



FINANCIAL YEAR 2025/26

SECTION 52

**QUARTERLY REPORT BY EXECUTIVE
MAYOR**

for the period ending

31 December 2025

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1) Legislative Framework

Section 71 of the MFMA and Section 28 of Government Notice 32141 dated 17 April 2009, regarding the "Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations" necessitate that specific financial particular be reported on and in the format prescribed, hence this report to meet legislative compliance.

"Section 52(d) of the MFMA states that, the executive mayor of a municipality must within 30 days of the end of each quarter submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

However, section 71 of the MFMA states that, the accounting officer of a municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality's approved budget".

"Section 28 of the Government Notice 32141, the monthly budget statement of a municipality must be in the format specified in Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act".

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.


Report to the Executive Mayor

In accordance with Section 52(d) of the Municipal Finance Management Act, I submit the required statement on implementation of the budget and the financial state of affairs of the municipality as at **31 December 2025**.

Service Delivery and Budget Implementation Plan (non-financial performance) for the **second** quarter, **October 2025 – December 2025** is also included.

Recommendations

- The content of this report and supporting documentation for the **second quarter** ended **December 2025** is noted.
- It be noted that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and in accordance with the budget.
- It be noted that any material variances will receive remedial and corrective actions.



Ald A Franken
Executive Mayor

Date: 26/01/2026.

2) Municipal Manager's Quality Certificate

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

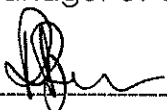
(mark as appropriate)

- ☐ 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 quarter ending **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 -----

Date 26/01/2026-----

PART 1

3) EXECUTIVE SUMMARY

The Executive Mayor is required by **Section 52(d)** of the Municipal Finance Management Act (MFMA) to submit a report on implementation of the budget and the financial state of affairs of the Municipality, to the Council within 30 days after the end of each quarter.

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 DISTRICT MUNICIPALITY - MULTI YEAR CAPITAL BUDGET FOR 2025/26 - 2027/28						
	UKEY Description1	UKEY Description2	FUNDING TYPE	DESCRIPTION	BUDGET 2025/26	ACTUAL YTD SPENDING
				DIRECTORATE: MUNICIPAL MANAGER OFFICE		
				COMMITTEE, RECORDS, COUNCIL SUPPRT		
1	50101001901	20240707990087	CRR	DC3_ Furniture and Office Equipment	R35 000	R0
				TOTAL	R35 000	R0
				PERFORMANCE AND RISK MANAGEMENT		
21	50101002181	20250704001467	CRR	DC3_ Computer Equipment	R2 500	R1 627
				TOTAL	R2 500	R1 627
				IDP AND COMMUNICATION		
15	50101002151	20250704001458	CRR	DC3_ Sound Equipment	R20 000	R0
				TOTAL	R20 000	R16 431
				DIRECTORATE: CORPORATE SERVICES		
				CORPORATE SERVICES : SUPPORT SERV		
1	50102000081	20240300963417	CRR	DC3_ Septic tank	R160 000	R152 200
2	50102000091	20251000970713	CRR	DC3_ Fencing - Head Office	R105 000	R0
				TOTAL	R265 000	R152 200
				ICT SERVICES		
12	50101001891	20240707990084	CRR	DC3_ Fingerprint system	R500 000	R0
13	50101002111	20250704001446	CRR	DC3_ Council Chamber Hybrid System	R600 000	R0
14	50101002001	20240707990117	CRR	DC3_ Computer Equipment	R155 000	R4 881
				TOTAL	R1 255 000.00	R4 881.00

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: 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
			Funding Sources	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
		Type				
		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 1 st 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.
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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	-84.57%
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 102 571 815.23	R 102 028 975.26	0.53%

Reasons for variance:

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 monthly 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 over 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. The municipality is currently implementing a project to ensure all resort related contracts are in place.

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 number 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 30 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 need 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 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 of 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 lost spending reported 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. The municipality received invoices due in January for the project and spending should reflect with the next reporting cycle.
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 bonuses for the year. All claims submitted for employee cost has been received to date. No risk experienced currently.

Contracted Services

This category is used as per operational needs and requirements. Budget to date of R1.6m compared with an actual performance of R1.367m. The roads total function works on a zero basis, meaning all funds received needs to be spend before year-end. This in effect means that if needed, virements will be processed to allocate the budget o other project spending as per the Provincial Roads business plans.

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. The department implement spending on a Project plan basis that is agreed with the Department of Infrastructure. Other materials due to the nature of the projects represents 30% of total budget.

The department prioritise all spending on Roads maintenance materials to ensure that projects will be implemented timeously.

To date no Risk is experienced with the implementation of the project plans for Roads maintenance with regular engagement held if needed to review performance.


6) Investment register 31 December 2025

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		Interest capitalised	Costs & Fees	Actual date	Balance as at 31 Dec 25	Rate
					Call Investments made	Call Investments withdrawn					
Investments											
Nedbank	Call Account	037681714042		5 369 958	27 500 000	-	2 500 000	98 773		30 450 731	5.65%
Nedbank	Call Account (KWK Rehab)	037681163454		7 552 861				42 317		7 595 198	5.65%
Nedbank	Call Account (CRRF)	037681185767		979 253				5 467		984 739	5.65%
Absa Bank	Investment Tracker (Main)	9356892970		27 705 365	4 500 000			211 591		32 416 957	7.20%
Absa Bank	Investment Tracker (Special)	9374685345		39 061 831				230 510		39 298 141	7.20%
Total for Investments				80 669 088	32 000 000	-	2 500 000	584 678		110 763 766	584 678
Current Accounts											
Nedbank	Primary Bank Account	1176524486		1 926 847			800 010	-		1 036 837	0.00%
Absa Bank	Cheque Account	1700000062		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

12/01/2026

CHIEF FINANCIAL OFFICER



DATE 12/01/2026

CHIEF FINANCIAL OFFICER *Stanley*

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.

The municipality will have to review budget projects to ensure that projected budgets will be achieved given the current low interest rate environment in the economy. This will be address as part of the Mid-year review process

7) External borrowing – 31 December 2025

<u>CASH FLOW REPORT IN TERMS OF PROVINCIAL CIRCULAR 10 & 50</u>								
Name of municipality		Overberg District Municipality						
<u>SUMMARY OF EXTERNAL LOANS FOR MONTH</u>								
Lending Institution	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	

No risk currently experienced with the repayment of external borrowings as required

8) Section 66 - Staff benefits (Payroll) for quarter ending 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.

Comments

Please be advised that the information included in the S66 is payroll information and may differ from the schedules included in the S52 tables.

				01 July to 30 September	01 October to 31 December
Expenditure on staff benefits - categories	Budget 2025/2026	YTD Total	% Spent	2025	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
*** <i>Fire Services</i>	6 409 213	3 490 439	54.5%	1 500 532	1 989 907
*** <i>LED Tourism/Resorts</i>	600 000	376 871	62.8%	184 881	191 990
*** <i>Roads Services</i>	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
*** <i>Operational Allowance</i>	1 185 760	797 715	67.3%	399 201	398 514
*** <i>Annual bonus</i>	9 616 866	8 352 356	86.9%	89 974	8 262 382
*** <i>Bargaining Council</i>	65 127	29 681	45.6%	14 909	14 772
*** <i>Group Assurance</i>	6 148 423	2 837 973	46.2%	1 431 229	1 406 744
*** <i>SARS - Levies</i>	3 106 168	849 648	27.4%	384 108	465 540
*** <i>SARS - UIF</i>	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					
*** <i>Long service bonus</i>	Provision	206 428		174 681	31 747
*** <i>Paid out accumulated leave</i>	Provision	633 622		286 768	346 854

The effect of the Holiday season and abnormal fire season still needs to be taken into consideration with the calculation of the salary information. This will only be done with the January 2026 reports.

