

NDLAMBE LOCAL MUNICIPALITY



SECTION 52(d) MONITORING REPORT: 2025/2026

REPORTING PERIOD: 2nd QUARTER

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GLOSSARY OF TERMS

Allocations - Money received from Provincial or National Government or other municipalities.

Budget - The financial plan of the Municipality.

Budget related policy - Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings, and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement - A statement showing when actual cash will be received and spent by the Municipality.

DORA - Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GRAP - Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP - Integrated Development Plan. The main strategic planning document of the Municipality

MBRR - Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA - Local Government: Municipal Finance Management Act (56/2003). The principal piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

MTREF - Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current year's financial position.

Operating expenditure - Spending on the day-to-day expenses of the Municipality such as salaries and wages.

Rates - Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed ratable value is multiplied by the rate in the rand.

SDBIP - Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives - The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure - Generally, is spending without, or more than, an approved budget.

Virement - A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote - one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned. In Ndlambe Local Municipality this means votes such as Executive & Council, Financial Services, Corporate Services, and Public Safety etc.

MIG - Municipal Infrastructure grant- Conditional grant capital in nature

INEP - Integrated Electrification (municipal) Programme grant capital in nature.

EPWP -Expanded Public Works Programme

FMG - Financial Management Grant

NRW- Non-Revenue Water

mSCOA- Municipal Standard chart Of Accounts

INTRODUCTION

The budget implementation report assesses the in-year financial performance of the municipality against the budgeted revenue and expenditure. The budget implementation report focuses on the credibility of municipal budget, covering capital and operating budgets as well as sustainability of the municipality that includes debtors, creditors, and cash flow position through compliance with relevant legislation and regulations.

LEGISLATIVE FRAMEWORK

In terms of section 52 (d) of the Municipal Finance Management Act, (Act 56 of 2003) (MFMA), the mayor of a municipality must within 30 days after the end of each quarter submit a report to council on the implementation of the budget and the financial situation of the Municipality. Section 74 of the MFMA requires accounting officers to submit such information, returns, documents, explanations, and motivations as may be required.

EXECUTIVE SUMMARY

The executive summary presented is aimed at providing Council with a high-level overview of the financial performance for quarter 2 of 2025/20 as well as a comprehensive overview of the Municipality's financial management and viability, and the extent to which the Municipality is meeting or exceeding planned performance as contained within the Service Delivery and Budget implementation plan.

PART 1: IN - YEAR REPORT**1. IN YEAR BUDGET STATEMENT TABLES****1.1 SUMMARY/OVERVIEW****EC105 Ndlambe - Table C1 Monthly Budget Statement Summary – M06 – Quarter 2**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	170,174	183,503	-	43,434	93,352	91,751	1,600	2%	183,503
Service charges	235,511	252,866	-	60,756	130,548	126,433	4,114	3%	252,866
Investment revenue	10,515	14,215	-	1,252	2,874	7,107	(4,233)	-60%	14,215
Transfers and subsidies - Operational	148,220	225,558	-	55,674	119,741	135,872	(16,131)	-12%	225,558
Other own revenue	42,971	43,951	-	11,935	22,299	22,003	295	1%	43,951
Total Revenue (excluding capital transfers and contributions)	607,392	720,093	-	173,053	368,813	383,167	(14,354)	-4%	720,093
Employee costs	214,913	213,426	-	60,783	112,599	106,181	6,419	6%	213,426
Remuneration of Councillors	8,682	8,469	-	2,116	4,231	4,234	(3)	0%	8,469
Depreciation and amortisation	52,763	51,635	-	12,230	23,529	42,379	(18,851)	-44%	51,635
Interest	8,498	8,679	-	-	-	-	-	-	8,679
Inventory consumed and bulk purchases	144,067	146,806	-	39,879	69,719	66,161	3,559	5%	146,806
Transfers and subsidies	5,196	5,738	-	2,165	3,149	2,618	532	20%	5,738
Other expenditure	240,580	359,990	-	55,020	106,123	142,219	(36,097)	-25%	359,990
Total Expenditure	674,698	794,742	-	172,193	319,351	363,792	(44,441)	-12%	794,742
Surplus/(Deficit)	(67,306)	(74,649)	-	860	49,462	19,375	30,087	155%	(74,649)
Transfers and subsidies - capital (monetary allocations)	171,705	169,700	-	70,077	125,722	98,434	27,288	28%	169,700
Transfers and subsidies - capital (in-kind)	1,168	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Share of surplus/ (deficit) of associate	105,567	95,051	-	70,936	175,184	117,809	57,375	49%	95,051
Surplus/ (Deficit) for the year	105,567	95,051	-	70,936	175,184	117,809	57,375	49%	95,051
Capital expenditure & funds sources									
Capital expenditure	168,747	158,488	-	62,126	111,393	97,630	13,763	14%	158,488
Capital transfers recognised	157,100	146,845	-	61,770	110,824	87,721	23,103	26%	146,845
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	10,478	11,643	-	356	569	9,908	(9,340)	-94%	11,643
Total sources of capital funds	167,578	158,488	-	62,126	111,393	97,630	13,763	14%	158,488
Financial position									
Total current assets	364,531	317,631	-	-	402,026				317,631
Total non current assets	1,639,974	1,604,811	-	-	1,726,666				1,604,811
Total current liabilities	360,853	292,363	-	-	309,817				292,363
Total non current liabilities	149,675	144,082	-	-	149,675				144,082
Community wealth/Equity	1,491,999	1,485,998	-	-	1,669,201				1,485,998
Cash flows									
Net cash from (used) operating	100,763	124,536	142,872	32,267	112,675	96,606	(16,069)	-17%	124,536
Net cash from (used) investing	178,092	(173,938)	(185,440)	(69,555)	(136,732)	(108,142)	28,590	-26%	(173,938)
Net cash from (used) financing	359	-	-	91	208	-	(208)	0	-
Cash/cash equivalents at the month/year end	418,736	89,151	95,984	-	42,842	127,016	84,174	66%	17,290
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	41,325	19,694	15,124	13,725	9,199	12,492	6,518	173,830	291,907
Creditors Age Analysis									
Total Creditors	1,466	-	-	-	-	-	-	-	1,466

The above table C1 outlines the overview of the monthly performances the detailed information is outlined in table C2 to table C7 and their supporting tables where narrations are also provided.

Revenue:

The actual year-to-date operational revenue for the 2nd quarter is R368,813 million and the year-to-date budget of R383,167 million and this reflects a negative variance of R14,354 million which is -4%. The year-to-date collection rate for the 2nd quarter is 82% vs the prior quarter 2 of 79%.

Operating Expenditure:

The year-to-date operational expenditure for the 2nd quarter is R319,351 million, and the year-to-date budget is R 363,792million. This reflects an underspending of R44,441 million for the 2nd quarter ending in December, which is -12%.

Capital Expenditure:

The year-to-date capital expenditure for the 2nd quarter ending in December is R111,393 million and the year-to-date capital grants transferred are R97,630 million. Capital expenditure is dominantly funded by DORA grants through schedule 5B and 6B. The allocated grants are transferred to the municipality by instalments in accordance with the payment schedule published on the National Treasury website.

(www.treasury.gov.za).

Surplus/Deficit:

Taking the above into consideration, the net operating surplus for the 2nd quarter ending in December is R49,462 million compared to prior quarter 2 that reflected a surplus of R56,220 million. The net operating surplus/deficit is made after deducting the total operating expenditure from the total operating revenue.

It must be noted that the capital transfers that are funding capital projects are excluded. The net operating surplus margin for the 2nd quarter ending in December is 20% greater than the norm of = or >0% compared to quarter 2 of 2024 of 15%.

Debtors:

Outstanding debtors' is comprised of consumer and sundry debtors from exchange and non-exchange transactions. The total outstanding debtors as at end of December amount to R291,907 million compared to the prior year quarter 2 that was reflecting R308,545 million.

Creditors:

Creditors are paid within 30 days of receipt of invoice as required by MFMA. Outstanding creditors in the 2nd quarter ending in December amounts to R1,466 million compared to prior year quarter 2 that reflected at R791 thousand. The group of creditors outstanding is trade creditors,

1.2 FINANCIAL PERFORMANCE

EC105 Ndlambe - Table C2 Monthly Budget Statement - Financial Performance (functional classification) – M06 - Quarter 2

Description	Ref	Budget Year 2025/26								
		2024/25 Audited	Original	Adjusted	Quarter 2	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Revenue - Functional										
Governance and administration		280,327	297,948	-	76,882	168,998	164,055	4,943	3%	297,948
Executive and council		4,587	4,763	-	-	4,763	2,382	2,381	100%	4,763
Finance and administration		275,295	293,185	-	76,618	163,971	161,673	2,297	1%	293,185
Internal audit		444	-	-	265	265	-	265	0	-
Community and public safety		10,057	78,896	-	7,513	11,582	39,698	(28,116)	-71%	78,896
Community and social services		2,758	3,469	-	951	1,770	1,734	36	2%	3,469
Sport and recreation		1,298	1,666	-	300	380	1,083	(702)	-65%	1,666
Public safety		192	299	-	33	57	149	(92)	-62%	299
Housing		1,978	71,270	-	5,620	8,221	35,635	(27,414)	-77%	71,270
Health		3,830	2,193	-	608	1,154	1,097	57	5%	2,193
Economic and environmental services		47,504	60,360	-	34,630	54,959	43,009	11,950	28%	60,360
Planning and development		9,242	8,165	-	2,358	4,598	4,082	515	13%	8,165
Road transport		37,324	50,570	-	31,042	48,867	38,114	10,753	28%	50,570
Environmental protection		938	1,625	-	1,230	1,494	813	682	84%	1,625
Trading services		438,679	447,512	-	122,579	256,109	232,301	23,808	10%	447,512
Energy sources		116,188	141,866	-	31,127	72,572	71,196	1,376	2%	141,866
Water management		134,576	146,124	-	50,772	101,935	75,674	26,261	35%	146,124
Waste water management		132,960	101,691	-	26,909	51,752	54,289	(2,537)	-5%	101,691
Waste management		54,955	57,830	-	13,772	29,850	31,142	(1,292)	-4%	57,830
Other	4	3,698	5,076	-	1,525	2,886	2,538	348	14%	5,076
Total Revenue - Functional	2	780,265	889,793	-	243,129	494,535	481,601	12,934	3%	889,793
Expenditure - Functional										
Governance and administration		166,788	201,590	-	45,407	85,950	99,969	(14,018)	-14%	201,590
Executive and council		44,176	50,978	-	11,594	24,924	27,913	(2,988)	-11%	50,978
Finance and administration		114,447	140,556	-	28,628	54,777	65,344	(10,567)	-16%	140,556
Internal audit		8,165	10,056	-	5,185	6,249	6,712	(463)	-7%	10,056
Community and public safety		55,541	130,620	-	20,321	34,527	67,920	(33,393)	-49%	130,620
Community and social services		15,811	18,845	-	3,601	6,251	10,297	(4,045)	-39%	18,845
Sport and recreation		19,254	21,511	-	5,449	9,531	11,677	(2,146)	-18%	21,511
Public safety		13,008	12,367	-	3,706	6,832	6,746	86	1%	12,367
Housing		5,037	75,131	-	6,950	10,851	37,477	(26,626)	-71%	75,131
Health		2,431	2,766	-	614	1,062	1,724	(662)	-38%	2,766
Economic and environmental services		104,552	103,578	-	27,966	54,210	58,552	(4,341)	-7%	103,578
Planning and development		37,230	35,675	-	8,873	16,245	18,953	(2,708)	-14%	35,675
Road transport		64,870	65,104	-	18,335	36,570	38,184	(1,614)	-4%	65,104
Environmental protection		2,452	2,798	-	759	1,396	1,415	(19)	-1%	2,798
Trading services		345,245	356,365	-	77,643	143,185	136,008	7,177	5%	356,365
Energy sources		122,679	133,085	-	34,500	59,446	55,386	4,060	7%	133,085
Water management		123,093	116,370	-	26,928	49,300	43,763	5,536	13%	116,370
Waste water management		48,183	46,934	-	7,453	16,096	19,662	(3,566)	-18%	46,934
Waste management		51,290	59,976	-	8,762	18,343	17,197	1,147	7%	59,976
Other		2,572	2,589	-	855	1,477	1,343	135	10%	2,589
Total Expenditure - Functional	3	674,698	794,742	-	172,193	319,351	363,792	(44,441)	-12%	794,742
Surplus/ (Deficit) for the year		105,567	95,051	-	70,936	175,184	117,809	57,375	49%	95,051

- The electricity services have realised an actual surplus of R13,126 million which includes the INEP grant of R4,884 million. The surplus excluding the grant funding amounts to R8,242 million.
- The water services have realised an actual surplus of R52,635 million, which incorporates an amount of R52,791 million relating to capital transfers and R156 thousand relating to operating deficit.
- Wastewater services have realised an actual surplus of R35,656 million, which incorporates an amount of R20,624 million relating to capital transfers and R15,031 million relating to operating surplus.
- Waste management has realised an actual surplus of R11,507 million.

EC105 Ndlambe - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M06 - Quarter 2

Vote Description	Ref	Budget Year 2025/26								
		2024/25 Audited	Original	Adjusted	Quarter 2	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands										
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		4,581	4,763	-	-	4,763	2,382	2,381	100.0%	4,763
Vote 2 - MUNICIPAL MANAGER		450	-	-	265	265	-	265	0	-
Vote 3 - CORPORATE SERVICES		3,938	3,999	-	1,041	1,889	2,000	(111)	-5.5%	3,999
Vote 4 - COMMUNITY AND PROTECTION SERVICES		59,249	61,732	-	15,141	31,940	33,343	(1,403)	-4.2%	61,732
Vote 5 - COMMUNITY AND PROTECTION SERVICES		5,821	7,000	-	2,788	4,437	3,500	937	26.8%	7,000
Vote 6 - INFRASTRUCTURAL DEVELOPMENT		180,152	231,653	-	65,469	112,882	132,099	(19,217)	-14.5%	231,653
Vote 7 - ELECTRICITY SERVICES		116,188	141,866	-	31,127	72,572	71,196	1,376	1.9%	141,866
Vote 8 - WATER WORKS		134,576	146,124	-	50,772	101,935	75,674	26,261	34.7%	146,124
Vote 9 - FINANCIAL SERVICES		275,310	292,655	-	76,528	163,852	161,408	2,444	1.5%	292,655
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	780,265	889,793	-	243,129	494,535	481,601	12,934	2.7%	889,793
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		14,349	15,180	-	3,619	7,061	7,926	(865)	-10.9%	15,180
Vote 2 - MUNICIPAL MANAGER		40,132	48,645	-	13,588	24,900	28,398	(3,498)	-12.3%	48,645
Vote 3 - CORPORATE SERVICES		49,416	43,256	-	9,316	20,004	24,231	(4,226)	-17.4%	43,256
Vote 4 - COMMUNITY AND PROTECTION SERVICES		87,499	96,371	-	18,558	36,039	36,551	(512)	-1.4%	96,371
Vote 5 - COMMUNITY AND PROTECTION SERVICES		29,324	31,457	-	9,161	16,615	16,821	(207)	-1.2%	31,457
Vote 6 - INFRASTRUCTURAL DEVELOPMENT		152,774	218,129	-	40,428	77,774	112,101	(34,327)	-30.6%	218,129
Vote 7 - ELECTRICITY SERVICES		122,679	133,085	-	34,500	59,446	55,386	4,060	7.3%	133,085
Vote 8 - WATER WORKS		123,093	116,370	-	26,928	49,300	43,763	5,536	12.7%	116,370
Vote 9 - FINANCIAL SERVICES		60,885	92,250	-	16,094	28,211	38,614	(10,403)	-26.9%	92,250
Vote 10 -		(5,453)	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	674,698	794,742	-	172,193	319,351	363,792	(44,441)	-12.2%	794,742
Surplus/ (Deficit) for the year	2	105,567	95,051	-	70,936	175,184	117,809	57,375	48.7%	95,051

Table C3 measure the monthly actuals and year to date actuals against the year-to- date budget.

