



FINANCIAL YEAR 2025/26

SECTION 71

FINANCIAL MANAGEMENT SECTION

for the period ending

31 January 2026

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1) Legislative Framework

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

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

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

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

2) Municipal Manager's Quality Certificate

QUALITY CERTIFICATE

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

(mark as appropriate)

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

for the month of **31 January 2026** 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 13/02/2026 -----

PART 1

3) EXECUTIVE SUMMARY

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

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

Consolidated Performance

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

	Capital Expenditure	Operating Expenditure	Operating Revenue
Budget	R 40 204 274	R309 347 334	R309 392 243
Budget to date (BTD)	R 5 681 684	R174 973 052	R191 526 655
Year to date (YTD)	R 2 223 978	R175 824 340	R186 472 769
Variance to SDBIP	-R 3 457 705	R 851 288	-R 5 053 887
YTD% Variance to SDBIP	-61%	0.5%	-3%
% of Annual Budget	6%	57%	60%

Capital expenditures

- The largest strategic capital project – Karwyderskraal Regional Landfill site capital spending; considering the Cashflow anticipated regarding the capital budget was increased from a R15.9m budget to R40.2m. 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.
- During the adjustment budget, all projects are assessed to reflect any changes identified during the Mid-year review and be implemented. These changes will be tabled in the adjustment budget in in February 2026 to Council.
- Finance is continuously monitoring the implementation of the Capital projects; however the significance of the project overshadows all other expenses incurred on capital.

Operational expenditures

- Actual spending of R175.82m is reported as of 31 January 2026.
- The main contributor towards these spending is Employee related cost (58.33%), Inventory consumed (Mostly accounted for the Roads) spending of 15.83% and contracted services at 8%
- More detail relating to the spending will be provided below at the discussion section following.

Operational Revenues

- Total revenues of R186.47m reported at end of January 2026 reflect a 60% performance to date.
- The bulk of the revenue relates to the Roads Agency function as well as other grants received from National and Provincial governments.
- Monthly billing for all services rendered were recorded timeously and no risk were identified.

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	COMMITMENTS
DIRECTORATE: MUNICIPAL MANAGER OFFICE						
			COMMITTEE, RECORDS, COUNCIL SUPPRT			
1	50101001901		DC3_Furniture and Office Equipment	R35 000	R0	R0
			TOTAL	R35 000	R0	R0
			PERFORMANCE AND RISK MANAGEMENT			
21	50101002181	CRR	DC3_Computer Equipment	R2 500	R1 627	R0
			TOTAL	R2 500	R1 627	R0
			IDP AND COMMUNICATION			
15	50101002151	CRR	DC3_Sound Equipment	R20 000	R0	R16 431
			TOTAL	R20 000	R0	R16 431
DIRECTORATE: CORPORATE SERVICES						
			CORPORATE SERVICES : SUPPORT SERV			
1	50102000081	CRR	DC3_Septic tank	R160 000	R152 200	R0
2	50102000091	CRR	DC3_Fencing - Head Office	R105 000	R0	R0
28	50102000061	CRR	DC3_Machinery and Equipment	R32 000	R0	R0
			TOTAL	R297 000	R152 200	R0
			ICT SERVICES			
12	50101001891	CRR	DC3_Fingerprint system	R500 000	R0	R0
13	50101002111	CRR	DC3_Council Chamber Hybrid System	R600 000	R0	R0
14	50101002001	CRR	DC3_Computer Equipment	R123 000	R4 881	R0
			TOTAL	R1 223 000.00	R4 881.00	R0.00

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	CRR	DC3_Camara System	R42 000	R0	R0
			TOTAL	R42 000	R0	R0
DIRECTORATE: COMMUNITY SERVICES						
LED, TOURISM, RESORTS AND EPWP						
16	50101001821	CRR	DC3_Machinery and Equipment	R154 000	R18 507	R0
17	50101002131	CRR	DC3_Furniture and Office Equipment	R100 000	R47 493	R0
25	50101001741	CRR	DC3_Electrical DB Boxes	R119 000	R0	R106 446
26	50101001841	CRR	DC3_Access Control - Resort Uitenkraalsmond	R100 000	R0	R0
27	50101002231	CRR	DC3_Chalet Upgrade	R150 000	R0	R0
			TOTAL	R623 000	R66 000	R106 446
EMERGENCY SERVICES						
3	50101001641	CRR	DC3_Vehicle Refurbishment	R400 000	R197 408	R0
4	50101001761	CRR	DC3_Bunker Gear	R400 000	R0	R62 502
5	50101002051	CRR	DC3_Training Centre Training Management System	R250 000	R0	R0
6	50101001801	CRR	DC3_Rescue Equipment	R150 000	R0	R0
7	50101001421	GRANTS	DC3_Capacity Project	R500 000	R0	R344 625
24	50101001601	GRANTS	DC3_Water Truck	R447 983	R447 983	R0
	50101002251	CRR	DC3_Water Truck	R205 791	R120 516	R0
			TOTAL	R2 353 774	R765 907	R407 127
ENVIRONMENTAL MANAGEMENT SERVICES						
8	50101002081	CRR	DC3_Vehicle - Rollbar and rubberised loadbin	R11 000	R3 913	R0
9	50101002171	CRR	DC3_Inspections and data gatehering-Tablets	R20 000	R15 502	R0
10	50101002101	CRR	DC3_Spillkit (Sect 30)	R7 000	R5 586	R0
11	50101002071	CRR	DC3_Weighbridge software program	R200 000	R0	R0
			TOTAL	R238 000	R25 001	R0

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	COMMITMENTS
				MUNICIPAL HEALTH SERVICES			
18	50101002091	20250704001440	CRR	DC3_Vehicle	R600 000	R0	R511 382
19	50101002141	20250704001455	CRR	DC3_Furniture and Office Equipment	R150 000	R63 592	R0
20	50101002161	20250704001461	CRR	DC3_Office Refurbishment	R1 120 000	R0	R0
				TOTAL	R1 870 000	R63 592	R511 382
				SOLID WASTE MANAGEMENT			
22	50101001751	20240707990047	LOANS	DC3_Cell 5	R33 500 000	R1 144 771	R0
				TOTAL	R33 500 000	R1 144 771	R0
				GRAND TOTAL	R40 204 274.00	R2 223 978	R1 041 387
				Funding Sources	BUDGET 2025/26	ACTUAL YTD SPENDING	COMMITMENTS
			Type	Capital Replacement Reserve	R5 756 291	R631 225	R696 762
			2	Revenue	R0	R0	R0
			LOANS	External Loans	R33 500 000	R1 144 771	R0
			GRANTS	Grants	R947 983	R447 983	R344 625
			5	Private Contributions	R0	R0	R0
				TOTAL	R40 204 274	R2 223 978	R1 041 387

Discussion:

As discussed above the impact of the review of the Karwyderskraal Landfill site project significantly influence the capital spending performance to date. A number of capital projects budgeted for 25/26 has not been started and this also influence spending reported. These is being addressed as part of the mid-year adjustment budget 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 submitted specifications for review at SCM.
ICT SERVICES	DC3_Council Chamber Hybrid System	R600 000		R0.00	R0.00	Project was tabled at specifications committee and advertised.
EMERGENCY SERVICES	DC3_Capacity project (Grant funded)	R500,000		R0	R344 625	Awaiting assets and invoices to be paid.