Mid-year review will be implemented if needed.

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	----- 1400605.58 -----

BANK STATEMENT -----

Balance as per bank statement as at 31 December 2025	31/12/2025	1400605.58
---	------------	------------

PLUS: Receipts not cleared in bank
Other

0

LESS:

Uncleared ACR
Outstanding cheques
Bank transactions not on GL

0

0.00

Cash Book balance
as at 31 December 2025

1400605.58 ✓

Difference

0.00 ✓

Verified by: S Zikmann

Signature:  On (dd/mm/yyyy) 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 bonuses	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 Provision	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 unspent	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	<u>-R153 024 401</u>	<u>-R 153 024 401</u>	
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	<u>R 9 622 086</u>
Nett total revenue received in advance	-R12 470 164

11) Debtors Analysis

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description		NT Code	Budget Year 2025/26								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr				
R thousands														
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 analysis.

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.

The bulk of the Commercial accounts outstanding for longer than 90 days is attributable to a fire service account. The account has been handed over to ODM's debt collection agency. The finance department is continuously following up on the progress with the Fire department with respect to the status of the process. Little progress has been made to date as reflected.

Resorts debtors

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 arrears 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.

12) Creditors Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

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		
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.

13) Grant allocation and spending

Grants Allocations and spending YTD

Grant	Prior year Grants liability	Roll-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 Committed and Spent
FIMG	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 1 500 000.00	R 1 050 000.00	R 558 845.55	51.03%	R 514 154.45	R -	R 558 845.55
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 5 495.55	R 14 675.55
RAMS	R 2 031 563.00	R -	R 2 031 563.00	R 2 351 550.00	R 2 175 000.00	R 2 175 000.00	-	0.00%	R 2 175 000.00	R -	R -
WOSA	R 73 250.00	R -	R 73 250.00	R 1 000 000.00	R 1 000 000.00	R 1 000 000.00	R 558 680.63	55.87%	R 441 310.37	R -	R 558 680.63
CAPACITY PROJECT	R -	R -	R -	R 500 000.00	R 500 000.00	R 500 000.00	-	0.00%	R 500 000.00	R 344 623.37	R 344 623.37
W/C FMCG (WEB AUTO)	R 563 103.00	R -	R 563 103.00	R -	R -	R -	-	0.00%	R -	R -	R -
W/C 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 919 295.00	21.53%	R 1 527 870.00	R -	R 419 295.00
W/C FMCG (CREMATORIUM)	R -	R -	R -	R 300 000.00	R 300 000.00	R 300 000.00	R 181 005.59	60.34%	R 118 993.31	R -	R 181 005.59
W/C 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	-	0.00%	R 1 500 000.00	R -	R -
W/C FMCG (STAR RATING)	R -	R -	R -	R 1 305 000.00	R 1 305 000.00	R 1 305 000.00	R 6 993.72	0.53%	R 1 298 006.28	R 7 815.01	R 14 748.73
W/C FMCG (COLLABORATOR)	R 300 000.00	R -	R 300 000.00	R -	R -	R -	-	0.00%	R -	R -	R -
W/C FMCG (BURSARIES)	R 126 396.00	R -	R 126 396.00	R -	R -	R -	-	0.00%	R -	R -	R -
Municipal Service Delivery and Capacity Building Grant (INTERNSHIP DISASTER)	R 153 899.00	R 153 899.00	R -	R -	R -	R 153 899.00	R 83 455.84	54.25%	R 70 413.16	R -	R 83 455.84
Municipal Service Delivery and Capacity Building Grant (MISPL)	R 370 277.00	R 370 277.00	R -	R -	R -	R 370 277.00	R 255 383.70	68.97%	R 113 893.30	R -	R 255 383.70
FIRE SERVICE CAPACITY GRANT	R 92 441.00	R -	R -	R -	R -	R -	R 60.00	#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	R 5 486 087.00	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 8 791 658.29	R 357 936.04	R 3 465 092.75

***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.



Western Cape Government

2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT (WC FMCG)

NON-FINANCIAL QUARTERLY RETURN FORM

(October – December 2025)

Overberg District Municipality

Expenditure Summary

Project Description	Amount Transferred	Expenditure as at end September 2025	Balance	% Spent
MHS Revenue, Compliance & Tourism Enhancement	R 1 305 000.00	R 6 933.72	R 1 298 066.28	0.53%
Total	R 1 305 000.00	R 6 933.75	R 1 298 066.28	0.53%

**2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT
(WC FMCG)**

NON-FINANCIAL QUARTERLY RETURN FORM

(October – December 2025)

REVENUE ENHANCEMENT PROJECT

MHS Revenue, Compliance & Tourism Enhancement

Planned activities and outputs to date

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Date	Achieved (Y/N)
4 x Environmental Health Practitioners	Recruitment & Selection	Two-year contracts concluded	30/09/2025 Revised 30/11/2025	N Y
Purchase of Personal Protective Equipment	Procurement	Issue PPE to participants	30/10/2025 Revised 31/01/2026	Y
District Launch of the Project	Marketing of project	Number of participating Premises attended	1/11/2025 Revised 31/03/2026	N
Registration of Premises participating	Registered Premises	Number of Premises registered	30/11/2025 Revised 31/03/2026	N
Training of Food Handlers	Issue Training Certificates	Number of food handlers trained	31/01/2026 Revised 30/04/2026	
Inspection of	Number of	Number of food	28/2/ 2026	

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Date	Achieved (Y/N)
premises to determine compliance	premises inspected	premises inspected	Revised 31/04/2026	
Development of QR Codes	Premises with QR codes	Number QR Code issued	31/03/2026 Revised 31/05/2026	
Issue Star Rating Certificates	Star Rated Premises	Number of Star Rating Certificates Issued	30/6/2026	

The above table must show the planned quarterly activities and outputs as captured in the implementation plan and whether they have been achieved.

Challenges

If the activities and outputs, as per the implementation plan have not been achieved, challenges that contributed to non-achievement must be captured here.

4 x Environmental Health Practitioners to be appointed in due course.

4 x Environmental Health Practitioners was appointed and started on the 5th of January 2026.

Measures to address the challenges

Indicate the measures that will be taken or implemented to address the challenges highlighted above.

The project team will endeavour to catch up the work to meet the revised timelines as indicated in the activity schedule above.

Projected expenditure at year end

With the challenges, if any, experienced and measures that will be taken to address such challenges you are expected to indicate expenditure that will be achieved by 30 June.

Potential risk(s) and mitigation efforts

Indicate the potential risks that can affect the achievement of intended expenditure as captured above, including the risk severity. Indicate the measures will be taken to mitigate the risks identified.

None.

Results

In addition to above stated progress against the project indicators, is the project on track to achieve the overall impact as defined within the implementation plan? Please provide evidence in support of any claims.

None.



