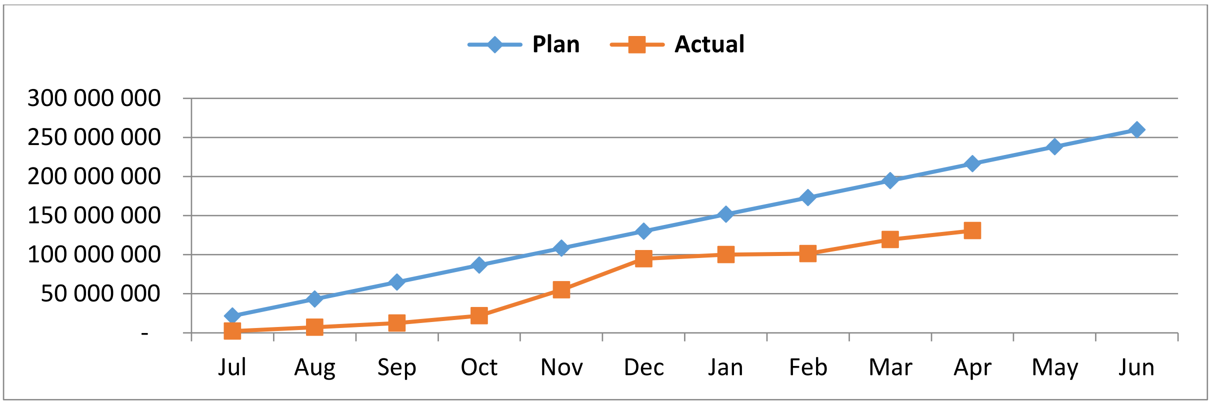
The capital expenditure as at 30 April 2025, constituted 50.33% of approved adjusted capital budget.

The capital expenditure is broken down per directorate as follows:

- Office Of the Municipal Manager is 0% of R 0,028 million budget.
- Office Of the Deputy Municipal Manager is 69.18% of R 1,933 million budget.
- Finance And Economic Development is 46.60% of R 0,992 million budget.
- Community Services is 12.79% of R 1,634 million budget.
- Civil & Water Services 37.11% of R 145,782 million budget.
- Electro and Mechanical Services is 75.36% of R 87,429 million budget.
- Planning And Development is 39.80% of R 21,956 million budget.

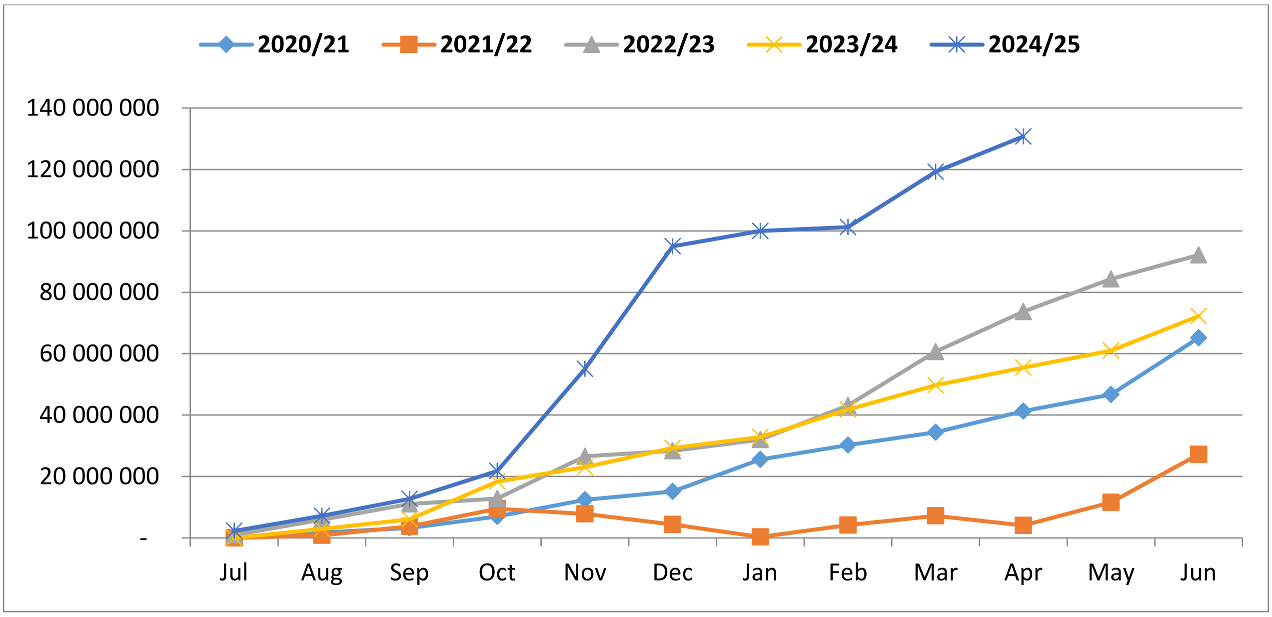
1.2. Monthly capital expenditure

The graph below reflects the municipality's monthly capital expenditure to date measured against the 2024/25 current budget.



Capital expenditure trend over the current- and past two years.

The graph below shows the municipality's capital expenditure trend for 2020/21, 2021/22, 2022/23, 2023/24 and 2024/25.



Status of capital programmes/projects in the Municipality as at 30 April 2025.

DEPARTMENT	FUNDING SOURCE	PROJECT DESCRIPTION	Adjusted Budget 2024/25	Actuals Total as at 30 April 2025	%
CIVIL & WATER SERVICES					
PROJECT MANAGEMENT UNIT (PMU)	Internal	PAVING OF MAIN BEACH	176,117	132,088	75.00%
PROJECT MANAGEMENT UNIT (PMU)	MIG	UPGRADE OF PHILLIPSVILLE SPORTS FIELD	484,927	264,570	54.56%
PROJECT MANAGEMENT UNIT (PMU)	Internal	UPGRADING LOERIE SPORTS FACILITIES	137,788	102,894	74.68%
PROJECT MANAGEMENT UNIT (PMU)	Internal	Upgrading/Improvement of Sport Facilities within Kouga	1,121,050	201,102	17.94%
PROJECT MANAGEMENT UNIT (PMU)	UISP	Electricity Transfer from NMBM to KLM	62,198	-	0.00%
ROADS AND STORMWATER	MIG	UPGRADING KOUGA GRAVEL ROADS	67,681	52,608	77.73%
ROADS AND STORMWATER	MDRG	St Francis Bay - Nevil Road Reconstruction	508,696	508,696	100.00%
ROADS AND STORMWATER	MDRG	St Francis Bay - Anne Avenue to Ralph Road Reconstruction	1,615,427	1,608,696	99.58%
ROADS AND STORMWATER	MDRG	Aston Bay to Paradise Beach - Seekoei Estuary Causway Reconstruction	6,478,261	101,225	1.56%
ROADS AND STORMWATER	DBSA	ROADS INFRASTRUCTURE	21,739,130	2,088,914	9.61%
ROADS AND STORMWATER	MDRG	Paradise Beach - Botha Street Stormwater Infrastrustructure	424,348	424,348	100.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Sherley Street	1,608,696	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Mountain Road and upgrade of stormwater culvert	1,565,217	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Da Gama Road in the Kabeljous area	1,086,957	-	0.00%
ROADS AND STORMWATER	MDRG	George Road, Re-instatement of Embankment, Water &Stormwater network	782,609	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Phillip Street low level water crossing bridge	1,173,913	-	0.00%
ROADS AND STORMWATER	MDRG	Sea Vista Access ring road damaged pavement layers	800,000	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Ketse Street and stormwater infrastructure	1,186,957	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Nanto Street and stormwater infrastructure	1,339,130	-	0.00%
ROADS AND STORMWATER	MDRG	Re-instatement of Meyer Street and stormwater infrastructure	1,047,826	-	0.00%
SEWERAGE	MIG	DESIGN: UGRADING JEFFREYS BAY SEWER PIPE IN OCEANVIEW	80,500	80,500	100.00%
SEWERAGE	MIG	UPGRADING KWANOMZAMO WWTW	29,174,457	24,048,456	82.43%
SEWERAGE	MIG	DESIGN: LA MER NEW SEWER RISING MAIN	200,000	200,000	100.00%
SEWERAGE	Internal	KWANOMZAMO SEWERAGE PUMP STATION	508,609	-	0.00%
SEWERAGE	Internal	HANKEY WWTW	5,331,662	1,086,611	20.38%
SEWERAGE	Internal	LA MER NEW SEWER RISING MAIN	4,763,577	3,845,942	80.74%
SEWERAGE	UISP	Phase 1 Upgrade of Thornhill Sewer Treatment Works	331,320	63,939	19.30%
SEWERAGE	UISP	Kruisfontein Bulk Sewer -Link Line	1,395,837	276,540	19.81%
SEWERAGE	UISP	Kwanomzamo Bulk Sanitation -Pump Station & Rising	4,511,687	547,490	12.13%
SEWERAGE	WSIG	Beach Sewer Pump Station and New Sewer Bypass	140,000	-	0.00%
SEWERAGE	Internal	Oyster Bay: Umzamowethu WWTW – Planning Stage	637,410	-	0.00%
SEWERAGE	WSIG	Loerie Sewer Pump Station upgrade and new sewer rising main	20,000	20,000	100.00%
SEWERAGE	UISP	DESIGN: UPGRADING WESTON WWTW OUTFALL AND RETICULATION	167,175	166,306	99.48%

DEPARTMENT	FUNDING SOURCE	PROJECT DESCRIPTION	Adjusted Budget 2024/25	Actuals Total as at 30 April 2025	%
CIVIL & WATER SERVICES					
SEWERAGE	UISP	Apiesdraai Pump Station	1,980,261	18,333	0.93%
WATER	DOHS-FOIS	Humansdorp: Upgrading of informal settlements in Kwanomzamo (Bungalows,Polar Parks&Shukushukuma)	8,118,775	-	0.00%
WATER	DOHS-FOIS	Thornhill : Upgrading of Informal Settlement	1,399,200	-	0.00%
WATER	WSIG	ST FRANCIS BAY: BOREHOLES	8,940,388	3,308,966	37.01%
WATER	Internal	JILL MARCUS WATER SUPPLY	4,347,000	4,000,927	92.04%
WATER	WSIG	RETICULATION REPLACE PIPELINES	3,478,260	3,391,778	97.51%
WATER	UISP	Ramaphosa Village New Reservoir	735,065	27,475	3.74%
WATER	WSIG	Replace Ageing Water Infrastructure in St Francis	80,000	80,000	100.00%
WATER	WSIG	Replace Main Waterline Sout Rivier Bridge Crossing	100,000	64,000	64.00%
WATER	UISP	New Reservoir on Pnt 2 of the Farm Thornhill	2,440,926	970,638	39.77%
WATER	UISP	Kruisfontein Bulk Water -Gill Marcus Reservoir & Pipeline Upgrade	3,196,225	579,410	18.13%
WATER	WSIG	PARADISE BEACH WATER TOWER	2,021,548	1,737,069	85.93%
WATER	UISP	Kwanomzamo Bulk Water : New Pipeline	3,047,557	537,089	17.62%
WATER	WSIG	MIMOSA STREET PIPELINE REPLACEMENT	3,575,354	2,334,890	65.31%
WATER	DOHS-FOIS	Patensie: Upgrading of Informal Settlement (Cyril Ramaphosa)	2,629,602	-	0.00%
WATER	DOHS-FOIS	Jeffreys Bay: Upgrading of Oceanview Informal Settlements	4,125,000	418,013	10.13%
WATER	DOHS-FOIS	Humansdorp: Upgrading of Kruisfontein Settlement	1,898,033	-	0.00%
WATER	Internal	Construction of Civil Services in Donkerhoek & Humansdorp	3,000,000	817,187	27.24%
			145,782,356	**54,106,699**	**37.11%**