5) Variance analysis – Operational and Capital Budget

ODM budget – Revenue by source (Excluding Roads)

SUMMARY INCOME & EXPENDITURE 2025/2026 EXCLUDING ROADS AGENCY						
Revenue by Source	Budget	Month Actual	YTD Actual	YTD Budget	Variance	
SERVICES CHARGES - REFUSE	R 18 621 064.00	R 1 625 677.25	R 10 940 806.91	R 10 827 632.07	1.05%	
SERVICES CHARGES - SEWERAGE	R 900 000.00	R 73 138.53	R 499 286.18	R 508 222.36	-1.76%	
SALE OF GOODS AND SERVICES	R 12 478 224.00	R 384 551.33	R 6 741 149.45	R 6 427 640.00	4.88%	
RENT OF FACILITIES&EQUIPMENT	R 16 164 520.00	R 1 342 727.03	R 9 506 382.62	R 9 485 625.98	0.22%	
INTEREST EARNED-EXTERNAL INVES	R 9 202 000.00	R 2 830.95	R 3 817 233.85	R 4 678 657.01	-18.41%	
INTEREST EARNED-OUTST DEBTORS	R 322 000.00	R 5 075.60	R 40 967.00	R 138 076.56	-70.33%	
LICENSES & PERMITS	R 1 444 500.00	R 85 504.85	R 604 447.58	R 777 410.28	-22.25%	
INCOME FOR AGENCY SERVICES	R 13 950 699.00	R 1 149 378.88	R 8 045 652.16	R 8 104 959.33	-0.73%	
GRANT&SUBSIDIES (OPERATING)	R 100 599 341.00	R 1 057 818.21	R 67 153 940.89	R 68 039 522.76	-1.30%	
GRANT&SUBSIDIES (CAPITAL)	R 947 983.00	R -	R 447 983.00	R 355 493.63	26.02%	
OTHER REVENUE	R 1 355 699.00	R 92 763.67	R 593 432.89	R 716 661.09	-17.19%	
PROFIT ON SALE	R 2 660 000.00	R -	R -	R -	#DIV/0!	
	R 178 646 030.00	R 5 819 466.30	R 108 391 282.53	R 110 059 901.05	-1.52%	

Reasons for variance:

Year to date revenue reflects at R108.39m of a total budget of R178.64m. This represents almost 60.67% 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 are billed monthly as required. Year to date actuals reported of R10.94m of a total budget of R18.6m for the period ending January 2026. More effective controls at the weighbridge have resulted in better collection from private dumping. Where necessary adjustment will be made during the mid-year adjustment budget.

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 finance department is reviewing the revenue category to ensure that actuals reported reflect accurately. The year to date 54.02% revenue is reported.

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 5.59% which is due to camping fees

received. The overperformance is link to the seasonal activities (camping sites being utilised by holiday makers). Budget projections have been adjusted to ensure alignment of actual performance with budgeted provisions and will take effect post the Mid-year adjustment budget.

Rental of facilities and equipment

Year to date revenues reported relating to the resorts accounted for 58.81% of budgeted amounts approved. This is on par with the year-to-date budget.

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 41.48%, as recorded on 31 January 2026. The current low-interest rate environment will pose a risk on the income receivable from investments, however funding for equitable share and roads advances can again alleviate this return.

Interest Earned-Outstanding Debtors

Interest on outstanding debtors' revenue, remains a challenge with a few large debtors impacting this recovery. One such account is discussed on **page 27** and a proposal will be tabled to council.

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 should to be billed are invoiced accordingly.

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 25 for grant performance.**

Other Revenue.

All other ad-hoc revenues are accounted for under this category. 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.

Meeting is scheduled to discuss the possible sale of ODM properties in a IGR transaction.

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 9 367 359.32	R 59 827 006.97	R 57 274 033.78	4.46%
REMUNERATION OF COUNCILLORS	R 7 136 333.00	R 562 951.60	R 4 001 678.45	R 4 109 965.44	-2.63%
BAD DEBTS	R 100 000.00	R -	R -	R 37 500.00	-100.00%
DEPRECIATION	R 3 696 786.00	R 308 065.50	R 2 166 892.41	R 2 156 458.50	0.48%
OTHER MATERIAL	R 4 357 640.00	R 390 416.88	R 2 402 620.30	R 2 329 994.55	3.12%
INTEREST EXPENSE - EXTERNAL	R 1 097 236.00	R 29 000.00	R 423 311.03	R 483 963.50	-12.53%
CONTRACTED SERVICES	R 32 652 022.00	R 3 398 640.03	R 12 422 463.42	R 16 055 864.66	-22.63%
GRANTS & SUBSIDIES PAID	R -	R -	R 258 718.47	R 171 593.78	50.77%
GENERAL EXPENSES - OTHER	R 27 063 596.00	R 1 229 673.29	R 16 043 890.19	R 16 355 874.23	-1.91%
	R 177 653 138.00	R 15 286 106.62	R 97 546 581.24	R 98 975 248.43	-1.44%

Expenditure by type:

Total expenditures of 54.91% were recorded at the end of the seventh month. Based on budgeted projections.

Reasons for variance:

Employee Costs-Wages & Salaries

Employee related cost accounts for the largest spending category (year to date) ending January 2026. This category recorded an actual expenditure of 59.82m as of 31 January 2026. The impact of the summer season and fire's experienced over the last quarter still needs to be included in the Employee cost, with additional costs accounted as part of the January 2025. During the reporting period payment was made to all directors which also affected the comparison.