Western Cape Government

2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT (WC FMCG)

NON-FINANCIAL QUARTERLY RETURN FORM

(October – December 2025)

Overberg District Municipality

Expenditure Summary

Project Description	Amount Transferred	Expenditure as at end December 2025	Balance	% Spent
Revenue Enhancement: Feasible study for the establishment of a crematorium	R 300 000.00	R181 006.69	R118 993.31 0	60.34%
Total	R 300 000.00	R181 006.69	R 118 993.31	60.34%

**2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT
(WC FMCG)**

NON-FINANCIAL QUARTERLY RETURN FORM

(July – September 2025)

REVENUE ENHANCEMENT PROJECT

Feasible study for the establishment of a crematorium

Planned activities and outputs to date

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Dates	Achieved (Y/N)
Phase 1 - Feasibility study	Compile specification for formal quotation	Bid specification.	31/7/2024	Y
		Advertisement on SCM website	Aug/Sept 2024	Y
		Readvertisement	Oct/Nov 2024	
Phase 1 - Feasibility study	Appoint a consultant	Appointment letter	31/8/2024	N
			Rev 31/12/2024	Y
			Revised 28/02/2025	
Phase 1 - Feasibility study	Facilitate/Host workshops	Dates and Minutes	30/11/2024	N
			Rev 31/1/2025	N
			Rev 30/4/2025	
Phase 1 - Feasibility study	Deliver report with recommendations	Final draft report	31/12/2025	N
			Rev 28/2/2025	N
			Rev 30/4/2025	N

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Dates	Achieved (Y/N)
			Rev 30/6/2025	Y
Phase 1 - Feasibility study	Report to Council with recommendations	Item on Council Agenda	31/1/2025 Rev 31/3/2025 Rev 30/4/2025 Rev 28/7/2025	N N N Y
Phase 2 – (2025/26) Request for proposals	This will be determined by the report of the consultant and the resolution by Council	Cost to compile RFP specifications and possible revenue streams	31/3/2025 Rev 30/4/2025 Rev 30/6/2025 Revised 31 December 2025 Revised 28 February 2026	N N N N

The above table must show the planned quarterly activities and outputs as captured in the implementation plan and whether they have been achieved.

Challenges

If the activities and outputs, as per the implementation plan have not been achieved, challenges that contributed to non-achievement must be captured here.

Tender 13 - 2024

The bid specification was approved on 31 July 2024 and the municipality went out in August 2024 with the tender advert which closed on Wednesday, 25 September 2024. A compulsory virtual briefing meeting was held on Friday, 06 September 2024 where the specifications / terms of reference pertaining to this contract was discussed. Only bids from those who attended the briefing session will be considered.

The session was attended by various interested bidders; however, no tenders were received from these suppliers.

Tender 22-2024

Tenders were received for the above tender which needs to be evaluated during January 2025. Discussion needs to be had with SCM regarding the tenders as a phased approach needs to be had as the municipality will be receiving monies over more than one financial year.

Measures to address the challenges

Indicate the measures that will be taken or implemented to address the challenges highlighted above.

Tender 22-2024

The tender will be readvertised (T22-2024): with closing date **25 November 2024** and the interested bidders that attended the previous briefing session, will be targeted.

New tenderer was appointed during April and the first report during June and the further research to be done during the 2025/26 financial year.

Projected expenditure at year end

With the challenges, if any, experienced and measures that will be taken to address such challenges you are expected to indicate expenditure that will be achieved by 30 June.

Potential risk(s) and mitigation efforts

Indicate the potential risks that can affect the achievement of intended expenditure as capture above, including the risk severity. Indicate the measures will be taken to mitigate the risks identified.

If no interested supplier is appointed with the re advertisement, then the grant will have to requested to be roll-over.

Results

In addition to above stated progress against the project indicators, is the project on track to achieve the overall impact as defined within the implementation plan? Please provide evidence in support of any claims.

Project is a delayed as no supplier was found in the first round on bidding. New tender will be advertised – see Tender 22-2024 on website https://odm.org.za/download_tender/7869

Tender is in the committee process to be evaluated and adjudicated during the 3rd Quarter of the financial.

DELTA BUILT ENVIRONMENT CONSULTANTS DOCUMENT REFERENCE:

P25015 - CLAIM 04

12 December 2025

Overberg District Municipality
26 Long Street
Breda-dorp
Postal Code 7280
VAT Registration Number: 4610114409

Contract Number: N/A
Supplier / Vendor Number: N/A
Purchase Order Number: TBC
Account Reference: OVE001

Attention: Francois Kotze
Email address: fkotze@odm.org.za

Applicable Period: December-25

DESCRIPTION	FEE VALUE	% CLAIMED TO DATE	TOTAL CLAIMS TO DATE	TOTAL PREVIOUS CLAIMS	TOTAL CLAIM THIS MONTH	REMAINING AMOUNT
INCEPTION	R 72 436,00	100%	R 72 436,00	R 72 436,00	R -	R -
NEEDS AND DESIREABILITY ASSESSMENT	R 129 433,30	100%	R 129 433,30	R 129 433,30	R -	R -
Stakeholder Engagement A	R 15 522,00	100%	R 15 522,00	R 15 522,00	R -	R -
FEASIBILITY STUDY	R 165 484,69	100%	R 165 484,69	R 165 484,69	R -	R -
Stakeholder Engagement B	R 15 522,00	100%	R 15 522,00	R 15 522,00	R -	R -
BUSINESS PLAN	R 77 610,00	100%	R 77 610,00	R -	R 77 610,00	R -
Stakeholder Engagement C	R 15 522,00	100%	R 15 522,00	R -	R 15 522,00	R -
PROJECT CLOSE -OUT	R 25 870,00	0%	R -	R -	R -	R 25 870,00
TOTAL EXCL. VAT	R 517 399,99		R 491 529,99	R 398 397,99	R 93 132,00	R 25 870,00
VAT @ 15%	R 77 610,00		R 73 729,50	R 59 759,70	R 13 969,80	R 3 880,50
NON-VATABLE AMOUNT:	R -		R -	R -	R -	R -
TOTAL INCL. VAT:	R 595 009,99		R 565 259,49	R 458 157,69	R 107 101,80	R 29 750,50

T Gerber
Approval by Delta BEC Project Leader:

Signature



Tian Gerber
Name

12 December 2025
Date



Western Cape Government

2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT (WC FMCG)

NON-FINANCIAL QUARTERLY RETURN FORM

(October – December 2025)

Overberg District Municipality

Expenditure Summary

Project Description	Amount Transferred	Expenditure as at end December 2025	Balance	% Spent
Feasibility Study & Business Plan for the Uilenkraalsmond Holiday Resort ownership restructuring.	R 1 500 000.00	R0	R1 500 000.00	0%
Total	R 1 500 000.00	R0	R 1 500 000.00	0%

**2025/26 WESTERN CAPE FINANCIAL MANAGEMENT CAPABILITY GRANT
(WC FMCG)**

NON-FINANCIAL QUARTERLY RETURN FORM

(October – December 2025)

REVENUE ENHANCEMENT PROJECT

Feasibility Study & Business Plan for the Uilenkraalsmond Holiday Resort ownership restructuring.

Planned activities and outputs to date:

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Date	Achieved (Y/N)
Feasibility study and business plan	Compile tender specifications.	Bid specification. Advertisement on SCM website	31/7/2024	Y
			Aug/Sept 2024	Y
Feasibility study and business plan	Appoint a consultant.	Appointment letter	31/8/2024	N
			Revised 31/10/2024	N
			Revised 28/2/2025	N
			Revised 31/05/2025	N
			Revised 31/03/2026	N
Feasibility study and business plan	Deliver report with recommendations	Final report draft	31/10/2024	N
			Revised 28/2/2025	N
			Revised	N

Inputs/Activities	Outputs	Performance Indicators	Revised Delivery Date	Achieved (Y/N)
			31/05/2025 Revised 31/05/2026	
Feasibility study and business plan	Report to Council with recommendations	Item on Council Agenda	30/11/2024 Revised 31/3/2025 Revised 31/05/2025 Revised 31/05/2026	N N N
Feasibility study and business plan	Final Business plan	Letter to DPW	31/12/2024 Revised 31/5/2025 Revised 31/5/2026	N N

The above table must show the planned quarterly activities and outputs as captured in the implementation plan and whether they have been achieved.

