FINANCIAL YEAR 2025/26

SECTION 71

FINANCIAL MANAGEMENT SECTION

for the period ending

31 December 2025

Contents

1) Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium-term planning and policy choices on service delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – No.56 of 2003, Section 71 and
- The Municipal Budget and Reporting Regulations

The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability, and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

2) Municipal Manager's Quality Certificate

QUALITY CERTIFICATE

I, **RG Bosman** , Municipal Manager of Overberg District Municipality, hereby certify that –

(mark as appropriate)

- ☒ The monthly budget statement
- ☐ Quarterly report on the implementation of the budget and financial state affairs of the municipality
- ☐ Mid- year budget and performance assessment

for the month of **31 December 2025** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name **Mr. RG Bosman**
Municipal Manager of **Overberg District Municipality DC3**

Signature pp. (ACTING)

Date 15 JAN '26.

PART 1

3) EXECUTIVE SUMMARY

Section 71 (1) of the Municipal Finance Management Act (MFMA) requires the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the Municipality's budget.

Section 54 of the MFMA requires the Mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

Consolidated Performance

The following table summarises the overall position on the capital and operating budgets.

	Capital Expenditure	Operating Expenditure	Operating Revenue
Budget	R 40 204 274	R309 347 334	R309 392 243
Budget to date (BTD)	R 4 422 934	R148 098 196	R173 876 833
Year to date (YTD)	R 2 195 284	R153 024 401	R182 422 891
Variance to SDBIP	-R 2 227 650	R 4 926 205	R 8 546 058
YTD% Variance to SDBIP	-50%	3%	5%
% of Annual Budget	5%	49%	59%

Capital expenditures

- The municipal Council approved a revised capital budget during the month of December 2025. This was to align the strategic capital project – Kawyderskraal Regional Landfill site capital spending with the expected Cashflow outflows anticipated with the implementation of the project. The municipal capital budget was increased from a R15.9m budget to R40.2m to accommodate the spending. The tender was finalized via the SCM process and is currently in the appeal period. The contractor is expected on site during the month of February 2026.
- The impact of this specific capital project review is significant on the municipal budget with a substantial increase in Capital spending.

- Actual capital spending for the rest of the projects is also significantly lower than anticipated.
- This pose a risk of achieving the targets of 90% spending as per the Top layer SDBIP performance KPI's.
- Administration will address these in the Mid-year review as well as adjustment budget in February 2026 to be tabled to Council.
- Finance is continuously monitoring the implementation of the Capital projects

Operational expenditures

- Actual spending of R153.02m is reported as of 31 December 2025.
- the main contributor towards these spending is Employee related cost (57%), Inventory consumed (Mostly accounted for the Roads) spending of 17% as well as Operational cost 14% and contracted services at 7%
- More detail relating to the spending will be provided below.

Operational Revenues

- Total revenues of R182m reported at end of December 2025 reflect a 59% performance to date.
- The bulk of the money relates to the Roads Agency function as well as other grants received from National and Provincial governments.
- The municipality received all legislated government allocations as per the National and Provincial gazette as promulgated. The next tranche of Equitable Share was received during the period.
- Monthly billing for all services collected is done on time and no risk to date experienced.

4) Capital Programme Budget Report 2025/2026

	OVERBERG DISRICT MUNICIPALITY - MULTI YEAR CAPITAL BUDGET FOR 2025/26 - 2027/28						
	UKEY Description1	UKEY Description2	FUNDING TYPE	DESCRIPTION	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
	DIRECTORATE: MUNICIPAL MANAGER OFFICE						
				COMMITTEE,RECORDS, COUNCIL SUPPRT			
1	50101001901	20240707990087	CRR	DC3_Furniture and Office Equipment	R35 000	R0	R0
				TOTAL	R35 000	R0	R0
				PERFORMANCE AND RISK MANAGEMENT			
21	50101002181	20250704001467	CRR	DC3_Computer Equipment	R2 500	R1 627	R0
				TOTAL	R2 500	R1 627	R0
				IDP AND COMMUNICATION			
15	50101002151	20250704001458	CRR	DC3_Sound Equipment	R20 000	R0	R16 431
				TOTAL	R20 000	R0	R16 431
	DIRECTORATE: CORPORATE SERVICES						
				CORPORATE SERVICES : SUPPORT SERV			
1	50102000081	20240300963417	CRR	DC3_Septic tank	R160 000	R152 200	R0
2	50102000091	20251000970713	CRR	DC3_Fencing - Head Office	R105 000	R0	R0
				TOTAL	R265 000	R152 200	R0
				ICT SERVICES			
12	50101001891	20240707990084	CRR	DC3_Fingerprint system	R500 000	R0	R0
13	50101002111	20250704001446	CRR	DC3_Council Chamber Hybrid System	R600 000	R0	R0
14	50101002001	20240707990117	CRR	DC3_Computer Equipment	R155 000	R4 881	R0
				TOTAL	R1 255 000.00	R4 881.00	R0.00

	UKEY Description1	UKEY Description2	FUNDING TYPE	DESCRIPTION	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
	OVERBERG DISRICT MUNICIPALITY - MULTI YEAR CAPITAL BUDGET FOR 2025/26 - 2027/28						
	DIRECTORATE: FINANCIAL SERVICES						
				Supply Chain Management			
23	50101002121	20250704001449	CRR	DC3_Camara System	R42 000	R0	R0
				TOTAL	R42 000	R0	R0
	DIRECTORATE: COMMUNITY SERVICES						
				LED, TOURISM, RESORTS AND EPWP			
16	50101001821	20240707990059	CRR	DC3_Machinery and Equipment	R150 000	R18 507	R0
17	50101002131	20250704001452	CRR	DC3_Furniture and Office Equipment	R100 000	R18 798	R31 428
25	50101001741	20240707990044	CRR	DC3_Electrical DB Boxes	R123 000	R0	R0
26	50101001841	20240707990065	CRR	DC3_Access Control - Resort Uilenkraalsmond	R100 000	R0	R0
27	50101002231	20250704001490	CRR	DC3_Chalet Upgrade	R150 000	R0	R0
				TOTAL	R623 000	R37 306	R31 428
				EMERGENCY SERVICES			
3	50101001641	20240707990029	CRR	DC3_Vehicle Refurbishment	R400 000	R197 408	R0
4	50101001761	20240707990050	CRR	DC3_Bunker Gear	R400 000	R0	R62 502
5	50101002051	20250704001428	CRR	DC3_Training Centre Training Management System	R250 000	R0	R0
6	50101001801	20240707990056	CRR	DC3_Rescue Equipment	R150 000	R0	R0
7	50101001421	20230709985500	GRANTS	DC3_Capacity Project	R500 000	R0	R344 625
24	50101001601	20240300963414	GRANTS	DC3_Water Truck	R447 983	R447 983	R0
	50101002251	20251000970710	CRR	DC3_Water Truck	R205 791	R120 516	R0
				TOTAL	R2 353 774	R765 907	R407 127
				ENVIRONMENTAL MANAGEMENT SERVICES			
8	50101002081	20250704001437	CRR	DC3_Vehicle - Rollbar and rubberised loadbin	R11 000	R3 913	R0
9	50101002171	20250704001464	CRR	DC3_Inspections and data gatehering-Tablets	R20 000	R15 502	R0
10	50101002101	20250704001443	CRR	DC3_Spillkit (Sect 30)	R7 000	R5 586	R0
11	50101002071	20250704001434	CRR	DC3_Weighbridge software program	R200 000	R0	R0
				TOTAL	R238 000	R25 001	R0