The above-mentioned budget table is presented by vote respectively for both revenue and expenditure.

- The narrations for table C3 focus on the performance of operating expenditure by vote which will further determine whether a particular vote has realised an unauthorised expenditure measured against the year-to-date budget. The variances are all reflected in the year-to-date variance column.
- The narrative on variances above 10% will be provided on the itemized table C4 to avoid duplications. Water Services reflects unauthorized expenditure of R5,536 million, while electricity Services reflects unauthorized expenditure of R4,060 million at the end of December 2025.

EC105 Ndlambe - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M06 - Quarter 2

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		113,862	125,640	-	29,986	65,359	62,820	2,538	4%	125,640
Service charges - Water		68,605	71,898	-	14,616	32,050	35,949	(3,899)	-11%	71,898
Service charges - Waste Water Management		24,318	24,874	-	8,811	17,874	12,437	5,437	44%	24,874
Service charges - Waste management		28,727	30,454	-	7,344	15,264	15,227	38	0%	30,454
Sale of Goods and Rendering of Services		3,978	4,128	-	1,616	2,791	2,064	727	35%	4,128
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		14,255	18,219	-	3,015	5,833	9,110	(3,276)	-36%	18,219
Interest from Current and Non-Current Assets		10,515	14,215	-	1,252	2,874	7,107	(4,233)	-60%	14,215
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,121	1,317	-	653	970	658	312	47%	1,317
Licence and permits		4,263	5,076	-	1,525	2,886	2,538	348	14%	5,076
Special Rating Levies		-	-	-	-	-	-	-	-	-
Operational Revenue		3,734	2,719	-	411	752	1,387	(635)	-46%	2,719
Non-Exchange Revenue										
Property rates		170,174	183,503	-	43,434	93,352	91,751	1,600	2%	183,503
Surcharges and Taxes		6,614	7,327	-	1,731	3,622	3,664	(42)	-1%	7,327
Fines, penalties and forfeits		(80)	550	-	126	250	275	(24)	-9%	550
Licence and permits		1,166	1,968	-	1,264	1,650	984	666	68%	1,968
Transfers and subsidies - Operational		148,220	225,558	-	55,674	119,741	135,872	(16,131)	-12%	225,558
Interest		6,665	2,647	-	1,585	3,123	1,323	1,799	136%	2,647
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		431	-	-	-	406	-	406	0	-
Other Gains		824	-	-	9	15	-	15	0	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		607,392	720,093	-	173,053	368,813	383,167	(14,354)	-4%	720,093
Expenditure By Type										
Employee related costs		214,913	213,426	-	60,783	112,599	106,181	6,419	6%	213,426
Remuneration of councillors		8,682	8,469	-	2,116	4,231	4,234	(3)	0%	8,469
Bulk purchases - electricity		94,526	92,354	-	25,939	44,763	37,675	7,088	19%	92,354
Inventory consumed		49,541	54,452	-	13,941	24,956	28,486	(3,530)	-12%	54,452
Debt impairment		84,353	50,948	-	-	-	(2,089)	2,089	-100%	50,948
Depreciation and amortisation		52,763	51,635	-	12,230	23,529	42,379	(18,851)	-44%	51,635
Interest		8,498	8,679	-	-	-	-	-	-	8,679
Contracted services		91,043	181,915	-	37,005	62,362	94,624	(32,262)	-34%	181,915
Transfers and subsidies		5,196	5,738	-	2,165	3,149	2,618	532	20%	5,738
Irrecoverable debts written off		31	41,774	-	(44)	8,478	2,323	6,155	265%	41,774
Operational costs		62,729	85,354	-	17,800	34,211	47,361	(13,150)	-28%	85,354
Losses on Disposal of Assets		2,397	-	-	258	1,068	-	1,068	0	-
Other Losses		25	-	-	-	2	-	2	0	-
Total Expenditure		674,698	794,742	-	172,193	319,351	363,792	(44,441)	-12%	794,742
Surplus/(Deficit)										
Surplus/(Deficit)		(67,306)	(74,649)	-	860	49,462	19,375	30,087	155%	(74,649)
Transfers and subsidies - capital (monetary allocations)		171,705	169,700	-	70,077	125,722	98,434	27,288	28%	169,700
Transfers and subsidies - capital (in-kind)		1,168	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		105,567	95,051	-	70,936	175,184	117,809			95,051
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		105,567	95,051	-	70,936	175,184	117,809			95,051
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		105,567	95,051	-	70,936	175,184	117,809			95,051
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		105,567	95,051	-	70,936	175,184	117,809			95,051

Table C4 above:

The municipality is on the accrual basis as a result revenue in this table reflects a breakdown of the actual revenue billed per revenue source (property rates, electricity, water, wastewater and waste), as well as “other” revenue received.

Revenue:

The overall actual year-to-date operational revenue at the end of December is R368,813 million and the year-to-date budget of R383,167 million and this reflects a variance of -R14,354 million which is -4%.

- Water revenue is -11% below the year-to-date revenue budget this is as a result of corrections on the overbilling on water, billed to indigents debtors.

- Wastewater management shows a variance of 44% for the month of December. The increase in the billed revenue for wastewater is as result of a complete exercise that was done by the revenue section and the infrastructure section during the month of May 2025. An additional +- 2000 debtors that were not billed for sewer but had access to sewer services were being billed for sewer starting from May 2025. The budget therefore will be adjusted during mid-year adjustment.
- Sales of goods and rendering of services reflect a variance of 35% for December. The increase is as a result of increase in Town planning application.
- Interest from receivable exchange and non-exchange.
The budget allocation for exchange transactions has been overestimated, while the allocation for non-exchange transactions is understated. This misalignment will be addressed during the mdi-year adjustment budget.
- Rental from fixed assets on exchange reflects a variance of 47% during the end of December this is as a result of rental billing corrections.
- Licenses and permits exchange reflect a variance of 14% in December. The increase is as the result of increase in boat license sales as during the festive season.
- Transfers and Subsidies operational reflects an underspending of -12 variance at the end of December, due to prioritization in spending.
- Operational revenue reflects a decrease of -46% due to reduction in insurance refund revenue.

Operating Expenditure:

The year-to-date operational expenditure at the end of quarter 2 is R319,351 million, and the year-to-date budget is R363,792 million. This reflects an underspending of -44,441 million, which is -12%.

- Bulk purchases reflects a variance of 19%, this is as a result of the year-to-date budget figure reflecting incorrectly R37,675 the recalculated correct year-to-date budget figure is R46,177 vs the year to date actual of R44,763 results in a 3% variance.
- Inventory consumed for the month of December reflects a negative variance of -12%. Due to strengthening control enforcement.
- The item debt impairment relates to the contribution that is recognized for the debt impairment in the statement of financial position, to impair inactive debtor's accounts. The contribution is informed by the impairment calculations aligned to the Impairment policy which takes into consideration various factors, i.e. debtors payment trend and ageing of debts. The recognition of the provision is processed after year end.
- Depreciation and amortization reflect a variance of 9% when considering the correct year-to-date figure being R25,818 million compared to the year-to-date actual of R23,529 million.
- Contracted Services reflects a negative underspending variance of -34%. Contracted services in the budget are inclusive of grants from Human Settlement for upgrading of informal settlement.
- Transfers and subsidies consist of programs to promote local economic development, reflecting an underspending of 20% at the end of December, due to reprioritization in spending.
- The correct year-to-date budget is R20,887 million vs the actuals of R8,478 million which translate to 59% at the end of December. The write-offs are done in intervals which are Sept, Nov, March and June and the month of June carries the bulk write-offs relating to indigent and deceased debts.
- Operational costs are all the other expenses, which reflect the variance of 28% at the end of December due to the control in place of slow spending for the first few months of the financial year.

Surplus/Deficit:

- Taking the above into consideration, the net operating surplus for the quarter 2 period ending December is R49,462 million.
- The net operating surplus/deficit is made after deducting the total operating expenditure from the total operating revenue and operating revenue excludes capital transfers.
- It must be noted that the capital transfers that are funding capita projections are excluded.

1.3 CAPITAL EXPENDITURE

EC105 Ndlambe - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) – M06 - Quarter 2

Vote Description	Ref	Budget Year 2025/26								
		2024/25 Audited	Original	Adjusted	Quarter 2	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY AND PROTECTION SERVICES		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND PROTECTION SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - INFRASTRUCTURAL DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - WATER WORKS		-	-	-	-	-	-	-	-	-
Vote 9 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		9	560	-	106	106	560	(454)	-81%	560
Vote 2 - MUNICIPAL MANAGER		272	741	-	12	54	741	(687)	-93%	741
Vote 3 - CORPORATE SERVICES		285	187	-	-	10	187	(177)	-95%	187
Vote 4 - COMMUNITY AND PROTECTION SERVICES		3,221	3,507	-	38	39	1,772	(1,733)	-98%	3,507
Vote 5 - COMMUNITY AND PROTECTION SERVICES		1,638	580	-	62	62	580	(518)	-89%	580
Vote 6 - INFRASTRUCTURAL DEVELOPMENT		119,892	97,250	-	37,103	60,675	60,994	(319)	-1%	97,250
Vote 7 - ELECTRICITY SERVICES		-	12,834	-	-	4,247	10,046	(5,800)	-58%	12,834
Vote 8 - WATER WORKS		42,762	42,458	-	24,764	46,051	22,379	23,672	106%	42,458
Vote 9 - FINANCIAL SERVICES		668	371	-	42	149	371	(222)	-60%	371
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	168,747	158,488	-	62,126	111,393	97,630	13,763	14%	158,488
Total Capital Expenditure		168,747	158,488	-	62,126	111,393	97,630	13,763	14%	158,488
Capital Expenditure - Functional Classification										
Governance and administration		1,734	2,434	-	282	443	2,434	(1,991)	-82%	2,434
Executive and council		281	1,261	-	115	132	1,261	(1,129)	-90%	1,261
Finance and administration		1,453	1,133	-	164	282	1,133	(851)	-75%	1,133
Internal audit		-	40	-	3	29	40	(11)	-29%	40
Community and public safety		1,661	3,407	-	76	77	1,672	(1,595)	-95%	3,407
Community and social services		(423)	-	-	-	-	-	-	-	-
Sport and recreation		1,334	2,307	-	-	1	572	(571)	-100%	2,307
Public safety		749	580	-	38	38	580	(542)	-94%	580
Housing		-	20	-	-	-	20	(20)	-100%	20
Health		-	500	-	38	38	500	(462)	-92%	500
Economic and environmental services		36,223	44,862	-	26,335	42,054	33,951	8,102	24%	44,862
Planning and development		1,212	30	-	-	52	30	22	74%	30
Road transport		35,010	44,832	-	26,335	42,001	33,921	8,080	24%	44,832
Environmental protection		1	-	-	-	-	-	-	-	-
Trading services		129,098	107,786	-	35,433	68,820	59,573	9,247	16%	107,786
Energy sources		-	12,834	-	-	4,247	10,046	(5,800)	-58%	12,834
Water management		42,762	42,458	-	24,764	46,051	22,379	23,672	106%	42,458
Waste water management		83,670	51,919	-	10,669	18,523	26,572	(8,050)	-30%	51,919
Waste management		2,667	575	-	-	-	575	(575)	-100%	575
Other		31	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	168,747	158,488	-	62,126	111,393	97,630	13,763	14%	158,488
Funded by:										
National Government		80,424	86,770	-	41,869	79,591	52,330	27,261	52%	86,770
Provincial Government		75,337	58,586	-	18,970	29,527	34,647	(5,120)	-15%	58,586
District Municipality		55	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		1,284	1,489	-	931	1,707	744	963	129%	1,489
Transfers recognised - capital		157,100	146,845	-	61,770	110,824	87,721	23,103	26%	146,845
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		10,478	11,643	-	356	569	9,908	(9,340)	-94%	11,643
Total Capital Funding		167,578	158,488	-	62,126	111,393	97,630	13,763	14%	158,488

1.4 FINANCIAL POSITION

EC105 Ndlambe - Table C6 Monthly Budget Statement - Financial Position – M03 - Quarter 1

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		66,691	80,272	–	43,178	80,272
Trade and other receivables from exchange transactions		42,112	39,338	–	79,881	39,338
Receivables from non-exchange transactions		73,981	24,509	–	86,161	24,509
Current portion of non-current receivables		–	–	–	–	–
Inventory		2,909	2,148	–	1,082	2,148
VAT		178,428	169,845	–	191,642	169,845
Other current assets		409	1,519	–	84	1,519
Total current assets		364,531	317,631	–	402,026	317,631
Non current assets						
Investments		44	46	–	56	46
Investment property		233,069	241,717	–	230,332	241,717
Property, plant and equipment		1,406,815	1,362,996	–	1,497,419	1,362,996
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		0	0	–	(1,200)	0
Intangible assets		46	52	–	59	52
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		1,639,974	1,604,811	–	1,726,666	1,604,811
TOTAL ASSETS		2,004,505	1,922,442	–	2,128,692	1,922,442
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		0	–	–	–	–
Consumer deposits		2,892	2,828	–	2,976	2,828
Trade and other payables from exchange transactions		96,554	79,550	–	54,631	79,550
Trade and other payables from non-exchange transactions		73,409	17,522	–	43,922	17,522
Provision		17,623	18,036	–	17,623	18,036
VAT		170,376	174,427	–	190,665	174,427
Other current liabilities		–	–	–	–	–
Total current liabilities		360,853	292,363	–	309,817	292,363
Non current liabilities						
Financial liabilities		(0)	–	–	(0)	–
Provision		79,426	81,999	–	79,426	81,999
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		70,249	62,083	–	70,249	62,083
Total non current liabilities		149,675	144,082	–	149,675	144,082
TOTAL LIABILITIES		510,528	436,444	–	459,492	436,444
NET ASSETS	2	1,493,977	1,485,998	–	1,669,201	1,485,998
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1,491,999	1,485,998	–	1,669,201	1,485,998
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	1,491,999	1,485,998	–	1,669,201	1,485,998

- The above table outlines that community wealth amounts to R1,669,201 billion, total liabilities R309,817 million and the total assets R2,128,692 billion.
- Non-current liabilities are mainly made up of borrowing, post-retirement medical aid, provisions for long service awards and landfill sites.
- It must be noted that the valuation for the items mentioned is done at year-end by the experts.
- The current ratio for the quarter 2 ending in December is 1.30 vs the norm of 1.5-2:1, the ratio means that the municipality might experience difficulties on paying back its short-term liabilities (debt and payables/creditors) with its short-term assets (cash, inventory, and receivables/debtors). To improve the ratio the municipality must ensure that it cuts down on expenditure that will yield to a decrease on outstanding creditors, reduce its debtor's book, and ensure that inventory is converted into cash quicker through being efficient on rendering service delivery.

