

# **BUDGET STATEMENT**

## **MFMA - SECTION 71**



**31 JULY 2025**



# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLhae • Plaaslike Munisipaliteit

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### Abbreviations and Acronyms

CFO	Chief Financial Officer	ℓ	litre
MM	Municipal Manager	LED	Local Economic Development
EM	Executive Mayor	MFMA	Municipal Financial Management Act
DoRA	Division of Revenue Act	MIG	Municipal Infrastructure Grant
DWS	Department of Water & Sanitation	MMC	Member of Mayoral Committee
EEDSM	Energy Efficiency Demand Side Management	MPRA	Municipal Properties Rates Act
EPWIP	Expanded Public Works Incentive Programme	MSA	Municipal Systems Act
FMG	Finance Management Grant	MTEF	Medium-term Expenditure Framework
WSIG	Water Service Infrastructure Grant	MTREF	Medium-term Revenue and Expenditure Framework
FY	Financial Year	NERSA	National Electricity Regulator South Africa
mSCOA	Municipal Standard Chart of Accounts	PPE	Property Plant and Equipment
FBS	Free basic services	SALGA	South African Local Government Association
FBE	Free basic electricity	SDBIP	Service Delivery Budget Implementation Plan
IDP	Integrated Development Strategy	HIT	Harrismith Intabazwe Tshiame
kℓ	kilolitre	INEP	Integrated National Electrification Programme
km	kilometre		
KPA	Key Performance Area		
KPI	Key Performance Indicator		
kWh	kilowatt		
UIF&W	Unauthorised, Irregular, Fruitless and Wasteful		
CAPEX	Capital Expenditure		
MBRR	Municipal budget and reporting regulations		
BFP	Budget Funding Plan		
<b>Share of associate /Intercompany/Parent subsidiary transactions</b> - refers to the revenue received by the Entity from the Parent which includes the Equitable Share, Water and Sewer			



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## PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 JULY 2025

### 1 PURPOSE

The purpose of this report is to comply with section 71 of the MFMA by providing a monthly statement on the implementation of the budget of the municipality for the month ending 31 July 2025.

### 2 BUSINESS PLAN

IDP and Budget process plan

### 3 STRATEGIC OBJECTIVE

**The strategic objective of this report is to improve the effectiveness of governance, administrative and financial systems:**

- Strengthen integrated planning, monitoring and evaluation of municipal programs.
- Improve public participation and oversight to enhance accountability.
- Increase municipal financial viability.

### 4 DELEGATED AUTHORITY

Delegated authority vests with the Executive Mayor.

### 5 LEGAL REQUIREMENTS

#### 5.1 The format of this in-year report is regulated and the content guided by the MFMA and MFMA circulars as follows:

##### 5.1.1 Section 71(1) of the MFMA no.56 of 2003 states that:

The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the July or of the municipality, and the relevant National and Provincial Treasury, a statement in the prescribed format on the state of the municipality's budget for that month and for the financial year up to the end of that month.



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### 5.1.2 Municipal Budget and Reporting Regulations - Government Gazette No 32141 of 17 June 2009

The specific format for the report required to be submitted to the Executive Mayor or and Treasury, as referred to in section 71 has been prescribed in terms of Schedule C and F of the MBRR.

### 5.1.3 MFMA Circular No. 124 - Municipal Debt Relief Circular for the 2023/24 MTREF - 31 March 2023

#### Paragraph: 3.1. Municipal Debt Relief – Application/ Merit Based

Every municipality with arrear Eskom debt as of 31 March 2023 may make a **written application** to the National Treasury for Municipal Debt Relief.

### 5.1.4 MFMA Circular No. 128 - Municipal Budget Circular for the 2024/25 MTREF - 08 March 2024

#### Paragraph 3.1. Update on Municipal Debt Relief (MFMA Circular No. 124)

#### Debt relief reporting requirements

Municipalities approved for debt Relief (in terms of their National Treasury approvals), must ensure that their MFMA s.71 statements, over-and-above the normal MFMA s.71 requirements, include the following as a minimum:

- The municipality's self-assessment in the format of the compliance certificate issued in MFMA Circular No. 124: Annexure A2 (signed by the Municipal Manager) – municipalities should use the latest format of the compliance certificate issued during June 2024 available under MFMA Circular No. 124 and included as **Annexure B** to this circular;
- The municipality's progress towards restricting free basic services to the national policy limits (condition 6.6) and in the format included as **Annexure C** to this circular;
- The municipality's progress towards achieving a minimum average quarterly collection of 85 per cent (condition 6.7) and in the format included as **Annexure D** to this circular;
- If the municipality's 2025/26 MTREF is not funded, the MFMA Section 71 statement must monthly include the municipality's progress against its approved **Budget Funding Plan**:



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- The high-level summary of its **monthly property rates reconciliation** (in the National Treasury template format already shared with the municipality during the application process); and
- The municipality's **progress in addressing any variances** evident from its monthly **property rates reconciliation**; etc.