Challenges

If the activities and outputs, as per the implementation plan have not been achieved, challenges that contributed to non-achievement must be captured here.

Tender 12 - 2024

The bid specification was approved on 31 July 2024 and the municipality when out in August 2024 with the tender advert which closed on Wednesday, 25 September 2024. A compulsory virtual briefing meeting was held on Friday, 06 September 2024 where the specifications / terms of

reference pertaining this contract was discussed. Only bids from those who attended the briefing session will be considered.

The session was attended by various interested bidders; from whom some bids were received. The technical evaluation of the bids had been done and BEC is scheduled to make a recommendation to the BAC on 29 October 2024. The aim is to do finalize the SCM process by the end of October 2024.

A new tender was advertised during April 2025 which is aimed to conclude during May 2025 after which the project will resume.

New specifications have been drawn up during the first quarter of financial year 2025/26 it will be tabled to the Bid Specification Committee during October 2025

Measures to address the challenges

Indicate the measures that will be taken or implemented to address the challenges highlighted above.

Should a successful bidder not be appointed, then the municipality will have to re advertise.

Projected expenditure at year end

With the challenges, if any, experienced and measures that will be taken to address such challenges you are expected to indicate expenditure that will be achieved by 30 June.

Grant funding of R750 000.00 is to be fully expensed by 30 June 2025, subject to a successful bidder appointed.

Potential risk(s) and mitigation efforts

Indicate the potential risks that can affect the achievement of intended expenditure as capture above, including the risk severity. Indicate the measures will be taken to mitigate the risks identified.

If the SCM process is delayed, the all the grant funding committed might not be spend before 30 June 2025 and a request for a roll over will have to be submitted.

Results

In addition to above stated progress against the project indicators, is the project on track to achieve the overall impact as defined within the implementation plan? Please provide evidence in support of any claims.

The SCM process has not been completed resulting from a non-responsive bidder during the T12-2024 process. The specification was again set out by SCM and is to be advertised in Quarter 4.

Tender is still in process goals to be revised in second year of business plan.

14) Cost containment report for the period ending 31 December 2025

In accordance with Local Government: Municipal Cost Containment Regulation (MCCR) that were promulgated on 7 June 2019 and came into effect on 1 July 2019, in conjunction with the MFMA Circular No 97, herewith the report released as on **31 December 2025**.

Overberg District Municipality approved a Cost Containment Policy on 27 May 2019 based on the "then" Draft Regulations and in guidance of the MFMA Circular 82 according to which cost containment measures were already introduced even before the Regulations were promulgated. This policy had been reviewed and aligned with the final MCCR and in guidance with MFMA Circular No 97. These was approved by Council on 30 September 2019.

The following table in the prescribed format, is tabled for information:



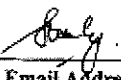
MEASURES	COST CONTAINMENT - IN YEAR REPORT						
	ORIGINAL BUDGET 2025/26	ADJUSTED BUDGET 2025/26	Q1	Q2	Q3	Q4	SAVINGS
Use of Consultants	R1 409 593	R1 465 693	R276 800	R251 602	R0	R0	R937 291
Vehicles used by political office bearers	R0	R0	R0	R0	R0	R0	R0
Travel and Subsistence	R1 749 518	R1 772 611	R369 190	R457 769	R0	R0	R945 652
Domestic Accommodation	R419 000	R442 507	R19 968	R167 225	R0	R0	R255 314
Sponsorships, Events & Catering	R336 000	R408 780	R8 889	R80 355	R0	R0	R319 535
Communication	R53 000	R53 000	R1 500	R6 494	R0	R0	R45 006
Other related Expenditure Items	R0	R0	R0	R0	R0	R0	R0
TOTAL	R3 967 111	R4 142 591	R676 347	R963 446	R0	R0	R2 502 798

Below is an additional table which defines what is defined under each measure and indicate the year-to-date expenditure and the projected saving to date.

MEASURES	NOTES	ACTUAL YTD 6 MTHS	PROJECTED OVER 12 MTHS	PROJECTED SAVING TO DATE	NOTES
Use of Consultants	Business & Advisory Services	R528 402	R1 056 805	R408 888	Accounting, Business & Financial Management
Vehicles used by political office bearers	No Mayoral vehicle-Councillors receive travel allowances	R0	R0	R0	receive travel allowances
Travel and Subsistence	Domestic Daily all, Incidental, Food, Air, Transport (own & non employees)	R826 959	R1 653 918	R118 693	Air, Transport (own & non employees)
Domestic Accommodation	Domestic Accommodation resulting from Travel	R187 193	R374 387	R68 120	Travel & Sun - Domestic Accommodation
Sponsorships, Events & Catering	Including Wshops & Seminars	R89 245	R178 489	R230 291	Including Wshops&Seminars
Communication	Advertisements, Publication & Marketing	R7 994	R15 988	R37 012	Advertisements, Publication & Marketing?
Other related Expenditure Items	None	R0	R0	R0	None
TOTAL		R1 639 793	R3 279 586	R863 005	

Cost Containment reports are compiled quarterly for the Municipal Manager's attention, which will discuss progressive actions on each cost containment measure.

15) Section 11 (4) MFMA WITHDRAWALS

 PROVINCIAL TREASURY Withdrawals from Municipal Bank Accounts In accordance with Section 11, Sub-section 1 (b) to (j) 																									
NAME OF MUNICIPALITY:	OVERBERG DISTRICT MUNICIPALITY																								
MUNICIPAL DEMARCATION CODE:	DC03																								
QUARTER ENDED:	31 DECEMBER 2025																								
MFMA section 11. (1) Only the <i>accounting officer</i> or the <i>chief financial officer</i> of a <i>municipality</i> , or any other <i>senior financial official</i> of the <i>municipality</i> acting on the written authority of the <i>accounting officer</i> may withdraw money or authorise the withdrawal of money from any of the <i>municipality's</i> bank accounts, and may do so only -	<table border="1"> <thead> <tr> <th>Amount</th> <th>Reason for withdrawal</th> </tr> </thead> <tbody> <tr> <td>(b) to defray expenditure authorised in terms of section 26(4);</td> <td>Not Applicable</td> </tr> <tr> <td>(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);</td> <td>None None</td> </tr> <tr> <td>(d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section;</td> <td>None None</td> </tr> <tr> <td>(e) to pay over to a person or organ of state money received by the <i>municipality</i> on behalf of that person or organ of state, including -</td> <td>None None</td> </tr> <tr> <td>(i) money collected by the <i>municipality</i> on behalf of that person or organ of state by agreement; or</td> <td>None None</td> </tr> <tr> <td>(ii) any insurance or other payments received by the <i>municipality</i> for that person or organ of state;</td> <td>None None</td> </tr> <tr> <td>(f) to refund money incorrectly paid into a bank account;</td> <td>None None</td> </tr> <tr> <td>(g) to refund guarantees, sureties and <i>security</i> deposits;</td> <td>None None</td> </tr> <tr> <td>(h) for cash management and <i>investment</i> purposes in accordance with section 13;</td> <td>Short-term investments only in call account</td> </tr> <tr> <td>(i) to defray increased expenditure in terms of section 31; or</td> <td>None None</td> </tr> <tr> <td>(j) for such other purposes as may be <i>prescribed</i>.</td> <td>None None</td> </tr> </tbody> </table>	Amount	Reason for withdrawal	(b) to defray expenditure authorised in terms of section 26(4);	Not Applicable	(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);	None None	(d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section;	None None	(e) to pay over to a person or organ of state money received by the <i>municipality</i> on behalf of that person or organ of state, including -	None None	(i) money collected by the <i>municipality</i> on behalf of that person or organ of state by agreement; or	None None	(ii) any insurance or other payments received by the <i>municipality</i> for that person or organ of state;	None None	(f) to refund money incorrectly paid into a bank account;	None None	(g) to refund guarantees, sureties and <i>security</i> deposits;	None None	(h) for cash management and <i>investment</i> purposes in accordance with section 13;	Short-term investments only in call account	(i) to defray increased expenditure in terms of section 31; or	None None	(j) for such other purposes as may be <i>prescribed</i> .	None None
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(j) for such other purposes as may be <i>prescribed</i> .	None None																								
(4) The <i>accounting officer</i> must within 30 days after the end of each <i>quarter</i> -	Name and Surname: S Stanley																								
(a) table in the <i>municipal council</i> a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that <i>quarter</i> ; and	Rank/Position: Chief Financial Officer																								
(b) submit a copy of the report to the relevant <i>provincial treasury</i> and the <i>Auditor-General</i> .	Signature: 																								
Tel number	Fax number																								
028 425 1157																									
Email Address																									
sstanley@odm.org.za																									