1.6 CASHFLOW STATEMENT

EC105 Ndlambe - Table C7 Monthly Budget Statement - Cash Flow – M06 – Quarter 2

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		163,614	160,808	-	13,381	84,519	80,404	4,115	5%	160,808
Service charges		197,289	241,574	-	16,125	110,694	120,787	(10,093)	-8%	241,574
Other revenue		78,355	72,236	-	4,738	40,893	36,118	4,775	13%	72,236
Government - operating		172,573	222,200	-	53,294	123,956	111,100	12,856	12%	222,200
Government - capital		126,348	111,682	-	10,409	92,220	55,841	36,379	65%	111,682
Interest		11,199	16,174	-	287	3,166	8,087	(4,921)	-61%	16,174
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(648,740)	(694,599)	-	(67,796)	(341,579)	(347,300)	(5,721)	2%	(694,599)
Finance charges		(59)	-	-	-	-	-	-	-	-
Transfers and Grants		-	(5,538)	-	-	-	(2,769)	(2,769)	100%	(5,538)
NET CASH FROM/(USED) OPERATING ACTIVITIES		100,577	124,537	-	62,269	113,869	62,269	(51,601)	-83%	124,537
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1,999	-	-	-	436	-	436	-100%	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(175,839)	(173,938)	-	(37,766)	(136,158)	(86,969)	49,189	-57%	(173,938)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(173,840)	(173,938)	-	(37,766)	(135,722)	(86,969)	48,753	-56%	(173,938)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		359	-	-	19	208	-	208	-	-
Payments										
Repayment of borrowing		(973)	-	-	-	(0)	-	0	0%	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		(614)	-	-	-	208	-	(208)	0%	-
NET INCREASE/ (DECREASE) IN CASH HELD		(73,876)	(49,401)	-	(24,701)	(21,645)	(24,701)			(49,401)
Cash/cash equivalents at beginning:		140,309	138,552	-		64,823	138,552			138,552
Cash/cash equivalents at month/year end:		66,433	89,151	-		43,178	113,852			89,151

It must be noted that figures in the cash flow statement above are VAT inclusive for vatiable items therefore they will be different from the figures in the statement of financial performance and financial position.

- Service charges under receipts are informed by the aggregated collection rate of 82% for the 2nd quarter ending in December.
- Net cash from (used) operating activities increased by 41% compared to the first quarter. This increase is primarily attributed to factors such as an improved collection rate and controls in spending. It is imperative to maintain stringent cost containment measures to stabilize cash flow and support financial sustainability.

- The municipality continues to closely manage and control the cash flow ensuring that monthly commitments i.e., Eskom and salaries etc plus invoices are paid within the due dates.
- Net cash from (used) investing activities reflects an increase of 105% compared to quarter 1.
- Net cash from (used) financing activities reflect an increase of 78% compared to quarter 1. This is due to an increase consumer deposit.
- The balance reflecting in cash and cash equivalent is dominantly made up of transfers and grants for both operating and capital and internal call account investments.
- Transfers and grants are invested separately in call accounts, and the money is withdrawn when there is an invoice that is due for payment.

PART 2: SUPPORTING TABLES

2.1 Supporting Table: SC 3 - Debtors Age Analysis M06 - Quarter 2

Description	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	7,824	4,554	3,888	4,488	2,206	2,203	1,395	39,869	66,428	50,162	945	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	10,990	3,278	2,314	1,671	1,367	1,241	772	14,900	36,534	19,952	1,517	-	
Receivables from Non-exchange Transactions - Property Rates	1400	14,092	5,744	3,256	2,486	1,914	4,873	1,278	29,644	63,286	40,194	43	-	
Receivables from Exchange Transactions - Waste Water Management	1500	3,336	2,508	2,326	2,142	1,316	1,446	1,000	16,964	31,038	22,869	422	-	
Receivables from Exchange Transactions - Waste Management	1600	3,315	2,030	1,627	1,490	1,017	1,418	805	25,081	36,784	29,811	431	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	1,252	1,252	1,252	-	-	
Interest on Arrear Debtor Accounts	1810	1,649	1,539	1,472	1,407	1,342	1,260	1,240	38,685	48,595	43,935	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	119	42	240	42	36	51	27	7,434	7,991	7,590	147	-	
Total By Income Source	2000	41,325	19,694	15,124	13,725	9,199	12,492	6,518	173,830	291,907	215,764	3,505	-	
2024/25 - totals only		34,787	19,900	14,825	12,085	10,820	13,122	7,911	195,094	308,545	239,032	1	-	
Debtors Age Analysis By Customer Group														
Organs of State	2200	988	460	511	118	105	2,774	79	1,970	7,006	5,047	124	-	
Commercial	2300	7,679	2,892	2,451	2,380	1,613	1,564	1,136	33,730	53,446	40,424	767	-	
Households	2400	32,659	16,342	12,161	11,226	7,481	8,154	5,303	138,130	231,455	170,294	2,615	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	41,325	19,694	15,124	13,725	9,199	12,492	6,518	173,830	291,907	215,764	3,505	-	

Supporting table SC3 provides a breakdown of the debtors.

- The outstanding debtors as at quarter 2 amounts to R291,907 million, whereas debtor’s account over 90 days reflect at R215,764 million.
- The debt breakdown shows that 79,29% of the debt is owed by households and 18,31% relates to debt owed by commercial property owners. Further 16,64% of the debt relates to interest charged on arrear debt.
- Lastly, Government departments account for 2.40% of the arrears.
- For further details on the total debt of R291,907 million note that 69% or R202 584 million relates to debt from Eskom Electricity areas where the municipal does not have any control to enforce debt collection.

2.2 Supporting Table SC4 - Aged creditors – M06 - Quarter 2

Description	NT Code	Budget Year 2025/26									Total	Prior year totals for chart (same period)
		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			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1,466	-	-	-	-	-	-	-	-	1,466	791
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1,466	-	-	-	-	-	-	-	-	1,466	791

Creditors:

- All creditors are paid within 30 days of receipt of invoice as required by MFMA, the outstanding creditors at the end of December reflect at R1,466 thousand whereas.
- The group of creditors outstanding is trade and creditors; the outstanding balance is between current and 30 days.

HIGHEST PAID CREDITORS for the month ending 31 December 2025.

Code	Creditor Name	Amount
16589	PROXA SOUTH AFRICA	(17,057,208.10)
02154	ESKOM HOLDINGS LIM	(10,124,837.82)
16431	SIZWE AMANSI INVESTMENTS	(4,870,245.36)
01066	COALITION TRADING	(3,797,596.72)
15693	SKY WINGS	(2,914,267.39)
06890	NORTHFIELD ENGINEE	(2,501,560.91)
07636	AUDITOR GENERAL	(2,368,567.83)
16427	BONTIFOR	(1,984,707.70)
12070	AURECON SOUTH AFRICA (ZUTARI)	(1,755,947.67)
12944	CDR TECHNICAL (MONTHLY FIXED)	(1,460,219.04)
20089	MPHELE ENGINEERS AND PROJECT MANAGEMENT	(1,319,050.00)
14695	NUWATER SYSTEMS	(1,221,981.73)
17100	HARMONY SUPPLIERS	(1,176,237.30)
08046	Poppiez trading Cc	(1,124,219.03)
16445	ALOE CONSULTING	(1,060,221.93)
04377	LRC CIVILS CC	(1,014,955.19)
16676	NGCE	(1,003,364.05)
11817	MANDLACHUMA TRADING	(954,000.00)
16316	Amlo Trading (PTY) LTD	(915,053.90)
12162	NJH GROUP	(909,657.59)

2.3 Supporting Table SC5 - Investment portfolio and Loans – M02 - Quarter 2

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
Municipality														
FNB		3 months	Call Account	Yes						15,246	587	(20,833)	22,557	-
ABSA		Month to Month	Call Account	No						7,771	1,099	(141,115)	151,822	-
Invested		Month to Month	Call Account	No						6,444	230	(4,319)	2,438	-
Standard Bank		Month to Month	Call Account	No						28,779	1,056	(47,676)	29,492	-
TOTAL INVESTMENTS AND INTEREST	2									58,240	2,972	(213,943)	206,309	53,579

Table SC5 outlines the short-term investment portfolio for the period of the quarter ending in December and this excludes current accounts amounting to R53,579 million.

2.4 Supporting Table: SC 6 - Transfers and Grant Receipts

EC105 Ndlambe - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts – M06 - Quarter 2

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		140,698	147,880	-	47,524	110,868	96,833	14,036	14.5%	147,880
Local Government Financial Management Grant	3	2,500	2,500	-	-	2,500	1,250	1,250	100.0%	2,500
Municipal Infrastructure Grant		1,562	3,261	-	151	1,778	1,631	148	9.1%	3,261
Equitable Share		136,636	142,119	-	47,373	106,590	93,952	12,638	13.5%	142,119
Provincial Government:		31,960	72,470	-	5,922	10,892	36,435	(25,542)	-70.1%	72,470
Alien Plant Eradication Grant		-	1,200	-	-	-	800	(800)	-100.0%	1,200
EC Human Settlement		28,746	71,270	-	5,922	7,648	35,635	(27,987)	-78.5%	71,270
Libraries and Archives (DSRAC)		3,214	-	-	-	3,245	-	3,245	0	-
District Municipality:		1,007	-	-	-	-	-	-	-	-
Refurbishment of Water Pumpstations		1,007	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants		173,665	220,350	-	53,446	121,761	133,268	(11,507)	-8.6%	220,350
Capital Transfers and Grants										
National Government:		90,445	103,604	-	32,788	90,929	59,266	31,664	53.4%	103,604
Municipal Infrastructure Grant		29,567	29,285	-	6,989	26,968	22,106	4,862	22.0%	29,285
Integrated National Electrification Programme Grant		-	12,057	-	-	5,426	6,029	(603)	-10.0%	12,057
Regional Bulk Infrastructure Grant		23,278	42,000	-	19,596	46,128	21,000	25,128	119.7%	42,000
Water Services Infrastructure Grant		37,600	20,262	-	6,203	12,408	10,131	2,277	22.5%	20,262
Provincial Government:		35,496	5,100	-	-	145	2,600	(2,456)	-94.4%	5,100
Alien Plant Eradication Grant		30,000	100	-	-	-	100	(100)	-100.0%	100
Water Infrastructure Grant OTP		5,352	-	-	-	-	-	-	-	-
Small Town Revitalisation Grant		-	5,000	-	-	-	2,500	(2,500)	-100.0%	5,000
Libraries and Archives (DSRAC)		145	-	-	-	145	-	145	0	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		1,317	2,978	-	670	1,042	1,489	(447)	-30.0%	2,978
Human Settlement Re-development Programme		1,317	2,978	-	670	1,042	1,489	(447)	-30.0%	2,978
Total Capital Transfers and Grants		127,258	111,682	-	33,458	92,116	63,355	28,761	45.4%	111,682
TOTAL RECEIPTS OF TRANSFERS & GRANTS		300,923	332,032	-	86,904	213,876	196,622	17,254	8.8%	332,032

- Supporting table SC6 provides details of grants received for Environmental Health Subsidy of R965,000 thousand Table, SC6 is configured to report only conditional and unconditional grants excluding subsidies and donations received by the municipality

2.5 Supporting Table SC7(1) Transfers and grant expenditure – M06 - Quarter 2

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		4,056	5,761	–	1,357	1,933	2,881	(947)	-32.9%	5,761
Local Government Financial Management Grant	3	2,500	2,500	–	710	766	1,250	(484)	-38.7%	2,500
Municipal Infrastructure Grant		1,556	3,261	–	646	1,167	1,631	(464)	-28.4%	3,261
Provincial Government:		54,116	75,828	–	5,857	10,163	38,114	(27,951)	-73.3%	75,828
Alien Plant Eradication Grant		–	1,200	–	233	(810)	800	(1,610)	-201.3%	1,200
EC Human Settlement		51,474	71,270	–	5,624	7,932	35,635	(27,703)	-77.7%	71,270
Libraries and Archives (DSRAC)		2,642	3,358	–	–	3,041	1,679	1,362	81.1%	3,358
District Municipality:		1,007	–	–	(313)	93	–	93	0	–
Refurbishment of Water Pumpstations		–	–	–	(404)	61	–	61	0	–
Environmental Health Subsidy		(0)	–	–	91	32	–	32	0	–
Refurbishment of Water Pumpstations		1,007	–	–	–	–	–	–	0	–
Other grant providers:		14,114	–	–	–	293	–	293	0	–
Housing Development Agency		14,114	–	–	–	293	–	293	0	–
Total Operating Transfers and Grants		73,294	81,589	–	6,901	12,482	40,994	(28,512)	-69.6%	81,589
Capital Transfers and Grants										
National Government:		90,451	103,604	–	47,735	90,803	59,266	31,538	53.2%	103,604
Municipal Infrastructure Grant		29,573	29,285	–	12,271	22,789	22,106	683	3.1%	29,285
Integrated National Electrification Programme Grant		–	12,057	–	–	4,884	6,029	(1,145)	-19.0%	12,057
Regional Bulk Infrastructure Grant		23,278	–	–	27,141	49,997	–	49,997	0	–
Water Services Infrastructure Grant		37,600	62,262	–	8,323	13,134	31,131	(17,997)	-57.8%	62,262
Provincial Government:		38,280	64,607	–	4,021	61,671	38,423	23,248	60.5%	64,607
Municipal Disaster Relief Grant		11,718	100	–	–	53,525	100	53,425	53424.5%	100
Office of the Premier		5,352	–	–	–	–	–	–	–	–
Specify (Add grant description)		–	–	–	84	84	–	84	0	–
EC Human Settlement		21,210	34,087	–	2,631	4,850	17,043	(12,194)	-71.5%	34,087
Municipal Disaster Relief Grant		–	30,420	–	1,306	2,710	21,280	(18,570)	-87.3%	30,420
Specify (Add grant description)		–	–	–	–	502	–	502	0	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		1,317	1,489	–	1,061	1,936	744	1,192	160.0%	1,489
Human Settlement Re-development Programme		1,317	1,489	–	1,061	1,936	744	1,192	160.0%	1,489
Total Capital Transfers and Grants		130,048	169,700	–	52,817	154,411	98,434	55,977	56.9%	169,700
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		203,342	251,289	–	59,718	166,893	139,428	27,465	19.7%	251,289

The table below outlines the spending report on rollover conditional grants approved.

EC105 Ndlambe - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers – M06 - Quarter 2

Description	Ref	Budget Year 2025/26				YTD variance %
		Approved Rollover 2024/25	Monthly Actual	YearTD actual	YTD variance	
R thousands						
EXPENDITURE						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		(1,340)	917	(1,340)	-	100%
Libraries and Archives (DSRAC)		(1,340)	917	(1,340)	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total operating expenditure of Approved Roll-overs		(1,340)	917	(1,340)	-	100%
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		(28,779)	17,256	(28,779)	-	100%
Municipal Disaster Relief Grant		(28,308)	17,226	(28,308)	-	
Libraries and Archives (DSRAC)		(472)	31	(472)	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		(28,779)	17,256	(28,779)	-	100%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		(30,119)	18,174	(30,119)	-	100%

The rollover application for the disaster grant of R28,308 million was made to National Treasury pending approval. The library grant is a funded mandate the funder does not require the application to be made however the rollover will be incorporated with the adjustments during mid-year adjustment budget.