OVERBERG DISRICT MUNICIPALITY - MULTI YEAR CAPITAL BUDGET FOR 2025/26 - 2027/28

UKEY Description1	UKEY Description2	FUNDING TYPE	DESCRIPTION	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
			MUNICIPAL HEALTH SERVICES			
50101002091	20250704001440	CRR	DC3_Vehicle	R600 000	R0	R511 382
50101002141	20250704001455	CRR	DC3_Furniture and Office Equipment	R150 000	R63 592	R0
50101002161	20250704001461	CRR	DC3_Office Refurbishment	R1 120 000	R0	R0
			TOTAL	R1 870 000	R63 592	R511 382
			SOLID WASTE MANAGEMENT			
50101001751	20240707990047	LOANS	DC3_Cell 5	R33 500 000	R1 144 771	R279 214
			TOTAL	R33 500 000	R1 144 771	R279 214
			GRAND TOTAL	R40 204 274.00	R2 195 284	R1 245 583
		Type	Funding Sources	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
		CRR	Capital Replacement Reserve	R5 756 291	R602 530	R621 743
		2	Revenue	R0	R0	R0
		LOANS	External Loans	R33 500 000	R1 144 771	R279 214
		GRANTS	Grants	R947 983	R447 983	R344 625
		5	Private Contributions	R0	R0	R0
			TOTAL	R40 204 274	R2 195 284	R1 245 583

Discussion:

As discussed above the impact of the review of the Karwyderskraal Landfill site project significantly influence the capital spending performance to date. A total of 10 smaller capital projects budgeted for 25/26 has not been started and this also influence spending reported. These will be address as part of the mid-year review process

Key Capital project explanation:

Department	*Project description*	*Approved Budget*	*Adjustment Budget*	*YTD expenditure*	*Commitments*	*Explanation*
SOLID WASTE MANAGEMENT	DC3_Cell 5 (External borrowings)	R9 200 000	R33 500 000	R1 144 771	R279 214	Project budgeting was reviewed and adjusted. Spending on project in process to ensure limited interruptions experienced once project in construction phase. Contractor expected on site in February 2026.
MUNICIPAL HEALTH SERVICES	DC3_Office Refurbishment	R1 120 000		R0.00	R0.00	Tender is to be advertised. The 1st phase is the appointment of a Civil engineer to assess the requirements and work required.
ICT SERVICES	DC3_Fingerprint system	R500 000		R0.00	R0.00	ICT department required the review of the Capital project. Based on the department the project is no longer a priority and will be reviewed as part of the Adjustment budget process. Risk identified will also just needs to be taken into consideration.
ICT SERVICES	DC3_Council Chamber Hybrid System	R600 000		R0.00	R0.00	Project in specifications stage
EMERGENCY SERVICES	DC3_Capacity project (Grant funded)	R500,000		R0	R344 625	Awaiting assets and invoices to be paid.

5) Variance analysis – Operational and Capital Budget

ODM budget – Revenue by source (Excluding Roads)

Revenue by Source		Budget		Month Actual		YTD Actual		YTD Budget	Variance
SERVICES CHARGES - REFUSE	R	18 621 064.00	R	1 553 876.33	R	9 315 129.66	R	9 268 945.68	0.50%
SERVICES CHARGES - SEWERAGE	R	900 000.00	R	85 822.06	R	426 147.65	R	429 866.84	-0.87%
SALE OF GOODS AND SERVICES	R	12 478 224.00	R	501 905.77	R	6 356 598.12	R	5 217 523.20	21.83%
RENT OF FACILITIES&EQUIPMENT	R	16 164 520.00	R	1 342 726.05	R	8 163 655.59	R	8 149 847.18	0.17%
INTEREST EARNED-EXTERNAL INVES	R	9 202 000.00	R	1 204 003.69	R	3 814 402.90	R	3 773 988.42	1.07%
INTEREST EARNED-OUTST DEBTORS	R	322 000.00	R	4 105.85	R	35 891.40	R	101 291.87	-64.57%
LICENSES & PERMITS	R	1 444 500.00	R	39 375.13	R	518 942.73	R	643 992.33	-19.42%
INCOME FOR AGENCY SERVICES	R	13 950 699.00	R	1 149 378.88	R	6 896 273.28	R	6 935 811.39	-0.57%
GRANT&SUBSIDIES (OPERATING)	R	100 599 341.00	R	27 645 040.70	R	66 096 122.68	R	66 681 859.11	-0.88%
GRANT&SUBSIDIES (CAPITAL)	R	947 983.00	R	447 983.00	R	447 983.00	R	236 995.75	89.03%
OTHER REVENUE	R	1 355 699.00	R	105 694.40	R	500 669.22	R	588 853.51	-14.98%
PROFIT ON SALE	R	2 660 000.00	R	-	R	-	R	-	#DIV/0!
	R	178 646 030.00	R	34 079 911.86	R	102 571 816.23	R	102 028 975.26	0.53%

Reasons for variance:

Year to date revenue reflects at R102.57m of a total budget of R178.64m. This represents almost 57.42% of budgeted amounts. ***More details below as part of the explanations.***

Services Charges – Refuse

Currently no risk experienced with Regional landfill site revenues collected. All municipalities is billed on a monthly basis as required. Year to date actuals reported of R9.3m of a total budget of R18.6m for the period ending December 2025. Private dumping also increases as well as increases in volumes that positively impact the reported information. This is per normal operational functioning of the facility of the festive season.

Services Charges - Sewerage

The billing of the customers at the municipal resorts relates to the semi-permanent residents as well as ad hoc pumping of septic tanks at Die Dam. The holiday season requests for services increased significantly. The finance department will review the revenue category to ensure that actuals reported reflect accurately. The year to date 47% revenue is reported, that reflects positively to date.

Sale of Goods and Services:

Resorts

Resorts income is the main driver for the performance of the sale of goods and services. Year to date performance exceeds the budgeted figures by 21.83 percent is due to camping fees that have been paid. This is mainly related to the pre-bookings of the municipal resorts for the holiday periods. The administration will review the budget projections to ensure alignment of actual performance with budgeted provisions. This will be done with the mid-year review process.

Rental of facilities and equipment

Year to date revenues reported relating to the resorts accounted for 50.5% of budgeted amounts approved. These revenues are mainly attributed to the semi-permanent rentals at the resorts.

Interest Earned-External Investments

Details relating to interest received on cash resources is explained on page 21 of the report in more details. Year to date actual performance versus total budget amounts to 41.45%, as recorded on 31 December 2025. The current low-interest rate environment will pose a risk on the income receivable from investments. This will need to be addressed as part of the mid-year review process.

Interest Earned-Outstanding Debtors

Interest on outstanding debtors decreased due to debt collection initiatives resulting in less interest being charged. During the mid-year adjustment budget revenue for interest on outstanding debtors will be aligned with lower anticipated actual receivables.

Licenses & Permits

The fire and health services are accountable for the revenues relating to licenses and permits. Revenue is recognised as services are rendered. This can fluctuate based on the performance of the departments. The impact of the current fire season still needs to be accounted for. A substantial amount of fires was experienced over longer days. Although all these fires do not result in revenue generation opportunities the municipality need to monitor and ensure customers that is required to be billed is billed as needed.

Grant & Subsidies (Operating)

Grants and subsidies reflect operational transfers received from National and Provincial departments. These allocations are predominantly for project plans submitted as well as recurring grants on a yearly basis. Revenue is recognised when expenditure is incurred. ***Refer to page 26 for grant performance.***

Other Revenue.

All other ad-hoc revenues is accounted for under Other revenues. These are based on service request and billed accordingly. E.g. Environmental assessments of hazardous spills.

The finance will review the budget projections and align with actual performance with the mid-year review process.

Profit on sale

Budget of R2.6m for the sale of municipal properties, which is not identified as service delivery properties were included in the budget. A revised strategy was compiled, this still need to be tabled to the Property committee. The administration will need to seriously consider and identify the possibilities with respect to the sale of land to ensure budget projections will be achieved.

Alternatively, expenditure projections will needs to be align and reduce with the mid-year budget review process.