Bad debts

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

Interest Expense – External

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

Contracted Services

The bulk of the contracted services are allocated towards the service delivery departments (Municipal health services, Emergency services and the rural roads programme). These

services are being utilised on a month-to-month basis and depend on timing and related activities. Spending relating to grants funds received from Provincial and National departments is also allocated towards this category. This is due to the nature of the projects being implemented. These projects is mostly implemented based on the business plans submitted and currently no risk is anticipated with implementation.

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

Expenditure	Budget to date	Expenditure to date	Explanation
RRAMS project	R 1 106 868.75	R516 363.56	The project is in the implementation phase. The contractor is currently performing required activities as per business plan. No risk for spending is anticipated, and funds should be spend by year-end.
Feasibility Holiday Homes	R 562 500.00	R0	This project relates to the feasibility study at the resorts funded by Provincial government. Tender is in the evaluation stage.
Landfill maintenance	R 2 241 962.55	R1 832 762.80	Expenditure is aligned to dumping volumes.
Municipal Health: Revenue Enhancement	R 925 969.45	R 568 551.59	Spending difference resulted from the roll-over of grant funding.

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.

General expenditures – Other

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

Municipal Services – 53% 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 – 15% spending of budget of R308,000. Budget review will be processed as part of the mid-year budget assessment, if acquisitions will not materialise in the last months of the financial year.

Spending on operational cost is on par with the 7th period of the financial year.

Roads Revenue and expenditure Budget performance

SUMMARY INCOME & EXPENDITURE 2025/2026 ROADS AGENCY						
Revenue by Source	Budget	Month Actual	YTD Actual	YTD Budget	Variance	
SALE OF GOODS AND SERVICES	R 131 694 196.00	R -1 321 605.71	R 78 529 130.86	R 81 822 086.03	-4.02%	
	R 131 694 196.00	R -1 321 605.71	R 78 529 469.08	R 81 822 247.84	-4.02%	
Expenditure by Type	Budget	Month Actual	YTD Actual	YTD Budget	Variance	
EMPLOYEE COSTS-WAGES&SALARIES	R 71 468 000.00	R 5 461 332.45	R 42 732 696.78	R 40 698 377.27	5.00%	
OTHER MATERIAL	R 40 216 196.00	R 1 325 936.51	R 25 434 138.49	R 23 918 510.13	6.34%	
INTEREST EXPENSE - EXTERNAL	R 330 000.00	R 26 666.67	R 186 666.69	R 190 416.68	-1.97%	
CONTRACTED SERVICES	R 5 230 000.00	R 296 760.69	R 1 664 522.07	R 2 174 056.67	-23.44%	
GRANTS & SUBSIDIES PAID	R 895 000.00	R -	R 539 220.00	R 643 075.00	-16.15%	
GENERAL EXPENSES - OTHER	R 13 555 000.00	R 403 136.60	R 7 720 514.96	R 8 373 368.29	-7.80%	
	R 131 694 196.00	R 7 513 832.92	R 78 277 758.99	R 75 997 804.04	3.00%	

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 period starts on 1 April until 31 March annually. The municipal budget is implemented from 1 July to 30 June, hence overlapping each other.

Revenue recognition is done when funding is received. Invoice for December is still outstanding.

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 on an ad hoc basis.

Other Material

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

6) Section 66 - Expenditure on Staff benefits for period – 31 January 2026

PURPOSE

To take note of the Expenditure on Staff Benefits report for the period ended January 2026.

BACKGROUND

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

66. The accounting officer of a municipality must, in a format and for periods as may be prescribed, report to the council on all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure, namely—

- (a) salaries and wages;
- (b) contributions for pensions and medical aid;
- (c) travel, motor car, accommodation, subsistence and other allowances;
- (d) housing benefits and allowances;
- (e) overtime payments;
- (f) loans and advances; and
- (g) any other type of benefit or allowance related to staff.

Comment:

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

Expenditure on staff benefits - categories	Budget 2025/2026	YTD Total	% Spent	01 July to	01 October to	01 January to
				30 September 2025	31 December 2025	31 March 2026
Salaries & Wages Section 66(a)	106 248 811	62 584 199	58.9%	26 596 723	26 250 588	9 736 888
Contributions for Pension & Medical Scheme Section 66(b)	27 639 986	14 493 458	52.4%	6 178 973	6 078 790	2 235 695
Transport Allowance Section 66(c)	6 509 154	2 966 083	45.6%	1 289 101	1 264 009	412 972
Housing Benefits & Allowances Section 66(d)	390 438	211 076	54.1%	82 773	85 116	43 187
Overtime, Shifts & Standby Payments Section 66(e)	7 509 213	4 966 694	66.1%	1 768 896	2 323 001	874 798
*** Fire Services	6 409 213	4 218 363	65.8%	1 500 532	1 989 907	727 923
*** LED.Tourism/Resorts	600 000	474 399	79.1%	184 881	191 990	97 528
*** Roads Services	500 000	273 932	54.8%	83 483	141 103	49 346
Loans & Advances Section 66(f)	-	-	-	-	-	-
Other related staff benefits or allowances Section 66(g)	23 050 768	14 178 470	61.5%	2 983 016	11 130 239	1 120 862
***Operational Allowance	1 185 760	1 013 603	85.5%	399 201	398 514	215 888
***Annual bonus	9 616 866	8 358 115	86.9%	89 974	8 262 382	5 759
***Bargaining Council	65 127	34 375	52.8%	14 909	14 772	4 694
***Group Assurance	6 148 423	3 310 468	53.8%	1 431 229	1 406 744	472 496
***Long service bonus	Provision	298 237		174 681	31 747	91 809
***Paid out accumulated leave	Provision	757 410		286 768	346 854	123 788
***SARS - Levies	3 106 168	991 611	31.9%	384 108	465 540	141 963
***SARS - UIF	2 928 424	470 297	16.1%	202 145	203 686	64 466
	171 348 370	99 399 980	58.0%	38 899 482	47 131 743	14 424 402