### 6 BACKGROUND AND DISCUSSION

The 2025/26 budget of the municipality is unfunded and the budget funding plan was submitted with the budget. The progress on the implementation of the activities on the budget funding plan which aims to improve the cash flow, the collection rate, management of trade payables and reduction of non-core expenditure is monitored monthly then uploaded to the Go-Muni portal and the quarterly reports are submitted to Council.

The month end closure was performed on 8<sup>th</sup> August 2025 without the financial performance journal from MAP Water which was due for submission on the 07<sup>th</sup> August 2025. The journal was received on the 11<sup>th</sup> August 2025. The budget statement for the month of July 2025 must be submitted on the 13<sup>th</sup> August 2025 in order to comply with the reporting timeline. The section 71 data strings were uploaded to the Go-Muni portal on the 8<sup>th</sup> August 2025.

The municipality was approved on the 23<sup>rd</sup> of November 2023 to participating in MFMA Circular 124 Municipal Debt Relief and is required to report on compliance matters affecting the debt relief. The monthly budget statement has been extended to include debt relief reporting requirements listed under paragraph 13.1 of the MFMA circular 128. The delay in finalising the report is due to late submission of Eskom debt relief related supporting documents which form part of the monthly MFMA section 71.



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**The financial performance of the municipality is highly affected by both internal and external factors, which amongst others include:**

- High inflation rate.
- Aging infrastructure.
- Wage increases for municipal staff and the need to fill critical vacancies.
- Inability to service the outstanding Eskom and DWS debts.
- Low cash flow to procure sufficient machinery, vehicles and other tools to effectively deliver the services to the community.
- The high unemployment rate which affects the payment of services.
- The number of rural wards which currently do not pay for services.
- Resistance by other consumers to pay the municipal services.
- Organisations such as HIT which is operating to deliver services and collects monies from the community.
- Illegal water and electricity connections, cable theft and tampering.

**The municipality is currently implementing the following measures to improve the financial performance and address the challenges above:**

- Notices and cut offs to non-paying consumers.
- Implement the flat rate to all rural households who have not registered as indigents.
- Regular introduction of the debt incentive schemes.
- The partnering with Eskom to normalise the electricity infrastructure through DAA.
- The revenue enhancement team has been established to develop strategies to improve revenue, the revenue enhancement strategy was approved on the 20<sup>th</sup> of November 2024.
- Investments made to different banks in order to yield interests.



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### 7 FINANCIAL IMPLICATIONS

The following provides the budget financial performance by the end of July 2025.

#### 7.1.1 Consolidated financial performance

The consolidated total revenue for the month was R405 million and the consolidated total expenditure was R231.3 million. There were no transactions recorded for MAP Water.

#### 7.1.2 Parent financial performance

The total revenue for the month was R405 million and the total operating expenditure for the was R231.3 million.

#### 7.1.3 MAP Water (Entity) financial performance

The transactions were not recorded on the ledger due to late submission of the monthly journal. The municipality did however make a payment towards MAP Water salaries amounting to R8.1 million, R6.5 million for 3<sup>rd</sup> parties and R2.7 million to MAP Water creditors.

#### 7.1.4 Debtors balance

The total debt book was R3 billion.

#### 7.1.5 Creditors balance

The total Parent municipality outstanding creditors was R10.1 billion.



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**8 EXECUTIVE SUMMARY**

**8.1 Table 1: Consolidated summary: Statement of Financial Performance: YTD Budget**

Description R'000	Financial Year 2025/2026				
	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
Operating Revenue	2 137 247	405 068	178 104	226 964	127%
Intercompany/Parent subsidiary transactions	270 618	–	22 552	(22 552)	-100%
<b>Total consolidated revenue</b>	<b>2 407 865</b>	<b>405 068</b>	<b>200 655</b>	<b>204 412</b>	<b>102%</b>
Operating Expenditure	2 638 370	231 320	219 864	11 456	5%
<b>Surplus/ (Deficit)</b>	<b>(230 505)</b>	<b>173 748</b>	<b>(19 209)</b>	<b>192 956</b>	<b>-1005%</b>
Capital expenditure	316 681	2 247	26 390	(24 143)	-91%

The total consolidated year to date actual operating revenue of R405 million was R204.4 million (102%) more than the year to date budget of R200.6 million. The actual performance was above target due to the equitable share received amounting to R366 million. The total year to date operating expenditure of R231.3 million was R11.4 million (5%) more than the year to date budget of R219.8 million. The actual performance was above target due to the Eskom bill and interest. The total year to date capital expenditure of R2.2 million was R24.1 million (91%) less than the year to date budget of R26.3 million.

