Harry Gwala District Municipality

MFMA s71 report for the period ending 31 October 2025.

In-Year Report of the Municipality

Prepared in terms of Section 71 of the Local Government Municipal Finance Management Act, (Act 56 of 2003) and the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 June 2009.

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

AFS – Annual Financial Statements

Budget – The financial plan of the Municipality.

Capital expenditure - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

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

Equitable share – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

FMG – Financial Management Grant.

GRAP – Generally Recognised Accounting Practice. The standard for municipal accounting.

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

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

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant.

MTREF – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

SDBIP – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information. Harry Gwala District Municipality MFMA s71 Monthly Report Page 5

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

Vote – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

YTD – Year to date

YoY – Year on Year

DBSA – Development Bank of South Africa

PURPOSE

To table a report on the Implementation of the current budget and the financial state of the Municipality in terms of Section 71 of the Municipal Finance Management Act (MFMA) for the period ending 31 October 2025.

LEGISLATIVE FRAMEWORK

- Local Government: Municipal Finance Management Act, 56 of 2003
- SCM Regulations
- SCM Policy
- Municipal Budget Reporting Regulation
- Division of Revenue Act

Legislative Requirements

In terms of the section 71 of the MFMA 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 provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

(a) Actual revenue, per revenue source;

(b) actual borrowings;

(c) actual expenditure, per vote;

(d) actual capital expenditure, per vote;

(e) the amount of any allocations received;

(f) actual expenditure on those allocations, excluding expenditure on—

(i) its share of the local government equitable share; and

(ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and

(g) when necessary, an explanation of—

(i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;

(ii) any material variances from the service delivery and budget implementation plan; and

(iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's

1.2 Executive Summary

This report is a summary of the main budget issues arising from the in-year monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP).

Revenue by Source

The Year-to-Date actual revenue is 96% above the YTD budget. All the allocated conditional grants receipted as per Division of Revenue Bill, However the recognition as revenue only occur when the expenditure is incurred.

Borrowings

The balance of borrowings does not have the long term loans.

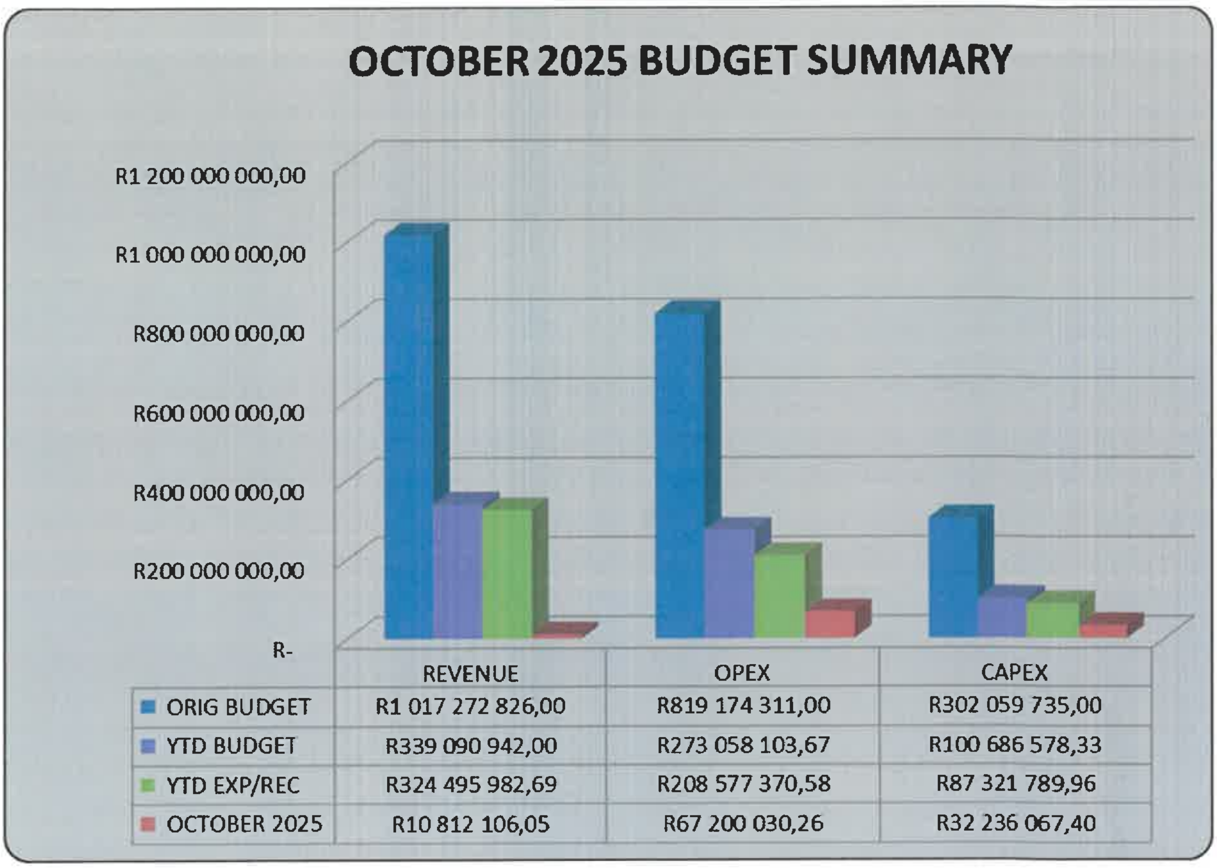
Operating expenditure by vote & type

The total operating budget for the current year amounts to R819, 1m. The YTD Operating expenditure for the month ended 31 October amounted to R208, 5m against a year to date (YTD) budget of R273m. The actual YTD expenditure represented 76% of the planned.

Capital expenditure

The total capital budget for the current year amounts to R302m. The YTD expenditure on capital amounts to R87, 3million, or 87% of the planned expenditure. Capital expenditure is mainly funded by means of National grants.

Chart 1: Budget vs. Expenditure Summary



Cash flows

The municipality started the year with a positive cashbook balance of R262, 9million. The closing cash and cash equivalents as at the end of October 2025 was R373, 2million.Refer to the table below for cash and cash equivalent register for more detail on the cash position.

CASH AND INVESTMENT REGISTER AS AT 31 OCTOBER 2025

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands	Yrs/Months							
Municipality								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	78 566	412	(13 373)	–	65 605
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	79 141	217	(22 401)	–	56 956
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	57 653	253	(46 322)	–	11 584
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	16 145	71	(18 023)	34 377	32 570
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	81	0	–	–	82
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	78 714	363	(1 515)	7 914	85 475
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 155	5	–	–	1 160
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	4	–	–	1 300	1 304
FNB BANK	M	FIXED DEPOSIT	Fixed	54 682	–	–	–	54 682
STANDARD BANK	M	FIXED DEPOSIT	Fixed	58 504	793	–	–	59 296
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	2 057			2 513	4 570
Municipality sub-total				426 701	2 113	(101 634)	46 104	373 284
TOTAL INVESTMENTS AND INTEREST				426 701	2 113	(101 634)	46 104	373 284

Allocations received (National & Provincial Grants)

All DORA and provincial grants allocations for 2025/2026 have been received as per payment schedule. The total grants received as at 31 October 2025 was R 402million.Conditional Grants amounting to R 195million and the equitable share is R 217million. One grant received in the month ending 31 October 2025.

Transfers Recognised – Operating

No operational grant received for the month of October 2025 namely:

Transfers Recognised – Capital

One Capital grant received for the month of October 2025 namely:

Water Services Infrastructure Grant- R 30 000 000

Spending on Grants

Spending on grants amounted to R87, 3million or 87% for the month ending October 2025.

1.3 Resolutions

This report will be tabled to Executive committee and therefore the resolution will be available once it tabled to council in terms of Sec 52 (d) of the MFMA.

1.4 Monthly Budget Statement Tables

Monthly Budget Statements Summary

Table C1 below provides a summary of the overall performance in the Municipality and is unpacked in the sections that follow.

DC43 Harry Gwala - Table C1 Consolidated Monthly Budget Statement Summary - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	–	–	–	–	–	–		–
Service charges	76 533	81 589	81 589	7 550	29 734	27 196	2 538	9%	81 589
Investment revenue	28 012	26 043	26 043	2 172	8 366	8 681	(315)	-4%	26 043
Transfers and subsidies - Operational	534 708	596 989	596 989	–	227 302	198 996	28 306	0	596 989
Other own revenue	16 989	19 194	19 194	1 090	5 112	6 398	(1 286)	-20%	19 194
Total Revenue (excluding capital transfers and contributions)	656 242	723 815	723 815	10 812	270 514	241 271	29 243	12%	723 815
Employee costs	261 756	291 721	291 721	22 189	89 856	97 241	(7 385)	-8%	291 721
Remuneration of Councillors	7 581	8 059	8 059	847	2 735	2 687	48	2%	8 059
Depreciation and amortisation	116 317	107 788	107 788	–	–	35 929	(35 929)	-100%	107 788
Interest	–	54	54	–	–	18	(18)	-100%	54
Inventory consumed and bulk purchases	58 827	39 635	40 035	5 140	12 201	13 256	(1 055)	-8%	40 035
Transfers and subsidies	–	23 360	23 360	–	7 000	7 787	(787)	-10%	23 360
Other expenditure	288 393	348 556	348 156	39 024	96 785	116 141	(19 356)	-17%	348 156
Total Expenditure	732 875	819 174	819 174	67 200	208 577	273 060	(64 482)	-24%	819 174
Surplus/(Deficit)	(76 633)	(95 360)	(95 360)	(56 388)	61 937	(31 788)	93 725	-295%	(95 360)
Transfers and subsidies - capital (monetary allocations)	317 693	293 458	293 458	–	53 982	97 819	(43 838)	-45%	293 458
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	241 060	198 099	198 099	(56 388)	115 919	66 031	49 887	76%	198 099
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	241 060	198 099	198 099	(56 388)	115 919	66 031	49 887	76%	198 099
Capital expenditure & funds sources									
Capital expenditure	349 075	302 060	302 060	32 236	87 322	100 687	(13 365)	-13%	302 060
Capital transfers recognised	276 005	260 147	259 147	27 843	75 264	86 383	(11 118)	-13%	259 147
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	73 070	41 912	42 912	4 393	12 057	14 304	(2 247)	-16%	42 912
Total sources of capital funds	349 075	302 060	302 060	32 236	87 322	100 687	(13 365)	-13%	302 060
Financial position									
Total current assets	308 794	219 492	219 492		393 627				219 492
Total non current assets	3 218 981	3 446 443	3 446 443		3 306 303				3 446 443
Total current liabilities	187 569	121 261	121 261		243 804				121 261
Total non current liabilities	34 976	30 536	30 536		34 976				30 536
Community wealth/Equity	3 363 268	3 514 683	3 514 683		3 421 184				3 514 683
Cash flows									
Net cash from (used) operating	1 475 617	357 947	357 947	78 824	801 629	119 316	(682 314)	-572%	357 947
Net cash from (used) investing	(349 075)	(346 012)	(346 012)	(32 117)	(86 729)	(115 337)	(28 609)	25%	(346 012)
Net cash from (used) financing	–	(1 831)	(1 831)	–	21	(610)	(631)	103%	(1 831)
Cash/cash equivalents at the month/year end	1 335 973	173 682	173 682	984 506	976 592	166 945	(809 647)	-485%	271 775
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	8 117	3 909	2 790	2 669	2 440	2 532	45 136	158 441	226 033
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

Financial Performance

Table C2 provides the statement of financial performance by standard classification.