7) Monthly investment report

MONTHLY INVESTMENT REPORT

OVERBERG DISTRICT MUNICIPALITY

REPORTING MONTH: January 2026

INSTITUTION	Account Type	Account number	Actual date	Balance as at		Movements for the month		Interest capitalised	Costs & Fees	Actual date	Balance as at 31 Jan 26	Interest earned	Rate
				01 Jan 26	31 Jan 26	Call investments made	Call investments withdrawn						
Investments													
Nedbank	Call Account	037881714042		30 458 731.33		-	19 500 000.00	136 957.35			11 065 688.68	136 957.35	6.05%
Nedbank	Call Account (KWIK Rehab)	037881183454		7 585 197.78		358 832.57		42 897.18			7 987 927.53	42 897.18	6.65%
Nedbank	Call Account (CRRF)	037881186787		94 738.49				5 581.71			990 301.20	5 581.71	6.65%
Absa Bank	Investment Tracker (Main)	8358892070		32 418 985.51		400 000.00		172 489.44			32 889 445.95	172 489.44	7.20%
Absa Bank	Investment Tracker (Special)	9374565345		39 288 141.12		768 832.57		240 310.92			39 836 451.94	240 310.92	7.20%
Total for Investments				R 110 763 786.23	R	-19 500 000.00	R	588 216.50			R 92 811 816.30	R 698 216.60	
Current Accounts													
Nedbank	Primary Bank Account	1176524496		1 035 936.78		914 430.28					1 950 367.06		0.00%
Absa Bank	Cheque Account	1780000082		364 868.80			331 608.76				33 260.02		0.00%
Total for Bank Accounts				R 1 400 805.58	R	-914 430.28	R	-331 608.76			R 1 983 827.06	R	
TOTAL				R 112 164 571.81	R	1 974 262.85	R	-19 831 608.76	R		R 94 695 442.38	R	698 216.60

DATE: 13/02/2026

CHIEF FINANCIAL OFFICER: *Barley*

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.

9) Bank reconciliation

Overberg R S C ***L***
Cashbook Reconciliation for January 2026

CASHBOOK -----

Balance B/fwd - 1 January 2026	1400805.58
Revenue: 40101010031	24797600.67
Expenditure: 40101010032	24214779.17-
Other:	

CASHBOOK BALANCE - 31 January 2026	----- 1983627.08 -----
------------------------------------	------------------------------

BANK STATEMENT -----

Balance as per bank statement as at 31 January 2026	31/01/2026	1983627.08
--	------------	------------

PLUS:

Receipts not cleared in bank	
Other	0

LESS:

Uncleared ACB	
Outstanding cheques	
Bank transactions not on GL	0 0.00 ✓

Cash Book balance as at 31 January 2026	----- 1983627.08 ✓ -----
--	--------------------------------

Difference	0.00 ✓
------------	--------

Verified by: S Zikmann

Signature:  On (dd/mm/ccyy) 04/02/2026

10) Cash Position and Liquidity

The available cash as of 31 January 2026 is calculated as follows:

Item Description	Amounts
Balance as per CFA	R 93 997 426
Interest	R 598 217
Sub total	R 94 595 642
Unspent conditional grants and funds	-R 7 820 505
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 39 538 452
Rehabilitation provision (KWK)	-R 7 997 928
Performance Bonus Provison	R -
Set aside for retention	R -
Capital Replacement Reserve Fund	-R 4 291 304
Set aside for Creditor payments	-R 4 000 000
Provision for leave Payment	-R 650 000
Capital Funding Required	
Loan Repayments	-R 2 088 580
Cash Surplus (Deficit)	R12 957 004

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	R7 820 505
External Loans unspent	R0
1 (one) Month Operational Expenditure	R22 595 272
Provisions	R8 647 928
Capital Replacement Reserve	R19 535 013
Loan repayments	R2 456 006
Commitments for creditor payments	R4 008 160
Total Liquidity Requirement	R65 062 884
ACTUAL LIQUIDITY AVAILABLE	R40 784 131
Total Investments	R92 611 815
Capital Replacement Reserve Fund	-R4 291 304
VAT Refund (ABSA Deposit plus)	-R39 538 452
Rehabilitation provision (KWK)	-R7 997 928
Balance of Investments	R40 784 131
Cash book - Bank Balance	R1 983 627
Equitable share received in advance	-R14 728 167
Roads Invoice claim December January	R19 828 935
Consumer Debtors (current – 60 days)	R4 050 211
Total Liquidity Available	R51 918 738

Positive cash flow, over **R12.95million** was calculated and total liquidity available of **R51.91 million** liquidity as evident as on 31 January 2026.

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

For January 2026, the calculation is as follows:

	Original	Adjusted	Adjustment
Actual Revenue	R186 472 769	R191 573 537	R5 100 768
Actual Expenditure	<u>-R175 824 340</u>	<u>-R 175 824 340</u>	
Surplus (Shortfall)	R 10 648 429	R 15 749 197	

The revenue adjustment is calculated as follows:

Equitable share received for January 2026	-R14 728 167
Roads Revenue invoice for Dec 2025 and Jan 2026	<u>R 19 828 935</u>
Nett total revenue received in advance	R 5 100 768