2.6 EC105 Ndlambe - Supporting Table SC8 Councilor’s and staff benefits – M06 - Quarter 2

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		5,941	5,719	–	1,425	2,852	2,859	(7)	0%	5,719
Pension and UIF Contributions		387	398	–	100	199	199	–		398
Medical Aid Contributions		130	127	–	35	68	64	4	7%	127
Motor Vehicle Allowance		1,360	1,360	–	340	680	680	–		1,360
Cellphone Allowance		864	864	–	216	432	432	–		864
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Sub Total - Councillors		8,682	8,469		2,116	4,231	4,234	(3)	0%	8,469
% increase	4		-2.5%							-2.5%
Senior Managers of the Municipality										
Basic Salaries and Wages		7,802	6,950	–	1,998	3,760	3,475	284	8%	6,950
Pension and UIF Contributions		1,183	1,300	–	335	665	650	15	2%	1,300
Medical Aid Contributions		304	320	–	79	157	160	(3)	-2%	320
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		1,339	579	–	602	602	290	312	108%	579
Motor Vehicle Allowance		972	972	–	243	486	486	–		972
Cellphone Allowance		123	123	–	31	61	61	–		123
Housing Allowances		132	140	–	33	66	70	(4)	-6%	140
Other benefits and allowances		60	64	–	15	30	32	(2)	-6%	64
Payments in lieu of leave		540	614	–	72	72	307	(235)	-77%	614
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations		–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		199	199	–	47	129	99	30	30%	199
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		12,654	11,261		3,454	6,028	5,631	397	7%	11,261
% increase	4		-11.0%							-11.0%
Other Municipal Staff										
Basic Salaries and Wages		114,574	132,023	–	30,813	62,139	66,011	(3,872)	-6%	132,023
Pension and UIF Contributions		21,038	24,175	–	5,685	11,347	12,088	(740)	-6%	24,175
Medical Aid Contributions		16,084	18,634	–	4,081	8,156	9,317	(1,160)	-12%	18,634
Overtime		13,170	6,650	–	2,543	6,038	2,793	3,245	116%	6,650
Performance Bonus		9,876	10,789	–	9,983	10,129	5,394	4,735	88%	10,789
Motor Vehicle Allowance		5,886	5,495	–	1,554	3,149	2,747	402	15%	5,495
Cellphone Allowance		322	305	–	83	164	152	12	8%	305
Housing Allowances		1,038	497	–	118	237	249	(12)	-5%	497
Other benefits and allowances		4,251	2,855	–	1,130	2,182	1,428	754	53%	2,855
Payments in lieu of leave		73	–	–	116	416	–	416	0	–
Long service awards		2,775	–	–	–	–	–	–		–
Post-retirement benefit obligations		12,351	–	–	748	1,475	–	1,475	0	–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		820	743	–	289	674	372	302	81%	743
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		202,258	202,165	–	57,142	106,107	100,550	5,556	6%	202,165
% increase	4		0.0%							0.0%
Total Parent Municipality		223,594	221,895	–	62,711	116,366	110,415	5,951	5%	221,895

- The line item for the performance bonus includes both performance appraisals and 13 cheques for senior managers whereas it represents only 13 cheques for other municipal staff, this is how it is modified in the mSCOA charts.
- The municipality pays long service awards to its employees starting from 5yrs and above, the calculation is in line with the salary’s signed agreements by the bargaining council where the limits are outlined.
- Performance bonus reflecting on other municipal staff relates to the 13th cheque for the municipal employees. The item is how it is configuring the mScoa chart.

2.7 Supporting Table SC9 Actuals and revised targets for cash receipts

EC105 Ndlambe - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts – M06 – Quarter 2

Description	Ref	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year 2026/27	Budget Year 2027/28
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome			
Cash Receipts By Source																
Property rates		14,023	14,333	14,115	14,424	14,244	13,381							160,808	168,044	172,245
Service charges - electricity revenue		13,080	11,761	12,398	13,815	10,498	9,767							122,040	132,473	142,828
Service charges - water revenue		3,430	3,217	3,342	3,716	3,090	3,294							65,391	70,230	74,076
Service charges - sanitation revenue		1,294	1,242	1,238	1,451	1,320	1,257							24,350	25,580	26,390
Service charges - refuse		1,936	1,969	1,959	2,016	1,798	1,808							29,792	31,137	31,934
Rental of facilities and equipment		82	71	57	75	70	146							1,412	1,475	1,512
Interest earned - external investments		831	603	480	658	308	287							14,215	14,855	15,226
Interest earned - outstanding debtors		-	-	-	-	-	-							1,959	2,049	2,113
Dividends received		-	-	-	-	-	-							-	-	-
Fines, penalties and forfeits		18	25	35	22	29	10							623	652	668
Licences and permits		1,582	1,286	1,210	1,199	1,944	1,240							7,339	7,670	7,813
Agency services		-	-	-	-	-	-							-	-	-
Transfer receipts - operating		60,503	5,747	3,760	6	647	53,294							222,200	155,449	160,603
Other revenue		4,035	6,511	6,025	6,261	5,618	3,342							62,862	41,454	41,386
Cash Receipts by Source		100,813	46,763	44,619	43,641	39,567	87,825	-	-	-	-	-	-	712,991	651,068	676,794
Other Cash Flows by Source																
Transfer receipts - capital		20,865	13,069	24,824	13,850	9,203	10,409							111,682	116,577	122,958
Contributions & Contributed assets		-	-	-	-	-	-							-	-	-
Proceeds on disposal of PPE		3	15	418	-	-	-							-	-	-
Short term loans		-	-	-	-	-	-							-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-							-	-	-
Increase or decrease in consumer deposits		24	36	57	33	39	19							-	-	-

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Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source	121,705	59,883	69,918	57,524	48,809	98,253	-	-	-	-	-	-	-	824,673	767,645	799,752
Cash Payments by Type																
Employee related costs	18,440	18,232	17,983	17,871	17,968	28,672								217,604	230,462	242,589
Remuneration of councillors	711	711	711	711	711	711								8,829	8,853	8,879
Interest paid	-	-	-	-	-	-								-	-	-
Bulk purchases - Electricity	11,075	14,086	14,302	11,839	9,738	10,125								106,208	111,518	117,094
Acquisition - Water & other inventory	8,966	4,490	5,040	4,443	3,499	6,540								61,813	62,475	66,845
Contracted services	8,006	5,889	8,397	12,034	7,235	9,874								207,352	122,653	126,354
Grants and subsidies paid - other municipalities	-	-	-	-	-	-								-	-	-
Grants and subsidies paid - other	-	-	-	-	-	-								5,538	4,545	4,554
Other expenditure	16,769	6,433	7,722	8,106	9,129	11,875								92,793	94,985	98,623
Cash Payments by Type	63,967	49,841	54,156	55,003	48,280	67,796	-	-	-	-	-	-	-	700,137	635,491	664,938
Other Cash Flows/Payments by Type																
Capital assets	17,872	19,846	28,870	24,345	7,459	37,766								173,938	106,204	108,990
Repayment of borrowing	-	-	-	-	-	-								-	-	-
Other Cash Flows/Payments	1,124		967	444	-	-								-	-	-
Total Cash Payments by Type	82,964	69,687	83,993	79,792	55,739	105,562	-	-	-	-	-	-	-	874,075	741,695	773,928
NET INCREASE/(DECREASE) IN CASH HELD	38,741	(9,804)	(14,075)	(22,268)	(6,930)	(7,309)	-	-	-	-	-	-	-	(49,402)	25,950	25,824
Cash/cash equivalents at the month/year beginning:	64,823	103,564	93,760	79,685	57,417	50,487	43,178	43,178	43,178	43,178	43,178	43,178	43,178	138,552	89,150	115,100
Cash/cash equivalents at the month/year end:	103,564	93,760	79,685	57,417	50,487	43,178	43,178	43,178	43,178	43,178	43,178	43,178	43,178	89,150	115,100	140,924

- Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type.
- The first six months reflect the actual cash flow movements vs the budget cash flow movements for the remaining months of the financial year.

2.8 Supporting Table SC12 Capital expenditure trend – M06 - Quarter 2

Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	8,709	18,434	–	3,619	3,619	18,434	14,814	80.4%	2%
August	26,574	14,176	–	17,796	21,415	32,610	11,194	34.3%	14%
September	9,180	15,848	–	27,852	49,267	48,458	(809)	-1.7%	31%
October	11,341	18,073	–	21,283	70,550	66,531	(4,019)	-6.0%	45%
November	12,698	18,119	–	15,008	85,559	84,650	(908)	-1.1%	54%
December	12,168	12,979	–	25,835	111,393	97,630	(13,763)	-14.1%	70%
January	12,188	13,929	–	–	–	111,558	–	–	–
February	4,790	12,177	–	–	–	123,735	–	–	–
March	25,009	10,146	–	–	–	133,882	–	–	–
April	5,139	8,202	–	–	–	142,084	–	–	–
May	11,528	8,202	–	–	–	150,286	–	–	–
June	29,423	8,202	–	–	–	158,488	–	–	–
Total Capital expenditure	168,747	158,488	–	111,393					

- Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of December amounts to R25,835 million.
- The year-to-date actual expenditure incurred is R111,393 million whilst the year-to-date budget is R97,630 million, which gives -14,1% variance.

2.9 Supporting Table SC13a Capital expenditure on new assets by asset class – M06 - Quarter 2

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		59,684	95,144	-	28,960	62,347	51,564	(10,782)	-20.9%	95,144
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		527	12,334	-	-	4,247	9,546	5,300	55.5%	12,334
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	4,348	-	-	4,247	2,174	2,073	0	4,348
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	7,986	-	-	-	7,372	(7,372)	(0)	7,986
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		527	-	-	-	-	-	-	-	-
Water Supply Infrastructure		26,458	35,810	-	24,764	46,051	17,905	(28,146)	-157.2%	35,810
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		7,026	2,609	-	1,135	2,357	1,304	1,052	0	2,609
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		19,372	33,202	-	23,601	43,666	16,601	27,065	0	33,202
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		60	-	-	28	28	-	28	0	-
Sanitation Infrastructure		32,699	47,000	-	4,196	12,049	24,113	12,064	50.0%	47,000
Pump Station		299	-	-	-	-	-	-	-	-
Reticulation		24,482	40,334	-	3,406	9,747	20,167	(10,420)	(0)	40,334
Waste Water Treatment Works		864	5,440	-	790	1,512	2,720	(1,208)	(0)	5,440
Outfall Sewers		7,054	1,226	-	-	790	1,226	(436)	(0)	1,226
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		-	700	-	-	-	700	700	100.0%	700
Community Facilities		-	-	-	-	-	-	-	-	-
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purfs		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	700	-	-	-	700	700	100.0%	700
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		-	700	-	-	-	700	(700)	(0)	700
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		(448)	-	-	-	-	-	-	-	-
Operational Buildings		(448)	-	-	-	-	-	-	-	-
Municipal Offices		(448)	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Servitudes		-	-	-	-	-	-	-		-
Licences and Rights		-	-	-	-	-	-	-		-
Water Rights		-	-	-	-	-	-	-		-
Effluent Licenses		-	-	-	-	-	-	-		-
Solid Waste Licenses		-	-	-	-	-	-	-		-
Computer Software and Applications		-	-	-	-	-	-	-		-
Load Settlement Software Applications		-	-	-	-	-	-	-		-
Unspecified		-	-	-	-	-	-	-		-
Computer Equipment		1,146	530	-	54	231	530	299	56.5%	530
Computer Equipment		1,146	530	-	54	231	530	(299)	(0)	530
Furniture and Office Equipment		191	564	-	92	128	564	436	77.3%	564
Furniture and Office Equipment		191	564	-	92	128	564	(436)	(0)	564
Machinery and Equipment		66	1,182	-	21	22	1,182	1,160	98.1%	1,182
Machinery and Equipment		66	1,182	-	21	22	1,182	(1,160)	(0)	1,182
Transport Assets		5,094	4,750	-	191	191	4,750	4,559	96.0%	4,750
Transport Assets		5,094	4,750	-	191	191	4,750	(4,559)	(0)	4,750
Land		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on new assets	1	65,733	102,870	-	29,318	62,919	59,290	(3,628)	-6.1%	102,870

2.10 Supporting Table SC13b Capital expenditure on renewal of existing assets by asset class- M06 - Quarter 2

Description	Ref	2024/25	Budget Year 2025/26								
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands		1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class											
Infrastructure		998	-	-	-	-	-	-	-	-	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		998	-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-	-
Distribution		998	-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-
aste Separation Facilities		-	-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-
Community Assets		476	1,785	-	-	-	485	485	100.0%	1,785	
Community Facilities		-	-	-	-	-	-	-	-	-	
Halls		-	-	-	-	-	-	-	-	-	

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Parks		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		476	1,785	-	-	-	485	485	100.0%	1,785
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		476	1,785	-	-	-	485	(485)	(0)	1,785
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Machinery and Equipment</u>		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
<u>Transport Assets</u>		-	-	-	-	-	-	-		-
Transport Assets		-	-	-	-	-	-	-		-
<u>Land</u>		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<u>Living resources</u>		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on renewal of existing assets	1	1,474	1,785	-	-	-	485	485	100.0%	1,785

2.11 Supporting Table SC13c Expenditure on repairs and maintenance by asset class – M06 - Quarter 2

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		26,667	40,863	--	15,250	26,250	19,728	(6,523)	-33.1%	40,863
Roads Infrastructure		6,127	6,200	--	1,781	5,360	3,019	(2,340)	-77.5%	6,200
Roads		6,127	6,200	--	1,781	5,360	3,019	2,340	0	6,200
Road Structures		--	--	--	--	--	--	--	--	--
Road Furniture		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Storm water Infrastructure		854	1,400	--	296	325	607	282	46.5%	1,400
Drainage Collection		854	1,400	--	296	325	607	(282)	(0)	1,400
Storm water Conveyance		--	--	--	--	--	--	--	--	--
Attenuation		--	--	--	--	--	--	--	--	--
Electrical Infrastructure		--	3,276	--	2,280	2,423	1,638	(785)	-47.9%	3,276
Power Plants		--	--	--	--	--	--	--	--	--
HV Substations		--	--	--	--	--	--	--	--	--
HV Switching Station		--	--	--	--	--	--	--	--	--
HV Transmission Conductors		--	--	--	--	--	--	--	--	--
MV Substations		--	--	--	--	--	--	--	--	--
MV Switching Stations		--	--	--	--	--	--	--	--	--
MV Networks		--	--	--	--	--	--	--	--	--
LV Networks		--	--	--	--	--	--	--	--	--
Capital Spares		--	3,276	--	2,280	2,423	1,638	785	0	3,276
Water Supply Infrastructure		12,489	17,812	--	8,558	13,078	8,613	(4,464)	-51.8%	17,812
Dams and Weirs		100	80	--	2	58	40	18	0	80
Boreholes		172	112	--	--	--	47	(47)	(0)	112
Reservoirs		98	570	--	173	381	245	136	0	570
Pump Stations		1,561	3,190	--	72	1,087	1,360	(273)	(0)	3,190
Water Treatment Works		10,559	13,860	--	8,311	11,552	6,922	4,630	0	13,860
Bulk Mains		--	--	--	--	--	--	--	--	--
Distribution		--	--	--	--	--	--	--	--	--
Distribution Points		--	--	--	--	--	--	--	--	--
PRV Stations		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Sanitation Infrastructure		840	3,450	--	611	936	1,488	552	37.1%	3,450
Pump Station		840	2,700	--	304	629	1,121	(492)	(0)	2,700
Reticulation		--	--	--	--	--	--	--	--	--
Waste Water Treatment Works		--	650	--	306	306	325	(19)	(0)	650
Outfall Sewers		--	100	--	--	--	42	(42)	(0)	100
Toilet Facilities		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Solid Waste Infrastructure		6,356	8,725	--	1,724	4,129	4,362	233	5.3%	8,725
Landfill Sites		6,356	8,725	--	1,724	4,129	4,362	(233)	(0)	8,725
Waste Transfer Stations		--	--	--	--	--	--	--	--	--
Waste Processing Facilities		--	--	--	--	--	--	--	--	--
Waste Drop-off Points		--	--	--	--	--	--	--	--	--
Waste Separation Facilities		--	--	--	--	--	--	--	--	--
Electricity Generation Facilities		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Rail Infrastructure		--	--	--	--	--	--	--	--	--
Rail Lines		--	--	--	--	--	--	--	--	--
Rail Structures		--	--	--	--	--	--	--	--	--
Rail Furniture		--	--	--	--	--	--	--	--	--
Drainage Collection		--	--	--	--	--	--	--	--	--
Storm water Conveyance		--	--	--	--	--	--	--	--	--
Attenuation		--	--	--	--	--	--	--	--	--
MV Substations		--	--	--	--	--	--	--	--	--
LV Networks		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Coastal Infrastructure		--	--	--	--	--	--	--	--	--
Sand Pumps		--	--	--	--	--	--	--	--	--
Piers		--	--	--	--	--	--	--	--	--
Revelments		--	--	--	--	--	--	--	--	--
Promenades		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Information and Communication Infrastructure		--	--	--	--	--	--	--	--	--
Data Centres		--	--	--	--	--	--	--	--	--
Core Layers		--	--	--	--	--	--	--	--	--
Distribution Layers		--	--	--	--	--	--	--	--	--
Capital Spares		--	--	--	--	--	--	--	--	--
Community Assets		277	360	--	127	231	195	(36)	-18.5%	360
Community Facilities		45	60	--	45	45	45	0	0.6%	60
Halls		--	--	--	--	--	--	--	--	--