ODM budget – Expenditure by type (Excluding Roads)

Expenditure by Type	Budget	Month Actual	YTD Actual	YTD Budget	Variance
EMPLOYEE COSTS-WAGES&SALARIES	R 101 549 525.00	R 7 754 383.79	R 50 459 647.65	R 48 418 935.53	4.21%
REMUNERATION OF COUNCILLORS	R 7 136 333.00	R 574 158.85	R 3 438 726.85	R 3 504 691.93	-1.88%
BAD DEBTS	R 100 000.00	R -	R -	R 25 000.00	-100.00%
DEPRECIATION	R 3 696 786.00	R 318 499.41	R 1 858 826.91	R 1 848 393.00	0.56%
OTHER MATERIAL	R 4 357 640.00	R 448 457.46	R 2 012 203.42	R 1 924 465.46	4.56%
INTEREST EXPENSE - EXTERNAL	R 1 097 236.00	R 29 000.00	R 394 311.03	R 361 309.00	9.13%
CONTRACTED SERVICES	R 32 652 022.00	R 1 261 822.87	R 9 023 823.39	R 12 736 633.20	-29.15%
GRANTS & SUBSIDIES PAID	R -	R 258 718.47	R 258 718.47	R 205 912.53	25.64%
GENERAL EXPENSES - OTHER	R 27 063 596.00	R 2 609 716.78	R 14 814 216.90	R 14 214 329.88	4.22%
	R 177 653 138.00	R 13 254 757.63	R 82 260 474.62	R 83 239 670.52	-1.18%

Expenditure by type:

Total expenditures of 46.30% were recorded at the end of the sixth month. Based on budgeted projections.

Reasons for variance:

Employee Costs-Wages & Salaries

Employee related cost account for the largest spending category (year to date) ending December 2025. This category recorded at actual expenditure of 50.4m as of 31 December 2025. The impact of the summer season and fire's experienced over the last quarter still needs to be included in the Employee cost, with most of these only accounted as part of the January 2025 salary payments. During the financial year, various vacancies was not filled, and savings should be available to accommodate the additional spending. The administration as part of the review process with the mid-year review will assess the total employee cost for the financial year.

Bad debts

The municipality do not generally write-off debts during the financial year. All efforts are taken to ensure that monies due to the municipality is collected optimally. No bad debts has been tabled for write-off to date. Budgeted cashflow will be aligned towards year-end during mid-year adjustment budget.

Interest Expense – External

Interest expenses is the repayment on current obligations as per loan agreements. No challenges anticipated at this stage of the financial year. Interest portion gradually decreases towards year end.

Contracted Services

The bulk of the contracted services are allocated towards the service delivery departments (Municipal health services, Emergency services and the rural roads programme). These services are being utilised on a month-to-month basis and depend on timing and related activities. Spending relating to grants funds received from Provincial and National departments is also allocated towards this category. This is due to the nature of the projects being implemented. These projects is mostly implemented based on the business plans submitted and currently no risk is anticipated with implementation.

A large part of the under performance of this category is the following items.

Expenditure	Budget to date	Expenditure to date	Explanation
RRAMS project	R 737 912.50	R0	The project is in the implementation phase. The contractor is currently performing required activities as per business plan. No risk for spending is anticipated and funds should be spend by year-end.
Feasibility Holiday Homes	R 375 000.00	R0	This project relates to the feasibility study at the resorts funded by Provincial government. Tender is in the advertising stage of SCM.
Landfill maintenance	R 2 241 962.55	R1 832 762.80	Expenditure is tied to dumping volumes
Outsourced Fire services	R 250 000.00	R0	Spending will reflect in January. The department is managing the usage to keep spending to a minimum.

The administration will review the budgeting for contracted services as part of the Mid-year budget assessment process going forward.

Grants and subsidies paid

Grant and subsidies paid represent the financial obligations that the municipality paid relating to cash transfers to external parties (TASK arbitration award). The final payment for the TASK was processed. This obligation was accounted for as part of the liabilities and correction of the transaction processed needs to be done. This final payment will be allocated according during January 2026.

General expenditures – Other

General expenditures reflect all other expenditures not highlighted above. These will be monitored on-going. Some of the major operational cost categories below reflect various degree of spending depending on the nature of the cost as follows -

Municipal Services – 47% spending of a budget of R8.6m, this is based on normal operational usage and monthly billing from the respective municipalities.

Salga fees – no spending on budget of R933,000(once-off payment) payment will be made during April 2026.

Uniform and Protective clothing – 8.8% spending of budget of R308,000. Budget review will be processed as part of the mid-year budget assessment.

Spending on operational cost reflects at 54% of budgeted amounts. This is on par with the 6 monthly period of the financial year. The category spending will be reviewed with the adjustment budget process with mid-year review.

Roads Revenue and expenditure Budget performance

Revenue by Source		Budget		Month Actual		YTD Actual		YTD Budget	Variance
SALE OF GOODS AND SERVICES	R	131 694 196.00	R	18 198 702.76	R	79 850 736.57	R	71 847 664.04	11.14%
	R	131 694 196.00	R	18 198 702.76	R	79 851 074.79	R	71 847 858.21	11.14%

Expenditure by Type		Budget		Month Actual		YTD Actual		YTD Budget	Variance
EMPLOYEE COSTS-WAGES&SALARIES	R	71 468 000.00	R	5 531 475.50	R	37 271 364.33	R	34 544 452.72	7.89%
OTHER MATERIAL	R	40 216 196.00	R	2 942 741.21	R	24 108 201.98	R	20 658 972.96	16.70%
INTEREST EXPENSE - EXTERNAL	R	330 000.00	R	26 666.67	R	160 000.02	R	162 500.01	-1.54%
CONTRACTED SERVICES	R	5 230 000.00	R	301 478.27	R	1 367 761.38	R	1 562 868.00	-12.48%
GRANTS & SUBSIDIES PAID	R	895 000.00	R	47 300.00	R	539 220.00	R	592 690.00	-9.02%
GENERAL EXPENSES - OTHER	R	13 555 000.00	R	772 424.75	R	7 317 378.36	R	7 337 041.95	-0.27%
	R	131 694 196.00	R	9 622 086.40	R	70 763 926.07	R	64 858 525.65	9.11%

The municipality is currently experiencing no challenges with the management of the Roads agency function. All claims submitted was paid to date and the more improved communication mechanism implemented.

Revenue by source

Reasons for variances:

The Provincial roads budget is implemented from the period 1 April to 31 March annually. The municipal budget is implemented from 1 July to 30 June the following year.

Revenue recognition is done when funding is received. All outstanding invoices have been paid to date by the department.

Expenditure by type

Salaries and Wages

Employee related cost is higher and includes bonusses for the year. All claims submitted for employee cost has been received to date. No risk experienced currently.

Contracted Services

This category is used on an ad hoc basis.

Other Material

The main spending category for roads excluding the Employee cost is the other materials. This is where the bulk of roads relating purchases is accounted for. These materials vary from gravel, stone and all other materials needed to implement the IMMS roads projects as per Provincial roads maintenance plans. Fuel and related items are also included this section.

6) Section 66 - Expenditure on Staff benefits for period – 31 December 2025

PURPOSE

To take note of the Expenditure on Staff Benefits report for the period ended December 2025.

BACKGROUND

Section 66 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) requires the Accounting Officer to report to Council on expenditure incurred by the municipality on staff salaries, wages, allowances, and benefits.

66. The accounting officer of a municipality must, in a format and for periods as may

be prescribed, report to the council on all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure, namely—

(a) salaries and wages;

(b) contributions for pensions and medical aid;

(c) travel, motor car, accommodation, subsistence and other allowances;

(d) housing benefits and allowances;

(e) overtime payments;

(f) loans and advances; and

(g) any other type of benefit or allowance related to staff.

Comment:

Please be advised that the information included in the S66 is payroll information and may differ from the schedules included in the S71 tables.