11) Grant allocation and spending

Grants Allocations and spending YTD											
Grant	Prior Year Grants liability	Rolled-Over 24/25 Approved	Grants Repaid	Allocation 25/26	Actual Receipt	Roll overs approved + actual receipt	Spend to date	% Spent on Total Funds	Unspent Grants to date	Committed	Total Committed and Spent
FMG	R -	R -	R -	R 1.000.000.00	R 1.000.000.00	R 1.000.000.00	R 453 534.38	45.35%	R 546 465.62	R -	R 453 534.38
EPWP	R -	R -	R -	R 1.500.000.00	R 1.050.000.00	R 1.050.000.00	R 681 933.01	64.95%	R 368 066.99	R -	R 681 933.01
CDW	R -	R -	R -	R 57.000.00	R 57.000.00	R 57.000.00	R 16 407.20	28.78%	R 40 592.80	R 5 495.66	R 21 902.86
RRAMS	R 2 081 563.00	R -	R -2 081 563.00	R 2 951 650.00	R 2 175 000.00	R 2 175 000.00	R 516 363.56	23.74%	R 1 658 636.44	R -	R 516 363.56
WOSA	R 73 260.00	R -	R -73 260.00	R 1 000 000.00	R 1 000 000.00	R 1 000 000.00	R 617 456.64	61.75%	R 382 543.36	R -	R 617 456.64
CAPACITY PROJECT	R -	R -	R -	R 500 000.00	R 500 000.00	R 500 000.00	R -	0.00%	R 500 000.00	R 344 625.37	R 344 625.37
WC FMCG (WEB AUTO)	R 563 103.00	R -	R -563 103.00	R -	R -	R -	R -	0.00%	R -	R -	R -
WC FMCG (MUN HEALTH REV)	R 527 165.00	R 527 165.00	R -	R 1 420 000.00	R 1 420 000.00	R 1 947 165.00	R 568 551.59	29.20%	R 1 378 613.41	R -	R 568 551.59
WC FMCG (CREMATORIUM)	R -	R -	R -	R 300 000.00	R 300 000.00	R 300 000.00	R 181 006.69	60.34%	R 118 993.31	R -	R 181 006.69
WC FMCG (HOLIDAY HOMES)	R 750 000.00	R 750 000.00	R -	R 750 000.00	R 750 000.00	R 1 500 000.00	R -	0.00%	R 1 500 000.00	R -	R -
WC FMCG(STAR RATING)	R -	R -	R -	R 1 305 000.00	R 1 305 000.00	R 1 305 000.00	R 11 712.68	0.90%	R 1 293 287.32	R 7 815.01	R 19 527.69
WC FMCG (COLLABORATOR)	R 300 000.00	R -	R -300 000.00	R -	R -	R -	R -	0.00%	R -	R -	R -
WC FMCG (BURSARIES)	R 126 396.00	R -	R -126 396.00	R -	R -	R -	R -	0.00%	R -	R -	R -
Municipal Service Delivery and Capacity Building Grant (INTERNSHIP DISASTER)	R 153 899.00	R 153 899.00	R -	R -	R -	R 153 899.00	R104 357.12	67.81%	R 49 541.88	R -	R 104 357.12
Municipal Service Delivery and Capacity Building Grant (MSR)	R 370 277.00	R 370 277.00	R -	R -	R -	R 370 277.00	R 297 947.65	80.47%	R 72 329.35	R -	R 297 947.65
FIRE SERVICE CAPACITY GRANT	R 92 441.00	R -	R -	R -	R -	R 92 441.00	R0.00	0.00%	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 11 898 765.00	R 4 078 260.21	37.28%	R 7 820 504.79	R 357 936.04	R 4 436 196.25

Unspent grants reported of R7.82M for the period ending 31 January 2026. The grants are cash-backed in terms of the National treasury requirements. Some of the grant funding allocated to the municipality is multi-year projects and do not pose any risk with repayments.

12) Debtors Analysis

0 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

Description	NT Code	Budget Year 2025/26											Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days				
R thousands															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	13	6	5	3	4	3	38	101	174	149				
Trade and Other Receivables from Exchange Transactions - Electricity	1300	77	9	2	0	-	1	3	2	95	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	-	2	1	1	2	0	50	88	145	142				
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-				
Other	1900	3 190	185	65	41	97	29	1 350	1 027	5 983	2 544				
Total By Income Source	2000	3 280	201	73	46	103	33	1 441	1 219	6 397	2 842				
2024/25 - totals only															
Debtors Age Analysis By Customer Group															
Organs of State	2200	1 899	8	-	-	-	-	-	94	2 001	94				
Commercial	2300	56	19	3	2	70	-	1 195	323	1 668	1 590				
Households	2400	1 325	174	69	44	34	33	246	802	2 728	1 158				
Other	2500	-	-	-	-	-	-	-	-	-	-				
Total By Customer Group	2600	3 280	201	73	46	103	33	1 441	1 219	6 397	2 842				

Debtors

Total Debtors reduced from R7.2 million in December 2025 to R6.4 million in January 2026.

The largest portion on the current 0-30 days consist primarily for the landfill site billing towards the 3 local municipality, being raised and to be paid (R1. 899 million - Organs of state). These invoices are payable on or by 28 February 2026.

A large fire account to the amount of R1.090 million plus interest which is still outstanding for a fire being billed to an landowner over 180 days. The landowner and his attorneys proposed a settlement amount, which will be tabled to Council for consideration as soon as the formal request is submitted to the Municipal Manager.

The collection rate for January month at the resorts amounts to 83% for semi-permanent, which has dropped significantly from the 94% of December.

13) Creditors Analysis

0 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

Description	NT Code	Budget Year 2025/26										Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total			
Creditors Age Analysis By Customer Type													
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	431	-	-	-	-	-	-	-	-	-	-	431
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	110	13	20	0	2	-	-	-	-	-	-	145
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	1	1
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	541	13	20	0	2	-	-	-	-	1	577	-

The Municipality is fully compliant with respect to creditors payments.

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

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

PART 2 - IN YEAR BUDGET STATEMENT TABLES

0 - Table C1 Monthly Budget Statement Summary - M07 January

Description	Budget Year 2025/26								
	2024/25	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	-	18 771	19 521	1 699	11 440	11 336	104	1%	19 521
Investment revenue	-	9 202	9 202	3	3 817	4 679	(861)	-18%	9 202
Transfers and subsidies - Operational	-	98 798	100 599	1 058	67 154	68 040	(886)	(0)	100 599
Other own revenue	-	180 041	180 070	1 738	104 062	107 473	(3 411)	-3%	180 070
Total Revenue (excluding capital transfers and contributions)	-	306 812	309 392	4 498	186 473	191 527	(5 054)	-3%	309 392
Employee costs	-	173 064	173 018	14 829	102 560	97 972	4 587	5%	173 018
Remuneration of Councillors	-	7 136	7 136	563	4 002	4 110	(108)	-3%	7 136
Depreciation and amortisation	-	3 697	3 697	308	2 167	2 156	10	0%	3 697
Interest	-	1 427	1 427	56	610	674	(64)	-10%	1 427
Inventory consumed and bulk purchases	-	44 121	44 574	1 716	27 837	28 249	1 588	6%	44 574
Transfers and subsidies	-	1 000	895	-	798	815	(17)	-2%	895
Other expenditure	-	76 322	78 601	5 328	37 851	42 997	(5 145)	-12%	78 601
Total Expenditure	-	306 767	309 347	22 800	175 824	174 973	851	0%	309 347
Surplus/(Deficit)	-	45	45	(18 302)	10 648	16 554	(5 905)	-36%	45
Transfers and subsidies - capital (monetary)	-	500	948	-	448	355	92	26%	948
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	545	993	(18 302)	11 096	16 909	(5 813)	-34%	993
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	545	993	(18 302)	11 096	16 909	(5 813)	-34%	993
Capital expenditure & funds sources									
Capital expenditure	-	14 878	40 204	29	2 224	5 682	(3 458)	-61%	40 204
Capital transfers recognised	-	500	948	-	448	598	(150)	-25%	948
Borrowing	-	9 200	33 500	-	1 145	3 905	(2 760)	-71%	33 500
Internally generated funds	-	5 178	5 756	29	631	1 179	(548)	-46%	5 756
Total sources of capital funds	-	14 878	40 204	29	2 224	5 682	(3 458)	-61%	40 204
Financial position									
Total current assets	-	78 259	75 431		107 180				75 431
Total non current assets	-	138 329	163 656		124 034				163 656
Total current liabilities	-	31 921	29 672		43 949				29 672
Total non current liabilities	-	63 289	87 589		65 680				87 589
Community wealth/Equity	-	121 378	121 826		121 586				121 826
Cash flows									
Net cash from (used) operating	-	2 140	338	(17 661)	20 448	9 231	(11 217)	-122%	338
Net cash from (used) investing	-	(12 218)	(13 244)	(29)	(2 224)	(7 101)	(4 877)	69%	(13 244)
Net cash from (used) financing	-	2 099	2 099	(468)	(3 053)	5 306	8 359	158%	2 099
Cash/cash equivalents at the month/year end	-	64 346	61 517	93 997	93 997	74 906	(19 092)	-25%	68 019
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	3 280	201	73	46	103	33	1 441	1 219	6 397
Creditors Age Analysis									
Total Creditors	541	13	20	0	2	-	-	1	577