DC43 Harry Gwala - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional									
Governance and administration	523 673	551 433	551 433	2 214	226 473	183 811	42 662	23%	551 433
Executive and council	–	–	–	–	–	–	–		–
Finance and administration	523 673	551 433	551 433	2 214	226 473	183 811	42 662	23%	551 433
Internal audit	–	–	–	–	–	–	–		–
Community and public safety	38	18	18	4	24	6	18	310%	18
Community and social services	38	18	18	4	24	6	18	310%	18
Sport and recreation	–	–	–	–	–	–	–		–
Public safety	–	–	–	–	–	–	–		–
Housing	–	–	–	–	–	–	–		–
Health	–	–	–	–	–	–	–		–
Economic and environmental services	24 064	23 000	23 000	–	–	7 667	(7 667)	-100%	23 000
Planning and development	24 064	23 000	23 000	–	–	7 667	(7 667)	-100%	23 000
Road transport	–	–	–	–	–	–	–		–
Environmental protection	–	–	–	–	–	–	–		–
Trading services	426 160	442 822	442 822	8 593	97 999	147 607	(49 608)	-34%	442 822
Energy sources	–	–	–	–	–	–	–		–
Water management	412 843	426 870	426 870	7 463	93 415	142 290	(48 875)	-34%	426 870
Waste water management	13 317	15 952	15 952	1 130	4 584	5 317	(734)	-14%	15 952
Waste management	–	–	–	–	–	–	–		–
Other	–	–	–	–	–	–	–		–
Total Revenue - Functional	973 935	1 017 273	1 017 273	10 812	324 496	339 091	(14 595)	-4%	1 017 273
Expenditure - Functional									
Governance and administration	268 495	308 803	308 773	31 742	96 277	102 932	(6 654)	-6%	308 773
Executive and council	35 024	52 195	52 195	3 015	13 894	17 399	(3 505)	-20%	52 195
Finance and administration	225 155	246 716	246 686	28 096	79 775	82 236	(2 461)	-3%	246 686
Internal audit	8 316	9 892	9 892	632	2 608	3 297	(689)	-21%	9 892
Community and public safety	18 204	22 765	22 765	1 188	5 024	7 588	(2 565)	-34%	22 765
Community and social services	18 204	22 765	22 765	1 188	5 024	7 588	(2 565)	-34%	22 765
Sport and recreation	–	–	–	–	–	–	–		–
Public safety	–	–	–	–	–	–	–		–
Housing	–	–	–	–	–	–	–		–
Health	–	–	–	–	–	–	–		–
Economic and environmental services	200 808	217 958	217 958	9 248	33 837	72 653	(38 817)	-53%	217 958
Planning and development	200 808	217 958	217 958	9 248	33 837	72 653	(38 817)	-53%	217 958
Road transport	–	–	–	–	–	–	–		–
Environmental protection	–	–	–	–	–	–	–		–
Trading services	245 367	269 549	269 579	25 022	73 440	89 853	(16 413)	-18%	269 579
Energy sources	–	–	–	–	–	–	–		–
Water management	245 183	260 256	260 286	24 489	73 334	86 756	(13 422)	-15%	260 286
Waste water management	185	9 292	9 292	533	106	3 097	(2 991)	-97%	9 292
Waste management	–	–	–	–	–	–	–		–
Other	–	100	100	–	–	33	(33)	-100%	100
Total Expenditure - Functional	732 875	819 174	819 174	67 200	208 577	273 060	(64 482)	-24%	819 174
Surplus/ (Deficit) for the year	241 060	198 099	198 099	(56 388)	115 919	66 031	49 887	0,7555091	198 099

This table assess the revenue by department and then the expenditure for the period ending 31 October 2025. Revenue receipts in October have largely constituted of service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of October is 3% against original budget.

Expenditure by standard classification presents the expenditures by the departments. Water Services Department has the largest expenditure for the month of October as the department responsible for the repairs and maintenance of the municipal assets and also with the largest staff complement, shares the greatest bulk of this budget and hence the expenditure of R30, 7million.

Table C3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Harry Gwala - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote									
Vote 01 - Summary Council	–	–	–	–	–	–	–		–
Vote 02 - Summary Municipal Manager	–	–	–	–	–	–	–		–
Vote 03 - Summary Budget And Treasury Office	523 056	549 507	549 507	2 214	226 378	183 169	43 209	23,6%	549 507
Vote 04 - Summary Corporate Services	393	410	410	–	–	137	(137)	-100,0%	410
Vote 05 - Summary Social Services & Development Planing	38	24 479	24 479	4	24	8 160	(8 136)	-99,7%	24 479
Vote 06 - Summary Infrastructure Services	361 419	350 081	350 081	370	65 365	116 694	(51 328)	-44,0%	350 081
Vote 07 - Summary Water Services	89 029	92 795	92 795	8 224	32 729	30 932	1 797	5,8%	92 795
Vote 15 - Other	–	–	–	–	–	–	–		–
Total Revenue by Vote	**973 935**	**1 017 273**	**1 017 273**	**10 812**	**324 496**	**339 091**	**(14 595)**	**-4,3%**	**1 017 273**
Expenditure by Vote									
Vote 01 - Summary Council	17 788	20 567	20 567	1 450	7 958	6 856	1 102	16,1%	20 567
Vote 02 - Summary Municipal Manager	27 120	31 264	31 264	2 197	8 544	10 421	(1 877)	-18,0%	31 264
Vote 03 - Summary Budget And Treasury Office	69 768	64 749	64 749	7 562	24 789	21 583	3 205	14,9%	64 749
Vote 04 - Summary Corporate Services	106 598	110 299	110 299	14 777	37 609	36 767	843	2,3%	110 299
Vote 05 - Summary Social Services & Development Planing	55 654	97 924	97 924	2 762	17 902	32 642	(14 740)	-45,2%	97 924
Vote 06 - Summary Infrastructure Services	162 332	165 408	165 408	7 717	21 132	55 136	(34 004)	-61,7%	165 408
Vote 07 - Summary Water Services	293 615	328 964	328 964	30 735	90 644	109 655	(19 011)	-17,3%	328 964
Vote 15 - Other	–	–	–	–	–	–	–		–
Total Expenditure by Vote	**732 875**	**819 174**	**819 174**	**67 200**	**208 577**	**273 060**	**(64 482)**	**-23,6%**	**819 174**
Surplus/ (Deficit) for the year	**241 060**	**198 099**	**198 099**	**(56 388)**	**115 919**	**66 031**	**49 887**	**75,6%**	**198 099**

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 October 2025.

DC43 Harry Gwala - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description R thousands	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue									
Exchange Revenue									
Service charges - Electricity							–		
Service charges - Water	63 688	68 071	68 071	6 353	25 114	22 690	2 424	11%	68 071
Service charges - Waste Water Management	12 845	13 518	13 518	1 198	4 621	4 506	115	3%	13 518
Service charges - Waste management							–		
Sale of Goods and Rendering of Services	141	791	791	20	67	264	(197)	-75%	791
Interest earned from Receivables	14 599	16 055	16 055	1 046	4 295	5 352	(1 057)	-20%	16 055
Interest from Current and Non Current Assets	28 012	26 043	26 043	2 172	8 366	8 681	(315)	-4%	26 043
Licence and permits							–		
Special rating levies							–		
Operational Revenue	678	706	706	24	101	235	(134)	-57%	706
Non-Exchange Revenue							–		
Property rates							–		
Surcharges and Taxes							–		
Fines, penalties and forfeits	786	1 643	1 643	–	176	548	(372)	-68%	1 643
Licence and permits							–		
Transfers and subsidies - Operational	534 708	596 989	596 989	–	227 302	198 996	28 306	14%	596 989
Interest	–	–	–	–	–	–	–		–
Fuel Levy							–		
Operational Revenue	–	–	–	–	–	–	–		–
Gains on disposal of Assets	–	–	–	–	474	–	474	#DIV/0!	–
Other Gains	785	–	–	–	–	–	–		–
Discontinued Operations							–		
Total Revenue (excluding capital transfers and contributions)	**656 242**	**723 815**	**723 815**	**10 812**	**270 514**	**241 271**	**29 243**	**12%**	**723 815**
Expenditure By Type									
Employee related costs	261 756	291 721	291 721	22 189	89 856	97 241	(7 385)	-8%	291 721
Remuneration of councillors	7 581	8 059	8 059	847	2 735	2 687	48	2%	8 059
Bulk purchases - electricity	–	–	–	–	–	–	–		–
Inventory consumed	58 827	39 635	40 035	5 140	12 201	13 256	(1 055)	-8%	40 035
Debt impairment	2 907	31 530	31 530	–	–	10 510	(10 510)	-100%	31 530
Depreciation and amortisation	116 317	107 788	107 788	–	–	35 929	(35 929)	-100%	107 788
Interest	–	54	54	–	–	18	(18)	-100%	54
Contracted services	159 115	173 856	173 476	19 621	52 521	57 910	(5 389)	-9%	173 476
Transfers and subsidies	–	23 360	23 360	–	7 000	7 787	(787)	-10%	23 360
Irrecoverable debts written off	17 551	42 327	42 327	1 642	7 335	14 109	(6 774)	-48%	42 327
Operational costs	108 821	100 844	100 824	17 760	36 930	33 613	3 317	10%	100 824
Losses on Disposal of Assets	–	–	–	–	–	–	–		–
Other Losses	–	–	–	–	–	–	–		–
Total Expenditure	**732 875**	**819 174**	**819 174**	**67 200**	**208 577**	**273 060**	**(64 482)**	**-24%**	**819 174**
Surplus/(Deficit)	**(76 633)**	**(95 360)**	**(95 360)**	**(56 388)**	**61 937**	**(31 788)**	**93 725**	**(0)**	**(95 360)**
Transfers and subsidies - capital (monetary allocations)	317 693	293 458	293 458	–	53 982	97 819	(43 838)	(0)	293 458
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**241 060**	**198 099**	**198 099**	**(56 388)**	**115 919**	**66 031**	**49 887**	**0**	**198 099**
Income Tax							–		
Surplus/(Deficit) after income tax	**241 060**	**198 099**	**198 099**	**(56 388)**	**115 919**	**66 031**	**49 887**	**0**	**198 099**
Share of Surplus/Deficit attributable to Joint Venture							–		
Share of Surplus/Deficit attributable to Minorities							–		
Surplus/(Deficit) attributable to municipality	**241 060**	**198 099**	**198 099**	**(56 388)**	**115 919**	**66 031**	49 887	0	**198 099**
Share of Surplus/Deficit attributable to Associate							–		
Intercompany/Parent subsidiary transactions	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**241 060**	**198 099**	**198 099**	**(56 388)**	**115 919**	**66 031**	**49 887**	**0**	**198 099**

Capital Expenditure

Table C5 below reports on the capital expenditures by departments (municipal vote) and also by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

DC43 Harry Gwala - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M04 October