DEPARTMENT	FUNDING SOURCE	PROJECT DESCRIPTION	Adjusted Budget 2024/25	Actuals Total as at 30 April 2025	%
COMMUNITY SERVICES					
FIRE SERVICES	District	Fire Services - Vehicle (DISTRICT)	1,391,304	-	0.00%
LAW ENFORCEMENT	Internal	Computer Equipment	242,320	208,874	86.20%
			1,633,624	**208,874**	**12.79%**
OFFICE OF THE DMM					
ADMINISTRATION SERVICES	Internal	Furniture and Equipment	90,000	9,900	11.00%
COUNCIL	Internal	Furniture and Equipment	150,000	-	0.00%
DEPUTY MUNICIPAL MANAGER	Internal	Furniture and Equipment	150,000	66,612	44.41%
HUMAN RESOURCES	Internal	Furniture and Equipment	80,000	6,400	8.00%
INFORMATION TECHNOLOGY (ICT)	Internal	Computer Equipment	1,412,789	1,254,146	88.77%
LEGAL SERVICES	Internal	Furniture and Equipment	50,000	-	0.00%
			1,932,789	**1,337,057**	**69.18%**
FINANCE AND ECONOMIC DEVELOPMENT					
ASSET MANAGEMENT	Internal	AIR CONDITIONERS-WHOLE OF MUNICIPALITY	377,517	375,922	99.58%
LOCAL ECONOMIC DEVELOPMENT	Internal	Township Economy Support (Agriculture)	100,000	-	0.00%
REVENUE	Internal	FURNITURE &EQUIPMENT REV STAFF	106,453	32,834	30.84%
REVENUE	Internal	Computer Equipment	22,477	-	0.00%
SUPPLY CHAIN MANAGEMENT	Internal	Computer Equipment	385,414	53,493	13.88%
			991,861	**462,249**	**46.60%**
PLANNING AND DEVELOPMENT					
HUMAN SETTLEMENT	DOHS	HANKEY 990-PHASE 2	16,346,963	8,739,163	53.46%
HUMAN SETTLEMENT	DOHS	HANKEY 990-PHASE 3	4,208,993	-	0.00%
LAND AND PROPERTY ADMINISTRATION	Internal	Procurement of Homeless Shelter Property	1,400,000	-	0.00%
			21,955,956	**8,739,163**	**39.80%**
ELECTO & MECHANICAL SERVICES					
FLEET AND WORKSHOP	Finance Lease	Vehicle	51,005,878	51,005,878	100.00%
METERING & REVENUE	INEP	OCEAN VIEW 1250 ELECTRIFICATION	2,845,481	1,617,498	56.84%
METERING & REVENUE	MIG	DESIGN: HIGH MAST LIGHTS	100,000	100,000	100.00%
METERING AND REVENUE	UISP	Computer Equipment (UISP FUNDING)	217,391	-	0.00%
METERING AND REVENUE	UISP	Kwanomzamo Bulk Electrical - Boskloof Secondary Fe	18,347,420	10,597,905	57.76%
METERING AND REVENUE	UISP	Oceanview Substation Upgrade	9,913,043	2,562,184	25.85%
METERING AND REVENUE	Internal	Electrical Oil circuit breakers replacement circuit breakers replacement with vacuum SCADA ready breakers	5,000,000	-	0.00%
			87,429,213	**65,883,465**	**75.36%**
OFFICE OF THE MM					
RISK AND INTERNAL AUDIT	Internal	Furniture and equipment	28,000	-	0.00%
			28,000	**-**	**0.00%**
		Total	**259,753,799**	**130,737,507**	**50.33%**

<u>Annexure "A3"</u>

1. PROJECTED CASH FLOW STATEMENT FOR THE 2024/25 FINANCIAL YEAR

1.1. <u>Projected Cash Flow Statement as at 30 April 2025</u>

The purpose of the cash flow statement is to compare the cash inflows (receipts) with the cash outflows (payments), to ascertain the adequacy of the cash inflows to cover the cash outflows.

Table C7 Monthly Budget Statement – Cash Flow – M10 April 2025

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES	1								%	
Receipts										
Property rates		362,726	287,458	288,628	16,480	245,839	240,524	5,315	2%	288,628
Service charges		255,325	761,922	823,774	44,780	486,544	686,479	(199,934)	-29%	823,774
Other revenue		16,788	93,666	116,169	15,026	320,528	96,622	223,905	232%	116,169
Transfers and Subsidies - Operational		184,436	202,153	210,720	133	202,117	175,087	27,030	15%	210,720
Transfers and Subsidies - Capital		1,586	123,443	139,125	-	73,120	108,348	(35,227)	-33%	139,125
Interest		914,663	13,998	15,498	1,575	11,124	12,915	(1,791)	-14%	15,498
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		771,377	(1,356,179)	(1,458,669)	(103,364)	(1,061,747)	(1,216,867)	(155,121)	13%	(1,458,669)
Interest		-	(16,159)	(11,097)	(1,581)	(8,077)	(9,247)	(1,171)	13%	(11,097)
Transfers and Subsidies		-	(400)	(400)	-	-	(333)	(333)	100%	(400)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**2,506,902**	**109,901**	**123,750**	**(26,951)**	**269,450**	**93,527**	**(175,923)**	**-188%**	**123,750**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(83,038)	(116,362)	(208,748)	(13,210)	(150,484)	(185,473)	(34,989)	19%	(208,748)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(83,038)**	**(116,362)**	**(208,748)**	**(13,210)**	**(150,484)**	**(185,473)**	**(34,989)**	**19%**	**(208,748)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	100,000	-	-	-	83,333	(83,333)	-100%	100,000
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	-	-	(2,076)	(14,324)	-	14,324	0%	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		**-**	**100,000**	**-**	**(2,076)**	**(14,324)**	**83,333**	**97,657**	**117%**	**100,000**
NET INCREASE/ (DECREASE) IN CASH HELD		**2,423,864**	**93,539**	**(84,998)**	**(42,236)**	**104,642**	**(8,613)**			**15,002**
Cash/cash equivalents at beginning:		175,550	43,665	143,659		143,659	143,659			143,659
Cash/cash equivalents at month/year end:		2,599,414	137,204	58,661		248,301	135,046			158,661

Annexure “A4”

1. MUNICIPAL MONTHLY BUDGET TABLES

1.1. MONTHLY BUDGET TABLES

The seven main budget tables, as required in terms of the Municipal Budget and Reporting Regulations, are included in this section of the report. These tables set out the Municipality’s 2024/25 budget performance for the period of April 2025 and are to be noted. Each table is accompanied by explanatory notes.

Table C1 Monthly Budget Statement Summary – M10 April 2025

R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Financial Performance								%	
Property rates	280,203	297,076	298,309	20,525	257,555	248,591	8,964	4%	298,309
Service charges	607,369	599,522	701,777	47,617	533,289	584,814	(51,525)	-9%	701,777
Investment revenue	12,962	13,998	15,498	1,575	11,124	12,915	(1,791)	-14%	15,498
Transfers and subsidies - Operational	198,630	202,153	210,720	872	201,233	175,600	25,633	15%	210,720
Other own revenue	110,770	279,872	135,782	5,988	64,637	113,152	(48,515)	-43%	135,782
Total Revenue (excluding capital transfers and	**1,209,934**	**1,392,621**	**1,362,086**	**76,577**	**1,067,838**	**1,135,072**	**(67,233)**	**-6%**	**1,362,086**
Employee costs	398,878	471,743	479,710	33,596	341,916	399,758	(57,842)	-14%	479,710
Remuneration of Councillors	14,976	15,594	15,594	1,259	13,056	12,995	61	0%	15,594
Depreciation and amortisation	102,539	117,798	117,798	9,817	98,165	98,165	(0)	-0%	117,798
Interest	10,038	17,404	13,002	817	6,395	10,835	(4,440)	-41%	13,002
Inventory consumed and bulk purchases	454,301	495,318	518,690	38,508	443,416	432,241	11,175	3%	518,690
Transfers and subsidies	920	400	400	4	18	333	(315)	-95%	400
Other expenditure	327,630	387,217	314,572	183,925	490,429	262,141	228,288	87%	314,572
Total Expenditure	**1,309,281**	**1,505,474**	**1,459,766**	**267,924**	**1,393,396**	**1,216,469**	**176,927**	**15%**	**1,459,766**
Surplus/(Deficit)	**(99,347)**	**(112,853)**	**(97,680)**	**(191,348)**	**(325,558)**	**(81,397)**	**(244,160)**	**300%**	**(97,680)**
Transfers and subsidies - capital (monetary allocations)	85,140	133,816	177,916	5,514	61,280	148,263	(86,983)	-59%	177,916
Transfers and subsidies - capital (in-kind)	18,000	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**	**(331,143)**	**-495%**	**80,236**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**	**(331,143)**	**-495%**	**80,236**
Capital expenditure & funds sources									
Capital expenditure	**92,915**	**150,362**	**259,754**	**11,487**	**130,738**	**216,461**	**(85,724)**	**-40%**	**259,754**
Capital transfers recognised	3,157	116,362	157,391	8,146	65,448	131,159	(65,711)	-50%	157,391
Borrowing	–	34,000	72,745	2,089	53,095	60,621	(7,526)	-12%	72,745
Internally generated funds	89,757	–	29,618	1,252	12,195	24,682	(12,487)	-51%	29,618
Total sources of capital funds	**92,915**	**150,362**	**259,754**	**11,487**	**130,738**	**216,461**	**(85,724)**	**-40%**	**259,754**
Financial position									
Total current assets	266,448	213,837	317,093		504,529				317,093
Total non current assets	2,312,828	2,369,948	2,454,784		2,345,400				2,454,784
Total current liabilities	293,952	225,392	282,633		353,606				282,633
Total non current liabilities	243,291	270,953	366,975		381,125				366,975
Community wealth/Equity	**2,042,032**	**2,087,440**	**2,122,268**		**2,115,198**				**2,122,268**
Cash flows									
Net cash from (used) operating	2,506,902	109,901	123,750	(26,951)	269,450	93,527	(175,923)	-188%	123,750
Net cash from (used) investing	(83,038)	(116,362)	(208,748)	(13,210)	(150,484)	(185,473)	(34,989)	19%	(208,748)
Net cash from (used) financing	–	100,000	–	(2,076)	(14,324)	83,333	97,657	117%	100,000
Cash/cash equivalents at the month/year end	**2,599,414**	**137,204**	**58,661**	**–**	**248,301**	**135,046**	**(113,255)**	**-84%**	**158,661**
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	80,738	15,279	10,746	7,980	7,262	6,588	37,005	174,233	339,831
Creditors Age Analysis									
Total Creditors	55,213	408	32	14	48	18	398	(939)	55,192

Explanatory notes to Table C1 – Monthly Budget Summary

The aim of the Budget Summary is to provide a concise overview of the actual budget performance from all of the major financial perspective (operating expenditure, capital expenditure, financial position, cash flow, and MFMA funding compliance).

The table provides an overview of the actual amounts spent compared to the monthly budget projections within the context of operating performance, resources utilised for capital expenditure, financial position, cash and funding compliance.

Table C2 Monthly Budget Statement – Financial Performance (standard classification) – M10 April 2025