0 - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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	1 924	78 918	75 867	3 051	4%	116 494
Executive and council		-	34 521	34 521	1 149	8 046	17 060	(9 014)	-53%	34 521
Finance and administration		-	79 720	81 973	775	70 872	58 807	12 065	21%	81 973
<i>Community and public safety</i>		-	42 619	43 394	2 270	18 532	23 314	(4 781)	-21%	43 394
Sport and recreation		-	23 795	24 570	2 127	14 897	14 701	195	1%	24 570
Public safety		-	14 223	14 223	41	2 934	6 242	(3 308)	-53%	14 223
Health		-	4 600	4 600	102	701	2 370	(1 669)	-70%	4 600
<i>Economic and environmental services</i>		-	131 832	131 832	(1 322)	78 529	81 874	(3 344)	-4%	131 832
Road transport		-	131 694	131 694	(1 322)	78 529	81 822	(3 293)	-4%	131 694
Environmental protection		-	138	138	-	-	52	(52)	-100%	138
<i>Trading services</i>		-	18 621	18 621	1 626	10 941	10 828	113	1%	18 621
Waste management		-	18 621	18 621	1 626	10 941	10 828	113	1%	18 621
Total Revenue - Functional	2	-	307 312	310 340	4 498	186 921	191 882	(4 961)	-3%	310 340
Expenditure - Functional										
<i>Governance and administration</i>		-	68 556	69 712	6 139	41 364	40 509	854	2%	69 712
Executive and council		-	11 682	11 782	1 380	6 631	6 624	7	0%	11 782
Finance and administration		-	54 512	55 567	4 646	33 927	32 725	1 202	4%	55 567
Internal audit		-	2 363	2 363	113	806	1 161	(355)	-31%	2 363
<i>Community and public safety</i>		-	92 299	93 474	7 478	49 221	50 946	(1 725)	-3%	93 474
Sport and recreation		-	22 250	22 980	1 447	10 845	12 246	(1 401)	-11%	22 980
Public safety		-	46 060	46 424	4 495	26 909	25 967	942	4%	46 424
Health		-	23 989	24 070	1 536	11 467	12 733	(1 266)	-10%	24 070
<i>Economic and environmental services</i>		-	137 524	137 774	7 985	81 599	79 344	2 255	3%	137 774
Planning and development		-	1 898	1 898	142	1 096	1 068	28	3%	1 898
Road transport		-	131 694	131 694	7 514	78 278	75 998	2 280	3%	131 694
Environmental protection		-	3 932	4 182	329	2 226	2 278	(52)	-2%	4 182
<i>Trading services</i>		-	8 387	8 387	1 198	3 641	4 174	(533)	-13%	8 387
Waste management		-	8 387	8 387	1 198	3 641	4 174	(533)	-13%	8 387
Total Expenditure - Functional	3	-	306 767	309 347	22 800	175 824	174 973	851	0%	309 347
Surplus/ (Deficit) for the year		-	545	993	(18 302)	11 096	16 909	(5 813)	-0.34376	993

0 - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

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	8 046	17 060	(9 014)	-52.8%	34 521
Vote 3 - Corporate Services		-	47	47	4	26	27	(1)	-2.8%	47
Vote 4 - Finance		-	79 673	81 926	771	70 846	58 780	12 066	20.5%	81 926
Vote 5 - Community Services		-	193 072	193 847	2 574	108 003	116 015	(8 013)	-6.9%	193 847
Total Revenue by Vote	2	-	307 312	310 340	4 498	186 921	191 882	(4 961)	-2.6%	310 340
Expenditure by Vote	1									
Vote 1 - Municipal Manager		-	17 772	17 872	1 777	9 580	9 883	(303)	-3.1%	17 872
Vote 3 - Corporate Services		-	20 418	21 188	1 701	12 520	12 685	(165)	-1.3%	21 188
Vote 4 - Finance		-	30 709	30 994	2 538	19 482	18 179	1 302	7.2%	30 994
Vote 5 - Community Services		-	237 868	239 293	16 783	134 243	134 226	17	0.0%	239 293
Total Expenditure by Vote	2	-	306 767	309 347	22 800	175 824	174 973	851	0.5%	309 347
Surplus/ (Deficit) for the year	2	-	545	993	(18 302)	11 096	16 909	(5 813)	-34.4%	993