Vote Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 01 - Summary Council	–	–	–	–	–	–	–		–
Vote 02 - Summary Municipal Manager	–	1 364	1 364	–	–	455	(455)	-100%	1 364
Vote 03 - Summary Budget And Treasury Office	–	2 279	2 279	–	104	760	(655)	-86%	2 279
Vote 04 - Summary Corporate Services	11 900	3 374	3 374	30	300	1 125	(824)	-73%	3 374
Vote 05 - Summary Social Services & Development Planing	–	7 101	7 101	–	–	2 367	(2 367)	-100%	7 101
Vote 06 - Summary Infrastructure Services	136 524	99 656	98 457	13 144	39 897	33 085	6 812	21%	98 457
Vote 07 - Summary Water Services	198 273	177 670	178 868	18 942	45 370	59 356	(13 987)	-24%	178 868
Total Capital Multi-year expenditure	346 697	291 443	291 443	32 117	85 672	97 148	(11 476)	-12%	291 443
Single Year expenditure appropriation									
Vote 01 - Summary Council	–	–	–	–	–	–	–		–
Vote 02 - Summary Municipal Manager	–	–	–	–	–	–	–		–
Vote 03 - Summary Budget And Treasury Office	–	180	180	–	–	60	(60)	-100%	180
Vote 04 - Summary Corporate Services	101	5 136	5 136	119	1 650	1 712	(62)	-4%	5 136
Vote 05 - Summary Social Services & Development Planing	–	–	–	–	–	–	–		–
Vote 06 - Summary Infrastructure Services	–	2 000	2 000	–	–	667	(667)	-100%	2 000
Vote 07 - Summary Water Services	2 278	3 300	3 300	–	–	1 100	(1 100)	-100%	3 300
Total Capital single-year expenditure	2 378	10 616	10 616	119	1 650	3 539	(1 889)	-53%	10 616
Total Capital Expenditure	349 075	302 060	302 060	32 236	87 322	100 687	(13 365)	-13%	302 060
Capital Expenditure - Functional Classification									
Governance and administration	12 001	17 434	17 434	149	2 055	5 811	(3 757)	-65%	17 434
Executive and council	–	–	–	–	–	–	–		–
Finance and administration	12 001	16 071	16 071	149	2 055	5 357	(3 302)	-62%	16 071
Internal audit	–	1 364	1 364	–	–	455	(455)	-100%	1 364
Community and public safety	–	–	–	–	–	–	–		–
Community and social services	–	–	–	–	–	–	–		–
Sport and recreation							–		
Public safety							–		
Housing							–		
Health							–		
Economic and environmental services	134 763	95 891	94 693	13 144	39 897	31 831	8 067	25%	94 693
Planning and development	134 763	95 891	94 693	13 144	39 897	31 831	8 067	25%	94 693
Road transport							–		
Environmental protection							–		
Trading services	202 311	188 734	189 932	18 942	45 370	63 045	(17 675)	-28%	189 932
Energy sources							–		
Water management	182 256	188 473	186 303	18 942	44 085	62 583	(18 499)	-30%	186 303
Waste water management	20 055	261	3 629	–	1 285	461	824	179%	3 629
Waste management							–		
Other							–		
Total Capital Expenditure - Functional Classification	349 075	302 060	302 060	32 236	87 322	100 687	(13 365)	-13%	302 060
Funded by:									
National Government	255 079	259 997	258 997	27 843	75 264	86 333	(11 069)	-13%	258 997
Provincial Government	20 926	–	–	–	–	–	–		–
District Municipality	–	150	150	–	–	50	(50)	-100%	150
Transfers recognised - capital	276 005	260 147	259 147	27 843	75 264	86 383	(11 118)	-13%	259 147
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	73 070	41 912	42 912	4 393	12 057	14 304	(2 247)	-16%	42 912
Total Capital Funding	349 075	302 060	302 060	32 236	87 322	100 687	(13 365)	-13%	302 060

As alluded to above, the capital expenditure programme for the period ending 31 October 2025 was R87, 3m which represents 87% of capital expenditure against year to date budget of R100, 6million.

The chart below presents a high level analysis of YTD capital expenditure budget against the YTD actual expenditure.

Chart 1: 2025/2026 CAPEX

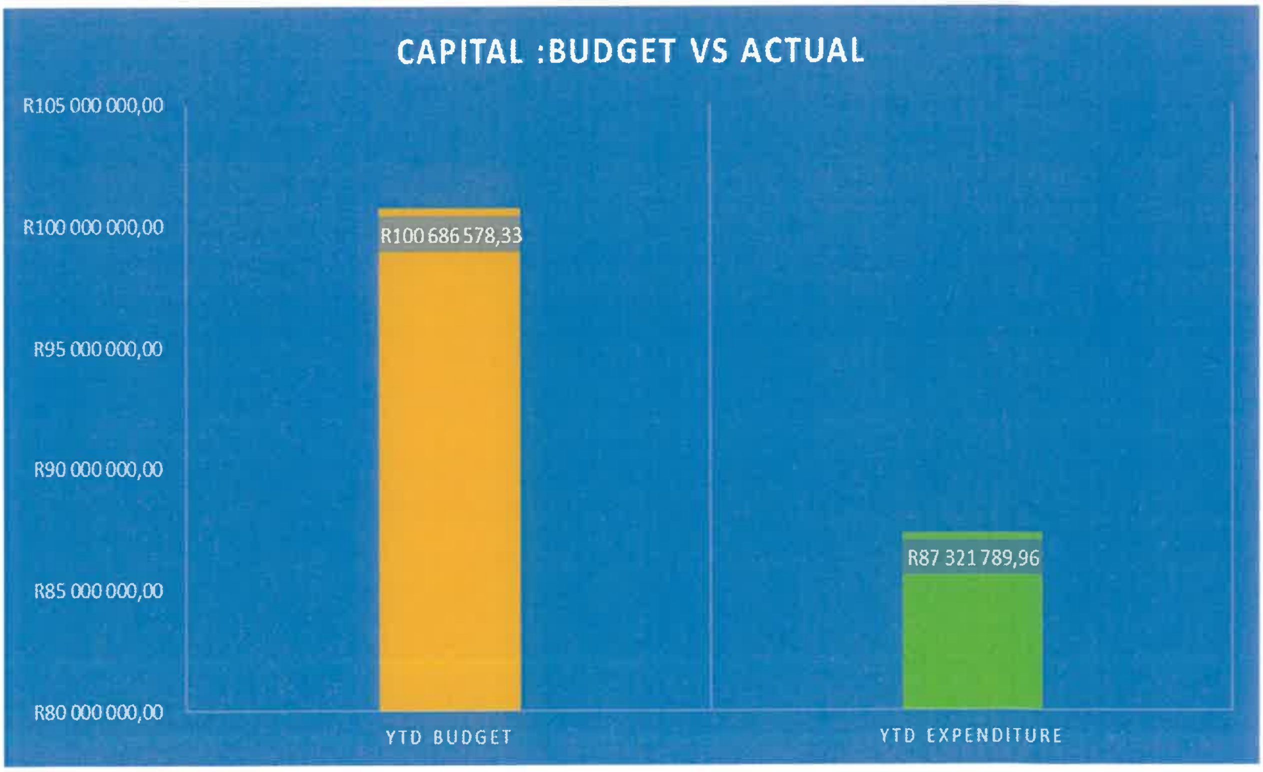


Table C6 displays the financial position of the municipality as at 31 October 2025.

DC43 Harry Gwala - Table C6 Consolidated Monthly Budget Statement - Financial Position - M04 October

Description	2024/25	Budget Year 2025/26			
R thousands	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash and cash equivalents	261 670	173 668	173 668	358 311	173 668
Trade and other receivables from exchange transactions	12 773	23 719	23 719	6 708	23 719
Receivables from non-exchange transactions	1 570	2 312	2 312	1 570	2 312
Current portion of non-current receivables	–	–	–	–	–
Inventory	963	858	858	963	858
VAT	32 125	19 165	19 165	26 483	19 165
Other current assets	(307)	(229)	(229)	(408)	(229)
Total current assets	**308 794**	**219 492**	**219 492**	**393 627**	**219 492**
Non current assets					
Investments					
Investment property	–	–	–	–	–
Property, plant and equipment	3 218 685	3 443 615	3 443 615	3 306 007	3 443 615
Biological assets					
Living and non-living resources					
Heritage assets					
Intangible assets	296	2 827	2 827	296	2 827
Trade and other receivables from exchange transactions					
Non-current receivables from non-exchange transactions	–	–	–	–	–
Other non-current assets	0	0	0	0	0
Total non current assets	**3 218 981**	**3 446 443**	**3 446 443**	**3 306 303**	**3 446 443**
TOTAL ASSETS	**3 527 775**	**3 665 935**	**3 665 935**	**3 699 930**	**3 665 935**
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Financial liabilities	12 806	8 006	8 006	12 806	8 006
Consumer deposits	3 441	3 748	3 748	3 488	3 748
Trade and other payables from exchange transactions	148 140	86 356	86 356	74 370	86 356
Trade and other payables from non-exchange transactions	(0)	1 483	1 483	129 884	1 483
Provision	16 527	16 385	16 385	16 527	16 385
VAT	6 655	5 282	5 282	6 729	5 282
Other current liabilities	–	–	–	–	–
Total current liabilities	**187 569**	**121 261**	**121 261**	**243 804**	**121 261**
Non current liabilities					
Financial liabilities	(0)	–	–	(0)	–
Provision	34 976	30 536	30 536	34 976	30 536
Long term portion of trade payables	–	–	–	–	–
Other non-current liabilities	–	–	–	–	–
Total non current liabilities	**34 976**	**30 536**	**30 536**	**34 976**	**30 536**
TOTAL LIABILITIES	**222 545**	**151 797**	**151 797**	**278 780**	**151 797**
NET ASSETS	**3 305 231**	**3 514 138**	**3 514 138**	**3 421 149**	**3 514 138**
COMMUNITY WEALTH/EQUITY					
Accumulated surplus/(deficit)	3 305 231	3 514 138	3 514 138	3 421 149	3 514 138
Reserves and funds	–	–	–	–	–
Other	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	**3 305 231**	**3 514 138**	**3 514 138**	**3 421 149**	**3 514 138**

Table C7 below display the Cash Flow Statement for the period ending 31 October 2025.

DC43 Harry Gwala - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	–	–	–	–	–	–	–		–
Service charges	69 696	71 563	71 563	6 686	30 642	23 854	6 787	28%	71 563
Other revenue	1 507 411	70 300	70 300	144 891	743 367	23 433	719 933	3072%	70 300
Transfers and Subsidies - Operational	499 995	573 989	573 989	–	221 071	191 330	29 741	16%	573 989
Transfers and Subsidies - Capital	341 906	293 458	293 458	30 000	191 000	97 819	93 181	95%	293 458
Interest	28 012	26 046	26 046	2 172	8 366	8 682	(316)	-4%	26 046
Dividends							–		
Payments									
Suppliers and employees	(971 403)	(677 355)	(677 355)	(104 924)	(392 816)	(225 785)	167 031	-74%	(677 355)
Interest	–	(54)	(54)	–	–	(18)	(18)	100%	(54)
Transfers and Subsidies							–		
NET CASH FROM/(USED) OPERATING ACTIVITIES	**1 475 617**	**357 947**	**357 947**	**78 824**	**801 629**	**119 316**	**(682 314)**	**-572%**	**357 947**
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	–	–	–	474	–	474	#DIV/0!	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments							–		
Payments									
Capital assets	(349 075)	(346 012)	(346 012)	(32 117)	(87 202)	(115 337)	(28 135)	24%	(346 012)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(349 075)**	**(346 012)**	**(346 012)**	**(32 117)**	**(86 729)**	**(115 337)**	**(28 609)**	**25%**	**(346 012)**
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans							–		
Borrowing long term/refinancing							–		
Increase (decrease) in consumer deposits	–	569	569	–	21	190	(169)	-89%	569
Payments									
Repayment of borrowing	–	(2 400)	(2 400)	–	–	(800)	(800)	100%	(2 400)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**–**	**(1 831)**	**(1 831)**	**–**	**21**	**(610)**	**(631)**	**103%**	**(1 831)**
NET INCREASE/ (DECREASE) IN CASH HELD	**1 126 542**	**10 105**	**10 105**	**46 707**	**714 922**	**3 368**			**10 105**
Cash/cash equivalents at beginning:	209 430	163 577	163 577	937 799	261 670	163 577			261 670
Cash/cash equivalents at month/year end:	1 335 973	173 682	173 682	984 506	976 592	166 945			271 775

PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 October 2025.