16) mSCOA Roadmap for the quarter ending 31 December 2025

1. INTRODUCTION

In accordance with the Municipal Regulations on a Standard Chart of Accounts (mSCOA), and specifically the requirement for all municipalities to submit quarterly mSCOA implementation progress reports to Council, the attached roadmap is hereby submitted for tabling.

The roadmap provides a structured, milestone-based overview of the municipality's progress towards ensuring full compliance with the latest version of mSCOA as prescribed by National Treasury. The report reflects the current stage of implementation, the review process of the existing financial system, and planned activities toward achieving full system alignment with the prescribed chart of accounts.

2. EXECUTIVE SUMMARY

The municipality is currently in the process of reviewing its core financial management system for compliance with mSCOA Version. A detailed system assessment is underway to determine whether the current system can meet the prescribed standards, or whether procurement of a new compliant system will be required.

The roadmap presented below sets out key activities, timelines, responsible units, and current status updates. The report highlights that while foundational structures such as the mSCOA Steering Committee have been established, critical activities such as vendor compliance verification, system gap analysis, and configuration/testing are still to be executed in the upcoming quarters.

The municipality remains committed to ensuring that its financial systems and operations are fully aligned with mSCOA, to ensure compliance with the MFMA, enhance transparency, and improve the credibility of financial reporting.

3. mSCOA ROADMAP TABLE

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
1	System Assessment	Conduct a formal review of the municipality's current financial system to determine its compliance with the latest mSCOA version.	Finance / ICT	Q4 2025		Complete	Engagement with system vendor underway
1.1	System engagement	Vendor site visit – George municipality (High level overview of functionality of new system)	Finance / ICT		3 June / July 2025	Complete	General assessment of system functionality
	Support contract	New 25/26 Vendor support contract signed	Municipal Manager		31 July 2025	Complete	
	Meeting	Internal finance mSCOA engagement to track process	CFO / mSCOA champion		Monthly	WIP	Track progress with implementation and engage on requirements
2	Gap Analysis	Identify gaps in current system against mSCOA minimum compliance requirements.	Finance / ICT	Q1 2026		Planned	To inform upgrade or replacement decision
	RT25 Due diligence assessment	Due diligence for all finance related functions as per mSCOA regulation 5	All head of section – Finance		15 Aug 2025	Complete	In process of review

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
	RT25 Due diligence assessment	Due diligence for all Other municipal functions as per mSCOA regulation 5	Departmental managers		31 Aug 2025	Complete	In process of review
	RT25 Due diligence assessment	Final assessment of due diligence for all finance related functions as per mSCOA regulation 5	mSCOA steercom		30 Sept 2025	Complete	Delayed. Propose date end Oct 2025
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
3	Vendor Engagement	Obtain formal confirmation from current vendor regarding mSCOA version compatibility and future compliance roadmap.	SCM / Finance	Q1 2026		In Progress	Request for updated compliance certificate
	Formal letter to PT mSCOA support unit	Status update on process followed. Assistance and overview of assessment outcome	mSCOA champion		31 Oct 2025	Complete	
	Letter to vendor clarifying ICT due diligence assessment	Request vendor to confirm formally relating to the system functionality as per ICT due diligence assessment	Municipal Manager		Nov 2025	Complete	
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	WIP	Track progress with implementation and engage on requirements

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
4	Project Steering Committee	Establish/strengthen mSCOA Steering Committee to monitor progress and coordinate implementation.	MM's Office / CFO	Q4 2026	31 March 2026	Ongoing	Terms of Reference approved
	System demonstration – Test the market	Invite current vendor to perform system demonstration as per response letter received / ICT due diligence exercise outcome	Finance department / Steercom	Q2 - 2026	Nov / Dec 2025	Not done	Propose date could not be met. Date planned for mid-week Feb 2026
	System demonstration – Test the market	Invite competitive vendors (at least 2) to perform system demonstration as per response letter received / ICT due diligence exercise outcome (Detail system functionality finance)	Finance department / Steercom	Q2 - 2026	Nov / Dec 2025	Not done	Propose date could not be met. Date planned for mid-week Feb 2026
	Legislative input	Submit letter to Provincial and National Treasury to review the process followed with the compliance assessment for input and comments	Municipal Manager / CFO		Feb 2026		
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
5	System	Based on assessment, decide to	Finance / SCM	Q3 2026		Pending	Depends on vendor

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
	Upgrade/Procurement Decision	either upgrade current system or initiate procurement of a new compliant system.					compliance
	Preliminary assessment	Review all information – ICT due diligence / Demonstrations	Finance / ICT		March 2026		
	Final assessment	Review all information – ICT due diligence / Demonstrations	mSCOA committee		March 2026		
	Council	Submit report to Council of the outcome of the mSCOA compliance assessment.	Municipal Manager		March 2026		
6	SCM procurement	Complete SCM procurement process relating to "Upgrade / New"	CFO		April 2026		
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
7	Data Readiness Review	Review and cleanse current data structures to align with mSCOA segments and definitions.	Finance / ICT / Departments	Q2 – Q3 2026		Planned	Must precede migration or upgrade
	System implementation	Implement the new upgraded system based on outcome of scm process	Management		30 April 2026		

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
8	Training and Change Management	Rollout of training sessions for all end-users and affected stakeholders on new chart segments and system usage.	Corporate Services / Finance	Q3 – Q4 2026	30 April 2026	Not Started	Will follow once system path is confirmed
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
9	Configuration & Testing	Configure system with new chart segments, test posting, and run simulations to ensure accurate reporting.	ICT / Finance	Q3 – Q4 2026	30 April 2026	Not Started	Must be finalized before Go-Live
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
9	Go-Live & Parallel Run	Switch to upgraded/new system with mSCOA compliance; run parallel processes to ensure	ICT / Finance	Q4 2026	31 May 2026	Not Started	Required by National Treasury

No.	Activity	Description	Responsible Department	Timeline	Due date	Status	Comments
		accuracy.					
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
10	Quarterly Reporting to NT & Council	Submit regular updates to Council and National Treasury on progress, challenges, and milestones.	CFO's Office	Quarterly		Ongoing	Quarterly as part of S52 report
	Meeting	Internal finance mSOA engagement to track process	CFO / mSCOA champion		Monthly	Complete	Track progress with implementation and engage on requirements
11	Audit and Post-Go Live Review	Conduct internal audit and external review of system implementation, stability, and reporting.	Internal Audit / Auditor-General	Q3 2026		Not Started	Ensures alignment with MFMA audit outcomes

17) MFMA Municipal Reg on Financial Misconduct and criminal proceedings

PURPOSE

To take note of the quarterly report on Financial Misconduct.