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purvs		45	60	-	45	45	45	(0)	(0)	60
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		232	300	-	82	186	150	(36)	-24.3%	300
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		232	300	-	82	186	150	36	0	300
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	70	-	26	26	35	9	25.7%	70
Revenue Generating		-	70	-	26	26	35	9	25.7%	70
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	70	-	26	26	35	(9)	(0)	70
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
		3,801	4,898	-	1,077	1,555	2,598	1,042	40.1%	4,898
Other assets		3,801	4,898	-	1,077	1,555	2,598	1,042	40.1%	4,898
Operational Buildings		3,801	4,898	-	1,077	1,555	2,598	(1,042)	(0)	4,898
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		10	103	-	-	-	79	79	100.0%	103
Computer Equipment		10	103	-	-	-	79	(79)	(0)	103
Computer Equipment		30	467	-	-	22	260	238	91.4%	467
Furniture and Office Equipment		30	467	-	-	22	260	(238)	(0)	467
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Machinery and Equipment</u>		2,067	932	-	164	184	470	286	60.9%	932
Machinery and Equipment		2,067	932	-	164	184	470	(286)	(0)	932
<u>Transport Assets</u>		2,414	3,870	-	822	1,273	1,983	710	35.8%	3,870
Transport Assets		2,414	3,870	-	822	1,273	1,983	(710)	(0)	3,870
<u>Land</u>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<u>Living resources</u>		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	35,266	51,562	-	17,465	29,542	25,347	(4,195)	-16.5%	51,562

2.12 Supporting Table SC13d Depreciation by asset class – M06 - Quarter 2

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		33,533	31,800	-	8,703	17,406	31,535	14,129	44.8%	31,800
Roads Infrastructure		13,482	12,659	-	3,446	6,880	12,657	5,776	45.6%	12,659
Roads		11,897	11,680	-	3,000	6,000	11,678	(5,679)	(0)	11,680
Road Structures		1,458	914	-	402	793	914	(121)	(0)	914
Road Furniture		126	63	-	44	87	63	24	0	63
Capital Spares		1	1	-	0	1	1	(1)	(0)	1
Storm water Infrastructure		80	1	-	3	16	1	(15)	-1182.4%	1
Drainage Collection		7	1	-	3	5	1	4	0	1
Storm water Conveyance		73	-	-	-	11	-	11	10	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3,765	3,747	-	946	1,893	3,747	1,854	49.5%	3,747
Power Plants		37	37	-	9	18	37	(18)	(0)	37
HV Substations		4	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		351	350	-	88	177	350	(174)	(0)	350
MV Substations		628	627	-	156	312	627	(314)	(0)	627
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		12	12	-	3	6	12	(6)	(0)	12
LV Networks		97	97	-	25	49	97	(48)	(0)	97
Capital Spares		2,637	2,624	-	665	1,330	2,624	(1,294)	(0)	2,624
Water Supply Infrastructure		10,150	9,991	-	2,703	5,406	9,912	4,507	45.5%	9,991
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		37	37	-	9	19	37	(18)	(0)	37
Reservoirs		27	27	-	7	14	27	(14)	(0)	27
Pump Stations		993	942	-	257	515	942	(427)	(0)	942
Water Treatment Works		6,775	6,727	-	1,833	3,667	6,727	(3,060)	(0)	6,727
Bulk Mains		180	179	-	45	91	179	(89)	(0)	179
Distribution		1,836	1,776	-	474	949	1,697	(749)	(0)	1,776
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		47	47	-	12	24	47	(23)	(0)	47
Capital Spares		255	255	-	64	129	255	(126)	(0)	255
Sanitation Infrastructure		6,054	5,402	-	1,605	3,210	5,218	2,007	38.5%	5,402
Pump Station		388	388	-	98	196	204	(8)	(0)	388
Reticulation		598	-	-	157	313	-	313	0	-
Waste Water Treatment Works		88	-	-	123	247	-	247	0	-
Outfall Sewers		4,423	4,491	-	1,087	2,174	4,491	(2,317)	(0)	4,491
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		557	523	-	140	281	523	(243)	(0)	523
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		637	416	-	189	377	416	39	9.4%	416
Community Facilities		0	0	-	0	0	0	0	49.5%	0
Halls		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purvis		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		0	0	-	0	0	0	(0)	(0)	0
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		637	416	-	188	377	416	39	9.4%	416
Indoor Facilities		64	64	-	16	32	64	(32)	(0)	64
Outdoor Facilities		490	269	-	151	303	269	34	0	269
Capital Spares		83	83	-	21	42	83	(41)	(0)	83
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		1,175	1,174	-	1,216	1,513	1,174	(339)	-28.9%	1,174
Revenue Generating		1,175	1,174	-	1,216	1,513	1,174	(339)	-28.9%	1,174
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		1,175	1,174	-	1,216	1,513	1,174	339	0	1,174
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		4,157	4,257	-	1,041	2,082	4,257	2,175	51.1%	4,257
Operational Buildings		4,157	4,257	-	1,041	2,082	4,257	2,175	51.1%	4,257
Municipal Offices		4,142	4,242	-	1,038	2,075	4,242	(2,167)	(0)	4,242
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		6	6	-	1	3	6	(4)	(0)	6
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		9	9	-	2	4	9	(4)	(0)	9
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		7	2	-	1	2	2	(0)	-6.6%	2
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		7	2	-	1	2	2	(0)	-6.6%	2
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		7	2	-	1	2	2	0	0	2
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		750	984	-	217	427	984	557	56.6%	984
Computer Equipment		750	984	-	217	427	984	(557)	(0)	984
Furniture and Office Equipment		521	590	-	131	260	588	328	55.8%	590
Furniture and Office Equipment		521	590	-	131	260	588	(328)	(0)	590

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Machinery and Equipment		411	453	-	92	184	451	267	59.3%	453
Machinery and Equipment		411	453	-	92	184	451	(267)	(0)	453
Transport Assets		2,715	2,973	-	640	1,279	2,973	1,694	57.0%	2,973
Transport Assets		2,715	2,973	-	640	1,279	2,973	(1,694)	(0)	2,973
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	43,907	42,648	-	12,230	23,529	42,379	18,851	44.5%	42,648

2.13 Supporting Table SC13e Capital expenditure on upgrading of existing assets by asset class – M06 - Quarter 2

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		100,427	53,834	-	32,809	48,475	37,855	(10,620)	-28.1%	53,834
Roads Infrastructure		34,150	44,567	-	26,335	42,001	33,221	(8,780)	-26.4%	44,567
Roads		34,150	44,567	-	26,335	42,001	33,221	8,780	0	44,567
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		15,305	4,348	-	-	-	2,174	2,174	100.0%	4,348
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		15,305	4,348	-	-	-	2,174	(2,174)	(0)	4,348
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		50,972	4,919	-	6,473	6,473	2,460	(4,014)	-163.2%	4,919
Pump Station		28,708	4,919	-	4,893	4,893	2,460	2,433	0	4,919
Reticulation		22,264	-	-	1,580	1,580	-	1,580	0	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	-	-	-	-	-	-	-
Rail Furniture		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Sand Pumps		-	-	-	-	-	-	-	-	-
Piers		-	-	-	-	-	-	-	-	-
Revetments		-	-	-	-	-	-	-	-	-
Promenades		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Data Centres		-	-	-	-	-	-	-	-	-
Core Layers		-	-	-	-	-	-	-	-	-
Distribution Layers		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		859	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Halls		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	-	-	-	-	-	-	-	-
Police		-	-	-	-	-	-	-	-	-
Purfs		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Nature Reserves		-	-	-	-	-	-	-	-	-
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Stalls		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Airports		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		859	-	-	-	-	-	-	-	-
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		859	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Monuments		-	-	-	-	-	-	-	-	-
Historic Buildings		-	-	-	-	-	-	-	-	-
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		-	-	-	-	-	-	-	-	-
Other Heritage		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		254	-	-	-	-	-	-	-	-
Operational Buildings		254	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	-	-	-	-	-	-	-	-
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Machinery and Equipment</u>		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
<u>Transport Assets</u>		-	-	-	-	-	-	-		-
Transport Assets		-	-	-	-	-	-	-		-
<u>Land</u>		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<u>Living resources</u>		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on upgrading of existing assets	1	101,540	53,834	-	32,809	48,475	37,855	(10,620)	-28.1%	53,834

- Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and table SC13d presents expenditure on depreciation and asset impairment.
- These tables present the capital programme, assets management and performance of the Municipality.

PART 3: SUPPORTING INFORMATION

3.1 Indigent households M06 - Quarter 2

Free Basic Service Categories	July 25	Aug 25	Sept 25	Oct 25	Nov 25	Dec 25	FBS Cost
Rates	433,959	430,606	404,437	478,245	419,332	418,994	2,585,572
Service Charges		-	-		-	-	-
Water	2,350,629	1,427,096	1,283,577	2,104,488	1,288,579	1,269,498	9,723,868
Sewerage	1,930,146	1,930,973	2,004,213	2,023,987	2,017,396	2,016,663	11,923,377
Sanitation	137,132	204,450	204,450	262,905.01	11090	75,675	895,702
Refuse	905,763	905,082	940,410	161,135.00	944,012	942,765	4,799,166
Electricity	670,040	755,815	707,565	703,457	694,490	693,513	4,224,880
Environmental Levy	225,982	225,810	234,931	237,176	235,948	235,667	1,395,515
Gel Fuel	415,910	421,990	423,130	428,830	435,100	346,990	2,471,950
Gel Stoves	-				-	-	-
TOTAL	7,069,561	6,301,821	6,202,713	6,400,223	6,045,947	5,999,765	38,020,030
MONTHLY NUMBER OF BENEFICIARIES					Average		
Free Basic Service Categories	July 25	Aug 25	Sept 25	Oct 25	Nov 25	Dec 25	Beneficiaries
Rates	4,998	4,977	5,433	5,339	5,550	5,548	5,308
Service Charges							-
Water	6,382	6,377	6,633	6,695	6,660	5,900	6,441
Sewerage	5,271	5,273	5,473	5,527	5,509	5,507	5,427
Sanitation	220	250	250	247.0	17	116	183
Refuse	6,537	6,532	6,787	6848	6,813	6,804	6,720
Electricity	5,509	5,469	5,432	5,398	5,332	5,324	5,411
Environmental Levy	6,442	6,437	6,697	6,761	6,726	6,718	6,630
Gel fuel issued	4,378	4,442	4,454	4,514	4,580	3,842	4,368
Gel Stoves	-				-	-	-

- Indigent Households who qualify to be indigent in line with the indigent policy are provided with free basic service such as 6kl of Water, 50 KWH electricity per month, water, sewer, electricity availability, rates and environmental levy which amounted to R19 574 million for the 1st quarter, 2nd quarter R18,445 million of 2025/2026 financial year.
- Ndlambe Municipalities have 6906 households registered as indigent households as at end of December 2025. Free basic services are funded through equitable share.
- Indigent households in informal settlements / rural areas where limited or no electricity is available, are provided with alternative energy in the form of gel fuel and gel stoves. Gel stoves are provided annually, and gel fuel is provided monthly.
- The alternative energy cost for the 2nd quarter relating to gel fuel and gel stoves amounted to R819,320

NDLAMBE TOTAL YEAR TO DATE DEBTORS - AGE ANALYSIS AS AT DECEMBER 2025

	Nov-25	HAND OVERS	PENALTY INTEREST	+ 90 DAYS	60 DAYS	30 DAYS	CURRENT	TOTAL
Rates (Yearly)	6,370,484	-	594,018	5,739,138	-	1,232	-0	6,334,388
Rates (Monthly)	66,609,109	-	12,202,176	33,528,687	3,085,955	5,636,656	14,542,099	68,995,572
Service Charge	10,227,959	-	3,718,952	6,556,923	-	-	-	10,275,875
Water	71,139,783	-	11,959,319	50,132,194	3,874,326	4,542,634	4,725,295	75,233,768
Sewage	32,015,032	-	4,727,723	21,885,603	2,194,385	2,359,959	3,060,949	34,228,620
Sanitation	1,745,098	-	222,494	983,084	131,556	147,796	307,579	1,792,509
Refuse	35,816,781	-	7,786,203	23,637,301	1,301,930	1,629,523	2,817,067	37,172,024
Electricity	36,078,668	-	3,568,947	19,980,589	2,327,855	3,288,749	10,074,339	39,240,479
Housing	1,442,672	-	308,147	925,960	169,906	106,131	327,306	1,837,449
Legal Fees	412,397	-	199,760	214,587	-	-	-	414,346
Indigent Charge	10,443	-	4,569	5,874	-	-	-	10,443
Sundry	-1,223,114	-	914,542	1,405,012	240,488	43,579	-3,983,761	-1,380,140
Environmental Levy	9,990,790	-	2,387,669	6,841,744	325,534	400,033	307,311	10,262,291
Undefined Category	-	-	-	-	-	-	-	-
TOTAL: DEC 2025		-	48,594,519	171,836,697	13,651,934	18,156,293	32,178,183	284,417,627
TOTAL: NOV 2025	270,636,101	-	47,295,558	163,009,911	13,820,439	19,396,039	27,114,155	
NON-INDIGENT DEBT DEC 2025		-	48,214,352	168,687,391	12,507,656	17,063,632	31,188,349	277,661,381
INDIGENT DEBT DEC 2025		-	380,167	3,149,306	1,144,278	1,092,661	989,834	6,756,246
ARREARS PER ADMIN UNIT:								
Ward 1 Kwanonkqubela	37,718,669	-	8,088,932	25,285,845	1,593,105	1,952,657	2,541,133	39,461,672
Ward 2 Boknes / C/Rocks / Alex	15,853,304	-	2,273,687	10,739,413	965,139	1,224,405	1,891,360	17,094,005
Ward 3 Boesmansriviermond	31,038,905	-	6,484,570	21,113,134	1,178,474	1,500,188	1,820,181	32,096,547
Ward 4 Kenton on Sea	30,960,733	-	5,714,922	19,521,964	1,288,366	2,175,413	3,533,328	32,233,992
Ward 5 Bathurst	22,804,051	-	5,621,462	15,031,413	912,453	1,034,950	1,238,184	23,838,463
Ward 6 S/field/Thornhill/Station Hill	35,183,051	-	6,941,565	22,679,352	1,562,093	2,123,603	3,263,887	36,570,500
Ward 7 Nemato	14,897,747	-	2,486,939	10,804,616	918,297	933,522	957,805	16,101,178
Ward 8 Mimosa / Nemato	11,437,227	-	2,037,966	8,181,093	615,474	667,808	616,003	12,118,345
Ward 9 Nemato	15,373,691	-	2,845,800	10,680,761	956,647	1,058,298	1,407,145	16,948,651
Ward 10 Port Alfred	55,368,724	-	6,098,677	27,799,105	3,661,886	5,485,449	14,909,157	57,954,274
TOTAL OUTSTANDING	270,636,101.36	-	48,594,519	171,836,697	13,651,934	18,156,293	32,178,183	284,417,627

The Non-Indigent Debt amounting to R277,661,381 million can be broken down as follows:

- Eskom electricity license area debt amounts to R197,156,883 (71%)
- Municipal electricity license area debt amounts to R80,504,547 (29%)

ARREARS GROUPED PER ENTITIES FOR 31 December 2025

Government departments	Total
Agriculture	8,489.56
Education (sec 20)	152,300.77
Education (sec21)	12,896.30
Health	1,187,437.69
Rural Development and Land Reform - Farms	874,670
Public Works Provincial	3,660,590.33
Public Works National - Farms	42,457.60
Public Works National - Rates	398,222.76
Public Works National - Services	385,071.15
Total	6,391,741.74

3.2 Staff and councillor accounts M06 - Quarter 2

The two tables below show the status of councilors and staff account balances.