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Harry Gwala - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

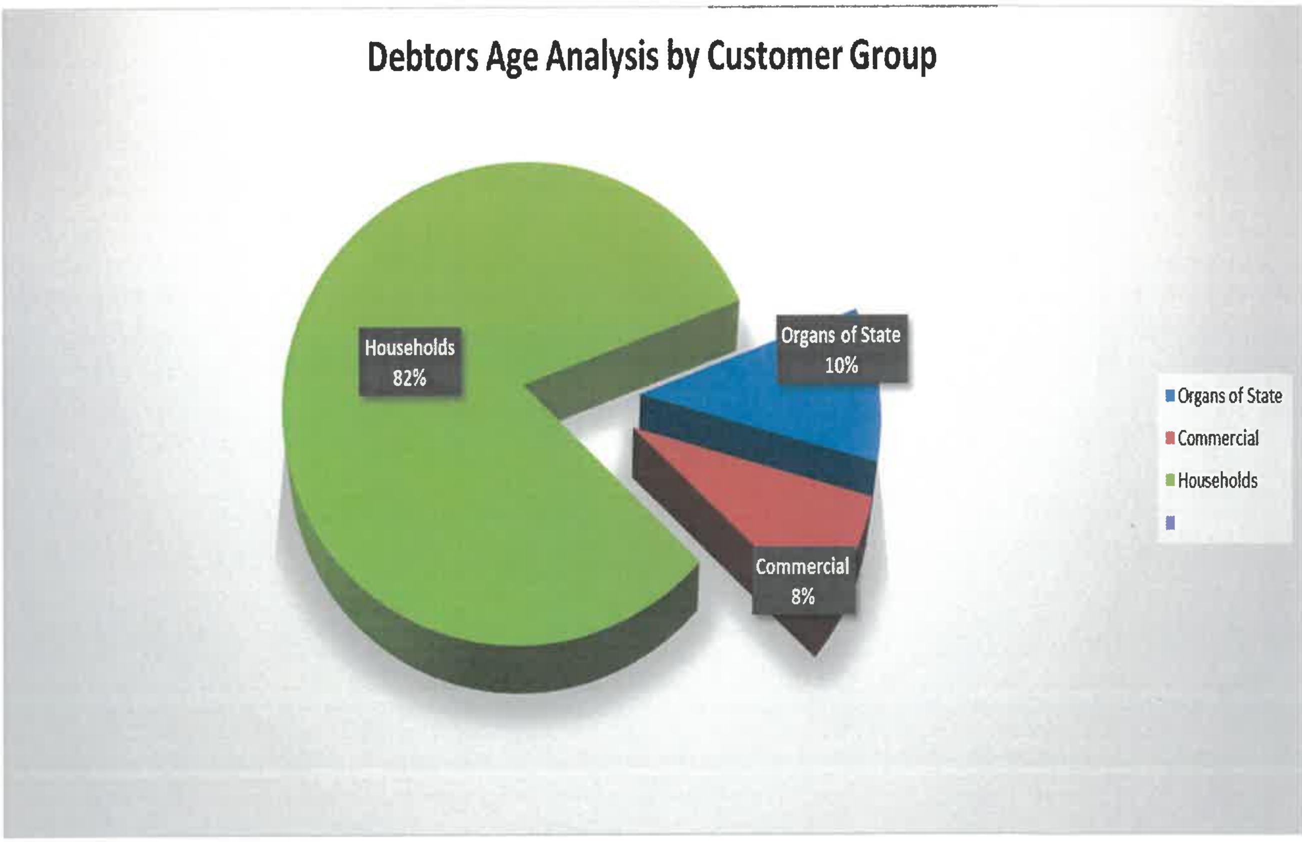
Description	Budget Year 2025/26									
R thousands	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	5 210	2 509	1 791	1 713	1 567	1 625	28 974	101 707	145 096	135 585
Trade and Other Receivables from Exchange Transactions - Electricity									–	–
Receivables from Non-exchange Transactions - Property Rates									–	–
Receivables from Exchange Transactions - Waste Water Management	2 035	980	700	669	612	635	11 319	39 733	56 683	52 968
Receivables from Exchange Transactions - Waste Management									–	–
Receivables from Exchange Transactions - Property Rental Debtors									–	–
Interest on Arrear Debtor Accounts	871	419	299	286	262	272	4 843	17 001	24 254	22 664
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									–	–
Other									–	–
Total By Income Source	**8 117**	**3 909**	**2 790**	**2 669**	**2 440**	**2 532**	**45 136**	**158 441**	**226 033**	**211 218**
2024/25 - totals only	8155034	6544316	4422011	4444088	4595505	4285826	16722386	180454320	229 623	**210 502**
Debtors Age Analysis By Customer Group										
Organs of State	5 586	1 837	920	713	637	610	7 282	5 713	23 298	14 955
Commercial	801	391	265	328	241	379	4 287	10 925	17 618	16 161
Households	1 729	1 681	1 606	1 628	1 563	1 542	33 566	141 802	185 117	180 101
Other	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**8 117**	**3 909**	**2 790**	**2 669**	**2 440**	**2 532**	**45 136**	**158 441**	**226 033**	**211 218**

The municipal consumer debt is currently decreasing as the municipality implementing amnesty and installing prepaid meters as it has a direct impact on municipal cash flows.

Chart 2: Debtors Age Analysis by Customer Group

The information presented in the chart above ranks total debt owed to the municipality from highest to the lowest,

- ✓ Households: 82%
- ✓ Government 10%
- ✓ Business 8%



The chart above shows that for each debtor type the amounts owing to the municipality have increased on a year to year basis.

The table that follows below unpacks the revenue receipts per Local Municipality in the District

Revenue receipts per Area

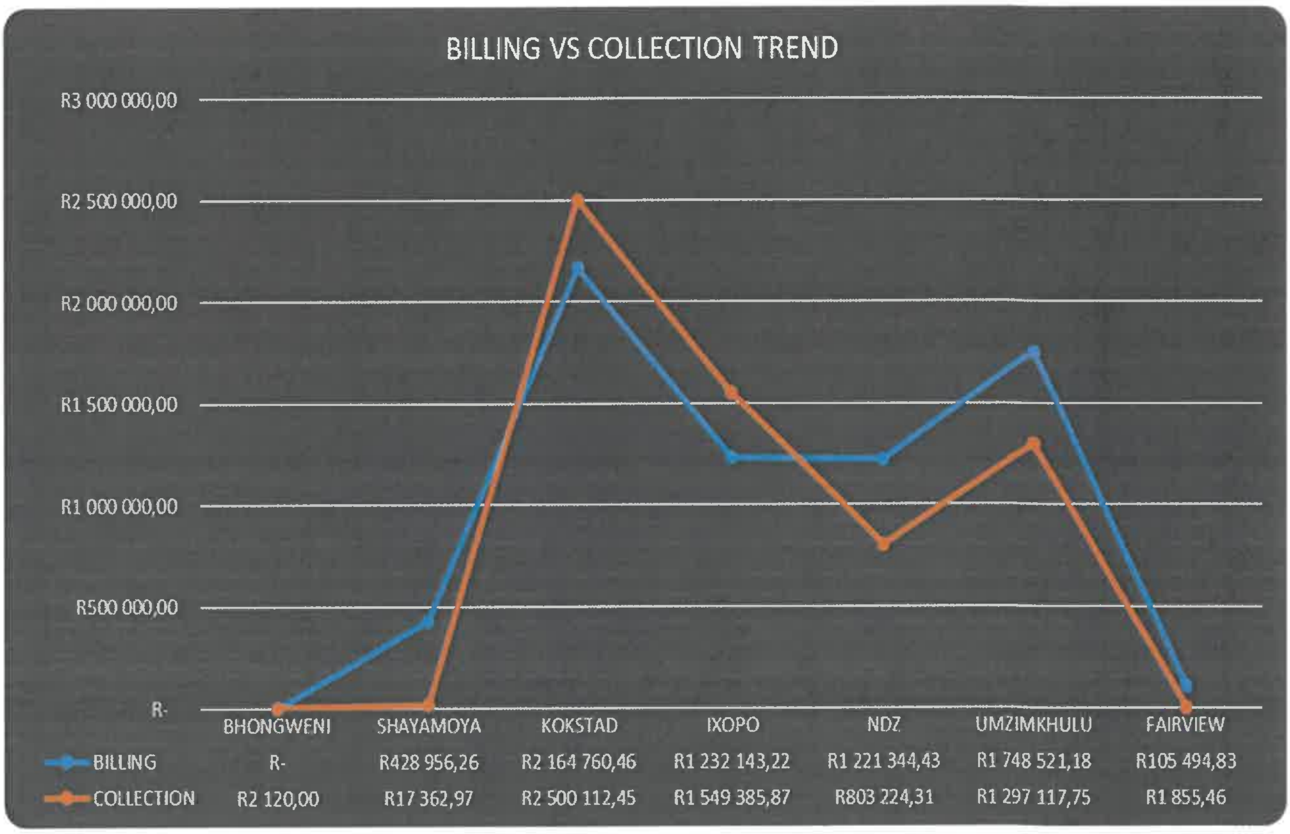
AREA	AMOUNT	OCTOBER 2025	SEPTEMBER 2025
Unallocated receipts	R 22 038	0%	0%
Bhongweni	R 2 120	0%	0%
Shayamoya	R 17 363	1%	1%
Kokstad	R 2 500 112	40%	48%
Ixopo	R 868 628	14%	15%
NDZ	R 1 483 983	24%	11%
Umzimkulu	R 1 297 118	21%	24%
Fairview	R 1 855	0%	0%
TOTAL RECEIPTS INCL VAT	**R 6 193 217**	100%	100%

The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for October 2025 is R6, 1million. The collection for prepaid in the month of October is R 1, 266,611. Total cash collected including prepaid for the month ending 31 October 2025 is R 7,459,828.

BILLING VS COLLECTION

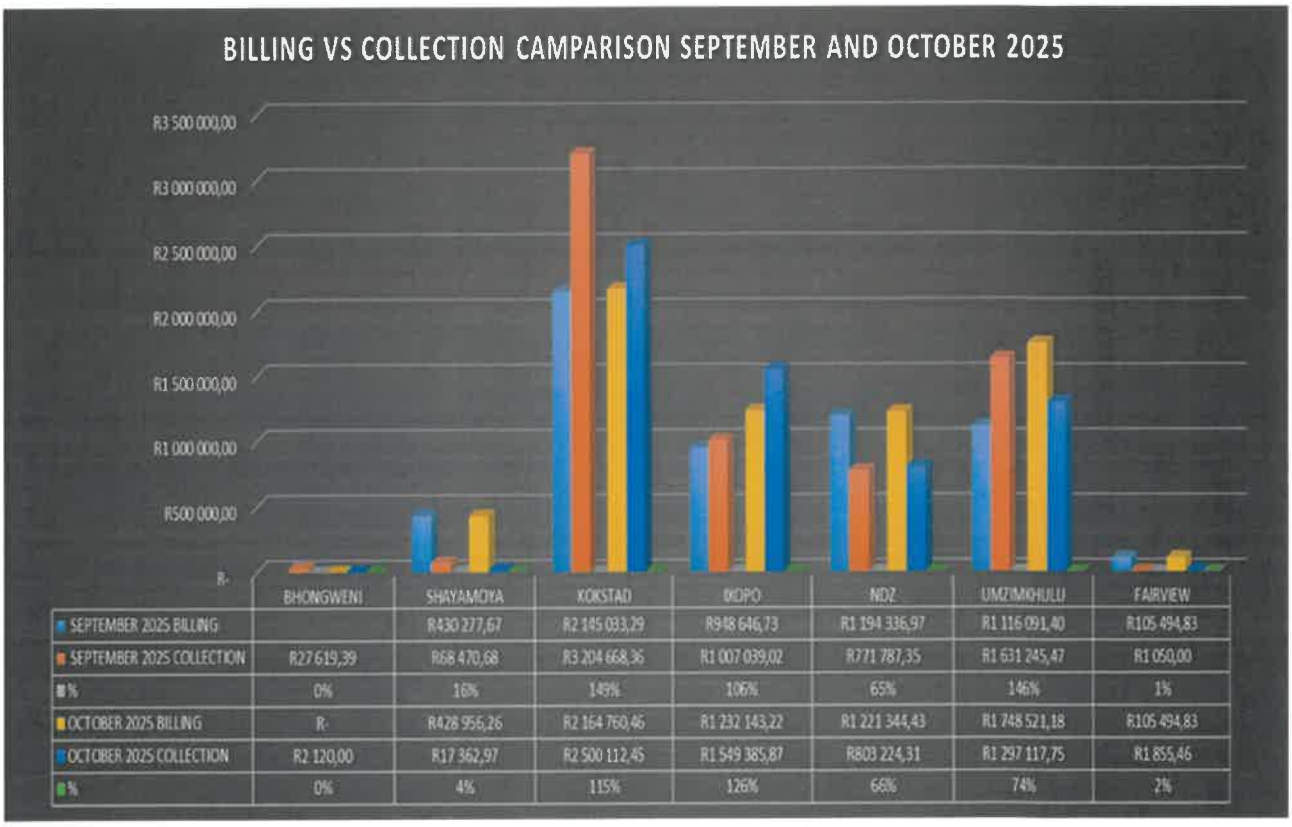
Billing vs Collection trend for October 2025