BACKGROUND

In terms of the MFMA Municipal Regulations on Financial Misconduct Procedure and Criminal Proceedings, Sub-regulation 3 (1), all allegations of financial misconduct must be investigated.

ATTACHMENT

Certificate issued by the CFO for the period ended 31 December 2025.

RECOMMENDATION

That the certificate in terms of the MFMA Municipal Regulations on Financial Misconduct Procedure and Criminal Proceedings for the period ended 31 December 2025 be noted.

CERTIFICATE IN TERMS OF THE MFMA – MUNICIPAL REGULATIONS ON FINANCIAL MISCONDUCT PROCEDURES AND CRIMINAL PROCEEDINGS

(Period ending 31 December 2025)

1. LEGAL FRAMEWORK

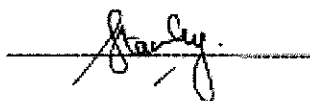
In terms of the MFMA Municipal Regulations on Financial Misconduct Procedure and Criminal Proceedings, Sub-regulation 3(1), all allegations of financial misconduct must be investigated.

Sub-regulation 3 (2) of the mentioned Regulations provides that: "The mayor, the accounting officer or chairperson of the board of directors, as the case may be, must table an allegation referred to in sub-regulation (1) before the municipal council or, board of directors in the case of municipal entities, not later than seven days after receipt thereof or at the next sitting of the council or the board of directors."

2. DECLARATION

I the undersigned in my capacity as Chief Financial Officer hereby declare the following:

No allegations of any financial misconduct were recorded or brought under my attention in terms of Sub-regulation 3(1) of the MFMA Municipal Regulations on Financial Misconduct Procedures and Criminal Proceedings for the period ended 31 **December 2025**.

A handwritten signature in black ink, appearing to read 'Harley', is written over a horizontal line.

SIGNATURE

18) Prevention and Combating of Corrupt Activities report

PURPOSE

To take note of the quarterly report on Fraud and Corrupt activities

BACKGROUND

In terms of Section 3 of the Prevention and Combating of Corrupt Activities, 2004 (No 12 of 2004), the Chief Finance Officer must report the following to the Accounting Officer (Municipal Manager):

- Acts or actions as highlighted and/or classified as potential corrupt activities in terms of the mentioned act; and
- No acts or actions as highlighted and/or classified as potential corrupt activities in terms of the mentioned act.

ATTACHMENT

Certificate issued by the CFO for the period ending **31 December 2025**.

RECOMMENDATION

That the certificate in terms of the Prevention and Combating of Corrupt Activities, 2004 (No 12 of 2004) for the period ending **31 December 2025** be noted.

**CERTIFICATE IN TERMS OF THE PREVENTION OF CORRUPT ACTIVITIES, 2004
(NO 12 OF 2004) (Period ending 31 December 2025)**

1. LEGAL FRAMEWORK

Section 3 of the Prevention of Combating of Corrupt Activities Act, 2004 (No 12 of 2004) provides the following definition of a person performing a corrupt act or activity:

"Any person who, directly or indirectly:

- (a) accepts or agrees or offers to accept any gratification from any other person, whether for the benefit of himself or herself or for the benefit of another person; or
- (b) gives or agrees or offers to give to any other person any gratification, whether for the benefit of that other person or for the benefit of another person, in order to act, personally or by influencing another person so to act, in a manner:
 - (i) that amounts to the:
 - (aa) illegal, dishonest, unauthorised, incomplete, or biased; or
 - (bb) misuse or selling of information or material acquired in the course of the exercise, carrying out or performance of any powers, duties or functions arising out of a constitutional, statutory, contractual or any other legal obligation.
 - (ii) that amounts to:
 - (aa) the abuse of a position of authority
 - (bb) a breach of trust; or
 - (cc) the violation of a legal duty or a set of rules.
 - (iii) designed to achieve an unjustified result; or
 - (iv) that amounts to any other unauthorised or improper inducement to do or not to do anything

is guilty of the offence of corruption."

2. DECLARATION

I the undersigned in my capacity as Chief Financial Officer hereby declare the following:

No acts or actions as highlighted and/or classified as a potential corrupt activity as per Section 3 of the Prevention and Combating of Corrupt Activities Act, 2004 (No 12 of 2004), regarding the activities of the Municipality by members of the public, services providers to the Municipality and/or Officials of the Municipality were recorded or brought under my attention for the period ending 31 December 2025.

Please note that the existing cases as per the attached reported to FARMCO.


SIGNATURE
S STANLEY

PART 2 - IN YEAR BUDGET STATEMENT TABLES

0 - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	16 771	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	-	96 798	100 399	27 645	66 095	66 682	(586)	(0)	100 399
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	161 975	173 640	8 335	5%	309 392
Employee costs	-	173 054	173 018	13 286	67 731	62 963	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	1 669	1 648	21	1%	3 697
Interest	-	1 427	1 427	56	554	534	20	3%	1 427
Inventory consumed and bulk purchases	-	44 121	44 574	3 391	26 120	22 563	3 557	16%	44 574
Transfers and subsidies	-	1 000	895	306	798	799	(1)	-0%	895
Other expenditure	-	76 322	76 601	4 945	32 623	35 676	(3 053)	-9%	76 601
Total Expenditure	-	306 767	309 347	22 877	153 024	148 096	4 928	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	29 399	25 779	3 620	14%	993
Share of surplus / (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) for the year	-	545	993	29 402	29 399	25 779	3 620	14%	993
Capital expenditure & funds sources									
Capital expenditure	-	14 578	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Capital transfers recognised	-	500	948	-	448	548	(100)	-19%	948
Borrowing	-	9 200	33 500	-	1 145	2 985	(1 840)	-62%	33 500
Internally generated funds	-	5 175	5 756	7	603	890	(286)	-32%	5 756
Total sources of capital funds	-	14 578	40 204	7	2 195	4 423	(2 228)	-50%	40 204
Financial position									
Total current assets	-	76 289	75 431		135 392				75 431
Total non current assets	-	136 329	163 656		125 323				163 656
Total current liabilities	-	31 921	29 672		70 635				29 672
Total non current liabilities	-	63 289	67 589		60 669				67 589
Community wealth/Equity	-	121 378	121 826		129 291				121 826
Cash flows									
Net cash from (used) operating	-	2 140	338	30 350	36 109	16 076	(22 033)	-157%	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)	(2 665)	5 696	8 463	144%	2 099
Cash/cash equivalents at the month/year end	-	64 346	61 517	120 041	120 041	83 915	(36 123)	-43%	75 906
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	4 234	129	49	107	35	32	1 450	1 163	7 219
Creditors Age Analysis									
Total Creditors	370	64	59	2	3 816	-	-	1	4 333