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Revenue - Functional									%	
Governance and administration		**489,309**	**590,750**	**499,867**	**18,562**	**404,202**	**416,556**	(12,354)	-3%	**499,867**
Executive and council		46	142	142	–	53	118	(65)	-55%	142
Finance and administration		489,263	590,608	499,725	18,562	404,149	416,438	(12,288)	-3%	499,725
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**51,001**	**87,286**	**121,074**	**(1,619)**	**32,659**	**100,895**	(68,235)	-68%	**121,074**
Community and social services		2,415	2,460	3,365	34	3,254	2,804	450	16%	3,365
Sport and recreation		7,682	11,504	11,504	390	8,940	9,587	(647)	-7%	11,504
Public safety		1,792	1,857	1,857	5	26	1,548	(1,522)	-98%	1,857
Housing		35,790	68,969	101,747	(2,055)	19,444	84,789	(65,345)	-77%	101,747
Health		3,322	2,496	2,601	6	995	2,167	(1,172)	-54%	2,601
Economic and environmental services		**48,168**	**56,136**	**61,677**	**3,359**	**30,850**	**51,398**	(20,548)	-40%	**61,677**
Planning and development		8,375	10,252	10,246	706	6,794	8,538	(1,745)	-20%	10,246
Road transport		16,518	19,972	32,160	1,150	6,849	26,800	(19,951)	-74%	32,160
Environmental protection		23,276	25,912	19,272	1,502	17,208	16,060	1,148	7%	19,272
Trading services		**724,595**	**792,266**	**857,384**	**61,789**	**661,407**	**714,487**	(53,080)	-7%	**857,384**
Energy sources		398,034	409,585	443,138	30,685	358,079	369,281	(11,202)	-3%	443,138
Water management		156,102	177,913	202,542	12,197	131,568	168,785	(37,217)	-22%	202,542
Waste water management		106,410	123,062	133,188	12,361	108,862	110,990	(2,128)	-2%	133,188
Waste management		64,049	81,707	78,516	6,546	62,897	65,430	(2,533)	-4%	78,516
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1,313,073**	**1,526,437**	**1,540,002**	**82,091**	**1,129,118**	**1,283,335**	**(154,217)**	**-12%**	**1,540,002**
Expenditure - Functional										
Governance and administration		**328,779**	**362,481**	**367,998**	**26,149**	**255,821**	**306,664**	(50,843)	-17%	**367,998**
Executive and council		57,143	61,996	60,989	6,015	48,235	50,824	(2,588)	-5%	60,989
Finance and administration		271,580	299,963	306,592	20,112	207,479	255,492	(48,013)	-19%	306,592
Internal audit		57	523	418	21	107	348	(241)	-69%	418
Community and public safety		**104,281**	**140,104**	**138,745**	**8,176**	**90,648**	**115,620**	(24,972)	-22%	**138,745**
Community and social services		9,188	13,952	13,796	705	7,839	11,497	(3,657)	-32%	13,796
Sport and recreation		52,608	75,205	72,073	3,954	46,605	60,061	(13,456)	-22%	72,073
Public safety		28,701	33,254	33,342	2,249	24,239	27,785	(3,547)	-13%	33,342
Housing		5,817	9,703	11,670	644	5,726	9,725	(4,000)	-41%	11,670
Health		7,968	7,991	7,863	625	6,240	6,552	(312)	-5%	7,863
Economic and environmental services		**126,118**	**288,532**	**198,075**	**12,631**	**116,206**	**165,062**	(48,856)	-30%	**198,075**
Planning and development		27,163	32,149	37,410	2,199	21,327	31,175	(9,847)	-32%	37,410
Road transport		86,718	246,274	151,875	9,553	90,074	126,562	(36,488)	-29%	151,875
Environmental protection		12,237	10,109	8,790	879	4,804	7,325	(2,521)	-34%	8,790
Trading services		**743,328**	**714,357**	**754,928**	**220,969**	**930,718**	**629,106**	301,612	48%	**754,928**
Energy sources		426,149	453,172	494,191	31,855	398,189	411,826	(13,637)	-3%	494,191
Water management		161,924	108,542	105,776	100,002	268,079	88,147	179,932	204%	105,776
Waste water management		103,926	88,779	90,277	35,477	117,825	75,231	42,594	57%	90,277
Waste management		51,329	63,864	64,683	53,634	146,625	53,903	92,722	172%	64,683
Other		**6,775**	–	**20**	–	**3**	**17**	**(14)**	**-83%**	**20**
Total Expenditure - Functional	3	**1,309,281**	**1,505,474**	**1,459,766**	**267,924**	**1,393,396**	**1,216,469**	**176,927**	**15%**	**1,459,766**
Surplus/ (Deficit) for the year		**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**	**(331,143)**	**-495%**	**80,236**

Explanatory notes to Table C2 – Budgeted Financial Performance (revenue and expenditure by standard classification)

The standard classification refers to a modified Government Finance Statistics (GFS) reporting structure. The aim of the standard classification approach is to ensure that all municipalities report their operations in one common format, to facilitate comparison across all municipalities.

Table C3 Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote – M10 April 2025

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - OFFICE OF THE MUNICIPAL MANAGER		–	–	–	–	–	–	–		–
Vote 2 - OFFICE OF THE DEPUTY MUNICIPAL MANAGER		1,687	1,115	1,683	160	1,864	1,402	461	32.9%	1,683
Vote 3 - FINANCE AND ECONOMIC DEVELOPMENT		449,050	446,890	454,924	18,328	407,856	379,103	28,753	7.6%	454,924
Vote 4 - COMMUNITY SERVICES		148,611	276,782	168,477	8,897	95,867	140,397	(44,530)	-31.7%	168,477
Vote 5 - CIVIL AND WATER SERVICES		274,288	314,671	361,609	25,447	240,341	301,340	(60,999)	-20.2%	361,609
Vote 6 - ELECTRO/MECHANICAL SERVICES		398,035	409,586	443,139	30,714	358,466	369,283	(10,816)	-2.9%	443,139
Vote 7 - PLANNING AND DEVELOPMENT		41,392	77,392	110,171	(1,456)	24,724	91,809	(67,085)	-73.1%	110,171
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1,313,063**	**1,526,437**	**1,540,002**	**82,091**	**1,129,118**	**1,283,335**	**(154,217)**	**-12.0%**	**1,540,002**
Expenditure by Vote	1									
Vote 1 - OFFICE OF THE MUNICIPAL MANAGER		27,222	31,456	31,803	2,413	24,254	26,503	(2,248)	-8.5%	31,803
Vote 2 - OFFICE OF THE DEPUTY MUNICIPAL MANAGER		114,919	128,955	127,824	8,006	95,044	106,520	(11,476)	-10.8%	127,824
Vote 3 - FINANCE AND ECONOMIC DEVELOPMENT		133,949	141,869	136,835	9,838	82,626	114,029	(31,402)	-27.5%	136,835
Vote 4 - COMMUNITY SERVICES		218,052	386,594	291,128	66,840	285,628	242,606	43,021	17.7%	291,128
Vote 5 - CIVIL AND WATER SERVICES		348,309	316,288	325,759	145,014	471,660	271,465	200,195	73.7%	325,759
Vote 6 - ELECTRO/MECHANICAL SERVICES		442,656	466,160	507,837	33,147	411,157	423,197	(12,041)	-2.8%	507,837
Vote 7 - PLANNING AND DEVELOPMENT		23,509	34,152	38,579	2,667	23,027	32,149	(9,122)	-28.4%	38,579
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1,308,616**	**1,505,474**	**1,459,766**	**267,924**	**1,393,396**	**1,216,469**	**176,927**	**14.5%**	**1,459,766**
Surplus/ (Deficit) for the year	2	**4,447**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**	**(331,143)**	**-495.2%**	**80,236**

Explanatory notes to Table C3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)

The purpose of the format in which the monthly budget reporting table is represented, is to enable the Council to enforce a vote in accordance with the municipality's organisational structure, so as to assign responsibility for the revenue and expenditure recorded against these votes to the Municipal Manager and Directors concerned.

Operating revenue and expenditure are thus presented by "vote". A "vote" is defined as one of the main segments into which a budget of a municipality is divided into, for the appropriation of funds.

Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure) – M10 April 2025

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Revenue									%	
Exchange Revenue		670,815	667,935	772,257	53,230	580,314	643,548	(63,234)	-10%	772,257
Service charges - Electricity		380,376	381,991	425,559	32,172	343,793	354,633	(10,840)	-3%	425,559
Service charges - Water		109,873	82,323	138,057	5,205	86,107	115,048	(28,940)	-25%	138,057
Service charges - Waste Water Management		59,633	64,086	76,014	5,423	54,666	63,345	(8,679)	-14%	76,014
Service charges - Waste management		57,488	71,123	62,146	4,817	48,722	51,788	(3,066)	-6%	62,146
Sale of Goods and Rendering of Services		7,442	9,533	9,533	595	5,124	7,944	(2,820)	-35%	9,533
Agency services		3,615	4,554	4,554	–	–	3,795	(3,795)	-100%	4,554
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		21,854	32,335	32,335	1,147	19,406	26,945	(7,540)	-28%	32,335
Interest earned from Current and Non Current Assets		12,962	13,998	15,498	1,575	11,124	12,915	(1,791)	-14%	15,498
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		3,550	3,187	3,187	233	3,581	2,655	926	35%	3,187
Licence and permits		2,368	2,851	2,851	320	2,000	2,376	(376)	-16%	2,851
Operational Revenue		11,654	1,955	2,523	1,744	5,790	2,103	3,687	175%	2,523
Non-Exchange Revenue		539,119	724,686	589,829	23,347	487,524	491,524	(4,000)	-1%	589,829
Property rates		280,203	297,076	298,309	20,525	257,555	248,591	8,964	4%	298,309
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		40,084	143,343	43,859	101	929	36,549	(35,620)	-97%	43,859
Licence and permits		7,421	11,772	11,772	260	8,496	9,810	(1,314)	-13%	11,772
Transfer and subsidies - Operational		198,630	202,153	210,720	872	201,233	175,600	25,633	15%	210,720
Interest		5,519	5,510	5,510	381	2,465	4,592	(2,127)	-46%	5,510
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	64,831	19,658	1,208	16,847	16,382	465	3%	19,658
Gains on disposal of Assets		(56)	–	–	–	–	–	–		–
Other Gains		7,318	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		**1,209,934**	**1,392,621**	**1,362,086**	**76,577**	**1,067,838**	**1,135,072**	**(67,233)**	**-6%**	**1,362,086**
Expenditure By Type										
Employee related costs		398,878	471,743	479,710	33,596	341,916	399,758	(57,842)	-14%	479,710
Remuneration of councillors		14,976	15,594	15,594	1,259	13,056	12,995	61	0%	15,594
Bulk purchases - electricity		351,702	386,299	413,349	26,894	353,588	344,458	9,130	3%	413,349
Inventory consumed		102,599	109,019	105,341	11,613	89,828	87,784	2,045	2%	105,341
Debt impairment		87,369	158,246	(108,015)	166,989	166,989	(90,013)	257,001	-286%	(108,015)
Depreciation and amortisation		102,539	117,798	117,798	9,817	98,165	98,165	(0)	0%	117,798
Interest		10,038	17,404	13,002	817	6,395	10,835	(4,440)	-41%	13,002
Contracted services		93,766	125,372	146,548	11,210	85,039	122,122	(37,083)	-30%	146,548
Transfers and subsidies		920	400	400	4	18	333	(315)	-95%	400
Irrecoverable debts written off		62,860	9,359	177,229	261	167,413	147,691	19,722	13%	177,229
Operational costs		81,923	94,240	98,810	5,465	70,988	82,340	(11,352)	-14%	98,810
Losses on Disposal of Assets		1,713	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**1,309,281**	**1,505,474**	**1,459,766**	**267,924**	**1,393,396**	**1,216,469**	**176,927**	**15%**	**1,459,766**
Surplus/(Deficit)		**(99,347)**	**(112,853)**	**(97,680)**	**(191,348)**	**(325,558)**	**(81,397)**	**(244,160)**	**0**	**(97,680)**
Transfers and subsidies - capital (monetary allocations)		85,140	133,816	177,916	5,514	61,280	148,263	(86,983)	**(0)**	177,916
Transfers and subsidies - capital (in-kind)		18,000	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**			**80,236**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**			**80,236**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–			–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**			**80,236**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–			–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		**3,792**	**20,963**	**80,236**	**(185,834)**	**(264,277)**	**66,866**			**80,236**

Explanatory notes to Table C4 – Budgeted Financial Performance (revenue and expenditure)

The Financial Performance Budget is required to be approved concurrently by revenue source and expenditure type, so as to ensure consistency with annual reporting format requirements. A key aim is to facilitate comparison between the monthly results, the monthly budget-to-date projections, and the original budget, so as to assess performance.

Table C5 Monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding) – M10 April 2025