The chart that follows below shows the comparison between billing and collection trend for the period ending 31 October 2025



BILLING VS COLLECTION (COMPARISON BETWEEN SEPTEMBER AND OCTOBER 2025)

The chart that follows below shows the comparison between billing and collection for the period ending 31 October 2025



	BHONGWENI	SHAYAMOYA	KOKSTAD	IXOPO	NDZ	UMZIMKHULU	FAIRVIEW
SEPTEMBER 2025 BILLING		R430 277,67	R2 145 033,29	R948 646,73	R1 194 336,97	R1 116 091,40	R105 494,83
SEPTEMBER 2025 COLLECTION	R27 619,39	R68 470,68	R3 204 668,36	R1 007 039,02	R771 787,35	R1 631 245,47	R1 050,00
%	0%	16%	149%	106%	65%	146%	1%
OCTOBER 2025 BILLING	R-	R428 956,26	R2 164 760,46	R1 232 143,22	R1 221 344,43	R1 748 521,18	R105 494,83
OCTOBER 2025 COLLECTION	R2 120,00	R17 362,97	R2 500 112,45	R1 549 385,87	R803 224,31	R1 297 117,75	R1 855,46
%	0%	4%	115%	126%	66%	74%	2%

Debtors age analysis per service

The municipality's total outstanding debtors amounted to R 226,033,083 as at 31 October 2025 compared with the R 225,176,776 as at 30 September 2025. Current debt represents 4% of the total outstanding debt compared with the 3% of September 2025; 30 days and older debt 2% compared with the 2% for September 2025; 60 days and older debt 1% compared with the 1% of September 2025; and 90 days 1% compared with the 1% of August 2025; 120 days to History and older 92% compared with the 93% for October 2025.

Current debt increased with R 856,308 to R 226,033,083 in the month ending 31 October compared with the R 225,033,083 as at 30 September 2025; 30 days + debt increased with R 138,542; 60 days + decreased with R 210,478; 90 days + debt increased with R 27,887 and 120 + days and older debt as at 31 October 2025 has decreased with R 133,768 to R 208,548,723 compared with the R 208,682,491 for September 2025.

Debtors age analysis per debtor type

Business debtors owes the municipality R 17,094,134 (8%); Municipal debtors R 680,393 (0%); domestic debtors R 170,663,226 (76%); Government accounts R 22,549,790 (10%); Indigent debtors R 8,942,471 (4%); Deceased R 1,076,428 (0%) and other debtors R 5,026,641 (2%) of the total outstanding debt of R 226,033,083.

2.2 Creditors Analysis

Table SC presents the aged creditors as at 31October 2025

DC43 Harry Gwala - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	Budget Year 2024/25								
	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									–
Bulk Water									–
PAYE deductions									–
VAT (output less input)									–
Pensions / Retirement deductions									–
Loan repayments									–
Trade Creditors	1 790	349	2 000						4 139
Auditor General									–
Other									–
Medical Aid deductions									–
Total By Customer Type	**1 790**	**349**	**2 000**	**–**	**–**	**–**	**–**	**–**	**4 139**

2.3 Investment Portfolio Analysis

The following information presents the cash at bank and short term investments balances broken down per investment type as at 31 October 2025.

Cash and Bank Balances (Investments)

Monthly budget statement- Investment Portfolio

CASH AND INVESTMENT REGISTER AS AT 31 OCTOBER 2025

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	Type of Investment	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	78 566	412	(13 373)	–	65 605
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	79 141	217	(22 401)	–	56 956
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	57 653	253	(46 322)	–	11 584
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	16 145	71	(18 023)	34 377	32 570
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	81	0	–	–	82
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	78 714	363	(1 515)	7 914	85 475
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 155	5	–	–	1 160
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	4	–	–	1 300	1 304
FNB BANK	M	FIXED DEPOSIT	Fixed	54 682	–	–	–	54 682
STANDARD BANK	M	FIXED DEPOSIT	Fixed	58 504	793	–	–	59 296
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	2 057			2 513	4 570
Municipality sub-total				426 701	2 113	(101 634)	46 104	373 284
TOTAL INVESTMENTS AND INTEREST				426 701	2 113	(101 634)	46 104	373 284

2.4 Allocation and Grant receipts and Expenditure

Table SC 6 displays information relating to grant receipts.

DC43 Harry Gwala - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	534 708	573 989	573 989	–	227 302	191 330	35 972	18,8%	573 989
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–		–
Equitable Share	491 837	520 871	520 871	–	217 029	173 624	43 405	25,0%	520 871
Expanded Public Works Programme Integrated Grant	4 460	3 660	3 660	–	915	1 220	(305)	-25,0%	3 660
Integrated National Electrification Programme Grant	–	–	–	–	–	–	–		–
Local Government Financial Management Grant	1 200	1 300	1 300	–	175	433	(258)	-59,6%	1 300
Municipal Disaster Relief Grant	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant	33 363	45 548	45 548	–	9 183	15 183	(6 000)	-39,5%	45 548
Rural Road Asset Management Systems Grant	2 498	2 610	2 610	–	–	870	(870)	-100,0%	2 610
Water Services Infrastructure Grant	1 350	–	–	–	–	–	–		–
Other transfers and grants [insert description]							–		
Provincial Government:	–	–	–	–	–	–	–		–
Capacity Building and Other Grants	–	–	–	–	–	–	–		–
Other transfers and grants [insert description]							–		
District Municipality:	–	23 000	23 000	–	–	7 667	(7 667)	-100,0%	23 000
Specify (Add grant description)	–	23 000	23 000	–	–	7 667	(7 667)	-100,0%	23 000
Other grant providers:	–	–	–	–	–	–	–		–
Chemical Industry Seta	–	–	–	–	–	–	–		–
Parent Municipality	–	–	–	–	–	–	–		–
Unspecified	–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	534 708	596 989	596 989	–	227 302	198 996	28 306	14,2%	596 989
Capital Transfers and Grants									
National Government:	293 629	293 458	293 458	–	53 982	97 819	(43 838)	-44,8%	293 458
Integrated National Electrification Programme Grant	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant	194 979	193 458	193 458	–	24 551	64 486	(39 936)	-61,9%	193 458
Neighbourhood Development Partnership Grant	–	–	–	–	–	–	–		–
Regional Bulk Infrastructure Grant	–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant	–	–	–	–	–	–	–		–
Water Services Infrastructure Grant	98 650	100 000	100 000	–	29 431	33 333	(3 902)	-11,7%	100 000
Provincial Government:	24 064	–	–	–	–	–	–		–
Infrastructure Grant	24 064	–	–	–	–	–	–		–
District Municipality:	–	–	–	–	–	–	–		–
Specify (Add grant description)	–	–	–	–	–	–	–		–
Other grant providers:	–	–	–	–	–	–	–		–
[insert description]							–		
Human Settlement Re-development Programme	–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	317 693	293 458	293 458	–	53 982	97 819	(43 838)	-44,8%	293 458
TOTAL RECEIPTS OF TRANSFERS & GRANTS	852 401	890 447	890 447	–	281 283	296 816	(15 532)	-5,2%	890 447

It is clear from the chart above that the bulk of the grants received by the municipality are from the National Treasury.

Table SC7 track the expenditure on Conditional grant funding.

DC43 Harry Gwala - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	610 209	658 649	658 649	52 638	174 888	219 551	(44 663)	-20,3%	658 649
							–		
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–		–
Equitable Share	569 649	600 318	600 318	45 691	157 162	200 107	(42 945)	-21,5%	600 318
Expanded Public Works Programme Integrated Grant	5 270	8 988	8 988	912	2 916	2 996	(80)	-2,7%	8 988
Local Government Financial Management Grant	1 129	1 120	1 120	44	214	373	(159)	-42,6%	1 120
Municipal Disaster Relief Grant	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant	30 815	45 613	45 613	5 991	14 596	15 204	(608)	-4,0%	45 613
Rural Road Asset Management Systems Grant	2 172	2 610	2 610	–	–	870	(870)	-100,0%	2 610
Water Services Infrastructure Grant	1 174	–	–	–	–	–	–		–
Provincial Government:	–	228	228	–	–	76	(76)	-100,0%	228
							–		
Capacity Building and Other Grants	–	228	228	–	–	76	(76)	-100,0%	228
District Municipality:	–	4 869	4 869	–	–	1 623	(1 623)	-100,0%	4 869
Specify (Add grant description)	–	4 869	4 869	–	–	1 623	(1 623)	-100,0%	4 869
Other grant providers:	–	–	–	–	–	–	–		–
Chemical Industry Seta	–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:	610 209	663 747	663 747	52 638	174 888	221 250	(46 362)	-21,0%	663 747
Capital expenditure of Transfers and Grants									
National Government:	255 079	259 997	258 997	27 843	75 264	86 333	(11 068)	-12,8%	258 997
Local Government Financial Management Grant	–	4 816	3 816	–	–	1 272	(1 272)	-100,0%	3 816
Municipal Infrastructure Grant	169 198	168 224	168 224	14 812	36 160	56 075	(19 915)	-35,5%	168 224
Regional Bulk Infrastructure Grant	–	–	–	–	–	–	–		–
Water Services Infrastructure Grant	85 882	86 957	86 957	13 032	39 104	28 986	10 119	34,9%	86 957
Provincial Government:	20 926	–	–	–	–	–	–		–
Infrastructure Grant	20 926	–	–	–	–	–	–		–
District Municipality:	–	150	150	–	–	50	(50)	-100,0%	150
Specify (Add grant description)	–	150	150	–	–	50	(50)	-100,0%	150
Other grant providers:	–	–	–	–	–	–	–		–
							–		
Total capital expenditure of Transfers and Grants	276 005	260 147	259 147	27 843	75 264	86 383	(11 118)	-12,9%	259 147
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	886 214	923 894	922 894	80 482	250 153	307 633	(57 480)	-18,7%	922 894

2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 31 October 2025.