**8.2 Table 2: Consolidated summary: Statement of Financial Performance: Adjusted Budget**

Description R'000	Financial Year 2025/2026				
	Original Budget	YearTD budget	%	YearTD actual	%
Operating Revenue	2 137 247	178 104	8%	405 068	19%
Intercompany/Parent subsidiary transactions	270 618	22 552	8%	–	0%
<b>Total consolidated revenue</b>	<b>2 407 865</b>	<b>200 655</b>	<b>8%</b>	<b>405 068</b>	<b>17%</b>
Operating Expenditure	2 638 370	219 864	8%	231 320	9%
<b>Surplus/ (Deficit)</b>	<b>(230 505)</b>	<b>(19 209)</b>	<b>8%</b>	<b>173 748</b>	<b>-75%</b>
Capital expenditure	316 681	26 390	8%	2 247	1%

The adjustment budget will be done in February 2026 or if a need arises before the mid-term. The total year to date outcomes should be at 8% of the budget by the end of July 2025. The total year to date operating revenue was 17% and expenditure were at 9% of the budget and the total capital expenditure was at 1% of the budget.



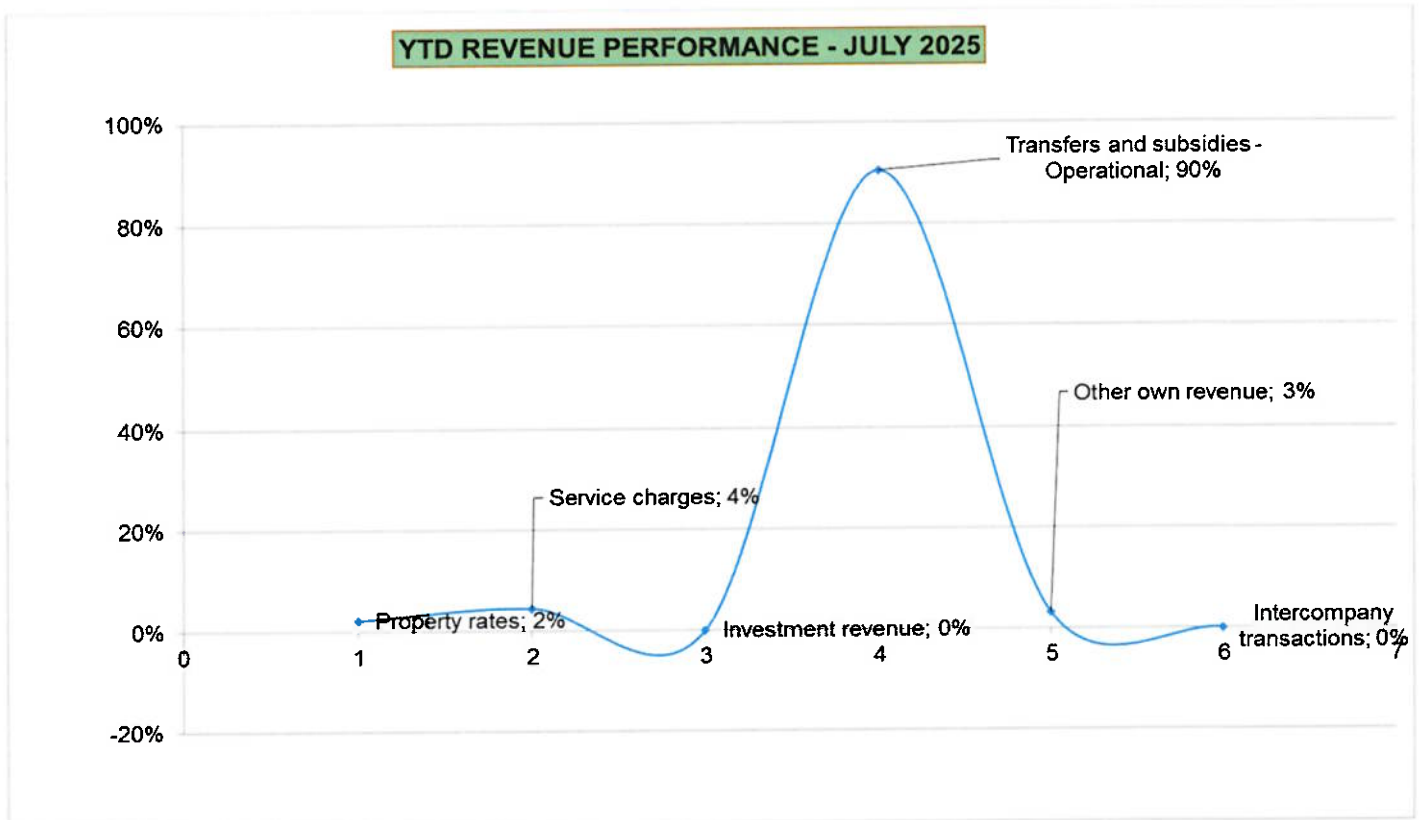
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**8.3 Chart 1: Revenue by Source: YTD Actual as a percentage of Total Revenue**

The table below indicates transfers and subsidies contributed 90% and the second revenue contributor was from services charges, which was at 4% of the total revenue to date.