A total of 275 of 363 employee accounts are in current, 10 employees have credit balances, and 63 employees have arrear balances. The 60 employees with arrear balances are further broken into those with valid arrangements being 38 and those with arrangements for a period longer than 24 months being 22. The 22 employees will be contacted during the month of January to discuss increases in the current arrangement amount to ensure debt will be settled within the next 24 months. Further 12 employees have accounts with enquiries to be resolved during the month of January 2026.

Of the twenty (20) Councillors, nineteen (19) is in current, while one (1) Councillor does not have an account as they reside in an informal settlement area where municipal accounts are not applicable. One Councillor maintains two (2) municipal accounts.

Of the twenty (20) accounts, seventeen (18) are up to date, and two (2) are in arrears. The details of the three Councillors in arrears are as follows:

- **Councillor A:** Will settle the outstanding balance within three (3) months.
- **Councillor B:** Disputes the outstanding balance and will meet with the Finance Department to discuss and resolve the matter.

Finance Credit Control compares the payroll and staff deduction listings on a Quarterly basis to identify municipal employees who are not included in the staff deduction list. A debt collection drive is conducted, during which these staff members are visited to establish payment arrangements, resulting in an increase in outstanding staff debt. This exercise remains ongoing.

REPORT ON MUNICIPAL STAFF ACCOUNTS		
Quantity of Debtors	Explanation	Balance as at Dec 2025
363	Staff on Age Analysis Coded as staff	1,142,846.94
275	Staff with current balance paying through staff deduction	308,402.86
10	Accounts with credit balances	- 10,279.82
38	Staff with arrears with valid arrangements in place (Balance is R 152 042.18 of which R 39 977.81 relates to current for Dec 2025 which is paid monthly and instalments towards arrears is R8 438.70(debt will be settled in 0-24 months)	152,042.18
22	Staff with arrears with arrangements towards arrears but repayment periods is from 27-391 months therefore arrangements are not valid. Balance of these staff debtors' arrears is R 252 309.26 of which current is R34 512.03and instalment towards arrears amounts to R 3 448.01(debt will be paid back between 27-391 months).	252,309.26
1	Account 1200786 relates to a staff member living on mothers' property mother applied to rates and valuation committee for arrear write-off. Employee only pays R2 000.00 towards current account mother to pay rest of current account.	3,401.99
12	Staff accounts with queries to be resolved during Jan 2026	428,623.78
5	Staff account Pay Account Cash monthly	8,346.69
363		R 1,142,846.94
REPORT ON COUNCILLORS ACCOUNTS		
Quantity of Debtors	Explanation	Balance as at Dec 2025

20		R 55,911.97
18	Councilors in current balance - paying by staff deduction	R17 625.08
0	Accounts with credit balances	-
1	1x Councilors account number 4004030 in arrears with current account being deducted. Arrear arrangement in place will settle account in 3 months.	R 4,167.30
1	Councilors account number in arrears with current account being deducted. The Councilor has expressed disagreement regarding the outstanding balance and has indicated their intention to meet with municipal officials to resolve the issue	R34,119.59
0	Councilors account with queries to be resolved during Nov 2025	-
20		R 55,911.97

3.3 Collection rate M06 - Quarter 2

Ndlambe collection levels: 2025/2026

The table below reflects the collection rate of the municipality for the 2nd quarter ending in December 2025.

Collection Rate	July	Aug	Sep	Oct	Nov	Dec
Monthly	85%	57%	77%	104%	78%	82%
Quarterly			73%			88%

Property rates Income Forgone for December 2025

Tariff Code	Tariff Description	Valuation	Tariff	Gross Rates	Rebate %	Second Rebate %	Rebate	Exclusion Limit	Exclusion	Indigent Rebate	Pensioner Rebate	Total Rates Billing
'000182	RES VACANT - 30% PRIV O T REBATE (M)	29273000	0.0125	30492.75	30	0	-8547.64	15000	-2000.64	0	0	-10,548.28
'000183	RES VACANT - 30% ECO ESTATE (M)	42376130	0.0125	44141.87	30	0	-12408.01	15000	-2782.14	0	0	15,190.15
'000242	RES - 30% PRIVATE OWNED TOWN RATES MONTHLY	458484000	0.0116	443201.19	30	0	-132042.51	15000	-3059.5	0	0	135,102.01
'000243	RES - 30% ECO-VILLAGE(ESTATE) MONTHLY RATES	43990000	0.0116	42523.67	30	0	-12704.9	15000	-174	0	0	12,878.90
'000245	RATES PUBLIC SERVICE INFRA MONTHLY	18442667	0.0128	19673.41	100	0	-19673.41		0	0	0	19,673.41
'000246	100% PRIVATE ROAD REBATE	6	0.0128	0	100	0	0		0	0	0	-
'000247	MUNICIPAL OWNED PROPERTY RATES	370529523	0.0128	395231.63	100	0	-395231.63		0	0	0	395,231.63
'000248	PLACE OF PUBLIC WORSHIP/CHURCH	94726540	0.0128	101041.69	100	0	-101041.69		0	0	0	101,041.69
'000249	PUBLIC BENEFIT ORGANISATION	97500	0.0128	104	100	0	-104		0	0	0	104.00
'000270	45% PENSIONERS/DISABLED RATES REB	68202000	0.0116	65928.58	45	0	0	15000	-725	0	-29341.66	30,066.66
'000271	35% PENSIONERS/DISABILITY RATES	29385000	0.0116	28405.5	35	0	0	15000	-232	0	-9860.76	10,092.76
'000272	25% PENSIONERS/DISABILITY RATES	6991000	0.0116	6757.97	25	0	0	15000	-72.5	0	-1671.37	1,743.87
'002181	RESIDENTIAL VACANT LAND RATES MONTHLY (INDIGENT)	10447201	0.0119	10360.26	100	0	0	15000	-3179.34	-7180.92	0	10,360.26
'002200	MONTHLY RATES INDIGENT BUSINESS	60000	0.0128	64	100	0	0	15000	0	-64	0	64.00
'002280	RESIDENTIAL RATES MONTHLY (INDIGENT)	506088102	0.0116	489218.6	100	0	0	15000	-77469.63	-411748.97	0	489,218.60
TOTAL Property rates Income Forgone=(L4:L16)												1,231,316.22

3.4 Insurance report M06 - Quarter 2

The service provider that is rendering insurance services for the municipality is Gaudrisk Insurance Company LTD. The broker is AON South Africa (PTY) Ltd.

Table below are all the insurance claims open as at December 2025:

CLAIM NUMBER	DIVISION	DATE OF LOSS	DATE NOTIFIED	REG NO	POLICY TYPE DESCRIPTION	GROSS	EXCESS TOTAL	CREDITS TOTAL	NETT
AIP429011	Ndlambe Municipality	2025/08/22	2025/08/28	FZR820EC	Motor	36 571	-	46 369	(9 798)
AIP440053	Ndlambe Municipality	2025/10/22	2025/11/26	JMG861GP	Motor	802	-	-	802
AIP427542	Ndlambe Municipality	2025/03/14	2025/08/15		Combined Claims	-	-	-	-
AIP380385	Ndlambe Municipality	2024/08/16	2024/09/02	HBF570EC	Motor	22 143	5 000	-	17 143
AIP386771	Ndlambe Municipality	2024/10/23	2024/10/28	000NCPEC	Motor	45 155	5 000	10 000	30 155
AIP392044	Ndlambe Municipality	2024/11/05	2024/11/29	HTM372EC	Motor	10 000	-	-	10 000
AIP409181	Ndlambe Municipality	2025/03/17	2025/04/01	HBX987EC	Motor	29 000	-	-	29 000
AIP419975	Ndlambe Municipality	2025/06/04	2025/06/19	JBH569EC	Motor	1 415	-	-	1 415

Table below are closed/ resolved insurance claims as at December 2025:

0.	DIVISION	DATE OF LOSS	DATE NOTIFIED	REG NO	POLICY TYPE DESCRIPTION	GROSS	EXCESS TOTAL	CREDITS TOTAL	NETT
AIP427589	Ndlambe Municipality	2025/08/08	2025/08/15		Electronic Equipment	11 199	2 500	-	8 699
AIP426650	Ndlambe Municipality	2025/07/11	2025/08/07	KJH326EC	Motor	139 684	6 913	-	132 770
AIP426598	Ndlambe Municipality	2025/07/18	2025/08/07	JPF808EC	Motor	56 933	5 000	-	51 933
AIP426233	Ndlambe Municipality	2025/07/20	2025/08/05		Motor	68 940	5 000	-	63 940
AIP427591	Ndlambe Municipality	2025/07/25	2025/08/15	KFN035EC	Motor	12 427	5 000	-	7 427
AIP429886	Ndlambe Municipality	2025/08/09	2025/09/05	DVX382EC	Motor	-	-	-	-
AIP431450	Ndlambe Municipality	2025/09/17	2025/09/19	988WJNEC	Motor	2 987	-	-	2 987
AIP443752	Ndlambe Municipality	2025/12/17	2025/12/18	HXF879EC	Motor	-	-	-	-
AIP415562	Ndlambe Municipality	2025/05/13	2025/05/20		Buildings Combined	-	-	-	-
AIP415480	Ndlambe Municipality	2025/05/09	2025/05/19		Combined Claims	10 499	2 500	-	7 999
AIP411979	Ndlambe Municipality	2025/04/06	2025/04/22		Business All Risk	27 390	-	-	27 390
AIP378011	Ndlambe Municipality	2024/07/28	2024/08/05		Electronic Equipment	-	-	-	-
AIP379569	Ndlambe Municipality	2024/08/10	2024/08/21		Electronic Equipment	8 450	2 500	-	5 950
AIP396865	Ndlambe Municipality	2024/12/31	2025/01/08		Electronic Equipment	14 099	-	-	14 099
AIP378081	Ndlambe Municipality	2024/07/12	2024/08/05	KJH326EC	Motor	-	-	-	-

AIP379514	NDLAMBE MUNICIPALITY	2024/08/09	2024/08/20	HHN377EC	Motor	4 117	-	-	4 117
AIP379573	Ndlambe Municipality	2024/08/19	2024/08/21	HXF879EC	Motor	-	-	-	-
AIP379732	Ndlambe Municipality	2024/08/20	2024/08/23	KDV937EC	Motor	1 282	-	-	1 282
AIP381747	Ndlambe Municipality	2024/08/28	2024/09/17	KHK065EC	Motor	13 484	-	-	13 484
AIP382272	Ndlambe Municipality	2024/09/09	2024/09/23	HBF570EC	Motor	39 857	-	-	39 857
AIP382563	Ndlambe Municipality	2024/09/13	2024/09/27	HXD242EC	Motor	81 654	-	-	81 654
AIP384438	Ndlambe Municipality	2024/09/18	2024/10/11	KDY710EC	Motor	3 533	-	-	3 533
AIP385293	Ndlambe Municipality	2024/10/04	2024/10/17	JLL113EC	Motor	8 792	-	-	8 792
AIP386153	Ndlambe Municipality	2024/10/04	2024/10/23	CGT788EC	Motor	-	-	-	-
AIP389598	Ndlambe Municipality	2024/10/16	2024/11/13	HTG277EC	Motor	-	-	-	-
AIP387312	Ndlambe Municipality	2024/10/18	2024/10/30	KKD466EC	Motor	4 766	-	-	4 766
AIP387348	Ndlambe Municipality	2024/10/18	2024/10/30	FPL659EC	Motor	-	-	-	-
AIP390171	Ndlambe Municipality	2024/10/25	2024/11/18	JVL343EC	Motor	-	-	-	-
AIP391116	Ndlambe Municipality	2024/10/26	2024/11/22	JYJ734EC	Motor	-	-	-	-
AIP391087	Ndlambe Municipality	2024/11/05	2024/11/22	JVL336EC	Motor	-	-	-	-
AIP395115	Ndlambe Municipality	2024/11/29	2024/12/20	JSH638EC	Motor	13 771	5 000	-	8 771
AIP393915	Ndlambe Municipality	2024/12/12	2024/12/12	TBA	Motor	3 756	-	-	3 756
AIP401315	Ndlambe Municipality	2025/01/07	2025/02/05	HZD086EC	Motor	20 085	5 000	-	15 085
AIP400443	Ndlambe Municipality	2025/01/17	2025/01/30	JFW531EC	Motor	1 377	-	-	1 377
AIP401348	Ndlambe Municipality	2025/01/20	2025/02/06	JMH006EC	Motor	15 015	5 000	-	10 015
AIP402880	Ndlambe Municipality	2025/01/21	2025/02/17	JVL343EC	Motor	87 675	-	-	87 675
AIP401233	Ndlambe Municipality	2025/01/23	2025/02/05	KDV927EC	Motor	38 626	-	-	38 626
AIP401622	Ndlambe Municipality	2025/01/30	2025/02/07	DYB116EC	Motor	-	-	-	-
AIP410480	Ndlambe Municipality	2025/03/22	2025/04/09	JJS331EC	Motor	9 663	5 000	-	4 663
AIP412449	Ndlambe Municipality	2025/04/11	2025/04/25	KFN032EC	Motor	9 575	5 000	-	4 575
AIP419900	Ndlambe Municipality	2025/05/12	2025/06/19	HMV935EC	Motor	59 239	5 000	-	54 239

The insurance premiums are paid monthly and occasionally they are updated either increase or decrease. In the past six months the municipality has made the premiums of R2,071 million which includes commission to the broker. The number of claims active to date is 8 claims.

Irregular, fruitless and wasteful expenditure M06 - Quarter 2

3.6.1 IRREGULAR EXPENDITURE

The potential Irregular Expenditure identified for the period 01 October 2025 to 31 December 2025 is detailed in **Annexure D** and the expenditure amounted to approximately R36,030,709.48 (Quarter 1: R27,396,558.04). The expenditure is linked to transactions from new deviations approved during the period under review, ongoing expired contracts and expenditure from previous contracts recorded from identified Auditor General findings.

- New expenditure linked to deviations approved during the current period (refer to 4.2), notably expenditure for Sizwe Amansi Investments and LRC Civils;
- Ongoing payments under expired contracts; and
- Expenditure from previous year contracts previously flagged by the Auditor-General (AGSA) as irregular.

Table C below provides a summary by the department, Table D provides the 10 ten transactions contributing to Irregular Expenditure for the period under review, with the complete detailed listing in Annexure D and Annexure E.

TABLE C - IRREGULAR EXPENDITURE FOR THE PERIOD 01 OCTOBER 2025 – 31 DECEMBER 2025 (WITH COMPARATIVES)

DEPARTMENT	NO OF TRANSACTIONS QUARTER 2	SUM OF TRANSACTIONS QUARTER 2	NO OF TRANSACTIONS QUARTER 1	SUM OF TRANSACTIONS QUARTER 1
Community Services	0	R0.00	20	R2,046,294.99
Municipal Manager	0	R0.00	2	R23,244.10
Finance	12	R209,793.25	8	R221,344.63
Corp Services	4	R242,372.87	4	R272,118.19
Infrastructure	109	R35,578,543.36	102	R24,833,556.13
Grand Total	125	R36,030,709.48	136	R27,396,558.04

TABLE D – TOP 10 IRREGULAR TRANSACTIONS FOR THE PERIOD OCT 2025 – DEC 2025

SERVICE PROVIDER	PERCENTAGE OF EXPENDITURE RELATIVE TO TOTAL IRREGULAR EXPENDITURE	SUM OF EXPENDITURE RELATIVE TO TOTAL IRREGULAR EXPENDITURE
SIZWE AMANSI INVESTMENTS	47.74%	R17,199,616.08
CDR TECHNICAL (MONTHLY FIXED)	18.47%	R6,653,712.37
NUWATER SYSTEMS	12.52%	R4,510,641.25
LUKHOZI CONSULTING	4.99%	R1,797,196.72
GLENSHAW BUSINESS TRUST (P & S CONSULTING)	2.45%	R884,241.17
OKO 1020 TRADING	1.89%	R680,549.83
PULLEN BROS	1.48%	R531,829.62
CDR TECHNICAL SERVICES	1.39%	R501,410.38
MS NCUTHU GROUP	1.25%	R449,020.00
KLEINEMONDE TRADING	1.08%	R388,019.12
TOP 10 TOTAL	93.24%	R33,596,236.54
GRAND TOTAL	100%	R37,662,771.19

ANALYSIS OF IRREGULAR EXPENDITURE

The Infrastructure Department accounts for the majority of the irregular expenditure recorded for the quarter, contributing approximately 98.75% of the total irregular expenditure incurred during the reporting period. The highest-value contributors within this category include:

- Sizwe Amansi Investments 47.74% (Q1: Cdr Electrical – 44%)
- Cdr Technical (Monthly Fixed) 18.47% (Q1: Nuwater Systems – 13%)
- Nuwater Systems 12.52% (Q1: LRC Civils – 5%)

The above suppliers form part of the Top 10 irregular expenditure contributors for the quarter, collectively representing 93.24% of the total irregular expenditure.