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration R thousands	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
	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	5 095	5 349	5 349	585	1 838	1 783	55	3%	5 349
Pension and UIF Contributions	84	56	56	12	12	19	(7)	-38%	56
Medical Aid Contributions	2	3	3	(1)	(3)	1	(4)	-338%	3
Cellphone Allowance	518	545	545	43	173	182	(9)	-5%	545
Other benefits and allowances	1 881	2 105	2 105	207	714	702	12	2%	2 105
Sub Total - Councillors	**7 581**	**8 059**	**8 059**	**847**	**2 735**	**2 687**	**48**	**2%**	**8 059**
% increase		**6,3%**	**6,3%**						**6,3%**
Senior Managers of the Municipality									
Basic Salaries and Wages	5 145	5 710	5 779	363	1 442	1 922	(480)	-25%	5 779
Pension and UIF Contributions	–	4	4	–	–	1	(1)	-100%	4
Medical Aid Contributions	48	54	54	4	16	18	(2)	-10%	54
Performance Bonus	69	166	166	–	69	55	14	26%	166
Motor Vehicle Allowance	1 235	1 240	1 273	102	370	422	(53)	-12%	1 273
Cellphone Allowance	109	126	126	8	31	42	(11)	-27%	126
Housing Allowances	456	418	418	21	101	139	(38)	-27%	418
Other benefits and allowances	303	328	338	20	83	112	(29)	-26%	338
Payments in lieu of leave	85	109	109	–	93	36	56	154%	109
Sub Total - Senior Managers of Municipality	**7 449**	**8 156**	**8 267**	**518**	**2 205**	**2 749**	**(544)**	**-20%**	**8 267**
% increase		**9,5%**	**11,0%**						**11,0%**
Other Municipal Staff									
Basic Salaries and Wages	158 894	177 508	178 113	14 084	56 061	59 335	(3 274)	-6%	178 113
Pension and UIF Contributions	24 041	26 745	26 851	2 065	8 455	8 944	(489)	-5%	26 851
Medical Aid Contributions	11 462	14 199	14 243	984	3 968	4 745	(777)	-16%	14 243
Overtime	24 078	7 174	7 199	1 948	8 449	2 398	6 050	252%	7 199
Performance Bonus	11 323	12 138	12 120	959	4 342	4 041	301	7%	12 120
Motor Vehicle Allowance	9 371	21 865	20 750	716	2 775	6 984	(4 209)	-60%	20 750
Cellphone Allowance	1 131	1 187	1 198	91	372	399	(26)	-7%	1 198
Housing Allowances	647	679	679	54	222	226	(5)	-2%	679
Other benefits and allowances	5 530	6 437	6 565	447	1 890	2 181	(291)	-13%	6 565
Payments in lieu of leave	1 756	2 329	2 329	164	534	776	(242)	-31%	2 329
Long service awards	642	1 205	1 205	126	498	402	96	24%	1 205
Post-retirement benefit obligations	5 225	–	–	–	–	–	–		–
Acting and post related allowance	207	376	476	34	84	153	(68)	-45%	476
Sub Total - Other Municipal Staff	**254 308**	**271 841**	**271 729**	**21 671**	**87 651**	**90 584**	**(2 933)**	**-3%**	**271 729**
% increase		**6,9%**	**6,9%**						**6,9%**
Total Parent Municipality	**269 338**	**288 056**	**288 056**	**23 036**	**92 591**	**96 019**	**(3 429)**	**-4%**	**288 056**
		6,9%	**6,9%**						**6,9%**
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Basic Salaries and Wages	–	320	320	–	–	107	(107)	-100%	320
In kind benefits							–		
Sub Total - Executive members Board	**–**	**320**	**320**	**–**	**–**	**107**	**(107)**	**-100%**	**320**
% increase		**#DIV/0!**	**#DIV/0!**						**#DIV/0!**
Senior Managers of Entities									
Basic Salaries and Wages	–	–	–	–	–	–	–		–
Pension and UIF Contributions	–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Entities	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
% increase									
Other Staff of Entities									
Basic Salaries and Wages	–	9 108	9 108	–	–	3 036	(3 036)	-100%	9 108
Pension and UIF Contributions	–	1 165	1 165	–	–	388	(388)	-100%	1 165
Medical Aid Contributions	–	418	418	–	–	139	(139)	-100%	418
Overtime	–	–	–	–	–	–	–		–
Performance Bonus	–	429	429	–	–	143	(143)	-100%	429
Payments in lieu of leave	–	153	153	–	–	51	(51)	-100%	153
Acting and post related allowance	–	132	132	–	–	44	(44)	-100%	132
In kind benefits							–		
Sub Total - Other Staff of Entities	**–**	**11 405**	**11 405**	**–**	**–**	**3 802**	**(3 802)**	**-100%**	**11 405**
% increase		**#DIV/0!**	**#DIV/0!**						**#DIV/0!**
Total Municipal Entities	**–**	**11 725**	**11 725**	**–**	**–**	**3 908**	**(3 908)**	**-100%**	**11 725**
TOTAL SALARY, ALLOWANCES & BENEFITS	**269 338**	**299 781**	**299 781**	**23 036**	**92 591**	**99 928**	**(7 337)**	**-7%**	**299 781**
% increase		**11,3%**	**11,3%**						**11,3%**
TOTAL MANAGERS AND STAFF	**261 756**	**291 401**	**291 401**	**22 189**	**89 856**	**97 134**	**(7 279)**	**-7%**	**291 401**

2.6 Material Variances to the SDBIP

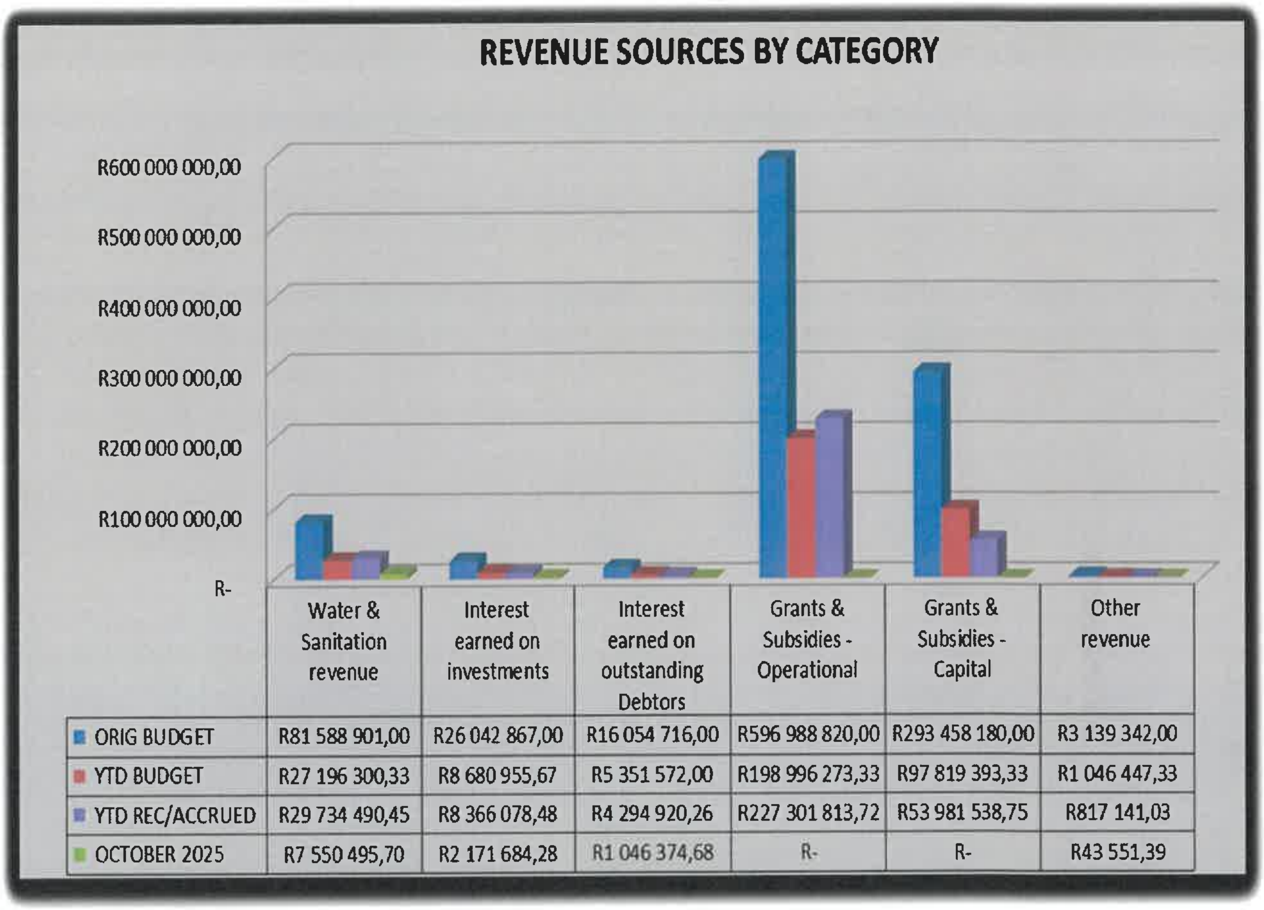
The following section analyses material variances between the actual targets as at 31 October 2025 and the budget for the same period. This report analyses each major component under following headings;

- ✓ Revenue by Source
- ✓ Operational Expenditure by Type, and
- ✓ Capital Expenditure
- ✓ Financial Position
- ✓ Cash Flows

REVENUE

The chart displays a comparison between the 202526 financial year revenue budget and the performance against this budget as depicted in the form of Year to date (YTD) Actual figures. It should be emphasised that the information presented relates to "performance" rather than "cash movements" in terms of the revenue items listed below. This accounting principle relating to municipal performance is best illustrated in the analysis that follows.

Chart 3: Revenue Analysis



	Water & Sanitation revenue	Interest earned on investments	Interest earned on outstanding Debtors	Grants & Subsidies - Operational	Grants & Subsidies - Capital	Other revenue
ORIG BUDGET	R81 588 901,00	R26 042 867,00	R16 054 716,00	R596 988 820,00	R293 458 180,00	R3 139 342,00
YTD BUDGET	R27 196 300,33	R8 680 955,67	R5 351 572,00	R198 996 273,33	R97 819 393,33	R1 046 447,33
YTD REC/ACCRUED	R29 734 490,45	R8 366 078,48	R4 294 920,26	R227 301 813,72	R53 981 538,75	R817 141,03
OCTOBER 2025	R7 550 495,70	R2 171 684,28	R1 046 374,68	R-	R-	R43 551,39

Water & Sanitation Charges

The year to date **actual** water & sanitation charges **(billing)** as at 31 October 2025 was R29, 7million against a year to date **budget** of R27, 1million which is 109 per cent of year to date budget.

Interest Earned on External Investments

The interest earned on external investments year to date actual is R8, 3m against year to budget of R8, 6m representing performance of 96 per cent of the year to date budget.

Transfers Recognised - Operational

The operational grants revenue of R227, 3million against a year to date budget of R198, 9million is largely attributable to the YTD equitable share received.

Transfers Recognised – Capital

The total capital budget for the current year amounts to R293, 4million. The YTD expenditure on capital amounts to R53, 9million, or 55% of the planned expenditure. Capital expenditure is mainly funded by means of National grants.