<b>Year to date performance by the end of July 2025</b>		
<b>Description R'000</b>	<b>Amount</b>	<b>%</b>
Property rates	8,540	<b>2%</b>
Service charges	17,905	<b>4%</b>
Investment revenue	—	<b>0%</b>
Transfers and subsidies - Operational	366,046	<b>90%</b>
Other own revenue	12,577	<b>3%</b>
Intercompany transactions	—	<b>0%</b>
<b>Total Revenue</b>	<b>405,068</b>	<b>100%</b>





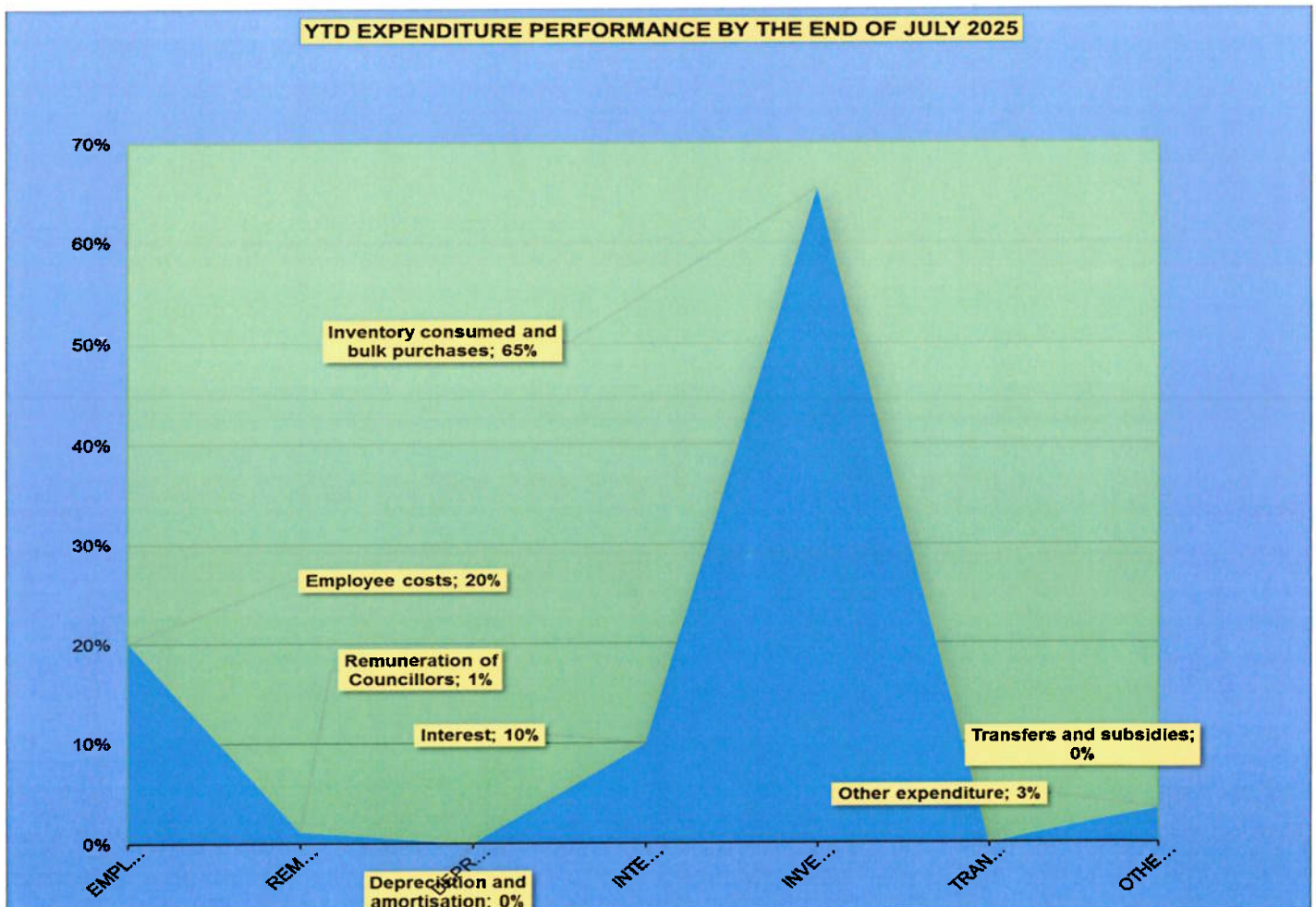
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### 8.4 Chart 2: Expenditure by Type: YTD Actual as a percentage of Total Expenditure

The chart shows that inventory consumed and bulk purchases date contributed **65%** and employee costs was **20%** of the total expenditure to date.