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - OFFICE OF THE MUNICIPAL MANAGER		71	–	–	–	–	–	–		–
Vote 2 - OFFICE OF THE DEPUTY MUNICIPAL MANAGER		1,129	–	1,933	161	1,337	1,611	(274)	-17%	1,933
Vote 3 - FINANCE AND ECONOMIC DEVELOPMENT		810	–	992	49	462	827	(364)	-44%	992
Vote 4 - COMMUNITY SERVICES		3,914	1,391	1,634	–	209	1,361	(1,152)	-85%	1,634
Vote 5 - CIVIL AND WATER SERVICES		50,070	80,868	145,782	8,655	54,107	121,485	(67,378)	-55%	145,782
Vote 6 - ELECTRO/MECHANICAL SERVICES		167	68,103	87,429	1,244	65,883	72,858	(6,974)	-10%	87,429
Vote 7 - PLANNING AND DEVELOPMENT		(23)	–	21,956	1,377	8,739	18,297	(9,557)	-52%	21,956
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**56,138**	**150,362**	**259,726**	**11,487**	**130,738**	**216,438**	**(85,700)**	**-40%**	**259,726**
Single Year expenditure appropriation	2									
Vote 1 - OFFICE OF THE MUNICIPAL MANAGER		39	–	28	–	–	23	(23)	-100%	28
Vote 2 - OFFICE OF THE DEPUTY MUNICIPAL MANAGER		–	–	–	–	–	–	–		–
Vote 3 - FINANCE AND ECONOMIC DEVELOPMENT		11	–	–	–	–	–	–		–
Vote 4 - COMMUNITY SERVICES		1,557	–	–	–	–	–	–		–
Vote 5 - CIVIL AND WATER SERVICES		35,111	–	–	–	–	–	–		–
Vote 6 - ELECTRO/MECHANICAL SERVICES		58	–	–	–	–	–	–		–
Vote 7 - PLANNING AND DEVELOPMENT		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	36,777	–	28	–	–	23	**(23)**	**-100%**	28
Total Capital Expenditure	3	**92,915**	**150,362**	**259,754**	**11,487**	**130,738**	**216,461**	**(85,724)**	**-40%**	**259,754**
Capital Expenditure - Functional Classification										
Governance and administration		**2,644**	**34,000**	**54,101**	**210**	**53,014**	**45,084**	7,930	18%	**54,101**
Executive and council		336	–	300	67	67	250	(183)	-73%	300
Finance and administration		2,270	34,000	53,773	144	52,947	44,811	8,137	18%	53,773
Internal audit		39	–	28	–	–	23	(23)	-100%	28
Community and public safety		**9,879**	**1,391**	**21,947**	**1,377**	**8,739**	**18,289**	(9,550)	-52%	**21,947**
Community and social services		6,562	–	–	–	–	–	–		–
Sport and recreation		506	–	–	–	–	–	–		–
Public safety		2,810	1,391	1,391	–	–	1,159	(1,159)	-100%	1,391
Housing		–	–	20,556	1,377	8,739	17,130	(8,391)	-49%	20,556
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**29,125**	**9,670**	**44,907**	**2,201**	**5,485**	**37,422**	(31,937)	-85%	**44,907**
Planning and development		14	500	3,482	–	701	2,902	(2,201)	-76%	3,482
Road transport		28,869	9,170	41,425	2,201	4,784	34,521	(29,736)	-86%	41,425
Environmental protection		242	–	–	–	–	–	–		–
Trading services		**51,267**	**105,300**	**138,799**	**7,698**	**63,499**	**115,665**	(52,166)	-45%	**138,799**
Energy sources		5,703	34,103	36,423	1,244	14,878	30,353	(15,475)	-51%	36,423
Water management		21,197	29,008	53,133	3,899	18,267	44,277	(26,010)	-59%	53,133
Waste water management		22,809	42,190	49,242	2,556	30,354	41,035	(10,681)	-26%	49,242
Waste management		1,557	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**92,915**	**150,362**	**259,754**	**11,487**	**130,738**	**216,461**	**(85,724)**	**-40%**	**259,754**
Funded by:										
National Government		347	54,997	70,927	8,586	39,943	59,105	(19,162)	-32%	70,927
Provincial Government		–	59,973	85,073	(441)	25,504	70,894	(45,389)	-64%	85,073
District Municipality		2,810	1,391	1,391	–	–	1,159	(1,159)	-100%	1,391
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**3,157**	**116,362**	**157,391**	**8,146**	**65,448**	**131,159**	**(65,711)**	**-50%**	**157,391**
Borrowing	6	–	34,000	72,745	2,089	53,095	60,621	(7,526)	-12%	72,745
Internally generated funds		89,757	–	29,618	1,252	12,195	24,682	(12,487)	-51%	29,618
Total Capital Funding	7	**92,915**	**150,362**	**259,754**	**11,487**	**130,738**	**216,461**	**(85,724)**	**-40%**	**259,754**

References

Explanatory notes to Table C5 – Budgeted Capital Expenditure by vote, standard classification and funding

Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and the funding necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Table C6 Monthly Budget Statement – Financial Position – M10 April 2025

Description	Ref	2023/24	Budget Year 2024/25			
R thousands		Audited Outcome	Original Budget	Adjusted Budget	YearTD Actual	Full Year Forecast
ASSETS	1					
Current assets						
Cash and cash equivalents		143,659	43,640	194,402	248,301	194,402
Trade and other receivables from exchange transactions		58,750	77,030	59,899	117,295	59,899
Receivables from non-exchange transactions		26,651	29,014	26,651	15,346	26,651
Current portion of non-current receivables		–	–	–	–	–
Inventory		22,450	18,598	22,352	25,771	22,352
VAT		12,790	45,445	12,790	95,677	12,790
Other current assets		2,149	109	999	2,139	999
Total current assets		**266,448**	**213,837**	**317,093**	**504,529**	**317,093**
Non current assets						
Investments		–	–	–	–	–
Investment property		250,794	262,608	250,794	250,794	250,794
Property, plant and equipment		2,061,616	2,106,737	2,203,572	2,094,677	2,203,572
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		419	603	419	(70)	419
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**2,312,828**	**2,369,948**	**2,454,784**	**2,345,400**	**2,454,784**
TOTAL ASSETS		**2,579,276**	**2,583,785**	**2,771,877**	**2,849,930**	**2,771,877**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		11,144	23,564	38,274	2,982	38,274
Consumer deposits		31,660	29,060	31,660	34,145	31,660
Trade and other payables from exchange transactions		143,222	124,413	143,124	124,239	143,124
Trade and other payables from non-exchange transactions		38,791	–	0	50,882	0
Provision		54,427	48,355	54,868	54,427	54,868
VAT		14,707	(0)	14,707	86,931	14,707
Other current liabilities		–	–	–	–	–
Total current liabilities		**293,952**	**225,392**	**282,633**	**353,606**	**282,633**
Non current liabilities						
Financial liabilities		12,231	11,333	120,843	150,065	120,843
Provision		133,995	140,468	137,347	133,995	137,347
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		97,065	119,151	108,785	97,065	108,785
Total non current liabilities		**243,291**	**270,953**	**366,975**	**381,125**	**366,975**
TOTAL LIABILITIES		**537,243**	**496,345**	**649,609**	**734,731**	**649,609**
NET ASSETS	2	**2,042,032**	**2,087,440**	**2,122,268**	**2,115,198**	**2,122,268**
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		2,036,273	2,087,440	2,122,268	2,109,439	2,122,268
Reserves and funds		5,759	–	–	5,759	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**2,042,032**	**2,087,440**	**2,122,268**	**2,115,198**	**2,122,268**

Explanatory notes to Table C6 – Budgeted Financial Position

i. The table represents Assets less Liabilities as Community Wealth. The order of items within each group is also aligned to the convention of showing items in order of liquidity, i.e. assets readily converted to cash or liabilities immediately required to be met from cash appear first.

ii. Any movement on the Budgeted Financial Performance or the Capital Budget will invariably impact on the Budgeted Financial Position.
For example, the collection rate assumption will impact on the cash position of the municipality and consequently inform the level of cash and cash equivalents at year end.

Similarly, the collection rate assumption informs the budget provision for bad debts. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as compliance assessment is directly informed by forecasting the statement of financial position.

Table C7 Monthly Budget Statement – Cash Flow – M10 April 2025

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES	1								%	
Receipts										
Property rates		362,726	287,458	288,628	16,480	245,839	240,524	5,315	2%	288,628
Service charges		255,325	761,922	823,774	44,780	486,544	686,479	(199,934)	-29%	823,774
Other revenue		16,788	93,666	116,169	15,026	320,528	96,622	223,905	232%	116,169
Transfers and Subsidies - Operational		184,436	202,153	210,720	133	202,117	175,087	27,030	15%	210,720
Transfers and Subsidies - Capital		1,586	123,443	139,125	–	73,120	108,348	(35,227)	-33%	139,125
Interest		914,663	13,998	15,498	1,575	11,124	12,915	(1,791)	-14%	15,498
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		771,377	(1,356,179)	(1,458,669)	(103,364)	(1,061,747)	(1,216,867)	(155,121)	13%	(1,458,669)
Interest		–	(16,159)	(11,097)	(1,581)	(8,077)	(9,247)	(1,171)	13%	(11,097)
Transfers and Subsidies		–	(400)	(400)	–	–	(333)	(333)	100%	(400)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**2,506,902**	**109,901**	**123,750**	**(26,951)**	**269,450**	**93,527**	**(175,923)**	**-188%**	**123,750**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		(83,038)	(116,362)	(208,748)	(13,210)	(150,484)	(185,473)	(34,989)	19%	(208,748)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(83,038)**	**(116,362)**	**(208,748)**	**(13,210)**	**(150,484)**	**(185,473)**	**(34,989)**	**19%**	**(208,748)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	100,000	–	–	–	83,333	(83,333)	-100%	100,000
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	(2,076)	(14,324)	–	14,324	0%	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**100,000**	**–**	**(2,076)**	**(14,324)**	**83,333**	**97,657**	**117%**	**100,000**
NET INCREASE/ (DECREASE) IN CASH HELD		**2,423,864**	**93,539**	**(84,998)**	**(42,236)**	**104,642**	**(8,613)**			**15,002**
Cash/cash equivalents at beginning:		175,550	43,665	143,659		143,659	143,659			143,659
Cash/cash equivalents at month/year end:		2,599,414	137,204	58,661		248,301	135,046			158,661

Explanatory notes to Table C7 – Budgeted Cash Flow Statement

- **i.** The budgeted cash flow statement represents the first measurement in determining whether the budget is funded.
- **ii.** It reflects the expected cash inflows versus outflows that are likely to result from the implementation of the budget.

Annexure "A5"

1. ANALYSIS OF THE MUNICIPALITY'S STATEMENT OF FINANCIAL POSITION

In this section the Municipality's Debtors, Creditors and Investments will be analysed. These components have a significant impact on the Municipality's financial position.

1.1. Overview of outstanding Consumer Debtors (Inclusive of VAT)

Below is an analysis of the outstanding consumer debtors as at 30 April 2025, compared to the position as at 30 June 2024.

Debtors' Age Analysis (Inclusive of VAT) as at 30 April 2025

Description	Budget Year 2024/25								
R thousands	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 By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	24,206	5,752	3,717	2,947	2,616	2,525	10,392	40,670	92,827
Trade and Other Receivables from Exchange Transactions - Electricity	37,215	2,597	1,672	1,327	1,097	883	3,998	13,148	61,937
Receivables from Non-exchange Transactions - Property Rates	26,119	2,520	1,876	1,618	1,516	1,263	11,235	29,471	75,618
Receivables from Exchange Transactions - Waste Water Management	11,614	2,275	1,619	954	853	836	3,602	16,070	37,822
Receivables from Exchange Transactions - Waste Management	8,854	1,413	1,193	655	601	574	3,084	20,943	37,316
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	4,137	324	306	283	327	332	2,785	41,368	49,862
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–
Other	(31,408)	398	363	196	252	175	1,910	12,564	(15,549)
Total By Income Source	**80,738**	**15,279**	**10,746**	**7,980**	**7,262**	**6,588**	**37,005**	**174,233**	**339,831**
Debtors Age Analysis By Customer Group									
Organs of State	1,095	788	464	356	328	274	2,006	7,324	12,636
Commercial	10,531	614	439	322	323	286	1,183	7,535	21,233
Households	69,108	13,876	9,842	7,301	6,610	6,027	33,810	159,362	305,936
Other	4	1	1	1	1	1	5	13	26
Total By Customer Group	**80,738**		**10,746**	**7,980**	**7,262**	**6,588**	**37,005**	**174,233**	**339,831**

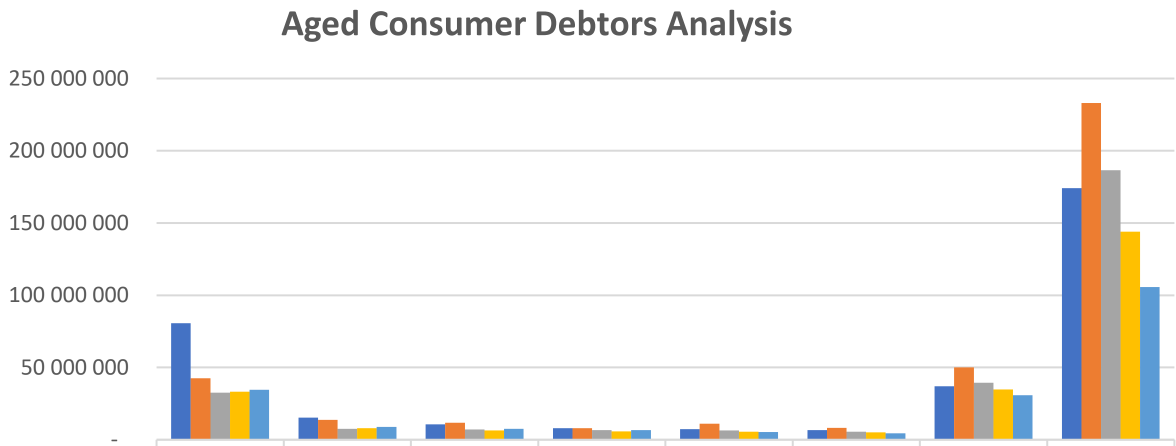
Debtors' Age Analysis (Inclusive of VAT) as at 30 June 2024