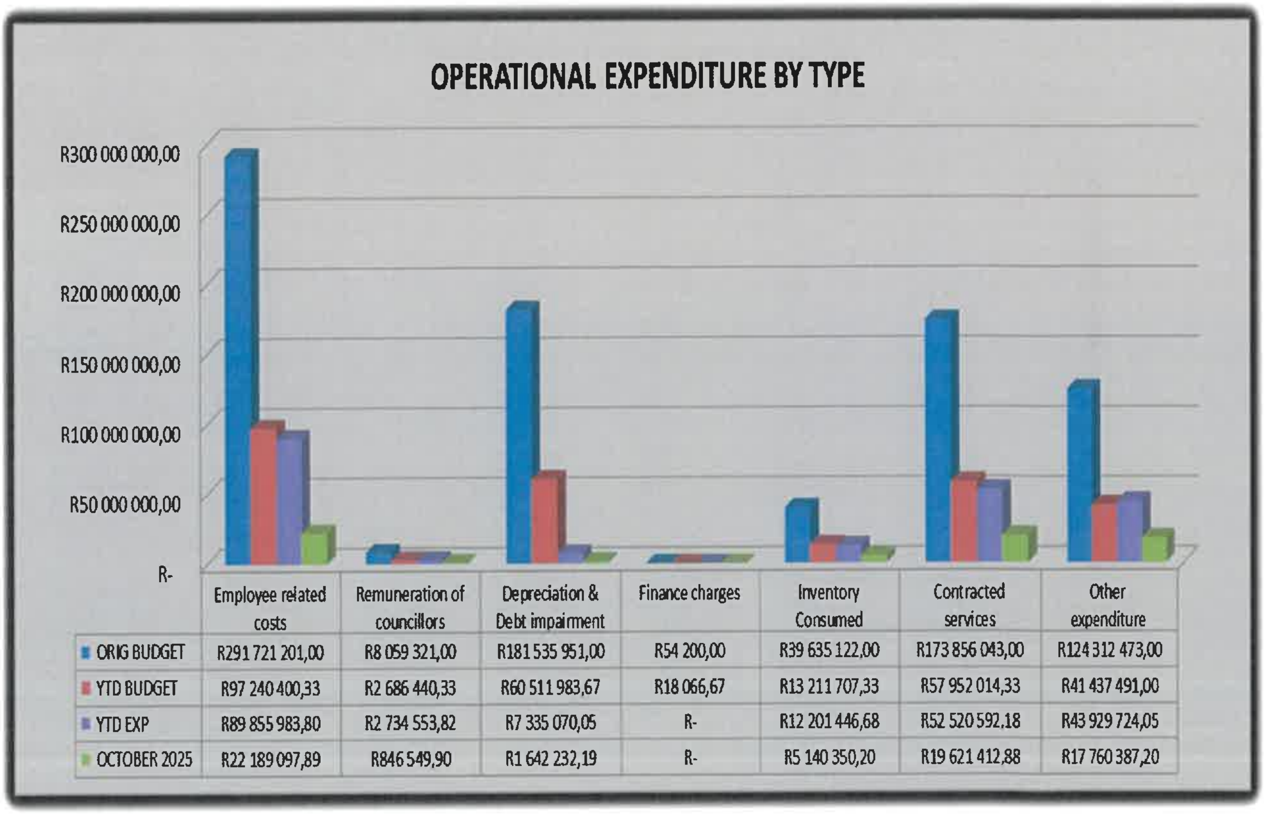
Other Revenue

The YTD performance of other revenue is R 817 141 against YTD budget of R 1million which is made up of tender documents, clearance certificates etc.

OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

Chart 4: 2025/26 financial year Opex



	Employee related costs	Remuneration of councillors	Depreciation & Debt impairment	Finance charges	Inventory Consumed	Contracted services	Other expenditure
ORIG BUDGET	R291 721 201,00	R8 059 321,00	R181 535 951,00	R54 200,00	R39 635 122,00	R173 856 043,00	R124 312 473,00
YTD BUDGET	R97 240 400,33	R2 686 440,33	R60 511 983,67	R18 066,67	R13 211 707,33	R57 952 014,33	R41 437 491,00
YTD EXP	R89 855 983,80	R2 734 553,82	R7 335 070,05	R-	R12 201 446,68	R52 520 592,18	R43 929 724,05
OCTOBER 2025	R22 189 097,89	R846 549,90	R1 642 232,19	R-	R5 140 350,20	R19 621 412,88	R17 760 387,20

Employee Related Costs

The YTD actual for employee related costs is R89, 8million against a YTD budget of R97, 2million which is 92% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor's year to date expenditure is at R2, 7m against a YTD budget of R2, 6m representing 102% of the year to date budget.

Finance Charges

The YTD budget for finance charges is R18 067. There was no movement in the month ending October 2025.

Inventory Consumed

The inventory consumed has the original budget of R39, 6m. The year to date expenditure for inventory is R12, 2m against a YTD budget of R13, 2million representing 92 per cent expenditure of the year to date budget.

Contracted Services

The original budget for contracted services is R 173, 8milllion. The year to date expenditure for Contracted Services is R52, 2m against a YTD budget of R57, 9million representing 91 per cent of planned expenditure.

Other Expenditure

The YTD budget for operational costs was at R43, 9milllion against a YTD expenditure of R 41, 4million or 106 per cent and expenditure for the month of October 2025 is R 17, 7million.

Performance assessment

The Performance Assessment Report will be available on the fourth quarter in terms of Sec 52 (d) of the Municipal Finance Management Act.

Actual and revised targets for cash receipts

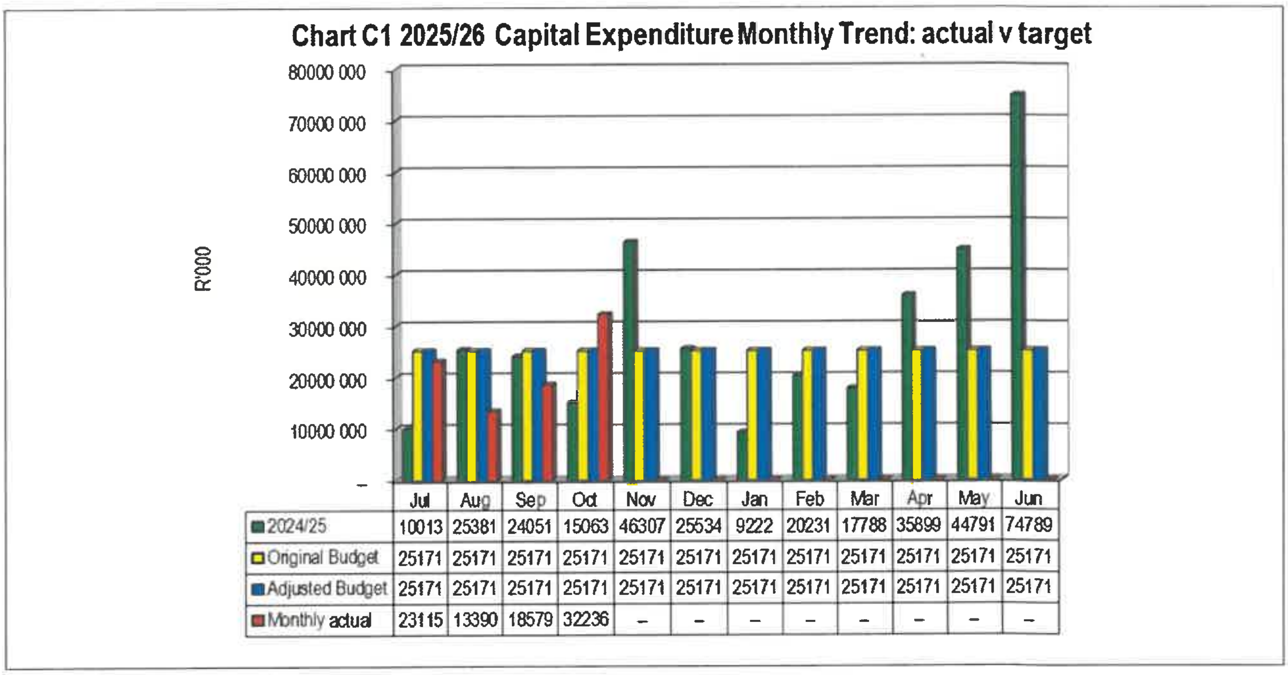
DC43 Harry Gwala - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
R thousands	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Budget	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash Receipts By Source															
Property rates	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Electricity revenue												–			
Service charges - Water revenue	7 805	7 227	6 114	5 841	4 969	4 969	4 969	4 969	4 969	4 969	4 969	(2 141)	59 632	65 452	69 379
Service charges - Waste Water Management	978	858	974	845	994	994	994	994	994	994	994	1 317	11 932	12 920	13 695
Service charges - Waste Mangement												–			
Rental of facilities and equipment												–			
Interest earned - external investments	1 964	2 029	2 202	2 172	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 486	26 046	27 586	29 242
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received												–			
Fines, penalties and forfeits	200	–	(24)	–	137	137	137	137	137	137	137	509	1 643	–	–
Licences and permits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Agency services												–			
Transfers and Subsidies - Operational	217 029	4 042	–	–	47 832	47 832	47 832	47 832	47 832	47 832	47 832	18 091	573 989	606 254	633 881
Other revenue	305 425	79 037	213 838	144 891	5 721	5 721	5 721	5 721	5 721	5 721	5 721	(714 584)	68 657	71 098	66 402
Cash Receipts by Source	**533 401**	**93 194**	**223 103**	**153 748**	**61 825**	**61 825**	**61 825**	**61 825**	**61 825**	**61 825**	**61 825**	**(694 322)**	**741 898**	**783 310**	**812 599**
Other Cash Flows by Source												–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	90 000	–	71 000	30 000	24 455	24 455	24 455	24 455	24 455	24 455	24 455	(68 726)	293 458	325 980	341 871
Proceeds on Disposal of Fixed and Intangible Assets	–	474	–	–	–	–	–	–	–	–	–	(474)	–	–	–
Increase (decrease) in consumer deposits	19	2	–	–	47	47	47	47	47	47	47	216	569	569	569
VAT Control (receipts)	–	–	7 914	6 378	7 646	7 646	7 646	7 646	7 646	7 646	7 646	23 940	91 758	91 758	91 758
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments												–			
Total Cash Receipts by Source	**623 420**	**93 669**	**302 017**	**190 126**	**93 974**	**93 974**	**93 974**	**93 974**	**93 974**	**93 974**	**93 974**	**(739 365)**	**1 127 684**	**1 201 617**	**1 246 797**
Cash Payments by Type												–			
Employee related costs	23 483	12 404	33 171	13 112	24 212	24 212	24 212	24 212	24 212	24 212	24 212	38 889	290 541	305 719	318 018
Remuneration of councillors	357	337	339	458	672	672	672	672	672	672	672	1 867	8 059	8 482	8 928
Interest	–	–	–	–	5	5	5	5	5	5	5	23	54	57	16
Acquisitions - water & other inventory	–	–	–	–	2 819	2 819	2 819	2 819	2 819	2 819	2 819	14 095	33 828	35 858	38 009
Contracted services	–	–	–	–	14 813	14 813	14 813	14 813	14 813	14 813	14 813	74 063	177 752	195 927	207 775
Other expenditure	109 972	50 223	53 119	87 917	13 098	13 098	13 098	13 098	13 098	13 098	13 098	(235 743)	157 174	163 776	140 125
Cash Payments by Type	**133 812**	**62 964**	**86 629**	**101 487**	**55 617**	**55 617**	**55 617**	**55 617**	**55 617**	**55 617**	**55 617**	**(106 806)**	**667 409**	**709 819**	**712 871**
Other Cash Flows/Payments by Type															
Capital assets	23 116	13 391	18 579	32 117	28 834	28 834	28 834	28 834	28 834	28 834	28 834	56 969	346 012	371 355	388 819
Repayment of borrowing	–	–	–	–	200	200	200	200	200	200	200	1 000	2 400	2 400	2 400
Other Cash Flows/Payments	308	375	3 802	3 437	833	833	833	833	833	833	833	(3 757)	10 000	13 000	14 200
Total Cash Payments by Type	**157 236**	**76 730**	**109 011**	**137 041**	**85 485**	**85 485**	**85 485**	**85 485**	**85 485**	**85 485**	**85 485**	**(52 593)**	**1 025 821**	**1 096 574**	**1 118 291**
NET INCREASE/(DECREASE) IN CASH HELD	**466 184**	**16 939**	**193 006**	**53 085**	**8 489**	**8 489**	**8 489**	**8 489**	**8 489**	**8 489**	**8 489**	**(686 771)**	**101 863**	**105 044**	**128 507**
Cash/cash equivalents at the month/year beginning:	261 670	727 854	744 792	937 799	990 884	999 373	1 007 861	1 016 350	1 024 838	1 033 327	1 041 816	1 050 304	261 670	363 533	468 577
Cash/cash equivalents at the month/year end:	727 854	744 792	937 799	990 884	999 373	1 007 861	1 016 350	1 024 838	1 033 327	1 041 816	1 050 304	363 533	363 533	468 577	597 083

Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M04 October

Month R thousands	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	10 014	25 172	25 172	23 116	23 116	25 172	2 056	8,2%	8%
August	25 382	25 172	25 172	13 391	13 391	50 343	36 952	73,4%	4%
September	24 052	25 172	25 172	18 579	18 579	75 515	56 936	75,4%	6%
October	15 064	25 172	25 172	32 236	32 236	100 687	68 451	68,0%	11%
November	46 308	25 172	25 172	–	–	125 858	125 858	100,0%	0%
December	25 534	25 172	25 172	–	–	151 030	151 030	100,0%	0%
January	9 222	25 172	25 172	–	–	176 202	176 202	100,0%	0%
February	20 231	25 172	25 172	–	–	201 373	201 373	100,0%	0%
March	17 788	25 172	25 172	–	–	226 545	226 545	100,0%	0%
April	35 899	25 172	25 172	–	–	251 717	251 717	100,0%	–
May	44 791	25 172	25 172	–	–	276 888	276 888	100,0%	–
June	74 789	25 171	25 171	–	–	302 060	302 060	100,0%	–
Total Capital expenditure	349 075	302 060	302 060	87 322					



Capital Expenditure on New Assets by Asset Class

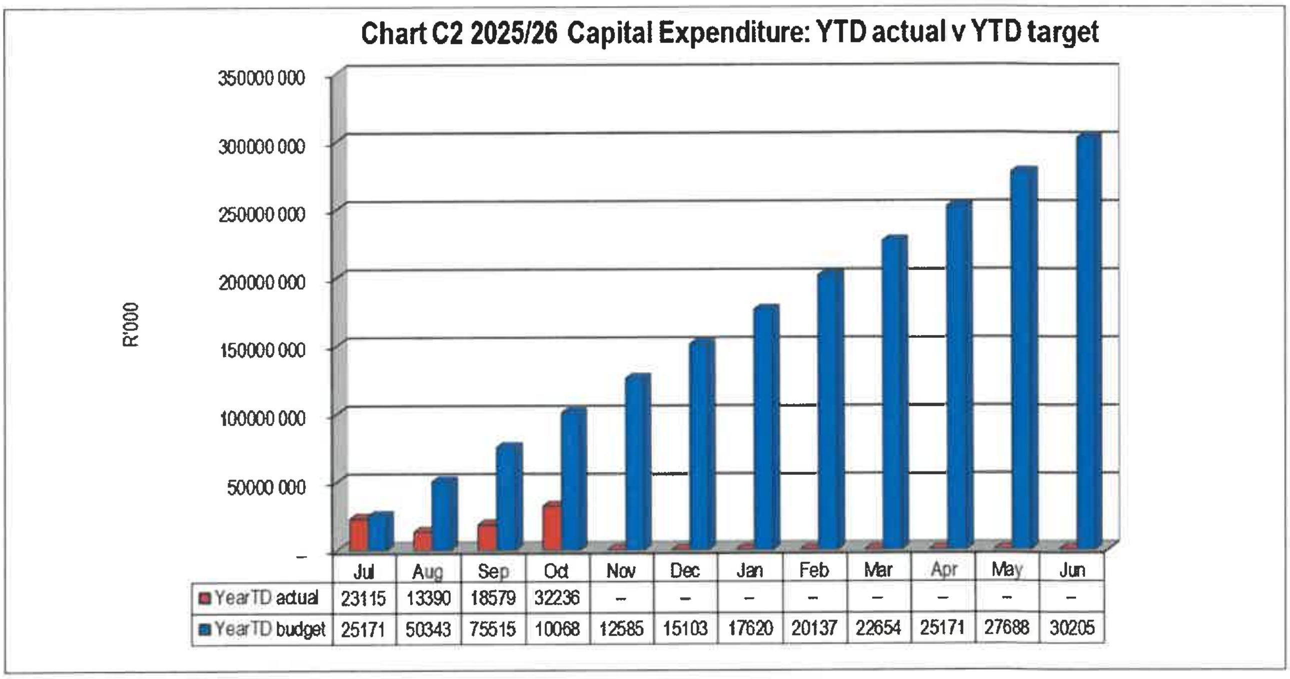
DC43 Harry Gwala - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	**299 786**	**240 171**	**241 369**	**30 656**	**81 396**	**80 190**	(1 205)	-1,5%	**241 369**
Roads Infrastructure	–	–	–	–	–	–	–		–
Capital Spares							–		
Water Supply Infrastructure	279 731	239 910	237 740	30 656	80 110	79 729	(381)	-0,5%	237 740
Dams and Weirs	33 386	53 150	51 666	6 600	12 964	17 552	4 588	26,1%	51 666
Boreholes	14 333	–	–	–	–	–	–		–
Reservoirs	–	435	435	–	–	145	145	100,0%	435
Pump Stations	32 805	87	87	–	–	29	29	100,0%	87
Water Treatment Works	–	3 300	3 300	–	–	1 100	1 100	100,0%	3 300
Bulk Mains	82 290	59 807	57 307	12 435	36 800	19 658	(17 142)	-87,2%	57 307
Distribution	116 917	123 131	124 945	11 622	30 347	41 245	10 899	26,4%	124 945
Distribution Points							–		
PRV Stations							–		
Capital Spares	–	–	–	–	–	–	–		–
Sanitation Infrastructure	20 055	261	3 629	–	1 285	461	(824)	-178,7%	3 629
Pump Station	1 234	87	87	–	–	29	29	100,0%	87
Reticulation	18 821	174	3 542	–	1 285	432	(853)	-197,4%	3 542
Waste Water Treatment Works	–	–	–	–	–	–	–		–
Other assets	**2 310**	**8 901**	**8 901**	–	**625**	**2 967**	**2 342**	78,9%	**8 901**
Operational Buildings	1 268	6 901	6 901	–	625	2 300	1 675	72,8%	6 901
Municipal Offices	1 268	6 901	6 901	–	625	2 300	1 675	72,8%	6 901
Pay/Enquiry Points							–		
Capital Spares							–		
Housing	1 042	2 000	2 000	–	–	667	667	100,0%	2 000
Staff Housing	1 042	2 000	2 000	–	–	667	667	100,0%	2 000
Social Housing							–		
Capital Spares							–		
Biological or Cultivated Assets	–	–	–	–	–	–	–		–
Biological or Cultivated Assets							–		
Intangible Assets	–	**955**	**955**	–	–	**318**	**318**	100,0%	**955**
Servitudes							–		
Licences and Rights	–	955	955	–	–	318	318	100,0%	955
Water Rights							–		
Effluent Licenses							–		
Solid Waste Licenses							–		
Computer Software and Applications	–	955	955	–	–	318	318	100,0%	955
Load Settlement Software Applications							–		
Unspecified							–		
Computer Equipment	**2 029**	**2 859**	**2 859**	**119**	**169**	**953**	**784**	82,2%	**2 859**
Computer Equipment	2 029	2 859	2 859	119	169	953	784	82,2%	2 859
Furniture and Office Equipment	**2 178**	**5 288**	**5 288**	**30**	**1 885**	**1 763**	**(123)**	-7,0%	**5 288**
Furniture and Office Equipment	2 178	5 288	5 288	30	1 885	1 763	(123)	-7,0%	5 288
Machinery and Equipment	**4 767**	**2 360**	**2 360**	–	**55**	**787**	**732**	93,0%	**2 360**
Machinery and Equipment	4 767	2 360	2 360	–	55	787	732	93,0%	2 360
Total Capital Expenditure on new assets	**311 070**	**260 534**	**261 732**	**30 806**	**84 130**	**86 978**	**2 848**	3,3%	**261 732**

Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M04

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	**23 573**	**9 503**	**8 305**	**–**	**–**	**3 035**	3 035	**100,0%**	**8 305**
Roads Infrastructure	–	–	–	–	–	–	–		–
Capital Spares							–		
Water Supply Infrastructure	21 914	7 764	7 764	–	–	2 588	2 588	100,0%	7 764
Dams and Weirs							–		
Bulk Mains	–	–	–	–	–	–	–		–
Distribution	21 914	7 764	7 764	–	–	2 588	2 588	100,0%	7 764
Distribution Points	–	–	–	–	–	–	–		–
PRV Stations							–		
Capital Spares							–		
Sanitation Infrastructure	1 658	1 739	541	–	–	447	447	100,0%	541
Pump Station							–		
Reticulation	–	–	–	–	–	–	–		–
Waste Water Treatment Works	1 658	1 739	541	–	–	447	447	100,0%	541
Other assets	**–**	**3 874**	**3 874**	**–**	**–**	**1 291**	**1 291**	**100,0%**	**3 874**
Operational Buildings	–	3 874	3 874	–	–	1 291	1 291	100,0%	3 874
Municipal Offices	–	3 874	3 874	–	–	1 291	1 291	100,0%	3 874
Pay/Enquiry Points							–		
Transport Assets	**6 841**	**8 595**	**8 595**	**–**	**800**	**2 865**	**2 065**	72,1%	**8 595**
Transport Assets	6 841	8 595	8 595	–	800	2 865	2 065	72,1%	8 595
Total Capital Expenditure on renewal of existing assets	**30 413**	**21 973**	**20 774**	**–**	**800**	**7 191**	**6 391**	88,9%	**20 774**



Expenditure on Repairs and Maintenance by Asset Class

DC43 Harry Gwala - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	**35 932**	**40 241**	**40 241**	**6 330**	**10 091**	**13 414**	3 323	24,8%	**40 241**
Roads Infrastructure	–	–	–	–	–	–	–		–
Capital Spares							–		
Water Supply Infrastructure	35 932	40 241	40 241	6 330	10 091	13 414	3 323	24,8%	40 241
Dams and Weirs							–		
Boreholes							–		
Reservoirs	21 341	20 650	20 650	5 914	7 722	6 883	(838)	-12,2%	20 650
Pump Stations	8 961	9 473	9 473	415	1 886	3 158	1 272	40,3%	9 473
Water Treatment Works							–		
Bulk Mains							–		
Distribution							–		
Distribution Points							–		
PRV Stations							–		
Capital Spares	5 629	10 118	10 118	–	484	3 373	2 889	85,6%	10 118
Sanitation Infrastructure	–	–	–	–	–	–	–		–
Pump Station							–		
Community Assets	**77**	**273**	**273**	**–**	**20**	**91**	**71**	78,4%	**273**
Community Facilities	–	–	–	–	–	–	–		–
Sport and Recreation Facilities	77	273	273	–	20	91	71	78,4%	273
Indoor Facilities	77	273	273	–	20	91	71	78,4%	273
Outdoor Facilities							–		
Capital Spares							–		
Other assets	**3 939**	**4 269**	**4 269**	**13**	**211**	**1 423**	**1 213**	85,2%	**4 269**
Operational Buildings	3 939	4 269	4 269	13	211	1 423	1 213	85,2%	4 269
Municipal Offices	3 939	4 269	4 269	13	211	1 423	1 213	85,2%	4 269
Pay/Enquiry Points							–		
Building Plan Offices							–		
Computer Equipment	**41**	**77**	**77**	**–**	**–**	**26**	**26**	100,0%	**77**
Computer Equipment	41	77	77	–	–	26	26	100,0%	77
Furniture and Office Equipment	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Furniture and Office Equipment							–		
Machinery and Equipment	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Machinery and Equipment	–	–	–	–	–	–	–		–
Transport Assets	**478**	**332**	**332**	**–**	**0**	**111**	**111**	99,9%	**332**
Transport Assets	478	332	332	–	0	111	111	99,9%	332
Land	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Land							–		
Total Repairs and Maintenance Expenditure	**40 466**	**45 192**	**45 192**	**6 342**	**10 321**	**15 064**	**4 743**	31,5%	**45 192**

2.7 Municipal Manager's Quality's Certificate

Quality Certificate

I, Gamakulu Ma'art Sineke, the Municipal Manager of Harry Gwala District Municipality, hereby certify that-

- The monthly budget statement

For the month of October 2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Gamakulu Ma'art Sineke

Municipal Manager of: Harry Gwala District Municipality

pp Signed Somi

Date 12/11/2025