<b>Year to date performance by the end of July 2025</b>		
<b>Description R'000</b>	<b>Amount</b>	<b>%</b>
Employee costs	46 406	<b>20%</b>
Remuneration of Councillors	2 699	<b>1%</b>
Depreciation and amortisation	–	<b>0%</b>
Interest	23 043	<b>10%</b>
Inventory consumed and bulk purchases	151 226	<b>65%</b>
Transfers and subsidies	–	<b>0%</b>
Other expenditure	7 947	<b>3%</b>
<b>Total Expenditure</b>	<b>231 320</b>	<b>100%</b>





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### 9 BUDGET PERFORMANCE OVERVIEW

#### 9.1 Operating Revenue by Source

##### 9.1.1 Table 3: Table C4 Financial Performance (Revenue)

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		287 671	739 063	739 063	(737)	(737)	61 589	(62 325)	-101%	739 063
Service charges - Water		81 910	95 159	95 159	9 515	9 515	7 930	1 585	20%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 562	4 562	4 285	276	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 566	4 566	4 265	300	7%	51 184
Sale of Goods and Rendering of Services		2 688	6 743	6 743	324	324	562	(237)	-42%	6 743
Agency services										
Interest										
Interest earned from Receivables		107 556	125 181	125 181	8 492	8 492	10 432	(1 940)	-19%	125 181
Interest from Current and Non Current Assets		9 545	12 764	12 764	-	-	1 064	(1 064)	-100%	12 764
Dividends										
Rent on Land		-	1 000	1 000	-	-	83	(83)	-100%	1 000
Rental from Fixed Assets		1 857	3 992	3 992	112	112	333	(220)	-66%	3 992
Licence and permits										
Special rating levies										
Operational Revenue		1 087	11 772	11 772	105	105	981	(877)	-89%	11 772
<b>Non-Exchange Revenue</b>										
Property rates		107 972	110 363	110 363	8 540	8 540	9 197	(657)	-7%	110 363
Surcharges and Taxes										
Fines, penalties and forfeits		207	2 396	2 396	147	147	200	(53)	-26%	2 396
Licence and permits		-	1 663	1 663	-	-	139	(139)	-100%	1 663
Transfers and subsidies - Operational		852 843	882 846	882 846	366 046	366 046	73 571	292 475	398%	882 846
Interest		40 647	41 693	41 693	3 398	3 398	3 474	(77)	-2%	41 693
Fuel Levy										
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		8	7	7	-	-	1	(1)	-100%	7
<b>Discontinued Operations</b>										
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 591 542</b>	<b>2 137 247</b>	<b>2 137 247</b>	<b>405 068</b>	<b>405 068</b>	<b>178 104</b>	<b>226 964</b>	<b>127%</b>	<b>2 137 247</b>

1. **Electricity revenue** for July amounted to a negative R737 thousand which was 101% below the target of R61.5 million. The negative amount is due to the recording (debiting) of the free basic electricity which is done monthly, however the prepaid electricity collection was not recorded due to the error encountered on the vote. Eskom started billing all conventional meters in September 2024, however the municipality has only received transactions until April 2025. The billing reports for May, June and July 2025 are still outstanding for preparation of journals.

#### a. Remedial action/s

- i. The error has been communicated with the financial system and error cleared for the prepaid electricity to reflect in August.



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- ii. The Municipality has sent a letter to Eskom requesting the outstanding reports on the 11 July 2025 and no response has been received
2. **Water revenue** amounted to R9.5 million which was 20% above the target of R7.9 million. the access to water has improved
  - a. **Remedial action/s** – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.
3. **Waste water management revenue** amounted to R4.5 million which was 6% above the target of R4.2 million.
  - a. **Remedial action/s** – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.
4. **Waste management revenue** amounted to R4.5 million which was 7% above the year to date target.
  - a. **Remedial action/s** – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.
5. **Sale of good and services** year to date outcome amounted to R324 thousand which was 42% less than the target of R562 thousand. This revenue depends on community needs.
  - a. **Remedial action/s** – monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
6. **Interest earned receivables (debtors)** – of R8.4 million was R1.9 million (19%) less than the year to date target of R10.4 million.
  - a. **Remedial action/s**
    - i. monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
    - ii. revenue enhancement roadshows must be held to encourage consumers to pay the municipal account.
7. **Interest from current and non-current assets** – no movement recorded.
  - a. **Remedial action/s** – timeous recording of transactions on the financial system.
8. **Rental from fixed assets** amounted to R112 thousands which was 66% less than the target of R333 thousand. This revenue depends on community needs.
  - a. **Remedial action/s** - monitor monthly performance and adjust the budget up during the mid-term adjustment budget.