Description	Budget Year 2023/24								
R thousands	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 By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	16,926	4,991	3,560	2,947	2,757	3,342	23,674	81,485	139,681
Trade and Other Receivables from Exchange Transactions - Electricity	30,100	2,656	1,822	1,523	1,227	1,205	3,967	12,087	54,588
Receivables from Non-exchange Transactions - Property Rates	20,688	2,926	2,041	1,917	1,656	1,607	12,274	25,329	68,439
Receivables from Exchange Transactions - Waste Water Management	8,472	1,630	1,289	1,139	1,069	1,426	5,337	31,828	52,190
Receivables from Exchange Transactions - Waste Management	6,656	1,404	1,250	1,181	1,129	1,384	5,914	45,009	63,925
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1,047	293	312	353	395	688	4,539	65,856	73,483
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–
Other	(30,180)	448	401	356	365	371	2,128	17,423	(8,688)
Total By Income Source	**53,707**	**14,348**	**10,675**	**9,416**	**8,597**	**10,023**	**57,833**	**279,018**	**443,618**
Debtors Age Analysis By Customer Group									
Organs of State	1,405	559	416	572	440	360	2,688	4,873	11,312
Commercial	7,621	589	366	362	305	260	1,475	6,618	17,596
Households	44,677	13,199	9,892	8,482	7,852	9,403	53,664	267,524	414,692
Other	4	1	1	1	1	1	6	4	18
Total By Customer Group	**53,707**	**14,348**	**10,675**	**9,416**	**8,597**	**10,023**	**57,833**	**279,018**	**443,618**

The analysis indicates that from 30 June 2024 to 30 April 2025, the overdue debts have decreased by R 130,817 million from R 389,910 million to R 259,093 million, as follows:

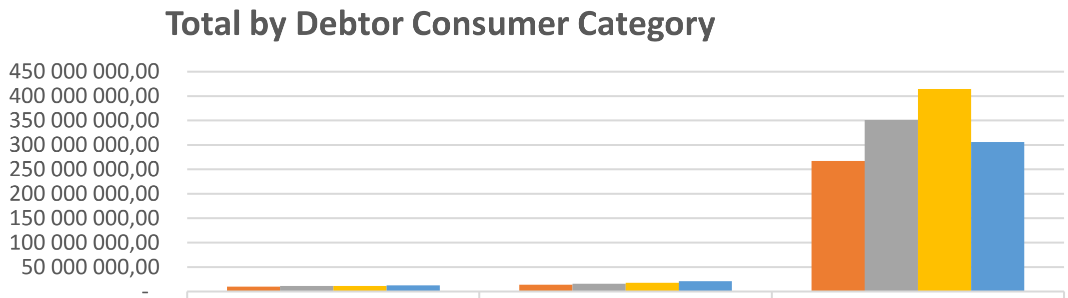
R thousands	OVERDUE AMOUNTS AS AT		
Debtors Age Analysis By Income Source	**30-Jun-24**	**30-Apr-25**	**DIFFERENCE**
Trade and Other Receivables from Exchange Transactions - Water	122,756	68,620	(54,135)
Trade and Other Receivables from Exchange Transactions - Electricity	24,488	24,721	234
Receivables from Non-exchange Transactions - Property Rates	47,751	49,498	1,748
Receivables from Exchange Transactions - Waste Water Management	43,719	26,209	(17,510)
Receivables from Exchange Transactions - Waste Management	57,269	28,462	(28,807)
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–
Interest on Arrear Debtor Accounts	72,437	45,724	(26,712)
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–
Other	21,492	15,859	(5,633)
Total By Income Source	**389,910**	**259,093**	**(130,817)**
Debtors Age Analysis By Customer Group			
Organs of State	9,907	11,541	1,635
Commercial	9,975	10,702	727
Households	370,015	236,828	(133,188)
Other	14	23	9
Total By Customer Group	**389,910**	**259,093**	**(130,817)**

Graphical Analysis of consumer debtors



	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181-1Yr	Over 1Yr
Actuals 30 April 2025	80 738 204	15 279 098	10 746 145	7 980 319	7 261 942	6 587 512	37 004 744	174 233 46
Actuals 30 June 2023	42 577 572	13 677 986	11 809 605	8 076 144	11 005 536	8 293 751	50 164 014	233 094 80
Actuals 30 June 2022	32 611 964	7 576 439	7 081 656	6 586 082	6 412 160	5 452 968	39 420 216	186 451 32
Actuals 30 June 2021	33 316 142	7 884 929	6 439 337	5 863 323	5 487 594	5 185 739	34 750 983	143 962 57
Actuals 30 June 2020	34 656 877	8 786 809	7 593 891	6 557 058	5 291 610	4 547 471	30 714 011	105 765 98

Graphical Analysis of consumer debtors (total by Debtor Consumer Category)



	Organs of State	Commercial	Households
Budget Year 2021/22	10 058 004,67	14 079 073,86	267 455 731,94
Budget Year 2022/23	11 295 968,77	15 936 031,43	351 468 068,65
Budget Year 2023/24	11 312 034,71	17 595 833,60	414 692 398,58
Budget Year 2024/25	12 636 009	21 232 902	305 936 048

1.2 Overview of Creditors position

Below is an analysis of the status of the major creditors.

Description	Budget Year 2024/25								
R thousands	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	Total
Creditors Age Analysis By Customer Type									
Bulk Electricity	34,578	(0)	–	–	–	–	–	–	**34,577**
Bulk Water	9,033	32	15	14	18	18	40	(1,004)	**8,167**
PAYE deductions	6,319								**6,319**
VAT (output less input)									**–**
Pensions / Retirement deductions									**–**
Loan repayments									**–**
Trade Creditors	5,284	376	17	–	30	–	358	65	**406**
Auditor General									**–**
Other									**–**
Total By Customer Type	**55,213**	**408**	**32**	**14**	**48**	**18**	**398**	**(939)**	**55,192**

The above amounts represent invoices still to be paid. The major creditors as at 30 April 2025 are as follows:

Eskom	R 34,577 million
NMBM	R 8,167 million
PAYE	R 6,319 million
Other Creditors	R 0,406 million
Total	**R 55,192 million**

It must be noted that the Eskom amount of R 34,577 million, represents the current account for April 2025, which was due on 23 May 2025.

It is to be noted that the SARS amount of R 6,319 million, represents the current account for March 2025 which was paid on 05 May 2025.

1.3 Allocation and Grants receipts and expenditure for the 2024/25 financial year

Supporting Table SC6 Monthly Budget Statement – transfers and grant receipts – M10 April 2025.

Description	Budget Year 2024/25							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
RECEIPTS:								
Operating Transfers and Grants								
National Government:	197,710	197,704	-	197,696	197,710	14		197,710
Operational Revenue:General Revenue:Equitable Share	192,664	192,664	-	192,656	192,664	8		192,664
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	1,495	1,495	-	1,495	1,495	-		1,495
Local Government Financial Management Grant [Schedule 5B]	1,723	1,723	-	1,723	1,723	-		1,723
Municipal Infrastructure Grant [Schedule 5B]	1,828	1,822	-	1,822	1,828	6		1,828
Provincial Government:	2,050	9,952	-	3,455	9,952	6,496	65.28%	5,498
Humam Settlement Grant	-	6,997	-	500	6,997	6,496	92.85%	3,448
Library grant	2,050	2,955	-	2,955	2,955	-	0.00%	2,050
District Municipality:	2,393	2,498	-	832	2,393	1,560	65.21%	2,393
Environmental health subsidy	2,393	2,498	-	832	2,393	1,560	65.21%	2,393
Other grant providers:	-	50	-	-	50			50
Departmental Agencies and Accounts	-	50	-	-	50	50	100.00%	50
Total Operating Transfers and Grants	202,153	210,204	-	201,984	210,105	8,120	3.86%	205,601
Capital Transfers and Grants								
National Government:	52,874	63,331	-	63,331	52,762			52,768
Municipal Disaster Relief Grant	-	12,180	-	12,180	-	- 12,180,000.00	#DIV/0!	-
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	4,203	2,586	-	2,586	4,203			4,203
Municipal Infrastructure Grant [Schedule 5B]	34,730	34,624	-	34,624	34,618			34,624
Water Services Infrastructure Grant	13,941	13,941	-	13,941	13,941			13,941
Provincial Government:	68,969	74,194	-	9,790	74,194			74,194
Human Settlement Grant	68,969	74,194	-	9,790	74,194			74,194
District Municipality:	1,600	1,600	-	-	1,600			-
Fire Services Subsidy	1,600	1,600	-	-	1,600			-
Total Capital Transfers and Grants	123,443	137,525	-	73,120	128,556	-	0%	126,962
TOTAL RECEIPTS OF TRANSFERS & GRANTS	325,596	347,729	-	275,105	338,661	8,120	2.40%	332,563

Below is an analysis of the spending associated with the grants as at 30 April 2025:

Supporting Table SC7 Monthly Budget Statement – transfers and grants expenditure – M10 April 2025.

Description	Budget Year 2024/25							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance%	Full Year Forecast
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	**197,710**	**197,704**	**872**	**196,945**	**196,856**	**(89)**	**(0)**	**197,704**
Operational Revenue:General Revenue:Equitable Share	192,664	192,664	–	192,656	192,656	–	0%	192,664
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	1,495	1,495	709	1,495	1,246	(249)	-20%	1,495
Local Government Financial Management Grant [Schedule 5B]	1,723	1,723	56	1,477	1,436	(41)	-3%	1,723
Municipal Infrastructure Grant [Schedule 5B]	1,828	1,822	108	1,317	1,519	201	13%	1,822
Provincial Government:	**2,050**	**9,952**	**-**	**3,455**	**8,786**	**5,330**	**0**	**9,952**
Human Settlement Grant	–	6,997	–	500	5,831			6,997
Library grant	2,050	2,955	–	2,955	2,955	–		2,955
District Municipality:	**2,393**	**2,498**	**-**	**832**	**2,498**	**1,665**	**0**	**2,498**
Environmental health subsidy	2,393	2,498	–	832	2,498	1,665	67%	2,498
Other grant providers:	**-**	**50**	**-**	**-**	**50**	**50**		**50**
Departmental Agencies and Accounts	–	50	–	–	50			50
Total operating expenditure of Transfers and Grants:	**202,153**	**210,204**	**872**	**201,233**	**208,189**	**6,956**	**118%**	**210,204**
Capital expenditure of Transfers and Grants								
National Government:	**63,247**	**70,499**	**7,569**	**42,336**	**58,749**	**16,412**	**0.28**	**70,499**
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	4,203	2,586	361	1,860	2,155	295	14%	2,586
Municipal Infrastructure Grant [Schedule 5B]	34,730	34,624	4,680	28,502	28,853	351	1%	34,624
Water Services Infrastructure Grant	13,941	21,109	2,459	8,935	17,591	8,656	49%	21,109
Municipal Disaster Relief Grant	10,373	12,180	69	3,039	10,150	7,111	70%	12,180
Provincial Government:	75,655	74,194	2,055	18,944	61,829	42,885	69%	74,194
Human Settlement	75,655	74,194	2,055	18,944	61,829	42,885	69%	74,194
District Municipality:	**1,600**	**1,600**	**-**	**-**	**-**	**-**		**1,600**
Fire Services Subsidy	1,600	1,600	–	–	–	-		1,600
Total capital expenditure of Transfers and Grants	**140,502**	**146,293**	**9,623**	**61,280**	**120,577**	**59,297**	**49%**	**146,293**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	**342,655**	**356,496**	**10,496**	**262,513**	**328,767**	**66,254**	**20%**	**356,496**

Note: The equitable share allocation is utilised to fund indigent household's subsidies granted to qualifying households, with the remainder being used to support the Municipality's operations.

Grants received from National Government.

DORA Operating Grants

Financial Management Grant (FMG)
The purpose of this grant is to promote and support reforms in financial management by building capacity in municipalities to implement the Municipal Finance Management Act (MFMA).

DORA Allocation:	R 1,723,000
Amount of Grant Received:	R 1,723,000
Expenditure to date:	R 1,476,954
Unspent as at 30 April 2025:	R 246,046

The spending of the grant amounted to 85.72% as at 30 April 2025, compared to the amount of the grant received.

Expanded Public Works Programme (EPWP)
The purpose of this grant is to provide Expanded Public Works Programme (EPWP) incentive funding to expand job creation efforts in specific focus areas, where labour intensive methods can be maximised.

DORA Allocation:	R 1,495,000
Amount of Grant Received:	R 1,495,000
Expenditure to date:	R 1,495,001
Unspent as at 30 April 2025:	-R 0.63

The spending of the grant amounted to 100.00% as at 30 April 2025, compared to the amount of the grant received.