0 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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	73	499	508	(9)	-2%	900	
Service charges - Waste management		18 621	18 621	1 626	10 941	10 828	113	1%	18 621	
Sale of Goods and Rendering of Services		144 147	144 172	(937)	85 270	88 250	(2 979)	-3%	144 172	
Agency services		13 951	13 951	1 149	8 046	8 105	(59)	-1%	13 951	
Interest		-	-	-	-	-	-	-	-	
Interest earned from Receivables		318	322	5	41	138	(97)	-70%	322	
Interest from Current and Non Current Assets		9 202	9 202	3	3 817	4 679	(861)	-18%	9 202	
Dividends		-	-	-	-	-	-	-	-	
Rent on Land		-	-	-	-	-	-	-	-	
Rental from Fixed Assets		16 165	16 165	1 343	9 506	9 486	21	0%	16 165	
Licence and permits		1 445	1 445	86	604	777	(173)	-22%	1 445	
Special rating levies		-	-	-	-	-	-	-	-	
Operational Revenue		1 356	1 356	93	594	717	(123)	-17%	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	1 058	67 154	68 040	(886)	-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	4 498	186 473	191 527	(5 054)	-3%	309 392
Expenditure By Type										
Employee related costs		173 064	173 018	14 829	102 560	97 972	4 587	5%	173 018	
Remuneration of councillors		7 136	7 136	563	4 002	4 110	(108)	-3%	7 136	
Bulk purchases - electricity		-	-	-	-	-	-	-	-	
Inventory consumed		44 121	44 574	1 716	27 837	26 249	1 588	6%	44 574	
Debt impairment		100	100	-	-	38	(38)	-100%	100	
Depreciation and amortisation		3 697	3 697	308	2 167	2 156	10	0%	3 697	
Interest		1 427	1 427	56	610	674	(64)	-10%	1 427	
Contracted services		35 245	37 882	3 695	14 087	18 230	(4 143)	-23%	37 882	
Transfers and subsidies		1 000	895	-	798	815	(17)	-2%	895	
Irrecoverable debts written off		-	-	-	-	-	-	-	-	
Operational costs		40 976	40 619	1 633	23 764	24 729	(965)	-4%	40 619	
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	
Other Losses		-	-	-	-	-	-	-	-	
Total Expenditure		-	306 767	309 347	22 800	175 824	174 973	851	0%	309 347
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		-	45	45	(18 302)	10 648	16 554	(5 905)	(0)	45
Transfers and subsidies - capital (in-kind)		-	500	948	-	448	355	92	26%	948
Surplus/(Deficit) after capital transfers & contributions		-	545	993	(18 302)	11 096	16 909	(5 813)	(0)	993
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		-	545	993	(18 302)	11 096	16 909	(5 813)	(0)	993
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	545	993	(18 302)	11 096	16 909	(5 813)	(0)	993
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		-	545	993	(18 302)	11 096	16 909	(5 813)	(0)	993

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0 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

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	3 905	(2 760)	-71%	33 650
Total Capital Multi-year expenditure	4,7	-	9 200	33 650	-	1 145	3 905	(2 760)	-71%	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	398	(241)	-61%	1 555
Vote 4 - Finance		-	42	42	-	-	42	(42)	-100%	42
Vote 5 - Community Services		-	2 938	4 935	29	920	1 315	(394)	-30%	4 935
Total Capital single-year expenditure	4	-	5 678	6 554	29	1 079	1 777	(698)	-39%	6 554
Total Capital Expenditure		-	14 878	40 204	29	2 224	5 682	(3 458)	-61%	40 204
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		-	2 720	1 600	-	159	442	(283)	-64%	1 600
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	2 720	1 600	-	159	442	(283)	-64%	1 600
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	2 700	4 847	29	895	1 294	(399)	-31%	4 847
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	250	623	29	66	76	(10)	-13%	623
Public safety		-	1 700	2 354	-	766	1 068	(303)	-28%	2 354
Housing		-	-	-	-	-	-	-	-	-
Health		-	750	1 870	-	64	150	(86)	-58%	1 870
<i>Economic and environmental services</i>		-	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
<i>Trading services</i>		-	9 200	33 500	-	1 145	3 905	(2 760)	-71%	33 500
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	9 200	33 500	-	1 145	3 905	(2 760)	-71%	33 500
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	14 878	40 204	29	2 224	5 682	(3 458)	-61%	40 204
Funded by:										
National Government		-	-	-	-	-	-	-	-	-
Provincial Government		-	500	948	-	448	598	(150)	-25%	948
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	500	948	-	448	598	(150)	-25%	948
Borrowing	6	-	9 200	33 500	-	1 145	3 905	(2 760)	-71%	33 500
Internally generated funds		-	5 178	5 756	29	631	1 179	(548)	-46%	5 756
Total Capital Funding		-	14 878	40 204	29	2 224	5 682	(3 458)	-61%	40 204

0 - Table C6 Monthly Budget Statement - Financial Position - M07 January

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	93 997	61 517	
Trade and other receivables from exchange transactions			9 303	9 303	7 679	9 303	
Receivables from non-exchange transactions			560	560	1 985	560	
Current portion of non-current receivables			2 283	2 283	2 073	2 283	
Inventory			1 767	1 767	1 446	1 767	
VAT			-	-	-	-	
Other current assets			-	-	-	-	
Total current assets			-	78 259	75 431	107 180	75 431
Non current assets							
Investments			-	-	-	-	
Investment property			12 782	12 782	12 797	12 782	
Property, plant and equipment			101 897	127 223	87 948	127 223	
Biological assets			-	-	-	-	
Living and non-living resources			-	-	-	-	
Heritage assets			-	-	-	-	
Intangible assets			600	600	98	600	
Trade and other receivables from exchange transactions			-	-	-	-	
Non-current receivables from non-exchange transactions			23 051	23 051	23 192	23 051	
Other non-current assets			-	-	-	-	
Total non current assets			-	138 329	163 656	124 034	163 656
TOTAL ASSETS			-	216 588	239 087	231 214	239 087
LIABILITIES							
Current liabilities							
Bank overdraft			-	-	-	-	
Financial liabilities			2 297	2 297	2 089	2 297	
Consumer deposits			8	8	8	8	
Trade and other payables from exchange transactions			6 940	6 940	9 965	6 940	
Trade and other payables from non-exchange transactions			2 527	278	15 874	278	
Provision			19 765	19 765	15 563	19 765	
VAT			384	384	450	384	
Other current liabilities			-	-	-	-	
Total current liabilities			-	31 921	29 672	43 949	29 672
Non current liabilities							
Financial liabilities			7 820	32 120	1 377	32 120	
Provision			55 469	55 469	64 302	55 469	
Long term portion of trade payables			-	-	-	-	
Other non-current liabilities			-	-	-	-	
Total non current liabilities			-	63 289	87 589	65 680	87 589
TOTAL LIABILITIES			-	95 210	117 261	109 628	117 261
NET ASSETS	2		-	121 378	121 826	121 586	121 826
COMMUNITY WEALTH/EQUITY							
Accumulated surplus/(deficit)			100 378	100 826	100 586	100 826	
Reserves and funds			21 000	21 000	21 000	21 000	
Other			-	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY	2		-	121 378	121 826	121 586	121 826