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- 9. Operational revenue** – to date was R105 thousand which was 89% less than the target of R981 thousands.
- a. Remedial action/s** – department must implement activities on the revenue enhancement strategy in order to improve revenue.
- 10. Property rates** amounted to R8.5 million which was 7% below the target of R9.1 million.
- a. Remedial action/s** - monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
- 11. Fines** – year to date amounted to R147 thousand which was 26% less than the target of 200 thousand. The installation of speed cameras has been implemented the movement on the business fines has not yet been realised.
- a. Remedial action/s** – implement activities on the revenue enhancement strategy and issue fines on non-compliant businesses in order to improve revenue.
- 12. Transfers and subsidies** - total year to date amounted to R366 million. this is the total amount received in July for equitable share.
- a. Remedial action/s** – not required
- 13. Interest (property rates)** – amounted to R3.3 million which was R77 thousand less than the target.
- a. Remedial action/s** – monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
- 14. Intercompany transactions** – there were no transactions recorded due to a journal received after the month end closed.
- a. Remedial action/s**
- i. The letter indicating reporting dates has been issued to the Entity.
  - ii. The Entity must prioritise training for the preparation of the monitor monthly performance and adjust the budget down during the mid-term adjustment budget.



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### 9.2 Operating Expenditure by Type

#### 9.2.1 Table 4: Table C4 Financial Performance (Expenditure)

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

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
<b>R thousands</b>										
<b>Expenditure By Type</b>										
Employee related costs		680 053	722 554	722 554	46 406	46 406	60 213	(13 807)	-23%	722 554
Remuneration of councillors		37 151	36 529	36 529	2 699	2 699	3 044	(345)	-11%	36 529
Bulk purchases - electricity		923 289	1 114 944	1 114 944	150 024	150 024	92 912	57 112	61%	1 114 944
Inventory consumed		26 650	69 277	69 277	1 201	1 201	5 773	(4 572)	-79%	69 277
Debt impairment		-	13 280	13 280	-	-	1 107	(1 107)	-100%	13 280
Depreciation and amortisation		-	75 930	75 930	-	-	6 328	(6 328)	-100%	75 930
Interest		207 852	51 662	51 662	23 043	23 043	4 305	18 738	435%	51 662
Contracted services		125 638	203 440	203 440	7 253	7 253	16 953	(9 700)	-57%	203 440
Transfers and subsidies		234 042	198 043	198 043	-	-	16 504	(16 504)	-100%	198 043
Irrecoverable debts written off		1 180	23 120	23 120	57	57	1 927	(1 869)	-97%	23 120
Operational costs		67 584	129 590	129 590	637	637	10 799	(10 163)	-94%	129 590
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		2	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5%</b>	<b>2 638 370</b>

1. **Employee related costs** outcome for the month of July amounted R46.4 million including R2.7 million of overtime as indicated under Table 17 (excluding shifts remuneration). The year to date outcome was R13.8 million less than the target of R60.2 million. The Entity employee costs were not recorded.

a. **Remedial action/s** – the Entity must submit the report on the required due date.

2. **Remuneration of councillors'** outcome for July amounted to R2.6 million which was 11% below the target of R3 million.

a. **Remedial action/s** – monitor performance and adjust the budget accordingly.

3. **Bulk purchases** – electricity year to date amounted to R150 million which was R57 million above the target of R92.9 million.

a. **Remedial action/s** – monitor performance and adjust the budget accordingly during the mid-term budget.



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- 4. Inventory consumed** year to date amounted to R1.2 million which was 79% less than the target of R5.7 million. There were no movements on most items, the expenditure was largely from fuel and oil.
- a. Remedial action/s –**
- Department to adhere to procurement plans to ensure they do not overspend or underspent.
  - Internal controls be strengthened to monitor the use of petrol and diesel
  - Monitor performance and adjust the budget accordingly.
- 5. Debt impairment and Depreciation** there was no movement by the end of July 2025. The monthly calculations are not performed as they should.
- a. Remedial action/s –**
- Calculation should be performed and recorded monthly on the system to assist with correct budget estimates.
  - Convert to an mSCOA compliant system.
- 6. Interest** year to date amounted to R23 million by the end of July 2025. The municipality was charged the interest due to failure to maintain the Eskom current account.
- a. Remedial action/s –** improve service delivery and collection to be able to maintain the Eskom current account.
- b.** Eskom assists with collection as part of partnership through the DAA
- 7. Contracted services** amounted to R7.2 million and year to date amounted to R7.2 million which was 57% less than the target of R16.9 million. The low expenditure is due to the MAP Water transactions which are not recorded and also the non-existence of the assets maintenance plan which should be used to guide the budget estimates.
- a. Remedial action/s**
- The Entity must conduct their own SCM processes and record the transactions on the system.
  - The asset maintenance plan must be developed to assist with accurate budgeting.
- 8. Transfers and subsidies –** the invoices from MAP Water were received on the 13<sup>th</sup> August after the month was closed.
- a. Remedial action/s**
- The July transactions will be recorded in August.
  - The Entity must submit the invoices by the 7<sup>th</sup> of every month as required.