DORA Capital Grants

Municipal Infrastructure Grant (MIG)
The purpose of this grant is to provide specific capital finance for eradicating basic municipal infrastructure backlogs.

DORA Allocation:	R 36,446,000
Amount of Grant Received:	R 36,446,000
Expenditure to date:	R 29,819,299
Unspent as at 30 April 2025:	R 6,626,701

The spending of the grant amounted to 81.82% as at 30 April 2025, compared to the amount of the grant received.

Integrated National Electrification Programme (INEP)
The purpose of this grant is to implement the Integrated National Electrification Programme (INEP) by providing capital subsidies to municipalities to address the electrification backlog of occupied residential dwellings, and the installation of bulk infrastructure.

DORA Allocation:	R 2,586,000
Current Year Receipts:	R 2,586,000
Prior Year Unspent:	R 686,303
Expenditure to date:	R 1,860,122
Unspent as at 30 April 2025:	R 1,412,180

The spending of the grant amounted to 56.84% as at 30 April 2025, compared to the amount of the grant received.

Water Services Infrastructure Grant

The purpose of this grant is to provide specific capital finance for projects to accelerate backlog reduction in municipal infrastructure and provide interim, intermediate water and sanitation supply that ensures provision of services to identified and prioritised communities, including through spring protection and groundwater development and support drought relief projects.

DORA Allocation:	R 13,941,000
Current Year Receipts:	R 13,941,000
Prior Year Unspent:	R 7,167,886
Amount of Grant Received:	**R 21,108,886**
Expenditure to date:	R 8,934,709
Unspent as at 30 April 2025:	R 12,174,177

The spending of the grant amounted to 42.33.68% as at 30 April 2025, compared to the amount of the grant received.

Municipal Disaster Response Grant

The purpose of the grant is to provide for the immediate release of funds for disaster response if an occurrence cannot be adequately addressed in line with section 2(1)(b) of the Disaster Management Act. This grant provides funding for responding to and providing response and relief measures for unforeseeable and unavoidable disasters where municipalities are unable to cope with the effects of the disaster from own resources.

Prior Year Unspent:	R 10,380,741
Current Year Receipts:	R 12,180,000
Expenditure to date:	R 3,039,410
Unspent as at 30 April 2025:	R 19,521,331

The spending of the grant amounted to 13.47% as at 30 April 2025, compared to the amount of the grant received.

Other Conditional Grants

Conditional Grant	Prior Year Unspent	Current Year Receipts	Interest	Expenditure	%	Unspent as at 30 April 2025
Human Settlement Grant	20,555,956	8,833,703	955,973	19,444,109	64.08%	10,901,522

1.4 Councillor and employee benefits

Below is an analysis of Councillor and employee benefits:

Table SC8 Monthly Budget Statement – Councillor and staff benefits – M10 April 2025.

Summary of Employee and Councillor remuneration	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
R thousands								%	
	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	9,997	10,414	10,414	844	8,803	8,678	125	1%	10,414
Pension and UIF Contributions	–	–	–	–	–	–	–		–
Medical Aid Contributions	126	–	–	12	113	–	113		–
Motor Vehicle Allowance	3,363	3,503	3,503	285	2,964	2,919	45	2%	3,503
Cellphone Allowance	1,489	1,678	1,678	118	1,175	1,398	(223)	-16%	1,678
Housing Allowances	–	–	–	–	–	–	–		–
Sub Total - Councillors	**14,976**	**15,594**	**15,594**	**1,259**	**13,056**	**12,995**	**61**	**0%**	**15,594**
Senior Managers of the Municipality									
Basic Salaries and Wages	7,961	9,681	9,681	591	5,953	8,068	(2,115)	-26%	9,681
Pension and UIF Contributions	11	123	123	1	15	103	(88)	-85%	123
Medical Aid Contributions	–	56	56	–	3	46	(43)	-94%	56
Overtime	–	–	–	–	–	–	–		–
Performance Bonus	1,234	1,798	1,798	1,390	1,549	1,498	50	3%	1,798
Motor Vehicle Allowance	771	2,196	2,196	295	2,010	1,830	180	10%	2,196
Cellphone Allowance	29	11	11	1	10	9	1	12%	11
Housing Allowances	–	–	–	–	–	–	–		–
Other benefits and allowances	1	5	5	0	1	4	(4)	-86%	5
Sub Total - Senior Managers of Municipality	**10,009**	**13,870**	**13,870**	**2,278**	**9,540**	**11,558**	**(2,018)**	**-17%**	**13,870**
Other Municipal Staff									
Basic Salaries and Wages	229,555	295,150	303,023	21,029	204,192	252,519	(48,327)	-19%	303,023
Pension and UIF Contributions	35,349	38,991	40,624	3,116	30,637	33,854	(3,216)	-10%	40,624
Medical Aid Contributions	19,117	19,915	20,842	1,868	17,586	17,368	218	1%	20,842
Overtime	30,918	29,255	29,835	2,599	24,238	24,863	(625)	-3%	29,835
Performance Bonus	47	26	26	–	–	22	(22)	-100%	26
Motor Vehicle Allowance	10,907	12,091	12,182	821	8,748	10,151	(1,404)	-14%	12,182
Cellphone Allowance	11	59	59	–	2	49	(47)	-96%	59
Housing Allowances	724	1,308	1,467	60	571	1,222	(651)	-53%	1,467
Other benefits and allowances	33,498	37,715	39,421	1,476	31,148	32,851	(1,703)	-5%	39,421
Payments in lieu of leave	6,162	–	–	–	–	–	–		–
Long service awards	1,322	–	–	–	243	–	243		–
Post-retirement benefit obligations	21,259	23,361	18,361	349	15,011	15,301	(289)	-2%	18,361
Sub Total - Other Municipal Staff	**388,869**	**457,873**	**465,841**	**31,318**	**332,376**	**388,200**	**(55,824)**	**-14%**	**465,841**
Total Parent Municipality	**413,853**	**487,337**	**495,305**	**34,855**	**354,972**	**412,753**	**(57,781)**	**-14%**	**495,305**
TOTAL SALARY, ALLOWANCES & BENEFITS	**413,853**	**487,337**	**495,305**	**34,855**	**354,972**	**412,753**	**(57,781)**	**-14%**	**495,305**
TOTAL MANAGERS AND STAFF	**398,878**	**471,743**	**479,710**	**33,596**	**341,916**	**399,758**	**(57,842)**	**-14%**	**479,710**

1.5. Key performance indicators

The table below reflects the key performance indicators as per the 2024/25 Budget and the associated performance to date.

Borrowing Management		**Actuals as at 30 June 2021**	**Actuals as at 30 June 2022**	**Actuals as at 30 June 2023**	**Actuals as at 30 June 2024**	**Approved Adjusted Budget 2024/25**	**Actuals as at 30 April 2025**
Capital Charges to Operating Expenditure	Interest & principal paid/Total Operating Expenditure	1.13%	1.04%	0.32%	1.37%	1.80%	1.49%
Borrowed funding of "own" capital expenditure	Borrowings/Capital expenditure excl. transfers & grants	0%	0%	0%	0%	76.13%	82.34%
Debt Servicing Costs to Operating Revenue	Debt Servicing Costs / Total Operating Revenue - Conditional Grants	0.01	0.01	0.00	0.01	0.02	0.02
Liquidity							
Current Ratio	Current assets / current liabilities	1.07	0,51	0.91	0.91:1	1.04:1	1.10:1
Liquidity Ratio	Monetary assets / current liabilities	0.34	0,15	0.40	0.49:1	0.60:1	0.38:1
Revenue Management							
Annual Debtors Collection Rate	Billed Revenue / Receipted Revenue	94.41%	94.32%	86.71%	91.01%	95%	90.06%

Other indicators		Actuals as at 30 June 2021	Actuals as at 30 June 2022	Actuals as at 30 June 2023	Actuals as at 30 June 2024	Approved Adjusted Budget 2024/25	Actuals as at 30 April 2025
Cost coverage	(Cash and cash equivalents - Unspent Conditional Grants - Overdraft) + Short term investment)/monthly fixed operational expenditure excluding (depreciation, amortisation, provision for bad debts, impairment and loss on disposal of assets)	0.65	0.36	0.98	1.19 Months	1.61 Months	0.78 Months
Employee Costs	Employee Costs / Total Operating Expenditure	34.22%	31,69%	29.47%	30.46%	33.06%	24.54%
Capital Expenditure	Capital Expenditure / Capital Budget	71.67%	123,92 %	94.66%	71.38%	95%	50.33%
Repairs and Maintenance as % of Total Operating Expenditure	Repairs and Maintenance / Total Operating Expenditure	6.99%	4,32%	3.86%	4.15%	16.59%	9.73%
Repairs and Maintenance as % of PPE (Book Value)	Repairs and Maintenance / Net PPE	3.33%	2,26%	2.32%	2.64%	10.88%	6.47%
Own Revenue Sources / Total Operating Revenue (Including operating grants)	Own Revenue Sources / Total Operating Revenue (Including Conditional Grants)	77.14%	77,76%	77.74%	77.02%	84.56%	81.16%

The above table is discussed in detail below.

1.1. Borrowing Management

1.1.1. Capital charges to Operating Expenditure.

The Ratio indicates the cost required to service the borrowing. It assesses the Borrowing or Payment obligation expressed as percentage of Total Operating Expenditure.

Capital charges/Total Operating Expenditure to date.

The ratio is 1.49% as at 30 April 2025, compared to the approved adjusted budget ratio of 1.80%.

Borrowed funding of capital expenditure.

This ratio indicates the proportion of borrowed funding to actual capital expenditure to date (excluding transfers and grants). The ratio also indicates the extent of capital expenditure being financed from borrowed funding compared to own and other funding sources, excluding transfers and grant funded expenditure.

The ratio is determined as follows:

Capital expenditure funded from Borrowings/Total Capital Expenditure to date (excluding transfers and grants)

As at 30 April 2025, the ratio indicates 82.34% of borrowed funding, compared to total expenditure to date, excluding transfers and grants.

1.1.2. Debt Servicing Costs to Operating Revenue Ratio

This ratio indicates the proportion of debt servicing costs (interest and principal paid on borrowing) to actual operating revenue to date.

The ratio is determined as follows:

Debt Servicing Costs/Operating Revenue

As at 30 April 2025, the ratio indicates 0.02, compared to the approved adjusted budget of 0.02.

1.1.3. Current ratio

The Ratio assesses the Municipality's ability to meet its Short-term Liabilities (Debt and Payables) with its Short-term Assets (Cash, Inventory, Receivables etc.).

The ratio is determined as follows:

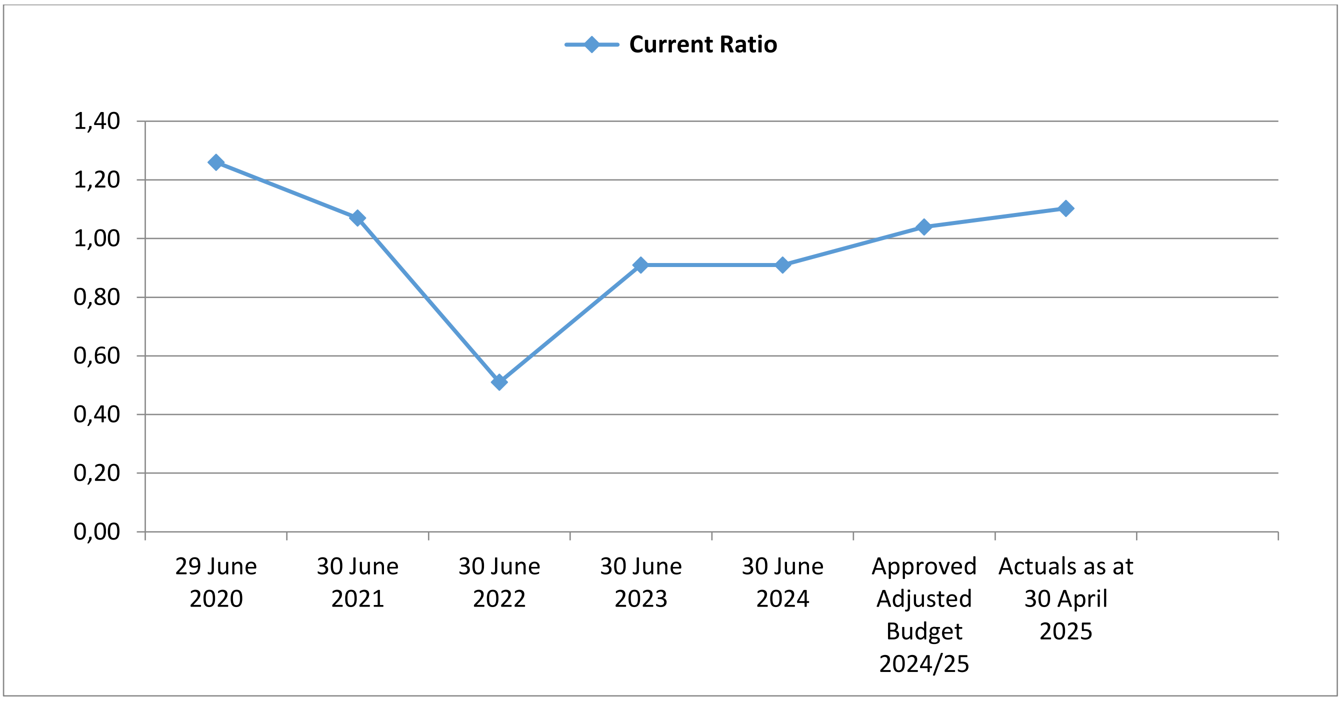
Current assets/Current liabilities

The ratio as at 30 April 2025 was 1.10:1, compared to the approved adjusted budget ratio of 1.04:1. The calculation of the current ratio, includes an adjustment of R 167 million for the reversal of bad debt provision on the debtors. Trade and other receivables were sitting with a credit balance of R 61 million prior the adjustment.