0 - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q2 Second Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	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
<i>Community and public safety</i>		-	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
<i>Economic and environmental services</i>		-	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
<i>Trading services</i>		-	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										
<i>Governance and administration</i>		-	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
<i>Community and public safety</i>		-	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
<i>Economic and environmental services</i>		-	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
<i>Trading services</i>		-	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) - Q2 Second Quarter

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
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) - Q2 Second Quarter

Description		Ref	2024/25	Budget Year 2025/26							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
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) - Q2 Second Quarter

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
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 Corporations, 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 - Q2 Second Quarter

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			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 - Q2 Second Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
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 SC5 Monthly Budget Statement - investment portfolio - Q2 :

Investments by maturity Name of institution & investment ID	Ref	Type of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands							
Municipality							
Nedbank - 037881714042		Call Account	2 262	197	(37 000)	65 000	30 459
Nedbank - 037881183454		Call Account (KWK Rehab)	7 345	127	–	123	7 595
Nedbank - 037881185767		Call Account (CRRF)	968	17	–	–	985
Absa Bank - 9358892970		Investment Tracker (Main)	46 127	790	(19 000)	4 500	32 417
Absa Bank - 9374585345		Investment Tracker (Special)	38 580	718	–	–	39 298
							–
							–
Municipality sub-total			95 282	1 849	(56 000)	69 623	110 754
TOTAL INVESTMENTS AND INTEREST	2		95 282	1 849	(56 000)	69 623	110 754

0 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
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 RESILIENCE 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 SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q2 Second Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	93 966	93 966	27 513	65 001	64 393	608	0.9%	93 966
Local Government Equitable Share			88 359	88 359	27 371	64 187	62 588	1 600	2.6%	88 359
Finance Management			1 000	1 000	25	428	533	(105)	-19.7%	1 000
EPWP Incentive			1 500	1 500	117	386	495	(109)	-22.1%	1 500
Rural Roads Asset Management Grant			3 107	3 107	–	–	777	(777)	-100.0%	3 107
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	4 832	6 633	132	990	2 210	(1 221)	-55.2%	6 633
CDW Operational Support Grant			57	57	7	7	14	(7)	-51.6%	57
Human Capacity Building Grant			1 000	1 000	69	559	566	(7)	-1.2%	1 000
Fire Safety Plan			3 775	5 052	56	424	1 499	(1 075)	-71.7%	5 052
Municipal Service Delivery and Capacity Building Grant				524	–	–	131	(131)	-100.0%	524
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
[insert description]								–		
Other grant providers:		–	–	–	–	105	79	26	33.3%	–
								–		
SETA			–	–	–	105	79	26	33.3%	–
Total operating expenditure of Transfers and Grants:		–	98 798	100 599	27 645	66 096	66 682	(586)	-0.9%	100 599
Capital expenditure of Transfers and Grants										
National Government:		–	–	–	–	–	–	–		–
								–		
								–		
								–		
Other capital transfers [insert description]								–		
Provincial Government:		–	500	948	448	448	237	211	89.0%	948
Fire Service Capacity Building Grant			500	500	–	–	125	(125)	-100.0%	500
MUNICIPAL WATER RESILIENCE GRANT				448	448	448	112	336	300.0%	448
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total capital expenditure of Transfers and Grants		–	500	948	448	448	237	211	89.0%	948
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		–	99 298	101 547	28 093	66 544	66 919	(375)	-0.6%	101 547

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q2 Second Quarter

Summary of Employee and Councillor remuneration		Ref	2024/25	Budget Year 2025/26							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands			A	B	C						D
		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		4	-	7 136	7 136	574	3 439	3 505	(66)	-2%	7 136
% increase				#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		4	-	5 783	5 783	376	2 253	2 572	(319)	-12%	5 783
% increase				#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		4	-	167 281	167 235	12 910	85 478	80 391	5 087	6%	167 235
% increase				#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:											
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 - Q2 Second Quarter

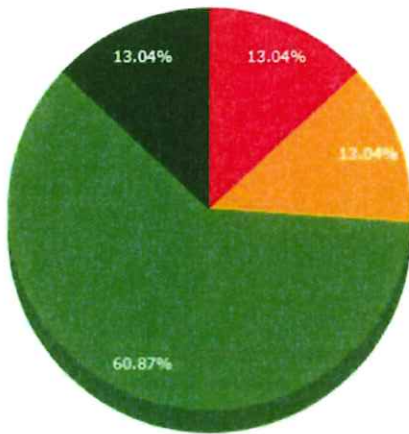
Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July		42	–	–	–	42	42	100.0%	0%
August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

19) PART 4 – TOP LAYER SDBIP

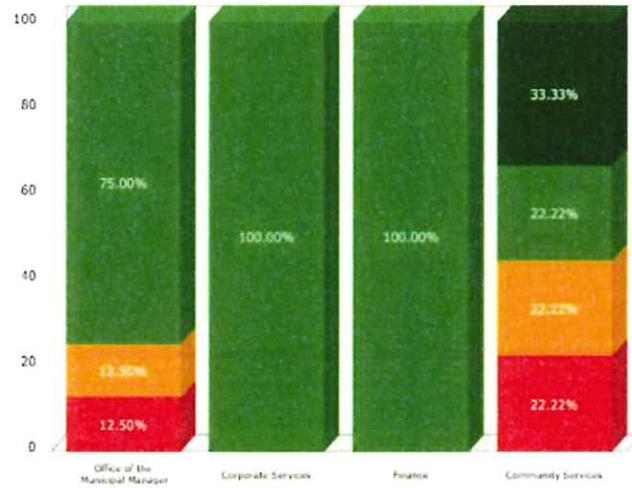
Top Layer KPI Report

Report drawn on 21 January 2026 at 12:21
for the months of Quarter ending September 2025 to Quarter ending December 2025.

Overberg District Municipality



Responsible Directorate



	Overberg District Municipality	Responsible Directorate					
		Council	Office of the Municipal Manager	Corporate Services	Finance	Community Services	[Unspecified]
Not Met	3 (13.04%)	-	1 (12.50%)	-	-	2 (22.22%)	-
Almost Met	3 (13.04%)	-	1 (12.50%)	-	-	2 (22.22%)	-
Met	14 (60.87%)	-	6 (75.00%)	5 (100.00%)	1 (100.00%)	2 (22.22%)	-
Well Met	3 (13.04%)	-	-	-	-	3 (33.33%)	-
Extremely Well Met	-	-	-	-	-	-	-
Did Not Occur	-	-	-	-	-	-	-
Total:	23*	-	8	5	1	9	-
	100%	-	34.78%	21.74%	4.35%	39.13%	-

* Excludes 18 KPIs which had no targets/actuals for the period selected.