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**9. Irrecoverable debts written off** year to date amounted to R57 thousand.

**a. Remedial action/s** – revenue enhancement roadshows must be held to encourage consumers to pay the municipal account.

**10. Operational costs** year to date was at R637 thousand which was 94% below the target of R10.7 million. This category includes amongst others; protective clothing, water and sewerage levies to the entity, advertisements, audit fees). The procurements of most items are still at a commencing stage since it is the first reporting month.

**a. Remedial action/s**

- i. Department to adhere to procurement plans to ensure they do not overspend or underspent.
- ii. Monitor performance and adjust the budget accordingly.



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**9.2.2 Table 4.1 Repairs & Maintenance Expenditure per directorate per inventory type**

Description	Budget 2025/26	Jul-25	YTD Actual
<b>Vote 03 - Corporate Services</b>	<b>254</b>	<b>3</b>	<b>3</b>
R & M - Computer Equipment	200	—	—
Inventory: R & M - Computer Equipment	54	3	3
<b>Vote 05 - Municipal Infrastructure</b>	<b>20 500</b>	<b>—</b>	<b>—</b>
R & M - Resurfacing Of Roads	5 000	—	—
R & M - Streets & Stormwater	1 000	—	—
Contracted: Maintenance water access to building	1 500	—	—
R & M - Maintenance Of VIP Toilets	1 500	—	—
Maintenance Of Cell - Landfillsites	3 000	—	—
Cover Material Landfill site	2 000	—	—
Rehabilitation of landfill site	1 500	—	—
Inventory: R & M - Resurfacing Of Roads	5 000	—	—
<b>Vote 06 - Community Services</b>	<b>400</b>	<b>—</b>	<b>—</b>
Repair fence - Bluegumbosch cemetery	400	—	—
<b>Vote 07 - Public Safety &amp; Transport</b>	<b>5 912</b>	<b>1 010</b>	<b>1 010</b>
Contr: Maintenance Of Equipment	612	—	—
R & M - Motors & Pumps	200	—	—
R & M - Vehicles	5 000	1 010	1 010
Inventory- R & M - Vehicles	100	—	—
<b>Vote 08 - Sports, Arts, Parks, Culture</b>	<b>3 650</b>	<b>—</b>	<b>—</b>
R & M - Grounds & Open Spaces	2 000	—	—
Contr: Maintenance Of Equipment	150	—	—
Inventory: R & M - Grounds & Open Spaces	1 500	—	—
<b>Vote 09 - LED &amp; TOURISM</b>	<b>2 000</b>	<b>—</b>	<b>—</b>
R & M - Buildings	2 000	—	—
<b>Vote 10 - Human Settlements</b>	<b>27 600</b>	<b>28</b>	<b>28</b>
R & M - Buildings	25 000	28	28
Contr: Maintenance Of Equipment	500	—	—
Contr: Maintenance Of Equipment	600	—	—
Inventory: R & M - Buildings	1 000	—	—
Inventory: R & M - Equipment & Tools	500	—	—
<b>Vote 13 - Electricity Department</b>	<b>28 360</b>	<b>—</b>	<b>—</b>
R & M - Network Reticulation	6 360	—	—
R & M - Substations	5 000	—	—
R & M - Transformers	3 000	—	—
R & M - Street Lights	1 000	—	—
R & M - Traffic Lights	1 000	—	—
Inventory: R & M - Network Reticulation	5 000	—	—
Inventory: R & M - Substations	1 000	—	—
Inventory: R & M - Transformers	2 000	—	—
Inventory: R & M - Street Lights	2 000	—	—
Inventory: R & M Traffic Lights	2 000	—	—
<b>Vote 14 - Maluti Water</b>	<b>23 817</b>	<b>—</b>	<b>—</b>
R & M - Computer Equipment	144	—	—
R & M - Build & Ground Pump Stations	470	—	—
R & M - Build & Ground Reservoirs	376	—	—
R & M - Build & Grounds Fika Patso Wtw	21	—	—
R & M - Build & Grounds Makwane Wtw	43	—	—
R & M - Building & Gr Sterkfontein Wtw	21	—	—
R & M - Building & Grounds Wilge Wtw	701	—	—
R & M - Fleet Management	1 191	—	—
R & M - Motors & Pumps Fika Patso Wtw	340	—	—
R & M - Motors & Pumps Hs & Tsiame Wwtw	6 952	—	—
R & M - Motors & Pumps Makwane Wtw	85	—	—
R & M - Motors & Pumps Phu Ela Kest Wwtw	2 734	—	—
R & M - Motors & Pumps Pump Stations	26	—	—
R & M - Motors & Pumps Reservoirs	51	—	—
R & M - Motors & Pumps Sterkfontein Wtw	26	—	—
R & M - Motors & Pumps Wilge Wtw	2 308	—	—
R & M - Netw Reticul Qwa Qwa	125	—	—
R & M - Network Reticulation Harrysmith	357	—	—
R & M - Quality Monitoring	706	—	—
R & M - Sheq Plus Sheq Incentive	2 144	—	—
R & M - Vehicle Licenses	1 130	—	—
R & M - Vehicles	706	—	—
R&M - Motors & Pumps Makw & Moeding Wwtw	222	—	—
Other R&M inventory	2 938	—	—
<b>Total</b>	<b>112 093</b>	<b>1 041</b>	<b>1 041</b>