Expenditure on staff benefits - categories	Budget 2025/2026	YTD Total	% Spent	01 July to 30 September 2025	01 October to 31 December 2025
Salaries & Wages Section 66(a)	106 248 811	52 847 311	49.7%	26 596 723	26 250 588
Contributions for Pension & Medical Scheme Section 66(b)	27 639 986	12 257 763	44.3%	6 178 973	6 078 790
Transport Allowance Section 66(c)	6 509 154	2 553 110	39.2%	1 289 101	1 264 009
Housing Benefits & Allowances Section 66(d)	390 438	167 889	43.0%	82 773	85 116
Overtime, Shifts & Standby Payments Section 66(e)	**7 509 213**	**4 091 896**	**54.5%**	**1 768 896**	**2 323 000**
**** Fire Services*	*6 409 213*	*3 490 439*	*54.5%*	*1 500 532*	*1 989 907*
**** LED.Tourism/Resorts*	*600 000*	*376 871*	*62.8%*	*184 881*	*191 990*
**** Roads Services*	*500 000*	*224 586*	*44.9%*	*83 483*	*141 103*
Loans & Advances Section 66(f)	-			-	-
Other related staff benefits or allowances Section 66(g)	**23 050 768**	**13 273 205**	**57.6%**	**2 521 567**	**10 751 638**
****Operational Allowance*	*1 185 760*	*797 715*	*67.3%*	*399 201*	*398 514*
****Annual bonus*	*9 616 866*	*8 352 356*	*86.9%*	*89 974*	*8 262 382*
****Bargaining Council*	*65 127*	*29 681*	*45.6%*	*14 909*	*14 772*
****Group Assurance*	*6 148 423*	*2 837 973*	*46.2%*	*1 431 229*	*1 406 744*
****SARS - Levies*	*3 106 168*	*849 648*	*27.4%*	*384 108*	*465 540*
****SARS - UIF*	*2 928 424*	*405 831*	*13.9%*	*202 145*	*203 686*
TOTALS	**171 348 370**	**85 191 175**	**49.7%**	**38 438 033**	**46 753 141**
Salary related provisions					
****Long service bonus*	*Provision*	*206 428*		*174 681*	*31 747*
****Paid out accumulated leave*	*Provision*	*633 622*		*286 768*	*346 854*

7) Monthly investment report

MONTHLY INVESTMENT REPORT

OVERBERG DISTRICT MUNICIPALITY

REPORTING MONTH: December 2025

INSTITUTION	Account Type	Account number	Actual date	Balance as at 01 Dec 25	Movements for the month: Call Investments made	Movements for the month: Call Investments withdrawn	Interest capitalised	Costs & Fees	Actual date	Balance as at 31 Dec 25	Interest earned	Rate
Investments												
Nedbank	Call Account	037881714042		5 369 958	27 500 000	- 2 500 000	88 773			30 458 731	88 773	6.65%
Nedbank	Call Account (KWK Rehab)	037881183454		7 552 881			42 317			7 595 198	42 317	6.65%
Nedbank	Call Account (CRRF)	037881185767		979 253			5 487			984 739	5 487	6.65%
Absa Bank	Investment Tracker (Main)	9358892970		27 705 365	4 500 000		211 591			32 416 957	211 591	7.20%
Absa Bank	Investment Tracker (Special)	9374585345		39 061 631			236 510			39 298 141	236 510	7.20%
		Total for Investments		80 669 088	32 000 000	- 2 500 000	584 678			110 753 766	584 678	
Currunt Accounts												
Nedbank	Primary Bank Account	1176524495		1 926 847		- 890 910	-			1 035 937		0.00%
Absa Bank	Cheque Account	1780000062		302 964	61 905					364 869		0.00%
		Total for Bank Accounts		2 229 811	61 905	- 890 910	-	-		1 400 806	-	
		TOTAL		82 898 899	32 061 905	- 3 390 910	584 678	-	-	112 154 572	584 678	

DATE	13/01/2026
CHIEF FINANCIAL OFFICER	

Surplus cash is invested daily, since the municipality's investment principle is to ensure that the current account's cash position is kept to a minimum and all access funds are invested on a call account daily. Daily monitoring of these accounts is implemented as a standard procedure.

8) **Monthly Loan report**

CASH FLOW REPORT IN TERMS OF PROVINCIAL CIRCULAR 10 & 50

Name of municipality Overberg District Municipality

SUMMARY OF EXTERNAL LOANS FOR MONTH

Lending Instittition	Balance 01/12/2025	Interest Capitalised December 2025	Repayments December 2025	Balance 31/12/2025	Percentage	Sinking Funds	Loan Draw Downs
Standard Bank	R 4 444 267.15	R 43 522.16	R 467 596.70	R 4 020 192.61	11.17%		R -
Total		43 522.16	467 596.70	4 020 192.61		-	-

9) Bank reconciliation

Overberg R S C ***L***
Cashbook Reconciliation for December 2025

CASHBOOK

Balance B/fwd - 1 December 2025			2229811.36
Revenue:	40101010031		55976486.84
Expenditure:	40101010032		56805492.62-
Other:			
CASHBOOK BALANCE - 31 December 2025			1400805.58

BANK STATEMENT

Balance as per bank statement as at 31 December 2025		31/12/2025	1400805.58
PLUS:			
	Receipts not cleared in bank Other	0	
LESS:			
	Uncleared ACB Outstanding cheques Bank transactions not on GL	0	0.00
Cash Book balance as at 31 December 2025			1400805.58 ✓
Difference			0.00 ✓

Verified by: S Zikmann

Signature: .... On (dd/mm/ccyy) 09/01/2026

10) Cash Position and Liquidity

The available cash as of 31 December 2025 is calculated as follows:

Item Description		Amounts
Balance as per CFA	R	120 041 401
Interest	R	-
Sub total	R	120 041 401
Unspent conditional grants and funds	-R	8 791 668
Consumer and Sundry deposits	-R	8 160
Sinking fund investments	R	-
External loans unspent	R	-
EFF Accumulated Depreciation	R	-
Provision for bonusses	R	-
Capital Replacement reserve	-R	15 243 709
VAT Refund (Roads Expenses prev years)	-R	39 298 141
Rehabilitation provision (KWK)	-R	7 595 198
Performance Bonus Provison	R	-
Set aside for retention	R	-
Capital Replacement Reserve Fund	-R	4 532 017
Set aside for Creditor payments	-R	4 000 000
Provision for leave Payment	-R	650 000
Capital Funding Required		
Loan Repayments	-R	2 456 006
Cash Surplus (Deficit)		R37 466 502

Positive cash balance for reporting month

July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June
✓	✓	✓	✓	✓	✓						

Based on the above cash position, the liquidity is determined below:

Description	AMOUNTS
LIQUIDITY REQUIREMENT	
Unspent Conditional Grants	R8 791 668
External Loans unspend	R0
1 (one) Month Operational Expenditure	R22 672 177
Provisions	R8 245 198
Capital Replacement Reserve	R19 775 726
Loan repayments	R2 456 006
Commitments for creditor payments	R4 008 160
Total Liquidity Requirement	**R65 948 935**
ACTUAL LIQUIDITY AVAILABLE	R59 328 410
Total Investments	R110 753 766
Capital Replacement Reserve Fund	-R4 532 017
VAT Refund (ABSA Deposit plus)	-R39 298 141
Rehabilitation provision (KWK)	-R7 595 198
Balance of Investments	**R59 328 410**
Cash book - Bank Balance	R1 400 806
Equitable share received in advance	-R22 092 250
Roads Invoice claim December	R9 622 086
Consumer Debtors (current – 60 days)	R4 953 466
Total Liquidity Available	**R53 212 518**

Positive cash flow, over **R37.46million** was calculated and total liquidity available of **R53.21 million** liquidity as evident as on 31 December 2025.

The actual revenue accounted for should also be measured against the actual expenditure monthly, going forward.