Mitigating Measures

- The transversal tender process for printing and related services has been initiated, with bid submissions received in December 2025. The process is expected to reach finalisation in January 2026.
- An item concerning CDR Electrical was reviewed by MPAC and submitted to the Council on 29 August 2025, for consideration of Council write-off, which Council approved. Based on MPAC's resolution, all future expenditure on the CDR Electrical contract (effective 1 June 2020 – 30 June 2030) will be treated as irregular and submitted to Council for write-off.
- The Infrastructure Department has initiated a tender process for the provision of water services within the Ndlambe jurisdiction. This project is recorded in the Municipal Procurement Plan and will be monitored against key milestones to mitigate further irregular expenditure.

Dec: the specifications for the new tender process have been approved and a tender process shall be initiated upon the end of the contractor shutdown period in January 2026.

- The Panel of Engineering Consultants bid was finalised during the 2024/25 financial year. However, all consultancy services procured prior to the establishment of the panel remain irregular until fully regularised. This affects providers such as Lukhozi Engineers, Aurecon, and Sizwe Amanzi.
- For Plant and Equipment Hiring, the municipality concluded a panel of service providers; however, the number of responsive bids was insufficient to meet operational requirements. Consequently, a new deviation was approved to ensure service continuity. The user department is finalising specifications for a second tender process to expand capacity and restore full compliance.

Dec: the specifications for the new tender process have been approved and a tender process shall be initiated upon the end of the contractor shutdown period in January 2026. Furthermore, use of the deviation process has been suspended by the municipality for these services.

Deviations

Paragraph 36 of the SCM Policy allows the Accounting Officer to dispense with the official procurement processes established by this Policy and procure any required goods or services through any convenient process, which may include direct negotiations, but only –

- (i) in an emergency.
- (ii) if such goods or services are produced or available from a single provider only.
- (iii) for the acquisition of special works of art or historical objects where specifications are difficult to compile.
- (iv) acquisition of animals for zoos and/or nature and game reserves; or
- (v) in any other exceptional case where it is impractical or impossible to follow the official procurement processes.

For the quarter under review, twenty (20) deviations amounting to R4,096 436.83 were processed by the SCM unit and approved by the Accounting Officer (Q1: 29 – R17,050,575.98). The summary of the approved deviations is depicted in Table B below, indicating the values and number of approvals for each period. A full listing of all approved deviations is noted in **Annexure C**.

Departmental Analysis

The table below outlines the deviation approved amounts and the number of transactions by department for the Quarter under review:

DEVIATIONS DEPARTMENTAL ANALYSIS

DEPARTMENT	NO OF TRANSACTIONS	SUM OF TRANSACTIONS
COMMUNITY PROTECTION SERVICES	8	R 218,955.78
CORP SERV	0	R 0.00
COUNCIL	2	R 9,150.54
FINANCE	3	R 39,330.23
INFRA	4	R 3,767,646.78
MM	4	R 61,353.50
GRAND TOTAL	20	R 4,096,436.83

Irregular Expenditure Implications from Approved Deviations

- Of the 20 deviations approved, four (4), have been deemed to be non-compliant with the regulatory requirements (Q1: 29 – 11 non-compliant), and as such, deemed to be irregular by the SCM unit, pending final review by the Municipal Public Accounts Committee (MPAC).
- One of these, from LRC Civils has future expenditure implications, where the transactions are not once-off, with an outstanding balance of R2,732,566.71.
- The key underlying causes for these irregular deviations are summarised below:
 - End-user department has utilised a contract after its expiry period, to ensure continuity of services (Finance – Windeed).
 - ***A new contract for the services has been finalized in December 2025***
 - Procurement of maintenance services (PA sewerage pumpstation upgrades and Mechanical and Electrical Repairs to Pumps at Pumpstation 3 through deviation due to the absence of an appointed service provider (Infrastructure Dept); ***Two new tenders for the services have been advertised which will close in January 2026.***
- The figures for the non-compliant deviations are depicted in Table C.1 and with comparatives for Quarter 1 in Table C.2.

**TABLE C.1 – QUARTER 2
NON-COMPLIANT DEVIATIONS**

SERVICE PROVIDER	DEVIATION AMOUNT	AMOUNT PAID 2526	BALANCE
Sizwe Amanzi	R 352,408.88	R 352,408.88	R -
Sholine Projects	R 159,677.50	R 159,677.50	R -
LRC Civils Cc	R 3,246,371.90	R 513,805.19	R2,732,566.71
Windeed	R 3,400.99	R 3,400.99	R -
GRAND TOTAL	R 3,761,859.29	R1,029,292.56	R 2,732,566.71

**TABLE C.2 – QUARTER 1
NON-COMPLIANT DEVIATIONS**

SERVICE PROVIDER	DEVIATION AMOUNT	AMOUNT PAID 2526	BALANCE
LUROLEX	R 264,566.00	R 264,556.00	R 10.00
KFC ENGINEERING AND INDUSTRIAL	R 12,195.75	R -	R 12,195.75
EKHAYA SEARCH	R 24,360.00	R 7,453.65	R 16,906.35
MAILTRONIC DIRECT MARKETING CC	R 273,376.62	R 91,125.54	R 182,251.08
SIZWE AMANZI	R 13,395,147.10	-	R 13,395,147.10
MVR	R 60,507.25	R 60,507.25	R -
NDLAMBE INVESTMENT (PTY) LTD	R 68,490.00	R 68,490.00	R -
PA PLANT	R 119,520.00	R 119,520.00	R -
PAYDAY	R 21,429.10	R 21,429.10	R -
SHOLINE	R 69,805.00	R 69,805.00	R -
HIRING OF PLANT AND EQUIPMENT	R 1,945,349.52	R 1,945,349.52	R -
GRAND TOTAL	R 16,254,746.34	R2,648,236.06	R 13,606,510.28

3.6.2 Fruitless and wasteful expenditure

The table below reflects the fruitless and wasteful expenditure incurred for quarter 2.

INV DATE	SUPPLIER/CREDITOR	COMMENT	PMNT NUMBER	INVOICE	TOTAL AMOUNT OF POTENTIAL FRUITLESS & WASTEFULL EXP	AMOUNT RETRIEVED/ RECOVERED	EVIDENCE /PROOF OF RECOVERY	DATE OF RECOVER Y	TOTAL FRUITLESS AND WASTEFULL EXPENDITURE
Oct-25	Traffic fines paid to Koukamma Municipality	Speaker	EF008699-0005-21/10/2025	KA/92/16 6545/641	R4,850.00	R4,850.00	Salary deduction		R0.00
Nov-25	Nothing Detected								
Dec-25	Nelson Mandela Metro	Mayor	EF008951-0011-18/12/2025		R1,350.00	R1,350.00	Salary deduction		R0.00
Dec-25	Nelson Mandela Metro	Mr Velezantsi	EF008978-0008-23/12/2025		R900.00		Deduction Jan 2026		R900.00
TOTAL									R900.00

3.7 Electricity and Water Losses M06 - Quarter 2

- Electricity losses represent a comparison of purchased KWH to billed KWH. Billed KWH is a sum of time of use (TOU), conventional meter readings and prepaid electricity.
- Most of the losses are incurred in Alexandria but the volumes purchased for Alexandria are not material relative to Port Alfred Volumes, to date the calculated losses are 10%, this is higher than the 8% industry norm. According to CDR, these losses are because of line losses due to the old infrastructure. See detailed calculations in the electricity losses report.

Town	Description	Jul	Aug	Sep	Oct	Nov	Dec	Total
Alexandria	Purchases(kWh)	240,517.87	460,295.00	430,321.25	419,420.50	433,801.25	428,764.00	2,413,119.87
	Total Sales	362,912.12	328,681.72	334,178.37	333,401.72	291,248.54	371,921.57	2,022,344.06
	Sales(kWh)- Mun. Readings	140,575.00	112,863.00	127,311.00	115,772.00	74,564.00	141,818.00	712,903.00
	Sales (kWh)- CDR Readings	20,179.20	20,796.21	20,914.56	21,565.21	23,084.53	23,107.36	129,647.07
	Prepaid (kWh)	177,618.10	170,482.70	161,413.00	171,524.70	169,060.20	182,456.40	1,032,555.10
	Unmetered - streetlights(kwh)	24,539.81	24,539.81	24,539.81	24,539.81	24,539.81	24,539.81	147,238.88
	Unmeterd - pumps	-	-	-	-	-	-	-
	Lost (kWh)	-122,394.25	131,613.28	96,142.88	86,018.78	142,552.71	56,842.43	390,775.81
	Loss %	-51%	29%	22%	21%	33%	13%	16%
	Port Alfred	Purchases(kWh)	1,473,189.62	3,028,302.88	2,785,319.14	2,588,722.48	2,721,727.88	2,658,427.56

	Total Sales	2,560,701.17	2,786,570.65	2,568,762.61	2,521,712.61	2,396,480.02	2,632,789.79	15,467,016.87
	Sales(kWh)- Mun. Readings	1,035,000.96	1,086,461.67	1,107,343.00	1,056,120.00	870,790.00	1,012,342.15	6,168,057.78
	Sales(kWh)- CDR Readings	619,931.30	813,568.77	619,696.90	593,415.10	690,554.71	673,526.93	4,010,693.71
	Prepaid (kWh)	813,779.20	794,550.50	749,733.00	780,187.80	743,145.60	854,931.00	4,736,327.10
	Unmetered - streetlights(kwh)	74,376.53	74,376.53	74,376.53	74,376.53	74,376.53	74,376.53	446,259.21
	Unmeterd - pumps(kwh)	17,613.18	17,613.18	17,613.18	17,613.18	17,613.18	17,613.18	105,679.08
	Lost (kWh)	-1,087,511.55	241,732.23	216,556.53	67,009.87	325,247.86	25,637.77	-211,327.31
	Loss %	-74%	8%	8%	3%	12%	1%	-1%
Overall								
	Purchases(kWh)	1,713,707.49	3,488,597.88	3,215,640.39	3,008,142.98	3,155,529.13	3,087,191.56	17,668,809.43
	Total Sales	2,923,613.29	3,115,252.38	2,902,940.99	2,855,114.34	2,687,728.57	3,004,711.37	17,489,360.93
	Sales(kWh)- Mun. Readings	1,175,575.96	1,199,324.67	1,234,654.00	1,171,892.00	945,354.00	1,154,160.15	6,880,960.78
	Sales(kWh)- CDR Readings	640,110.50	834,364.98	640,611.46	614,980.31	713,639.24	696,634.29	4,140,340.78
	Prepaid (kWh)	991,397.30	965,033.20	911,146.00	951,712.50	912,205.80	1,037,387.40	5,768,882.20
	Total Unmetered - streetlights(kwh)	98,916.35	98,916.35	98,916.35	98,916.35	98,916.35	98,916.35	593,498.09
	Total Unmeterd - pumps(kwh)	17,613.18	17,613.18	17,613.18	17,613.18	17,613.18	17,613.18	105,679.08
	Lost (kWh)	-1,209,905.80	373,345.50	312,699.40	153,028.64	467,800.56	82,480.19	179,448.50
	Loss %	-71%	11%	10%	5%	15%	3%	1%

WATER BALANCE REPORT - DECEMBER 2025

Overview of Non-Revenue Water (NRW) and Losses

The Non-Revenue Water (NRW) report for the Ndlambe Municipality for December 2025 indicates an overall NRW average of 32.6% across the water supply systems.

Summary of Non-Revenue Water Per Water Supply System

Water Supply System	Water Supplied	Water Billed	Non-Revenue Water	
	(kL)	(kL)	kL	%
Port Alfred	191 386	126 875	61 974	32.4%
Bathurst	16 845	11 686	4 925	29.2%
Kleinemonde	7 627	4 125	3 502	45.9%
Kenton-on Sea	63 814	39 187	23 843	37.4%
Cannon Rocks	15 843	11 295	4 548	28.7%
Alexandria	41 019	29 487	10 942	26.7%
TOTAL	336 534	222 655	109 734	32.6%

3.7 Cost containment report M06 - Quarter 2

Measures	Year to date Budget '000	Q1 '000	Q2 '000	Q3 '000	Q4 '000	Q4 Savings '000
Use of Consultants	42,403	8,307	8,085			
Vehicles used for political office- bearers	0	0	0			
Travel and subsistence	2,248	264	210			
Domestic accommodation (Included with Travel)	1,574	216	228			
Sponsorships. Events	2,647	130	225			
Catering	1,485	360	252			
Entertainment Senior management, Mayor and Speaker	157	49	19			
Communication	4,166	725	1,057			
Other related expenditure	0	0	0			
Total	54,680	10,051	10,076			

- In terms of the Municipal Cost Containment Regulations, 2019 Regulation 15 (2) and (3) the Municipal Manager must on a quarterly basis report to the Council the savings on the budget relating to the cost containment items.