General summary: KPI's met within directorate (Top Layer)

Overberg District Municipality 2025/26: Top Layer KPI Report - Quarter 2 - ending December 2025

Ref	Responsible Directorate	KPI Name	Description of Unit of Measurement	Source of Evidence	Annual Target	Quarter ending September 2025						Quarter ending December 2025						Overall Performance for Quarter ending September 2025 to September 2025 to	
						Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R	
T.1	Office of the Municipal Manager	People from employment equity target groups employed in vacancies arise in the three highest levels of management in compliance with the approved Employment Equity Plan for the financial year. (Reg)	Number of people from employment equity target groups employed in vacancies that arise in the three highest levels of management per annum.	Appointment letter/signed Service Contract	1	1	1	0	Director Community Services appointed with effect from 1 July 2025		0	0	0			1	1	0	
T.2	Office of the Municipal Manager	Percentage of Capital Budget actually spent on capital projects by 30 June. (Reg)	% of capital budget actually spent on capital projects for the annum (Actual amount spent on capital projects/Total capital budget)	Annual Financial Statements	90%	0.00%	0.00%	N/A			30%	5.50%	R	Budget - R40 204 274 Actual - R2 195 284 Underspending was due to the adjustment of the Capital budget in December 2025. Budget for the development of cell A5 was increased to R33 500.	To monitor the execution of capital projects.	30%	5.50%	R	
T.3	Office of the Municipal Manager	Coordinate the functioning of the Audit & Performance Audit Committee during the financial year.	Number of quarterly meetings held per annum	Minutes of the Audit and Performance Audit Committee meetings.	4	1	1	0	Meeting held on 26 September 2025		1	1	0	Meeting held on 25 November 2025		2	2	0	
T.4	Office of the Municipal Manager	Develop a Risk-based Audit Plan for the next financial year and table to the Audit & Performance Audit Committee by 30 June.	Risk-based audit plan developed and tabled	Minutes of the Audit and Performance Audit Committee meeting where RBAP was tabled.	1	0	0	N/A			0	0	0			0	0	0	

		PERCENTAGE OF MUNICIPAL BUDGET TO BE SPENT ON THE IMPLEMENTATION OF THE WORKPLAN IN THIS PLAN BY 30 JULY (Page)	% OF MUNICIPAL BUDGET SPENT ON THE WORKPLAN (Actual spending on Training/Total Expenditure Budget)	PROJECT REPORT on Financial system	0.3 %	0.00%	0.00%	0.00%	N/A		0%	0%	N/A
11.14	CORPORATE SERVICES												
11.15	CORPORATE SERVICES	CREATE A MEMORANDUM WITH MUNICIPALITY'S EPPWP PROGRAMME BY 30 JULY	NUMBER OF MEMORANDUMS/WORKS REPORTED/COMPLETED per annum	EMWP REPORT at year-end	1.2%	0	0	0	N/A		0	0	N/A
11.16	CORPORATE SERVICES	CONDUCT ANNUAL REVIEW OF BUDGET/SPENDING/ANNUAL BUDGET/SPENDING WITH STAFF	NUMBER OF ANNUAL BUDGET/SPENDING REPORTS (per annum)	Attendance (0-5 SEES)	1	0	0	0	N/A		1	1	0
11.17	CORPORATE SERVICES	TABLE QUARTERLY BUDGET/SPENDING ON EXHIBITION DOCUMENT MANAGEMENT SYSTEM TO CORPORATE SERVICES PORTFOLIO COMMITTEE	NUMBER OF BUDGET/SPENDING REPORTS per annum	Minutes of Portfolio Committee meeting where report to committee tabled	0	1	1	1	0		1	1	0
11.18	CORPORATE SERVICES	RE-ANNUAL SUBMISSION OF UPDATED BUDGET/SPENDING PLAN TO WLC, ECONOMIC AND FISCAL SERVICES	NUMBER OF UPDATED PLANS SUBMITTED per annum to WLC	Final report of Submission	0	0	0	0	N/A		1	1	0
11.19	CORPORATE SERVICES	PERCENTAGE CAPITAL SPENDING ACTUALLY SPENT ON BUILDING MAINTENANCE CAPITAL PROJECTS BY 30 JUNE	% OF BUDGETING/MAINTENANCE CAPITAL PROJECTS ACTUALLY SPENT ON CAPITAL PROJECTS (ACTUAL SPENDING / CAPITAL BUDGET)	Project Report on Financial system	90%	0.00%	0.00%	0.00%	N/A		0%	0%	N/A
11.20	CORPORATE SERVICES	REVIEW AND QUANTIFY RISKY ICT INFRASTRUCTURE PLAN TO ICT STRATEGY COMMITTEE	NUMBER OF REVIEWED PLANS tabled per annum	Minutes of ICT Strategy Committee where reviewed plans were tabled	4	1	1	1	0		1	1	0
11.21	FINANCIAL	MEASURED FINANCIAL RISK BY INCOME OF THE MUNICIPALITY'S RISKY INVESTMENT IN THE CITY'S SERVICE DELIVERY OPERATIONS BY 30 JUNE (Table)	THE NUMBER OF RISKY INVESTMENT IN THE CITY'S SERVICE DELIVERY OPERATIONS (per annum)	Annual Financial Statements	7	0	0	0	N/A		0	0	N/A

TL37	Community Services	Rollout training programme by the fire services training centre.	Number of fire training programmes rolled out by the training centre.	Attendance register of participants	2	0	0	0	N/A			1	0	0	0
TL38	Community Services	Report quarterly on the progress in respect of social development in partnership with the Community Services Portfolio Committee.	Number of progress reports tabled per annum	Community Services Portfolio Committee minutes where reports were submitted	4	1	11.46	1	0	Report was tabled to Portfolio Committee on 22 September 2025, item 9.3		1	0	0	0
TL39	Community Services	Completion of gravel roads to be upgraded	Number of kilometres road upgraded per annum	Monthly MMs report	48.86	13.8	11.46	0	0	11.46 km roads were upgraded. Underpavement was done to the breakdown of critical plant	To allocate additional construction plant where possible to address the backlog over the next 3 quarters.	12.06	21.25	0	32.71
TL40	Community Services	Completion of gravel roads to be upgraded	Number of gravel roads to be upgraded	Monthly MMs report	0.640	1.020	24.00.00	0	0	24.00.00 km of roads were upgraded. The following factors contributed to overperformance: the availability of all necessary plants, the weather permitting the use of dry binding and road conditions not necessitating additional grading.	The following factors contributed to overperformance: the availability of all essential plants and the optimum weather conditions resulting in that more roads being able to be graded.	1.000	1.700.07	0.0	2.740.79
TL41	Community Services	Student availability study report on the report function to equal.	Number of reports tabled per annum	General minutes where report was submitted	1	0	0	0	0			0	0	0	N/A

Expenditure per Vote (Ref. Table C3) – '000

- **Vote 1 – Municipal Manager**

Underspending is largely because of the vacancy in the Internal Audit department where the process of filling the vacancy is in process.

6 KPI's were measured during the quarter of which 2 KPI's (TL2 and TL5) were not met.

YTD Budget:	R 8 285	Actual: R 7 802	Variance: -5.8%
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- **Vote 3 – Corporate Service**

Spending within the directorate is in line with the budgeted figures.

5 KPI's were measured during the quarter. All KPI's were met.

YTD Budget:	R 10 984	Actual: R 10 819	Variance: -1.5%
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- **Vote 4 – Finance**

The directorate's expenditure is above the projected budget for the period to date. The variance consists of the total payment of the Auditor-General.

1 KPI was measured and met.

YTD Budget:	R 15 616	Actual: R 16 943	Variance: 8.5%
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- **Vote 5 – Community Services**

9 KPI's were measure during the quarter.

The following findings for the directorate was identified:

- Roads Services –
2 KPI's were set for the period, of which both were well met.
- Municipal Health Services –
3 KPI's were measured. Two KPI's (TL26 and TL28) were almost met and one KPI (TL27) was well met.
- Environmental Management Services –

- 1 KPI was measured and not met.
- Emergency Services –
3 KPI's were measured. One KPI (TL37) was not met due to the extensive fire season experience.

The overspending in the directorate is predominantly visible in the Roads department. This is largely because of the salary cashflow as well as the purchase of materials for road maintenance.

YTD Budget: R 113 213	Actual: R 117 460	Variance: 3.8%
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Conclusion: Overall, the YTD Operating Expenditure amounts to **49.47%** of the annual budget.