For December 2025, the calculation is as follows:

	Original	**Adjusted**	**Adjustment**
Actual Revenue	R182 422 981	R169 952 817	-R12 470 164
Actual Expenditure	-R153 024 401	-R 153 024 401	
Surplus (Shortfall)	**R 29 398 490**	**R 16 928 416**	

The revenue adjustment is calculated as follows:

Equitable share received for December 2025	-R22 092 250
Roads Revenue invoice for December 2025	R 9 622 086
Nett total revenue received in advance	**-R12 470 164**

11) Grant allocation and spending

Grants Allocations and spending YTD

Grant	Prior year Grants liability	Rolled-Over 24/25 Approved	Grants Repaid	Allocation 25/26	Actual Receipt	Roll overs approved + actual receipt	Spend to date	% Spent on Total Funds	Unspent Grants to date	Committed	*Total Commited and Spent*
FMG	R -	R -	R -	R 1 000 000.00	R 1 000 000.00	R 1 000 000.00	R 428 286.89	42.83%	R 571 713.11	R -	*R 428 286.89*
EPWP	R -	R -	R -	R 1 500 000.00	R 1 050 000.00	R 1 050 000.00	R 535 845.55	51.03%	R 514 154.45	R -	*R 535 845.55*
CDW	R -	R -	R -	R 57 000.00	R 57 000.00	R 57 000.00	R 9 180.00	16.11%	R 47 820.00	R 5 495.66	*R 14 675.66*
RRAMS	R 2 081 563.00	R -	-R 2 081 563.00	R 2 951 650.00	R 2 175 000.00	R 2 175 000.00	R -	0.00%	R 2 175 000.00	R -	*R -*
WOSA	R 73 260.00	R -	-R 73 260.00	R 1 000 000.00	R 1 000 000.00	R 1 000 000.00	R 558 689.63	55.87%	R 441 310.37	R -	*R 558 689.63*
CAPACITY PROJECT	R -	R -	R -	R 500 000.00	R 500 000.00	R 500 000.00	R -	0.00%	R 500 000.00	R 344 625.37	*R 344 625.37*
WC FMCG (WEB AUTO)	R 563 103.00	R -	-R 563 103.00	R -	R -	R -	R -	0.00%	R -	R -	*R -*
WC FMCG (MUN HEALTH REV)	R 527 165.00	R 527 165.00	R -	R 1 420 000.00	R 1 420 000.00	R 1 947 165.00	R 419 295.00	21.53%	R 1 527 870.00	R -	*R 419 295.00*
WC FMCG (CREMATORIUM)	R -	R -	R -	R 300 000.00	R 300 000.00	R 300 000.00	R 181 006.69	60.34%	R 118 993.31	R -	*R 181 006.69*
WC FMCG (HOLIDAY HOMES)	R 750 000.00	R 750 000.00	R -	R 750 000.00	R 750 000.00	R 1 500 000.00	R -	0.00%	R 1 500 000.00	R -	*R -*
WC FMCG(STAR RATING)	R -	R -	R -	R 1 305 000.00	R 1 305 000.00	R 1 305 000.00	R 6 933.72	0.53%	R 1 298 066.28	R 7 815.01	*R 14 748.73*
WC FMCG (COLLABORATOR)	R 300 000.00	R -	-R 300 000.00	R -	R -	R -	R -	0.00%	R -	R -	*R -*
WC FMCG (BURSARIES)	R 126 396.00	R -	-R 126 396.00	R -	R -	R -	R -	0.00%	R -	R -	*R -*
Municipal Service Delivery and Capcity Building Grant (INTERNSHIP DISASTER)	R 153 899.00	R 153 899.00	R -	R -	R -	R 153 899.00	R83 485.84	54.25%	R 70 413.16	R -	*R 83 485.84*
Municipal Service Delivery and Capcity Building Grant (MSR)	R 370 277.00	R 370 277.00	R -	R -	R -	R 370 277.00	R 255 383.70	68.97%	R 114 893.30	R -	*R 255 383.70*
FIRE SERVICE CAPACITY GRANT	R 92 441.00	R -	R -	R -		R -	R0.00	#DIV/0!	R 92 441.00	R -	*R -*
WCPT Water resilience grant	R 447 983.00	R 447 983.00	R -	R -	R -	R 447 983.00	R 447 983.00	100.00%	R -	R -	*R 447 983.00*
Total Conditional Grants	**R5 486 087.00**	**R 2 249 324.00**	**-R 3 144 322.00**	**R 10 783 650.00**	**R 9 557 000.00**	**R 11 806 324.00**	**R 3 107 096.71**	**29.35%**	**R 8 791 668.29**	**R 357 936.04**	**R 3 465 032.75**

***Fire Service Capacity Grant awaiting feedback from Provincial Treasury R92 441.00 (not repaid)

Unspent grants reported of R8.79m for the period ending 31 December 2025. The grants are cash-backed in terms of the National treasury requirements. Some of the grant funding allocated to the municipality is multi-year projects and do not pose any risk with repayments.

12) <u>Debtors Analysis</u>

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2025/26											
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	14	5	3	4	3	6	37	97	168	146		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	78	6	0	–	1	1	3	2	91	7		
Receivables from Non-exchange Transactions - Property Rates	1400	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–		
Interest on Arrear Debtor Accounts	1810	–	1	1	2	0	1	50	86	141	139		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		
Other	1900	4 142	117	45	101	30	25	1 360	999	6 819	2 515		
Total By Income Source	**2000**	**4 234**	**129**	**49**	**107**	**35**	**32**	**1 450**	**1 183**	**7 219**	**2 807**	**–**	**–**
2024/25 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 843	–	–	–	–	–	–	94	2 938	94		
Commercial	2300	122	19	2	69	–	1	1 197	321	1 731	1 587		
Households	2400	1 268	109	47	38	35	32	253	768	2 551	1 126		
Other	2500	–	–	–	–	–	–	–	–	–	–		
Total By Customer Group	**2600**	**4 234**	**129**	**49**	**107**	**35**	**32**	**1 450**	**1 183**	**7 219**	**2 807**	**–**	**–**

Debtors

The largest portion on the current 0-30 days consist primarily for the landfill site billing towards the local municipality, being raised and to be paid (R2.843 million - Organs of state). These invoices are payable on or by 31 January 2026.

A Fire account to the amount of R1.090 million and interest is still outstanding for a fire being billed to a landowner over 180 days. There is communication between the newly appointed legal representative of the landowner and ODM currently. The account has been handed over to ODM's debt collection agency

The collection rate for the month at the resorts amounts to **94.36%** for semi-permanent.

Arrears longer than 120 days is handed over to the collection agencies after numerous reminder letters and notices. Some instances where arears exists like organs of state, there is processes in dealing with the accounts between the municipality and the departments as well as interest portions which on request needs to be submitted to Council for approval. Debt write-off is generally performed at year end, however, will continuously attempt in recouping any outstanding debt if possible.

Billing is distributed via email and normal mail, the department is also phoning the debtors, to remind them on their arrear accounts.

Interest on arrears also assist in motivating debtors to pay timeously as well as not to incur hand-over costs to collection agencies.

13) <u>Creditors Analysis</u>

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description R thousands	NT Code	Budget Year 2025/26								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	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	
Bulk Water	0200	–	–	–	–	–	–	–	–	–	
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	
VAT (output less input)	0400	75	–	–	–	–	–	–	–	75	
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	
Loan repayments	0600	–	–	–	–	–	–	–	–	–	
Trade Creditors	0700	295	84	59	2	3 816	–	–	–	4 257	
Auditor General	0800	–	–	–	–	–	–	–	–	–	
Other	0900	–	–	–	–	–	–	–	1	1	
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	
Total By Customer Type	1000	370	84	59	2	3 816	–	–	1	4 333	–

The Municipality is fully compliant with respect to creditors payments.

Creditors outstanding are only applicable where service / goods are not delivered in full, hence part payments on goods received are made.

The bulk of the creditors is within the 30 days outstanding period as per legislation. The amount included in 121-150 is forms part of **payment for bitumen** invoices where a bulk order is made out and the invoices are paid when received however the system includes the amount remaining in the liabilities.