In terms of the MFMA Circular No. 71, the norm is 1.5:1 to 2:1

The higher the current Ratio, the stronger the Municipality's financial capacity to meet its current obligations.

A ratio of below 1:1 would suggest that the Municipality would be unable to meet all of its current obligations as and when they fall due.



1.1.4. Liquidity Ratio

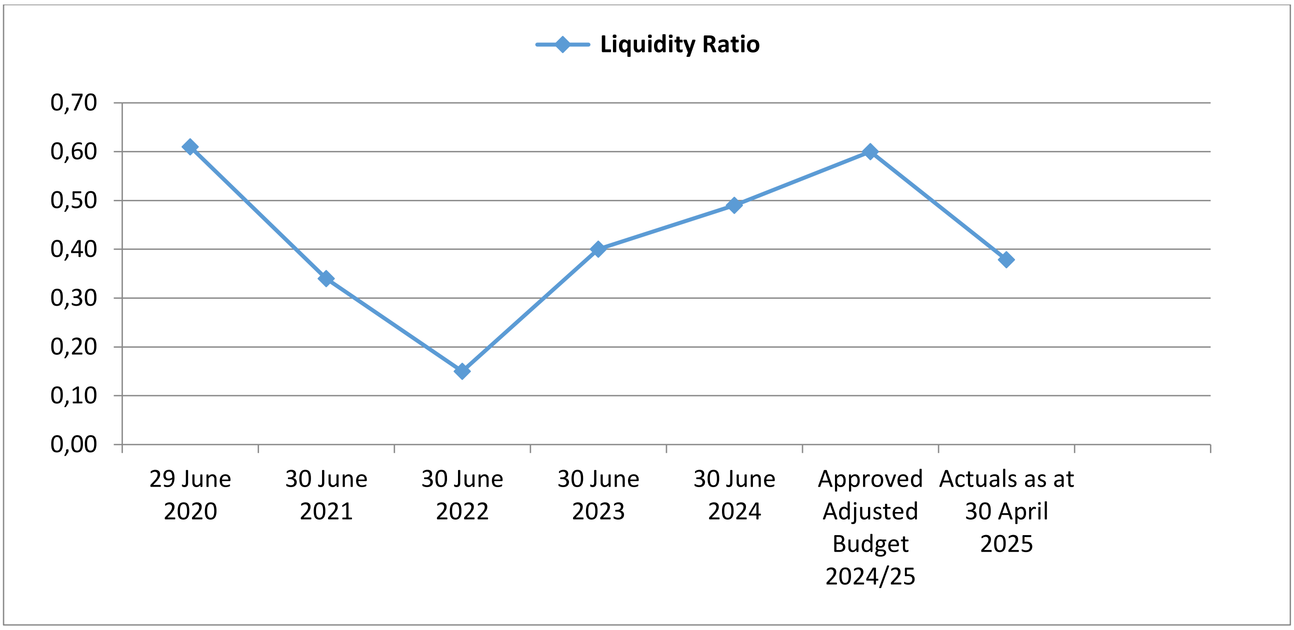
The liquidity ratio assesses a Municipality's ability to meet its short-term commitments from Monetary Assets.

The ratio is determined as follows:

Monetary assets/Current liabilities

A favourable ratio would ensure that the Municipality is able to settle its short-term commitments from monetary assets. The liquidity ratio as at 30 April 2025 was 0.38:1 compared to the approved budget ratio of 0.60:1.

The liquidity ratio is of the utmost importance to measure the financial liquidity and sustainability of the municipality.


Liquidity Ratio
0,70
0,60
0,50
0,40
0,30
0,20
0,10
0,00
29 June 2020
30 June 2021
30 June 2022
30 June 2023
30 June 2024
Approved Adjusted Budget 2024/25
Actuals as at 30 April 2025

1.2. Revenue Management

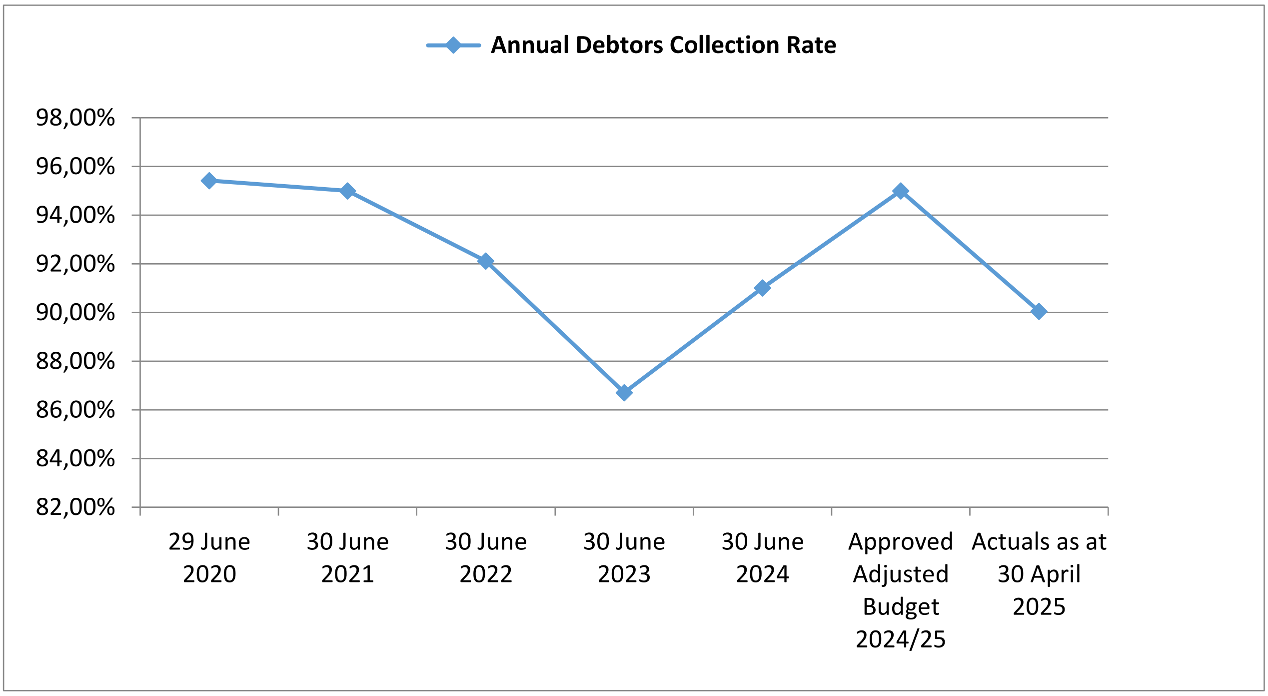
1.2.1. Annual Debtors Collection Rate

This ratio assesses the actual cash collected, compared to the monetary value of the municipal accounts rendered for municipal rates and services.

The ratio to determine the percentage collection rate is as follows:

Gross Debtors Opening Balance + Billed Revenue – Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100

The average collection rate as at 30 April 2025 was 90.06%, compared to the approved adjusted budget collection rate of 95%. The actual collection rate for April is 82.60%.



1.3. Other indicators

1.3.1. Cost coverage

The Ratio indicates the Municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investments, without collecting any additional revenue, during that particular month.

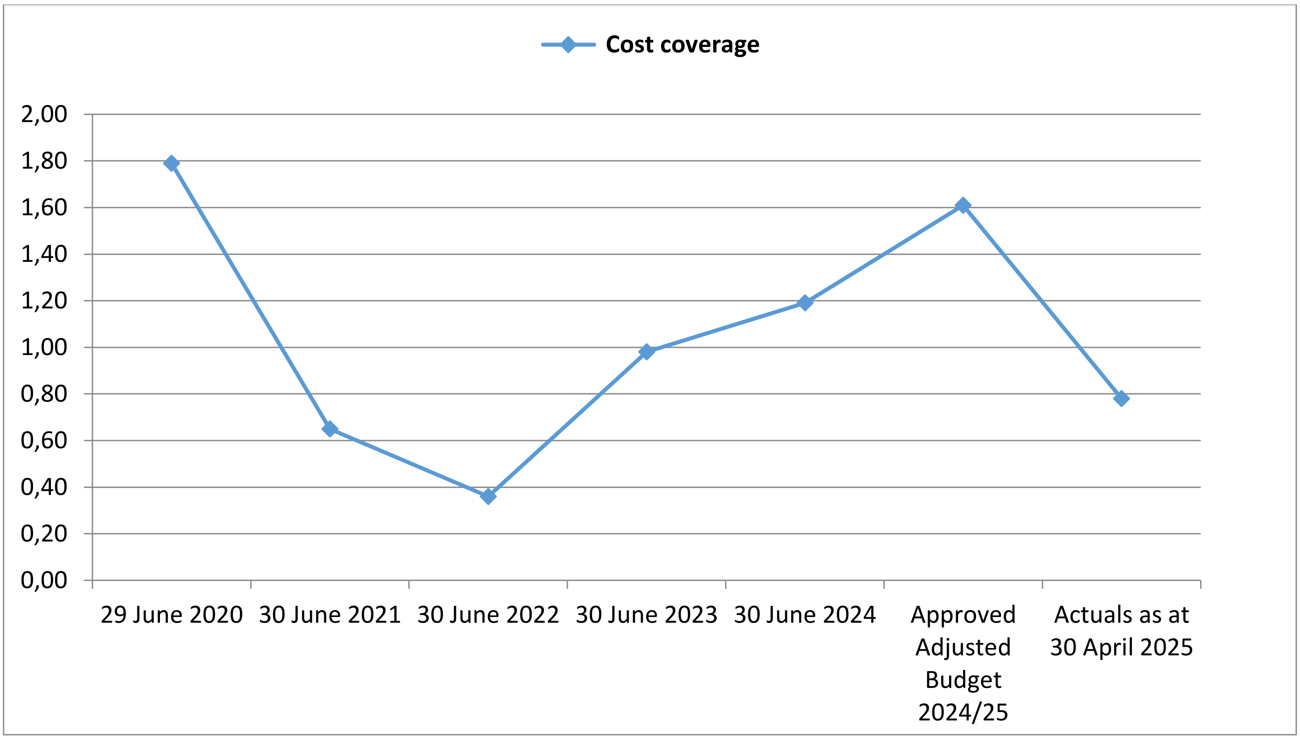
The Ratio is adjusted for Unspent Conditional Grants as the cash is not available for normal day-to-day operational expenditure but rather reserved for Grant related expenditure.

The ratio is determined as follows:

Cash and cash equivalents – unspent conditional grants – overdraft + short-term investments/ monthly fixed operational expenditure excluding (depreciation, amortisation, provisions for bad debts, impairment and loss on the disposal of assets)

As at 30 April 2025, the Ratio was 0.78 months, compared to the approved adjusted budget ratio of 1.61 months.

In terms of MFMA Circular No. 71, the norm is 1 month to 3 months.