Virement Report

The total virements (shifting of funds) made for the 2nd quarter amounted to R3,573 million compared to the virements made in Quarter 2 of 2024 of R4,063 million. The virements are supported by the Council approved virement policy. The details are outlined below:

PERIOD	REMARKS	AMOUNT	NOTES	SEGMENT DESCRIPTION
202510	Moving funds	-150,000	The transfer is for the installation of cameras at pump stations.	Acquisition: Security Cameras
202510	Moving funds	-6,000	The DSTV monthly subscription for Ecoyi was not included in the approved budget for this current year. However, the subscription is now due; and the continued access is essential for the plant operator	Buildings Maintenance 7020
202511	Moving funds	-28,200	In order to proceed with the necessary planning and pegging for the development of Zihagu informal settlement in Marselle; this transfer is required to cover the outstanding surveying fees.	Maintenance Building and Facilities
202511	Virement	-50,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Fencing of cemeteries
202511	Virement	-50,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Furniture and Office Equipment
202511	Virement	-30,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Computer Equipment
202511	Virement	-6,200	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Furniture and Office Equipment
202511	Virement	-5,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Computer Equipment
202511	Virement	-20,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Computer Equipment
202511	Virement	-10,000	The funds in administration community protection vote for trellidors is insufficient; therefore, the transfer of funds is necessary for security measures and safety.	Acquisition: Computer Equipment
202511	Virement	-50,000	The funds in fire department for salaries overtime are insufficient; therefore, transfers are necessary to process the payment for overtime.	SALARIES: PERSONNEL AND LABOUR
202511	Virement	-40,000	The funds in street cleaning vote for salaries overtime are insufficient; therefore, the transfer of funds is necessary to process the payment for overtime	SALARIES: PERSONNEL AND LABOUR
202512	Moving funds	-15,000	There are no funds for acquisition under corporate services, and this transfer is necessary to purchase machinery and equipment	Acquisition: Furniture and Office Equipment
202512	Moving funds	-30,000	There are not enough funds to cater for the land boundary determination and demarcation. Therefore, this necessitates the transfer of funds.	Air Transport
202512	Moving funds	-10,000	There are not enough funds to cater for the land boundary determination and demarcation. Therefore, this necessitates the transfer of funds.	Daily Allowance
202512	Moving funds	-10,000	There are not enough funds to cater for the land boundary determination and demarcation. Therefore, this necessitates the transfer of funds.	Accommodation
202510	Moving funds	-150,000	There are not enough funds for the tourism event which is Ecawa music festival and gospel show. Therefore, this necessitates the transfer of funds.	Rural Development Sustainable Economic Opportunity

202510	Moving funds	-90,000	There was no budget for acquisition of furniture and office equipment; therefore, this transfer is necessary for the purchase of furniture and office equipment.	Cost: Acquisitions
202510	Virement	-30,000	There is no budget for new furniture and office equipment for the environmental health segment; so, the transfer is necessary.	Cost: Acquisitions
202510	Moving funds	-15,000	The scanning machine at expenditure needs to be serviced once a year. The budget was moved to CPS as part of their annual budget on municipal machines; This transfer is necessary to repair this machine.	Consumable standard rated
202510	Moving funds	-150,000	The funds for acquisition of security cameras are insufficient to cater for the installation of cameras; therefore, the transfer of funds is necessary.	Fencing of cemeteries
202510	Moving funds	-25,000	There is no budget for parks and recreation for new machinery therefore the transfer of funds is necessary.	Cost: Acquisitions
202510	Moving funds	-20,000	The budget in administration community protection is insufficient, so the transfer of funds is necessary.	Cost: Acquisitions
202510	Moving funds	-16,000	The vote was budgeted and the funds that were available were used when a cession was made; therefore, there is payment that needs to be made and this necessitates this transfer.	Maintenance Building and Facilities
202510	Moving funds	-16,000	Due to a once off event with standard bank as a partnering stakeholder requested that the municipality provide this type of service which requires external service provider.	Branding
202510	Moving funds	-150,000	This transfer is necessary due to pegging at Kenton-on-sea and Marselle	Casuals
202511	Moving funds	-100,000	The purpose of this transfer of funds is to fund the road premix and quarry material to maintain all roads in west.	Maintenance Flood Damage
202511	Moving funds	-100,000	There are insufficient funds on roads premix and quarry materials and there is a need to purchase cold mix for effective paving; therefore, this necessitates this transfer.	Inventory Consumables: Standard Rated
202511	Moving funds	-30,000	There are insufficient funds under informal settlement and there is a house that needs to be renovated in Bathurst (erf 2542)	Casuals
202511	Virement	-200,000	To fund urgent pump replacement at pump station no 3to avoid water disruptions at Port Alfred.	Installation of Switching Metering System
202511	Moving funds	-35,000	As there is no acquisition budget under civic and buildings, it is necessary to transfer funds in order to purchase pumps and water tanks.	Acquisition: Furniture and Office Equipment
202511	Virement	-100,000	The funds are needed for material urgently for slurry seal.	Inventory Consumables: Standard Rated
202512	Moving funds	-20,000	This vote was not budgeted and there's an urgent need to purchase new laptop for the newly appointed workshop manager. And this necessitates this transfer.	Construction of retaining wall at West Beach Phase 1: WIP
202512	Virement	-30,000	Not enough budget for the rectification of RDP houses therefore there's a need for a virement	Hire Charges
202512	Virement	-25,800	Not enough budget for the rectification of RDP houses therefore there's a need for a virement	Maintenance Building and Facilities
202512	Virement	-31,500	Not enough budget for the rectification of RDP houses therefore there's a need for a virement	Advertising
202512	Virement	-20,000	Not enough budget for the rectification of RDP houses therefore there's a need for a virement	Own Transport
202512	Moving funds	-50,000	A transfer of funds is necessary to cover the cost of fencing materials to support an SMME.	Social assistance Poverty Relief
202512	Virement	-5,000	A transfer of funds is necessary to cover the cost of fencing for SMME requested for fencing material	Rural Development Sustainable Economic Opportunity
202512	Virement	-100,000	A transfer of funds is necessary to cover the cost of emergency intervention at Bathurst commonage for the rehabilitation of water catchments through landscape restoration	Inventory Consumable: Material and Supplies

202512	Virement	-60,000	Outsourced services: clearing and grass current segment was overspent therefor virement is necessary	Repairs and maintenance Furniture and office equipment 7090
202512	Virement	-2,000	Funds were necessary for the transportation of employees to a prayer service of a staff member in Grahamstown	Maintenance of Buildings and Facilities
202510	Moving funds	-20,000	There was no overtime anticipated for this financial year but due to work that needed to be done at the MM's office this necessitates the transfer.	Seminars and Conferences
202510	Moving budget	-565,749	Budget for preparation of fixed assets register was incorrectly allocated under seminars.	Capacitation of Asset Management Office
202510	Moving funds	-200,000	There are insufficient funds under personnel, and labour and funds are needed for the payment of the casuals.	Commission: Third Party Vendors
202511	Moving funds	-90,000	A transfer of funds is for fencing which was never budgeted for; however, circumstances require fencing for safety measures.	Acquisition: Furniture and Equipment
202511	Moving funds	-30,000	The budget was submitted for this item, but no funds were allocated. Therefore, this necessitates this transfer for hire charges.	World Tb Day Transportation
202512	Virement	-5,000	The transfer is for the purchase of a stepladder which will assist assets personnel to reach assets in elevated areas	Cost: Acquisitions
202512	Virement	-100,000	Led does not have enough funds to support emerging farmers that are confronted with drought	Personnel and Labour
202512	Virement	-40,000	The funds for transportation of strain animals are insufficient; transfer of funds is necessary	Inventory Consumable Standard Rated
202512	Virement	-16,000	Maintenance and repair of malfunctioning air conditioning at the town planning office	Maintenance of Buildings and Facilities
202512	Virement	-200,000	Insufficient budget for maintenance of gravel roads	Maintenance: Unspecified Assets
202512	Virement	-200,000	The funds in parks vote for transportation of impounded animals are depleted therefore transfer of funds is necessary	Maintenance of Security Cameras
202512	Virement	-25,000		FHCP Capacity Building Trainings

3.9 SCOA Roadmap M06 - Quarter 2

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
Modules					
IDP (Projects)					
• Compilation of the IDP on system and automated alignment to budget	No	Action IT Sub of Munsoft	Yes	01/07/2026	IDP Manager: Rene Uren
• Preparation of the IDP on system and automated alignment to budget	Yes		N/A	1/07/2017	IDP Manager: Rene Uren
• Generation of PRTA & PROR data strings from system	Yes		N/A	1/07/2017	IDP Manager: Rene Uren
Budget Management					
• Preparation of tabled and adopted budget on the system. (Capture a Project with segments)	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Integration of budget modules of own/third party modules to the GL for payroll	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Illustrate budget control as it relates to eliminating unauthorized expenditure	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Locking of budget on system after adoption	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Generation of TABB & ORGB data strings from system	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Generation of PRTA & PROR data strings from system.	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
• Generation of A Schedule from system.	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
Supply Chain Management					
• Configurations or parameters.	Yes		N/A	1/07/2017	SCM Manager: Simamkele Mbenga-Smaile

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
• Vendor/ Creditor Management (including CSD Integration and system validations)	Yes		N/A	1/07/2023	SCM Manager: Simamkele Mbenga-Smaile
• Requisitions	Yes		N/A	1/07/2017	SCM Manager: Simamkele Mbenga-Smaile
• Quotations	Yes		N/A	1/07/2023	SCM Manager: Simamkele Mbenga-Smaile
• Orders	Yes		N/A	1/07/2017	SCM Manager: Simamkele Mbenga-Smaile
• GRN's	Yes		N/A	1/07/2017	SCM Manager: Simamkele Mbenga-Smaile
• Tender Management.	No		Yes		SCM Manager: Simamkele Mbenga-Smaile
• Contract Management.	Yes		N/A	1/07/2022	SCM Manager: Simamkele Mbenga-Smaile
• Generation of Reports. (Contract Register, Commitments register	Yes		N/A	1/07/2023	SCM Manager: Simamkele Mbenga-Smaile
Project payments (retain and payment of retentions)	Yes		N/A	01/07/2022	SCM Manager: Simamkele Mbenga-Smaile
Inventory/Stores					
• Overview of configurations or parameters.	Yes		N/A	1/07/2023	SCM Manager: Simamkele Mbenga-Smaile
• Stores Management (Acquisitions, Stock Issues, Stock Count.)	Yes		N/A	1/07/2023	SCM Manager: Simamkele Mbenga-Smaile
• Treatment of Water Inventory.	Partially		Yes	1/07/2024	Water manager

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
Billing and Receipting					
•Billing modules integrate with the GL	Yes		N/A	1/07/2017	Manager Revenue: Diane May
•configurations or parameters	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Tariff structure and design on the system	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• POS / Direct Receipting and day end closure.	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Meter reading management.	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Billing run	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Valuation Roll Implementation. (General & Supplementary)	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Consumer statement generation. (Email and Printing)	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Consumer account enquiries.	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Debt collection procedure.	No		Yes		Manager Revenue: Diane May
• Indigent or ATTP Management.	Yes		N/A	1/07/2017	Manager Revenue: Diane May
• Prepaid Vending Integration or interface	No		N/A	31/10/2024	Manager Revenue: Diane May
• Generation of Reports. (Debtors Age Analysis, Billing run reports, etc.)	Yes		N/A	1/07/2017	Manager Revenue: Diane May
Sundry registers:					
Unallocated deposit	Yes		N/A	1/07/2017	Manager Revenue: Diane May
Hall hire/deposit	Yes		N/A	1/07/2024	Manager Revenue: Diane May

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
Cemetery	Yes		N/A	1/07/2024	Manager Revenue: Diane May
General Ledger					
•configurations or parameters.	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
•Sub module integration to GL and TB. (Billing, Supply Chain, Expenditure, Assets)	Yes		N/A	1/07/2017	Budget & Treasury Manager: Xako
•Financial Report generation illustrated with all mSCOA segments. (General ledger, Trial Balance etc.)	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
•Monthly data string generation. (M01, M02,etc)	Yes		N/A	1/07/2017	Budget & Treasury Manager: Unathi Xako
•Cumulative data string generation. (M01 – M12)					
Cash book/Bank reconciliation					
•Receipting of debtor payments, other money	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
•Reconciling or clearing of cash received and payments	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
•Petty Cash	No	Manually	Yes		Manager Expenditure: Carin Engelbrecht
•Month end Close Off.	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
Grant Management					
•Grant capturing and revenue recognition.	Yes		N/A	01/07/2022	Budget & Treasury Manager: Unathi Xako
•Grant reporting (Grant Registers)	Yes		N/A	01/07/2022	Budget & Treasury Manager: Unathi Xako
Investment management					
•Investment recognition, transfers, deposits and interest capitalisation	Yes		N/A	01/07/2020	Budget & Treasury Manager: Unathi Xako

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
•Investment report generation (Investment registers)	Yes		N/A	01/07/2020	Budget & Treasury Manager: Unathi Xako
Borrowing management					
•Loan recognition, transfers, payments and interest capitalisation	Yes		N/A	01/07/2020	Budget & Treasury Manager: Unathi Xako
•Loan report generation (Loan registers)	Yes		N/A	01/07/2020	Budget & Treasury Manager: Unathi Xako
VAT management					
•VAT handling capabilities as it relates to Output and Input Vat.	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
•VAT 201 Report generation.	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
•VAT reconciliation	No	Manually	Yes		Manager Expenditure: Carin Engelbrecht
Asset Management					
• Allows budgeting for "new capital" projects requested in the integrated development plan (IDP) The asset management sub-module works on the system	No		Yes		Budget & Treasury Manager: Unathi Xako
• Supplies the general ledger's main budget module planned budgets with the full mSCOA segments as a budget line. This functionality should be able to provide this for both expenditure and balance sheet items.	No		Yes		Budget & Treasury Manager: Unathi Xako
• Calculates existing and anticipates new planned assets' maintenance, insurance and a percentage of "un-planned" maintenance.	No		Yes		Budget & Treasury Manager: Unathi Xako
• Calculates depreciation	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
• Calculates profit or loss on planned disposals.	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
• Provides for grant and work-in-progress (WIP	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
•Contract management payment schedules to assist the main budget module with its forecasting and cash flow management (Contract register linkage)	No		Yes		Budget & Treasury Manager: Unathi Xako
• Supplies the general ledger's main budget module planned budgets with the full mSCOA segments as a budget line. This functionality should be able to provide this for both expenditure and balance sheet items.	No		Yes		Budget & Treasury Manager: Unathi Xako
• Provide for the asset maintenance plan and the integration between the maintenance budget	No		Yes		Budget & Treasury Manager: Unathi Xako
•Unbundling of assets	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Asset recognition	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Asset physical verification	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Asset Impairments	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Asset disposals	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Assessment of RUL	Yes		N/A	13/12/2021	Budget & Treasury Manager: Unathi Xako
•Insurance register	Yes		N/A	01/07/2024	Budget & Treasury Manager: Unathi Xako
Human resources /Payroll					
•Configurations or parameters	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
• Organisational structure accommodated on the system.	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Human Resources: Unathi Nondzube
• Employee record management	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Human Resources: Unathi Nondzube
• Payroll run (Inclusive of trial runs or preliminary runs	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Payment of salaries and integration with banks.	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Creation of payment to 3rd Parties and the integration with banks.	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2024	Manager Expenditure: Carin Engelbrecht
• Integration with General ledger. (Salary control and Employee related cost items.)	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Generation of Reports. (Employee details report, Salary reports, 3rd party reports etc.)	Yes	Yes (PAYDAY seamlessly interfaced with the core system	N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
Expenditure (Creditors)					
•Configurations or parameters	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
•Raising of accruals	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht

2025/2026 mScoa Implementation Road Map - Quarter 2	Are you using the module available on the core financial system or other software (specify)?	Reason for not using module in system	Action Plan	Implementation Date	Responsible person
• Direct Invoice payments	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Sundry Payments (generated from payroll, billing or manual S&T payments)	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Credit & Debit notes.	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
• Generation of Reports. (Creditors Age Analysis and CR data string, accrual listing, etc.)	Yes		N/A	01/07/2017	Manager Expenditure: Carin Engelbrecht
Reporting					
•Generate A,B and C schedules	Yes	Sub-system seamless integration	N/A	01/07/2020	Budget & Treasury Manager: Unathi Xako
• Generation of audit data strings (PAUD, AUDA, RAUD) from the system	Yes		N/A	01/07/2017	Budget & Treasury Manager: Unathi Xako
• Capturing of the adjustment journal entries (emanating from the audit) into the Core Financial System	Yes		N/A	01/07/2017	Budget & Treasury Manager: Unathi Xako
• The municipality's ability to drill down from AFS business module to ledger and sub-ledger	No	Manually			Budget & Treasury Manager: Unathi Xako
• Integration of AFS module to core system if a 3rd party AFS module is used.	Yes	Caseware sub-system	N/A	01/07/2017	Budget & Treasury Manager: Unathi Xako
•Roll-over the closing balance from M12 into period 13 and M01 of the new financial year?	Yes		N/A	01/07/2017	Budget & Treasury Manager: Unathi Xako
Alignment of ABC schedules to the data strings	No		Yes	28/02/2025	Budget & Treasury Manager: Unathi Xako
Balanced automated cash flow (Table C7)	No		Yes	30/06/2025	Budget & Treasury Manager: Unathi Xako

The municipality is utilizing all the modules available in Munsoft the core financial system. Payday, the system that is being used for payroll collaborates with Munsoft and their systems seamlessly integrates. Municipal regulations on mSCOA require municipalities to report on the mSCOA roadmap quarterly.

QUALITY CERTIFICATION



I Adv. **Rolly Dumezweni**, Municipal Manager of **Ndlambe Municipality**, hereby certifies that the monthly budget statement report and supporting documentation for quarter 2 of 2025 have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Ndlambe Municipality (EC105)


R. Dumezweni
MUNICIPAL MANAGER

DATE 23/01/2026