PART 2 - IN YEAR BUDGET STATEMENT TABLES

0 - Table C1 Monthly Budget Statement Summary - M06 December

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	–	–	–	–	–	–		–
Service charges	–	18 771	19 521	1 640	9 741	9 699	42	0%	19 521
Investment revenue	–	9 202	9 202	1 204	3 814	3 774	40	1%	9 202
Transfers and subsidies - Operational	–	98 798	100 599	27 645	66 096	66 682	(586)	(0)	100 599
Other own revenue	–	180 041	180 070	21 342	102 323	93 485	8 838	9%	180 070
Total Revenue (excluding capital transfers and contributions)	–	306 812	309 392	51 831	181 975	173 640	8 335	5%	309 392
Employee costs	–	173 064	173 018	13 286	87 731	82 963	4 768	6%	173 018
Remuneration of Councillors	–	7 136	7 136	574	3 439	3 505	(66)	-2%	7 136
Depreciation and amortisation	–	3 697	3 697	318	1 859	1 848	10	1%	3 697
Interest	–	1 427	1 427	56	554	524	31	6%	1 427
Inventory consumed and bulk purchases	–	44 121	44 574	3 391	26 120	22 583	3 537	16%	44 574
Transfers and subsidies	–	1 000	895	306	798	799	(1)	-0%	895
Other expenditure	–	76 322	78 601	4 945	32 523	35 876	(3 353)	-9%	78 601
Total Expenditure	–	306 767	309 347	22 877	153 024	148 098	4 926	3%	309 347
Surplus/(Deficit)	–	45	45	28 954	28 951	25 542	3 409	13%	45
Transfers and subsidies - capital (monetary	–	500	948	448	448	237	211	89%	948
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	–	545	993	29 402	29 398	25 779	3 620	14%	993
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	–	545	993	29 402	29 398	25 779	3 620	14%	993
Capital expenditure & funds sources									
Capital expenditure	–	14 878	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Capital transfers recognised	–	500	948	–	448	548	(100)	-18%	948
Borrowing	–	9 200	33 500	–	1 145	2 985	(1 840)	-62%	33 500
Internally generated funds	–	5 178	5 756	7	603	890	(288)	-32%	5 756
Total sources of capital funds	–	14 878	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Financial position									
Total current assets	–	78 259	75 431		135 392				75 431
Total non current assets	–	138 329	163 656		125 323				163 656
Total current liabilities	–	31 921	29 672		70 835				29 672
Total non current liabilities	–	63 289	87 589		60 589				87 589
Community wealth/Equity	–	121 378	121 826		129 291				121 826
Cash flows									
Net cash from (used) operating	–	2 140	338	30 350	38 109	16 076	(22 033)	-137%	338
Net cash from (used) investing	–	(12 218)	(13 244)	(7)	(2 195)	(5 525)	(3 330)	60%	(13 244)
Net cash from (used) financing	–	2 099	2 099	(468)	(2 585)	5 898	8 483	144%	2 099
Cash/cash equivalents at the month/year end	–	64 346	61 517	120 041	120 041	83 918	(36 123)	-43%	75 906
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	4 234	129	49	107	35	32	1 450	1 183	7 219
Creditors Age Analysis									
Total Creditors	370	84	59	2	3 816	–	–	1	4 333

0 - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		–	**114 240**	**116 494**	**30 345**	**76 994**	**72 477**	4 517	6%	**116 494**
Executive and council		–	34 521	34 521	1 149	6 896	15 891	(8 994)	-57%	34 521
Finance and administration		–	79 720	81 973	29 196	70 098	56 586	13 512	24%	81 973
Community and public safety		–	**42 619**	**43 394**	**2 181**	**16 263**	**20 249**	(3 986)	-20%	**43 394**
Sport and recreation		–	23 795	24 570	2 095	12 770	12 727	43	0%	24 570
Public safety		–	14 223	14 223	30	2 893	5 302	(2 409)	-45%	14 223
Health		–	4 600	4 600	56	600	2 219	(1 620)	-73%	4 600
Economic and environmental services		–	**131 832**	**131 832**	**18 199**	**79 851**	**71 882**	7 969	11%	**131 832**
Road transport		–	131 694	131 694	18 199	79 851	71 848	8 003	11%	131 694
Environmental protection		–	138	138	–	–	34	(34)	-100%	138
Trading services		–	**18 621**	**18 621**	**1 554**	**9 315**	**9 269**	**46**	0%	**18 621**
Waste management		–	18 621	18 621	1 554	9 315	9 269	46	0%	18 621
Total Revenue - Functional	2	–	**307 312**	**310 340**	**52 279**	**182 423**	**173 877**	**8 546**	**5%**	**310 340**
Expenditure - Functional										
Governance and administration		–	**68 556**	**69 712**	**5 686**	**35 224**	**34 669**	555	2%	**69 712**
Executive and council		–	11 682	11 782	861	5 251	5 592	(341)	-6%	11 782
Finance and administration		–	54 512	55 567	4 718	29 281	28 156	1 125	4%	55 567
Internal audit		–	2 363	2 363	107	693	921	(228)	-25%	2 363
Community and public safety		–	**92 299**	**93 474**	**7 096**	**41 743**	**42 441**	(698)	-2%	**93 474**
Sport and recreation		–	22 250	22 980	1 641	9 398	10 099	(701)	-7%	22 980
Public safety		–	46 060	46 424	3 784	22 414	21 876	538	2%	46 424
Health		–	23 989	24 070	1 672	9 931	10 466	(535)	-5%	24 070
Economic and environmental services		–	**137 524**	**137 774**	**10 061**	**73 614**	**67 658**	5 957	9%	**137 774**
Planning and development		–	1 898	1 898	144	953	902	52	6%	1 898
Road transport		–	131 694	131 694	9 622	70 764	64 859	5 905	9%	131 694
Environmental protection		–	3 932	4 182	295	1 897	1 897	(0)	0%	4 182
Trading services		–	**8 387**	**8 387**	**34**	**2 443**	**3 331**	**(888)**	-27%	**8 387**
Waste management		–	8 387	8 387	34	2 443	3 331	(888)	-27%	8 387
Total Expenditure - Functional	3	–	**306 767**	**309 347**	**22 877**	**153 024**	**148 098**	**4 926**	**3%**	**309 347**
Surplus/ (Deficit) for the year		–	**545**	**993**	**29 402**	**29 398**	**25 779**	**3 620**	**0.140421**	**993**

0 - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Municipal Manager		–	34 521	34 521	1 149	6 896	15 891	(8 994)	-56.6%	34 521
Vote 3 - Corporate Services		–	47	47	4	22	23	(1)	-2.4%	47
Vote 4 - Finance		–	79 673	81 926	29 192	70 076	56 563	13 512	23.9%	81 926
Vote 5 - Community Services		–	193 072	193 847	21 934	105 429	101 400	4 029	4.0%	193 847
Total Revenue by Vote	2	–	**307 312**	**310 340**	**52 279**	**182 423**	**173 877**	**8 546**	**4.9%**	**310 340**
Expenditure by Vote	1									
Vote 1 - Municipal Manager		–	17 772	17 872	1 254	7 802	8 285	(482)	-5.8%	17 872
Vote 3 - Corporate Services		–	20 418	21 188	1 232	10 819	10 984	(166)	-1.5%	21 188
Vote 4 - Finance		–	30 709	30 994	3 244	16 943	15 616	1 327	8.5%	30 994
Vote 5 - Community Services		–	237 868	239 293	17 147	117 460	113 213	4 247	3.8%	239 293
Total Expenditure by Vote	2	–	**306 767**	**309 347**	**22 877**	**153 024**	**148 098**	**4 926**	**3.3%**	**309 347**
Surplus/ (Deficit) for the year	2	–	**545**	**993**	**29 402**	**29 398**	**25 779**	**3 620**	**14.0%**	**993**