0 - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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	1 699	11 440	11 097	343	3%	19 546	
Other revenue			177 063	177 063	2 543	107 629	100 520	7 109	7%	177 063	
Transfers and Subsidies - Operational			98 798	98 798	79	73 429	73 349	79	0%	98 798	
Transfers and Subsidies - Capital			500	500	-	500	500	-		500	
Interest			9 520	9 524	8	3 850	3 987	(138)	-3%	9 524	
Dividends			-	-	-	-	-	-		-	
Payments											
Suppliers and employees			(299 252)	(301 938)	(21 991)	(175 107)	(177 467)	(2 360)	1%	(301 938)	
Interest			(460)	(460)	-	(220)	(192)	28	-15%	(460)	
Transfers and Subsidies			(2 800)	(2 695)	-	(1 072)	(2 564)	(1 492)	58%	(2 695)	
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	2 140	338	(17 661)	20 448	9 231	(11 217)	-122%	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)	(29)	(2 224)	(7 101)	(4 877)	69%	(15 904)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(12 218)	(13 244)	(29)	(2 224)	(7 101)	(4 877)	69%	(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)	(3 053)	(3 894)	(841)	22%	(7 101)	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	2 099	2 099	(468)	(3 053)	5 306	8 359	158%	2 099
NET INCREASE/ (DECREASE) IN CASH HELD											
Cash/cash equivalents at beginning:			72 325	72 325	112 155	78 826	72 325			78 826	
Cash/cash equivalents at month/year end:			64 346	61 517	93 997	93 997	74 906			68 019	

PART 3 – SUPPORTING DOCUMENTATION

0 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January

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:										
Operating Transfers and Grants										
National Government:		-	93 966	93 966	-	68 412	68 412	-		93 966
Local Government Equitable Share			88 359	88 359	-	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:		-	-	-	79	185	105	79	75.1%	-
SETA			-	-	79	185	105	79	75.1%	-
								-		
								-		
								-		
								-		
Total Operating Transfers and Grants	5	-	98 798	98 798	79	73 429	73 349	79	0.1%	98 798
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
								-		
								-		
								-		
								-		
Other capital transfers [insert description]								-		
Provincial Government:		-	500	500	-	500	500	-		500
Fire Service Capacity Building Grant			500	500	-	500	500	-		500
MUNICIPAL WATER RESILIANCE GRANT								-		-
								-		
								-		
								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
								-		
								-		
Total Capital Transfers and Grants	5	-	500	500	-	500	500	-		500
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	99 298	99 298	79	73 929	73 849	79	0.1%	99 298

0 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

Summary of Employee and Councillor remuneration	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			4 993	4 993	390	2 789	2 873	(84)	-3%	4 993
Pension and UIF Contributions			97	97	8	55	56	(1)	-3%	97
Medical Aid Contributions			-	-	-	-	-	-	-	-
Motor Vehicle Allowance			1 576	1 576	126	884	907	(23)	-3%	1 576
Cellphone Allowance			470	470	39	274	274	-	-	470
Housing Allowances			-	-	-	-	-	-	-	-
Other benefits and allowances			-	-	-	-	-	-	-	-
Sub Total - Councillors	1		7 136	7 136	563	4 002	4 110	(108)	-3%	7 136
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Senior Managers of the Municipality										
Basic Salaries and Wages			4 701	4 701	1 494	3 329	2 528	802	32%	4 701
Pension and UIF Contributions			675	675	197	433	352	81	23%	675
Medical Aid Contributions			-	-	-	-	-	-	-	-
Overtime			-	-	-	-	-	-	-	-
Performance Bonus			-	-	-	-	-	-	-	-
Motor Vehicle Allowance			246	246	20	139	142	(3)	-2%	246
Cellphone Allowance			78	78	53	92	46	47	102%	78
Housing Allowances			3	3	15	17	2	15	815%	3
Other benefits and allowances			-	-	5	28	9	18	192%	-
Payments in lieu of leave			-	-	-	-	-	-	-	-
Long service awards			-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2		-	-	-	-	-	-	-	-
Entertainment			-	-	-	-	-	-	-	-
Scarcity			-	-	-	-	-	-	-	-
Acting and post related allowance			79	79	-	-	30	(30)	-100%	79
In kind benefits			-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	3		5 783	5 783	1 783	4 037	3 108	929	30%	5 783
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages			111 164	111 318	8 416	67 318	62 997	4 321	7%	111 318
Pension and UIF Contributions			20 173	20 173	1 562	10 965	11 504	(539)	-5%	20 173
Medical Aid Contributions			7 703	7 703	559	3 669	4 192	(523)	-12%	7 703
Overtime			1 950	1 750	438	2 099	1 122	977	87%	1 750
Performance Bonus			-	-	-	-	-	-	-	-
Motor Vehicle Allowance			6 263	6 263	393	2 827	3 371	(543)	-16%	6 263
Cellphone Allowance			482	482	35	250	271	(21)	-8%	482
Housing Allowances			387	387	28	194	214	(20)	-9%	387
Other benefits and allowances			11 823	11 823	932	6 243	6 662	(419)	-6%	11 823
Payments in lieu of leave			220	220	124	736	323	413	128%	220
Long service awards			601	601	54	380	361	19	5%	601
Post-retirement benefit obligations	2		5 967	5 967	498	3 485	3 482	3	0%	5 967
Entertainment			-	-	-	-	-	-	-	-
Scarcity			-	-	-	-	-	-	-	-
Acting and post related allowance			547	547	6	356	366	(9)	-3%	547
In kind benefits			-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	4		167 281	167 235	13 045	98 523	94 865	3 658	4%	167 235
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Total Parent Municipality			180 200	180 154	15 392	106 561	102 082	4 479	4%	180 154
Unpaid salary, allowances & benefits in arrears:			#DIV/0!	#DIV/0!						#DIV/0!
TOTAL SALARY, ALLOWANCES & BENEFITS			180 200	180 154	15 392	106 561	102 082	4 479	4%	180 154
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
TOTAL MANAGERS AND STAFF			173 064	173 018	14 829	102 560	97 972	4 587	5%	173 018

0 - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M07 January

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									
Monthly expenditure performance trend									
July		42	-	-	-	42	42	100.0%	0%
August		42	-	-	-	83	83	100.0%	0%
September		1 248	7	7	7	91	83	91.9%	0%
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	29	2 224	5 765	3 541	61.4%	15%
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	2 224	8 572	40 204		