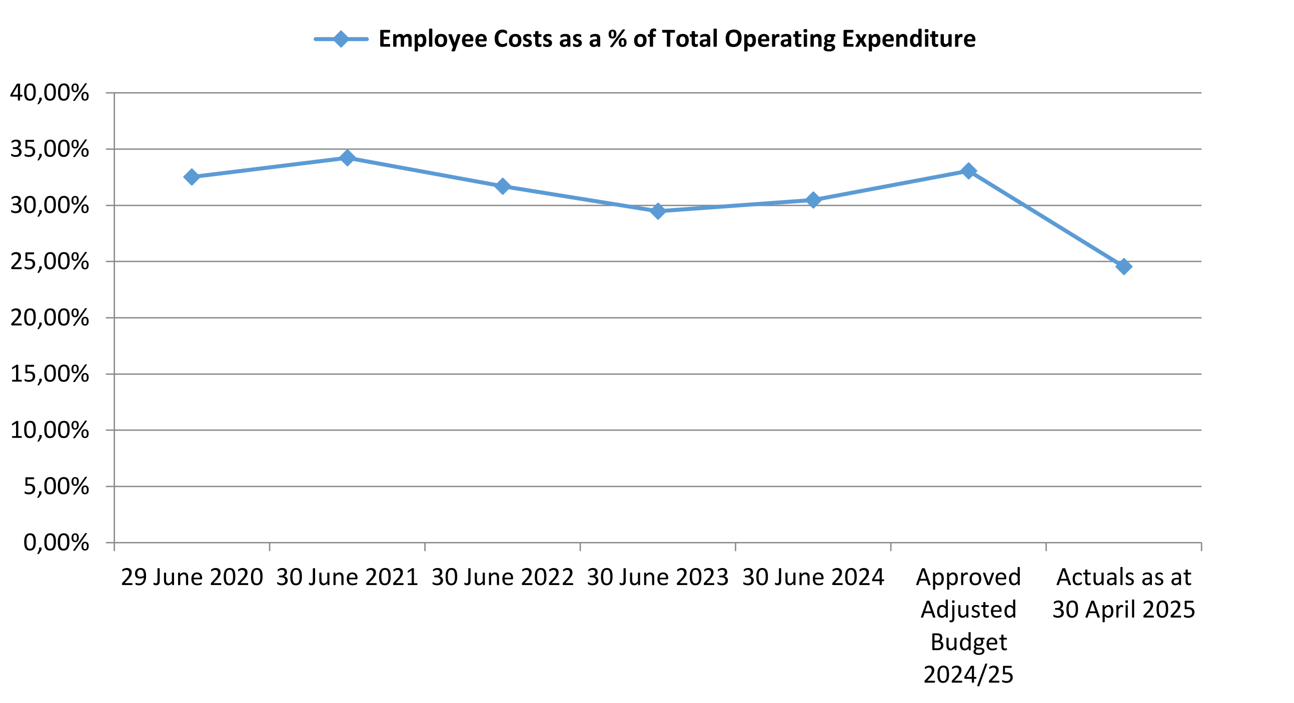
1.3.2. Employee costs as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the employment of human resources.

The ratio is determined as follows:

Employee Costs to date/Total Operating Expenditure to Date

As at 30 April 2025, Employee Related Costs constituted 24.54% of the Total Operating Expenditure, compared to the approved adjusted budget ratio 33.06%.



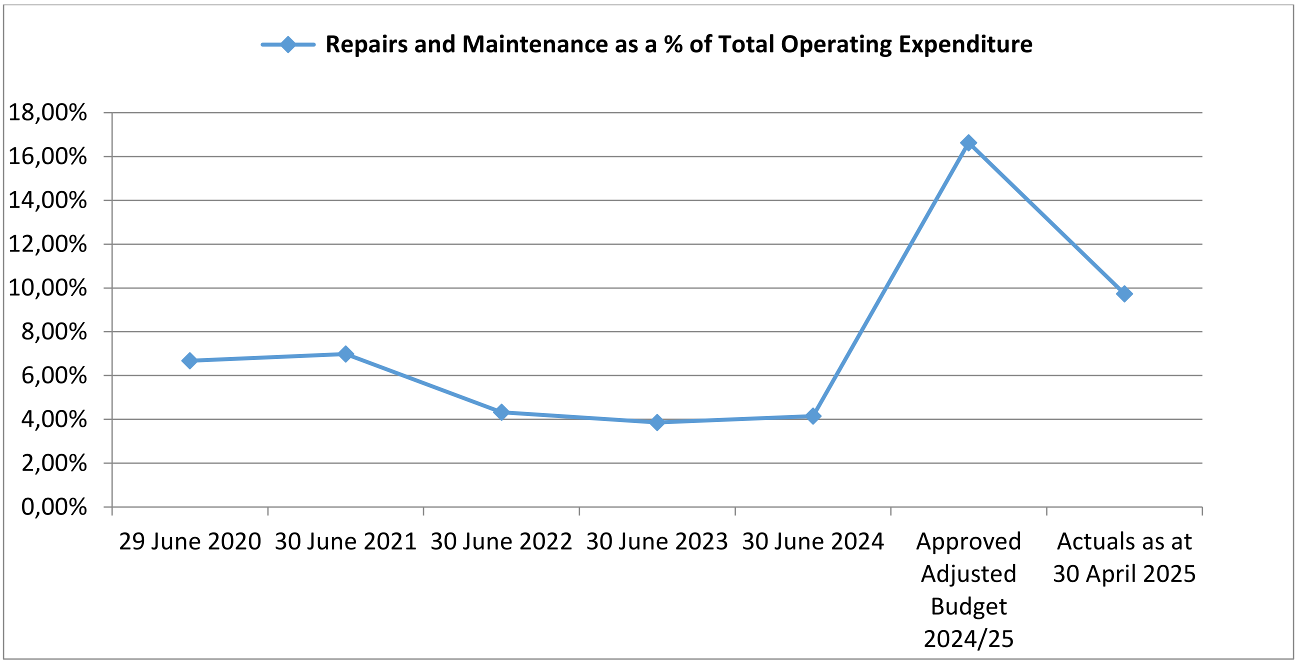
1.3.3. Repairs and Maintenance as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the repairs and maintenance of its assets.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Total Operating Expenditure to date

As at 30 April 2025, the ratio was 9.73%, compared to the approved adjusted budget ratio of 16.63%.



1.3.4. Repairs and Maintenance as a % of the book value of Property, Plant and Equipment (PPE)

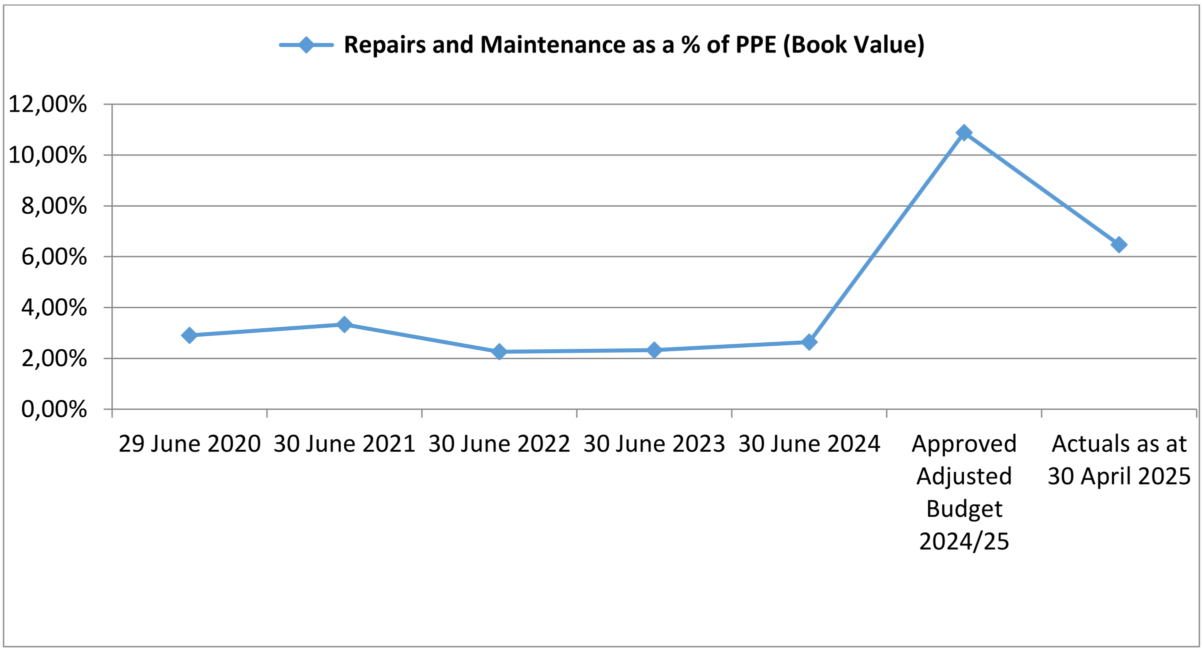
The Ratio measures the level of repairs and maintenance to ensure adequate maintenance to minimise breakdowns and interruptions in service delivery.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Book value of PPE to date

As at 30 April 2025, repairs and maintenance expenditure constituted 6.47% of the book value of PPE, compared to the approved adjusted budget ratio of 10.88%.

In terms of the MFMA Circular No.71, the norm is 8%.



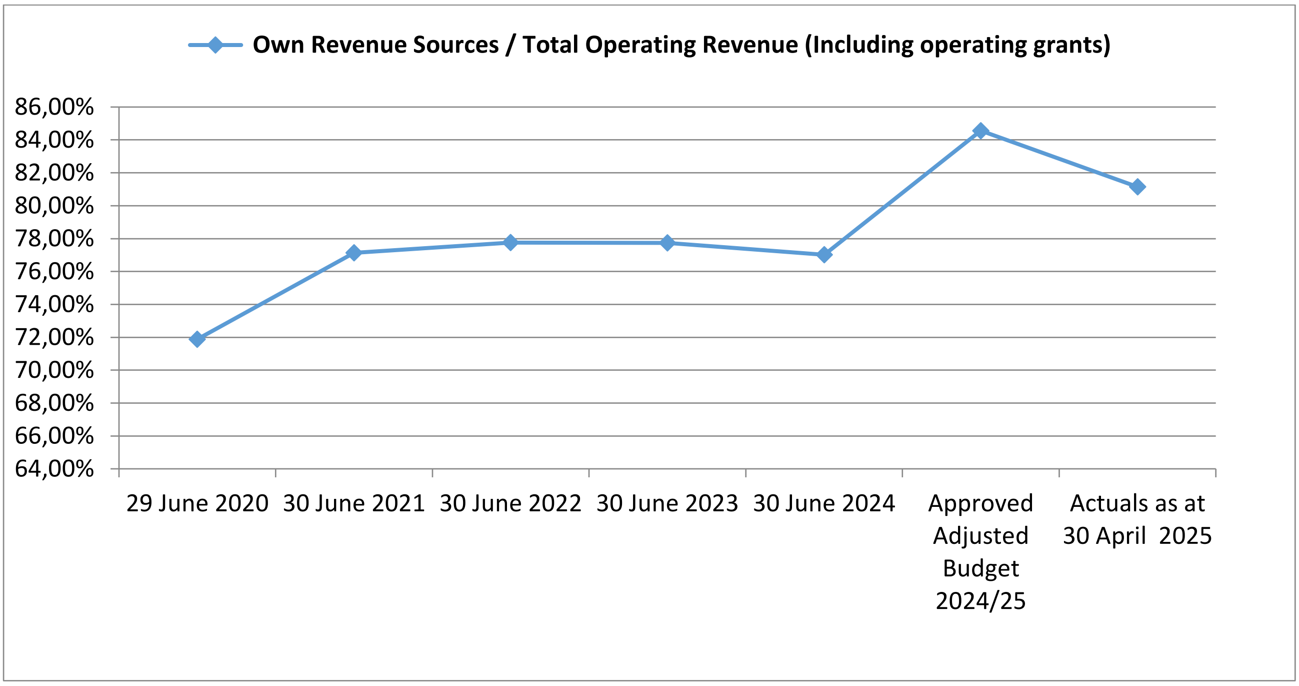
Own Revenue Generation

This ratio measures the extent to which the Municipality has control over its revenue sources, i.e., what percentage of its revenue is generated locally. The higher the ratio, the less reliant a Municipality is on Provincial and National Government to support its operations.

The ratio is determined as follows:

Own Revenue Sources / Total Operating Income (includes operating grants)

As at 30 April 2025, the Municipality's own revenue sources constituted 81.16% of its total Operating Income, compared to the approved adjusted budget ratio of 84.56%.



1.3.5. Capital Budget Spending

This ratio assesses the level of actual capital spending, compared to the budgeted capital expenditure.

The ratio is determined as follows:

Actual Capital spending / Approved Capital Budget

The actual spending as at 30 April 2025 amounted to 50.33%, compared to the approved adjusted budget ratio of 95%.