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity			–	–	–	–	–	–		–
Service charges - Water			–	–	–	–	–	–		–
Service charges - Waste Water Management			150	900	86	426	430	(4)	-1%	900
Service charges - Waste management			18 621	18 621	1 554	9 315	9 269	46	0%	18 621
Sale of Goods and Rendering of Services			144 147	144 172	18 701	86 207	77 065	9 142	12%	144 172
Agency services			13 951	13 951	1 149	6 896	6 936	(40)	-1%	13 951
Interest			–	–	–	–	–	–		–
Interest earned from Receivables			318	322	4	36	101	(65)	-65%	322
Interest from Current and Non Current Assets			9 202	9 202	1 204	3 814	3 774	40	1%	9 202
Dividends			–	–	–	–	–	–		–
Rent on Land			–	–	–	–	–	–		–
Rental from Fixed Assets			16 165	16 165	1 343	8 164	8 150	14	0%	16 165
Licence and permits			1 445	1 445	39	519	644	(125)	-19%	1 445
Special rating levies			–	–	–	–	–	–		–
Operational Revenue			1 356	1 356	106	501	589	(88)	-15%	1 356
Non-Exchange Revenue			–	–	–	–	–	–		–
Property rates			–	–	–	–	–	–		–
Surcharges and Taxes			–	–	–	–	–	–		–
Fines, penalties and forfeits			–	–	–	–	–	–		–
Licence and permits			–	–	–	–	–	–		–
Transfers and subsidies - Operational			98 798	100 599	27 645	66 096	66 682	(586)	-1%	100 599
Interest			–	–	–	–	–	–		–
Fuel Levy			–	–	–	–	–	–		–
Operational Revenue			–	–	–	–	–	–		–
Gains on disposal of Assets			2 660	2 660	–	–	–	–		2 660
Other Gains			–	–	–	–	–	–		–
Discontinued Operations			–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		–	**306 812**	**309 392**	**51 831**	**181 975**	**173 640**	**8 335**	**5%**	**309 392**
Expenditure By Type										
Employee related costs			173 064	173 018	13 286	87 731	82 963	4 768	6%	173 018
Remuneration of councillors			7 136	7 136	574	3 439	3 505	(66)	-2%	7 136
Bulk purchases - electricity			–	–	–	–	–	–		–
Inventory consumed			44 121	44 574	3 391	26 120	22 583	3 537	16%	44 574
Debt impairment			100	100	–	–	25	(25)	-100%	100
Depreciation and amortisation			3 697	3 697	318	1 859	1 848	10	1%	3 697
Interest			1 427	1 427	56	554	524	31	6%	1 427
Contracted services			35 245	37 882	1 563	10 392	14 300	(3 908)	-27%	37 882
Transfers and subsidies			1 000	895	306	798	799	(1)	0%	895
Irrecoverable debts written off			–	–	–	–	–	–		–
Operational costs			40 976	40 619	3 382	22 132	21 551	580	3%	40 619
Losses on Disposal of Assets			–	–	–	–	–	–		–
Other Losses			–	–	–	–	–	–		–
Total Expenditure		–	**306 767**	**309 347**	**22 877**	**153 024**	**148 098**	**4 926**	**3%**	**309 347**
Surplus/(Deficit)		–	**45**	**45**	**28 954**	**28 951**	**25 542**	**3 409**	**0**	**45**
Transfers and subsidies - capital (monetary allocations)			500	948	448	448	237	211	89%	948
Transfers and subsidies - capital (in-kind)			–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		–	**545**	**993**	**29 402**	**29 398**	**25 779**	**3 620**	**0**	**993**
Income Tax			–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		–	**545**	**993**	**29 402**	**29 398**	**25 779**	**3 620**	**0**	**993**
Share of Surplus/Deficit attributable to Joint Venture			–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities			–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		–	**545**	**993**	**29 402**	**29 398**	**25 779**	3 620	0	**993**
Share of Surplus/Deficit attributable to Associate			–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions			–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		–	**545**	**993**	**29 402**	**29 398**	**25 779**	3 620	0	**993**

0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 3 - Corporate Services		–	–	–	–	–	–	–		–
Vote 4 - Finance		–	–	–	–	–	–	–		–
Vote 5 - Community Services		–	9 200	33 650	–	1 145	2 985	(1 840)	-62%	33 650
Total Capital Multi-year expenditure	4,7	–	9 200	33 650	–	1 145	2 985	(1 840)	-62%	33 650
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		–	23	23	–	2	22	(20)	-92%	23
Vote 3 - Corporate Services		–	2 675	1 555	–	157	235	(78)	-33%	1 555
Vote 4 - Finance		–	42	42	–	–	42	(42)	-100%	42
Vote 5 - Community Services		–	2 938	4 935	7	892	1 140	(248)	-22%	4 935
Total Capital single-year expenditure	4	–	5 678	6 554	7	1 051	1 438	(388)	-27%	6 554
Total Capital Expenditure		–	14 878	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Capital Expenditure - Functional Classification										
Governance and administration		–	2 720	1 600	–	159	278	(120)	-43%	1 600
Executive and council			–	–	–	–	–	–		–
Finance and administration			2 720	1 600	–	159	278	(120)	-43%	1 600
Internal audit			–	–	–	–	–	–		–
Community and public safety		–	2 700	4 847	7	867	1 119	(253)	-23%	4 847
Community and social services			–	–	–	–	–	–		–
Sport and recreation			250	623	7	37	51	(14)	-27%	623
Public safety			1 700	2 354	–	766	918	(153)	-17%	2 354
Housing			–	–	–	–	–	–		–
Health			750	1 870	–	64	150	(86)	-58%	1 870
Economic and environmental services		–	258	258	–	25	41	(16)	-38%	258
Planning and development			20	20	–	–	20	(20)	-100%	20
Road transport			–	–	–	–	–	–		–
Environmental protection			238	238	–	25	21	4	21%	238
Trading services		–	9 200	33 500	–	1 145	2 985	(1 840)	-62%	33 500
Energy sources			–	–	–	–	–	–		–
Water management			–	–	–	–	–	–		–
Waste water management			–	–	–	–	–	–		–
Waste management			9 200	33 500	–	1 145	2 985	(1 840)	-62%	33 500
Other			–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	–	14 878	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Funded by:										
National Government			–	–	–	–	–	–		–
Provincial Government			500	948	–	448	548	(100)	-18%	948
District Municipality			–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)			–	–	–	–	–	–		–
Transfers recognised - capital		–	500	948	–	448	548	(100)	-18%	948
Borrowing	6		9 200	33 500	–	1 145	2 985	(1 840)	-62%	33 500
Internally generated funds			5 178	5 756	7	603	890	(288)	-32%	5 756
Total Capital Funding		–	14 878	40 204	7	2 195	4 423	(2 228)	-50%	40 204

0 - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description R thousands	Ref 1	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents			64 346	61 517	120 041	61 517
Trade and other receivables from exchange transactions			9 303	9 303	7 286	9 303
Receivables from non-exchange transactions			560	560	4 567	560
Current portion of non-current receivables			2 283	2 283	2 073	2 283
Inventory			1 767	1 767	1 425	1 767
VAT			–	–	–	–
Other current assets			–	–	–	–
Total current assets		–	78 259	75 431	135 392	75 431
Non current assets						
Investments			–	–	–	–
Investment property			12 782	12 782	12 797	12 782
Property, plant and equipment			101 897	127 223	91 679	127 223
Biological assets			–	–	–	–
Living and non-living resources			–	–	–	–
Heritage assets			–	–	–	–
Intangible assets			600	600	60	600
Trade and other receivables from exchange transactions			–	–	–	–
Non-current receivables from non-exchange transactions			23 051	23 051	20 787	23 051
Other non-current assets			–	–	–	–
Total non current assets		–	138 329	163 656	125 323	163 656
TOTAL ASSETS		–	216 588	239 087	260 715	239 087
LIABILITIES						
Current liabilities						
Bank overdraft			–	–	–	–
Financial liabilities			2 297	2 297	2 456	2 297
Consumer deposits			8	8	8	8
Trade and other payables from exchange transactions			6 940	6 940	32 175	6 940
Trade and other payables from non-exchange transactions			2 527	278	17 741	278
Provision			19 765	19 765	13 316	19 765
VAT			384	384	5 138	384
Other current liabilities			–	–	–	–
Total current liabilities		–	31 921	29 672	70 835	29 672
Non current liabilities						
Financial liabilities			7 820	32 120	1 377	32 120
Provision			55 469	55 469	59 212	55 469
Long term portion of trade payables			–	–	–	–
Other non-current liabilities			–	–	–	–
Total non current liabilities		–	63 289	87 589	60 589	87 589
TOTAL LIABILITIES		–	95 210	117 261	131 424	117 261
NET ASSETS	2	–	121 378	121 826	129 291	121 826
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)			100 378	100 826	108 291	100 826
Reserves and funds			21 000	21 000	21 000	21 000
Other			–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	–	121 378	121 826	129 291	121 826

0 - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates			–	–	–	–	–	–		–
Service charges			18 771	19 546	1 640	9 741	9 533	208	2%	19 546
Other revenue			177 063	177 063	22 974	105 085	85 765	19 321	23%	177 063
Transfers and Subsidies - Operational			98 798	98 798	27 371	73 349	73 349	–		98 798
Transfers and Subsidies - Capital			500	500	–	500	500	–		500
Interest			9 520	9 524	1 206	3 842	3 194	648	20%	9 524
Dividends			–	–	–	–	–	–		–
Payments										
Suppliers and employees			(299 252)	(301 938)	(22 535)	(153 117)	(153 631)	(514)	0%	(301 938)
Interest			(460)	(460)	–	(220)	(153)	67	-43%	(460)
Transfers and Subsidies			(2 800)	(2 695)	(306)	(1 072)	(2 481)	(1 408)	57%	(2 695)
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	**2 140**	**338**	**30 350**	**38 109**	**16 076**	**(22 033)**	**-137%**	**338**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE			2 660	2 660	–	–	–	–		2 660
Decrease (increase) in non-current receivables			–	–	–	–	–	–		–
Decrease (increase) in non-current investments			–	–	–	–	–	–		–
Payments										
Capital assets			(14 878)	(15 904)	(7)	(2 195)	(5 525)	(3 330)	60%	(15 904)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	**(12 218)**	**(13 244)**	**(7)**	**(2 195)**	**(5 525)**	**(3 330)**	**60%**	**(13 244)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			–	–	–	–	–	–		–
Borrowing long term/refinancing			9 200	9 200	–	–	9 200	(9 200)	-100%	9 200
Increase (decrease) in consumer deposits			–	–	–	–	–	–		–
Payments										
Repayment of borrowing			(7 101)	(7 101)	(468)	(2 585)	(3 302)	(717)	22%	(7 101)
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	**2 099**	**2 099**	**(468)**	**(2 585)**	**5 898**	**8 483**	**144%**	**2 099**
NET INCREASE/ (DECREASE) IN CASH HELD		–	**(7 979)**	**(10 807)**	**29 875**	**33 328**	**16 449**			**(10 807)**
Cash/cash equivalents at beginning:			72 325	72 325	90 166	86 713	72 325			86 713
Cash/cash equivalents at month/year end:		–	64 346	61 517	120 041	120 041	83 918			75 906

PART 3 – SUPPORTING DOCUMENTATION

0 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		–	93 966	93 966	27 371	68 412	68 412	–		93 966
Local Government Equitable Share			88 359	88 359	27 371	64 187	64 187	–		88 359
Finance Management			1 000	1 000	–	1 000	1 000	–		1 000
EPWP Incentive			1 500	1 500	–	1 050	1 050	–		1 500
Rural Roads Asset Management Grant			3 107	3 107	–	2 175	2 175	–		3 107
	3							–		
								–		
								–		
								–		
								–		
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	4 832	4 832	–	4 832	4 832	–		4 832
CDW Operational Support Grant			57	57	–	57	57	–		57
Human Capacity Building Grant			1 000	1 000	–	1 000	1 000	–		1 000
Fire Safety Plan			3 775	3 775	–	3 775	3 775	–		3 775
Municipal Service Delivery and Capacity Building Grant	4		–	–	–			–		
								–		
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	105	105	–		–
SETA			–	–	–	105	105	–		
								–		
								–		
								–		
								–		
								–		
								–		
Total Operating Transfers and Grants	5	–	98 798	98 798	27 371	73 349	73 349	–		98 798
Capital Transfers and Grants										
National Government:		–	–	–	–	–	–	–		–
								–		
								–		
								–		
								–		
								–		
								–		
								–		
								–		
								–		
Other capital transfers *[insert description]*								–		
Provincial Government:		–	500	500	–	500	500	–		500
Fire Service Capacity Building Grant			500	500	–	500	500	–		500
MUNICIPAL WATER RESILIANCE GRANT								–		–
								–		
								–		
								–		
								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
								–		
								–		
								–		
								–		
Total Capital Transfers and Grants	5	–	500	500	–	500	500	–		500
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	–	99 298	99 298	27 371	73 849	73 849	–		99 298

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			4 993	4 993	401	2 399	2 449	(50)	-2%	4 993
Pension and UIF Contributions			97	97	8	47	48	(1)	-2%	97
Medical Aid Contributions			–	–	–	–	–	–		–
Motor Vehicle Allowance			1 576	1 576	126	758	773	(15)	-2%	1 576
Cellphone Allowance			470	470	39	235	235	–		470
Housing Allowances			–	–	–	–	–	–		–
Other benefits and allowances			–	–	–	–	–	–		–
Sub Total - Councillors		–	7 136	7 136	574	3 439	3 505	(66)	-2%	7 136
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Senior Managers of the Municipality	3									
Basic Salaries and Wages			4 701	4 701	306	1 835	2 093	(258)	-12%	4 701
Pension and UIF Contributions			675	675	39	236	287	(51)	-18%	675
Medical Aid Contributions			–	–	–	–	–	–		–
Overtime			–	–	–	–	–	–		–
Performance Bonus			–	–	–	–	–	–		–
Motor Vehicle Allowance			246	246	20	119	121	(2)	-2%	246
Cellphone Allowance			78	78	7	39	39	–		78
Housing Allowances			3	3	0	2	2	0	2%	3
Other benefits and allowances			–	–	4	23	11	11	100%	–
Payments in lieu of leave			–	–	–	–	–	–		–
Long service awards			–	–	–	–	–	–		–
Post-retirement benefit obligations	2		–	–	–	–	–	–		–
Entertainment			–	–	–	–	–	–		–
Scarcity			–	–	–	–	–	–		–
Acting and post related allowance			79	79	–	–	20	(20)	-100%	79
In kind benefits			–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		–	5 783	5 783	376	2 253	2 572	(319)	-12%	5 783
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages			111 164	111 318	8 289	58 902	53 333	5 569	10%	111 318
Pension and UIF Contributions			20 173	20 173	1 539	9 403	9 770	(367)	-4%	20 173
Medical Aid Contributions			7 703	7 703	512	3 110	3 490	(380)	-11%	7 703
Overtime			1 950	1 750	556	1 660	996	664	67%	1 750
Performance Bonus			–	–	–	–	–	–		–
Motor Vehicle Allowance			6 263	6 263	393	2 434	2 792	(358)	-13%	6 263
Cellphone Allowance			482	482	35	215	229	(14)	-6%	482
Housing Allowances			387	387	28	166	179	(13)	-7%	387
Other benefits and allowances			11 823	11 823	877	5 311	5 629	(318)	-6%	11 823
Payments in lieu of leave			220	220	80	612	344	268	78%	220
Long service awards			601	601	54	326	313	13	4%	601
Post-retirement benefit obligations	2		5 967	5 967	498	2 988	2 986	2	0%	5 967
Entertainment			–	–	–	–	–	–		–
Scarcity			–	–	–	–	–	–		–
Acting and post related allowance			547	547	48	350	329	20	6%	547
In kind benefits			–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		–	167 281	167 235	12 910	85 478	80 391	5 087	6%	167 235
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Total Parent Municipality		–	180 200	180 154	13 860	91 170	86 468	4 702	5%	180 154
Unpaid salary, allowances & benefits in arrears:			#DIV/0!	#DIV/0!						#DIV/0!
TOTAL SALARY, ALLOWANCES & BENEFITS		–	180 200	180 154	13 860	91 170	86 468	4 702	5%	180 154
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
TOTAL MANAGERS AND STAFF		–	173 064	173 018	13 286	87 731	82 963	4 768	6%	173 018

0 - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month R thousands	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July		42	–	–	–	42	42	100.0%	0%
August		42	–	–	–	83	83	100.0%	0%
September		1 248	7	7	7	91	83	91.9%	0%
November		1 312	1 950	1 950	1 957	2 040	83	4.1%	13%
December		1 490	1 236	231	2 188	3 276	1 088	33.2%	15%
January		1 476	1 230	7	2 195	4 506	2 311	51.3%	15%
February		1 576	1 259			5 765	–		
March		1 937	1 869			7 634	–		
April		2 387	2 395			10 029	–		
May		1 447	1 295			11 324	–		
June		962	970			12 294	–		
		962	27 993			40 288	–		
Total Capital expenditure	–	14 878	40 204	2 195	6 348	40 204			