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### 9.2.3 Table 4.2 Repairs & Maintenance Expenditure per Service per inventory type

FS194 Maluti-a-Phofung - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M01 July										
Description	Ref	2024/25	Budget Year 2025/26		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
R thousands	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		25 956	54 515	54 515	-	-	4 543	4 543	100,0%	54 515
Roads Infrastructure		4 033	10 000	10 000	-	-	833	833	100,0%	10 000
Roads		4 033	10 000	10 000	-	-	833	833	100,0%	10 000
Storm water Infrastructure		-	1 000	1 000	-	-	83	83	100,0%	1 000
Drainage Collection		-	1 000	1 000	-	-	83	83	100,0%	1 000
Electrical Infrastructure		20 992	28 360	28 360	-	-	2 363	2 363	100,0%	28 360
MV Substations		3 028	5 000	5 000	-	-	417	417	100,0%	5 000
MV Networks		9 264	12 000	12 000	-	-	1 000	1 000	100,0%	12 000
LV Networks		8 699	11 360	11 360	-	-	947	947	100,0%	11 360
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	1 632	1 632	-	-	136	136	100,0%	1 632
Reservoirs		-	376	376	-	-	31	31	100,0%	376
Pump Stations		-	470	470	-	-	39	39	100,0%	470
Water Treatment Works		-	786	786	-	-	66	66	100,0%	786
Sanitation Infrastructure		222	4 023	4 023	-	-	335	335	100,0%	4 023
Pump Station		-	1 500	1 500	-	-	125	125	100,0%	1 500
Reticulation		222	1 982	1 982	-	-	165	165	100,0%	1 982
Waste Water Treatment Works		-	540	540	-	-	45	45	100,0%	540
Solid Waste Infrastructure		710	9 500	9 500	-	-	792	792	100,0%	9 500
Landfill Sites		710	6 500	6 500	-	-	542	542	100,0%	6 500
Waste Transfer Stations		-	3 000	3 000	-	-	250	250	100,0%	3 000
<b>Other assets</b>		1 329	29 500	29 500	28	28	2 458	2 431	98,9%	29 500
Operational Buildings		1 329	29 500	29 500	28	28	2 458	2 431	98,9%	29 500
Municipal Offices		1 329	29 500	29 500	28	28	2 458	2 431	98,9%	29 500
<b>Computer Equipment</b>		20	1 022	1 022	3	3	85	82	96,5%	1 022
Computer Equipment		20	1 022	1 022	3	3	85	82	96,5%	1 022
<b>Furniture and Office Equipment</b>		-	363	363	-	-	30	30	100,0%	363
Furniture and Office Equipment		-	363	363	-	-	30	30	100,0%	363
<b>Machinery and Equipment</b>		6 120	26 293	26 293	1 010	1 010	2 191	1 181	53,9%	26 293
Machinery and Equipment		6 120	26 293	26 293	1 010	1 010	2 191	1 181	53,9%	26 293
<b>Total Repairs and Maintenance Expenditure</b>	1	33 424	112 093	112 093	1 041	1 041	9 341	8 300	88,9%	112 093



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**9.2.4 Table 5. Summary of YTD Bulk Electricity expenditure and outstanding Eskom debt**

The total outstanding balance for Eskom amounted to R9.499 billion by the end of July 2025.

ESKOM BULK INVOICE CHARGES AND PAYMENTS DURING THE FINANCIAL YEAR 2025/26 R'000							
Months	Opening balance	Payments	Payment Adjustments	Total charges for billing period	Adjustments	VAT	Closing balance
Jul-25	9 372 594	(54 310)	420	151 901	8 651	20 626	9 499 883
	<b>TOTAL</b>	<b>(54 310)</b>	<b>420</b>	<b>151 901</b>	<b>8 651</b>	<b>20 626</b>	

**9.2.5 Table 6. Summary of YTD Bulk Water expenditure and outstanding DWS debt**

The total outstanding balance was R524.1 million as per the April 2025 statement. The statement from May 2025 to July 2025 had not been received by the time this report was completed.

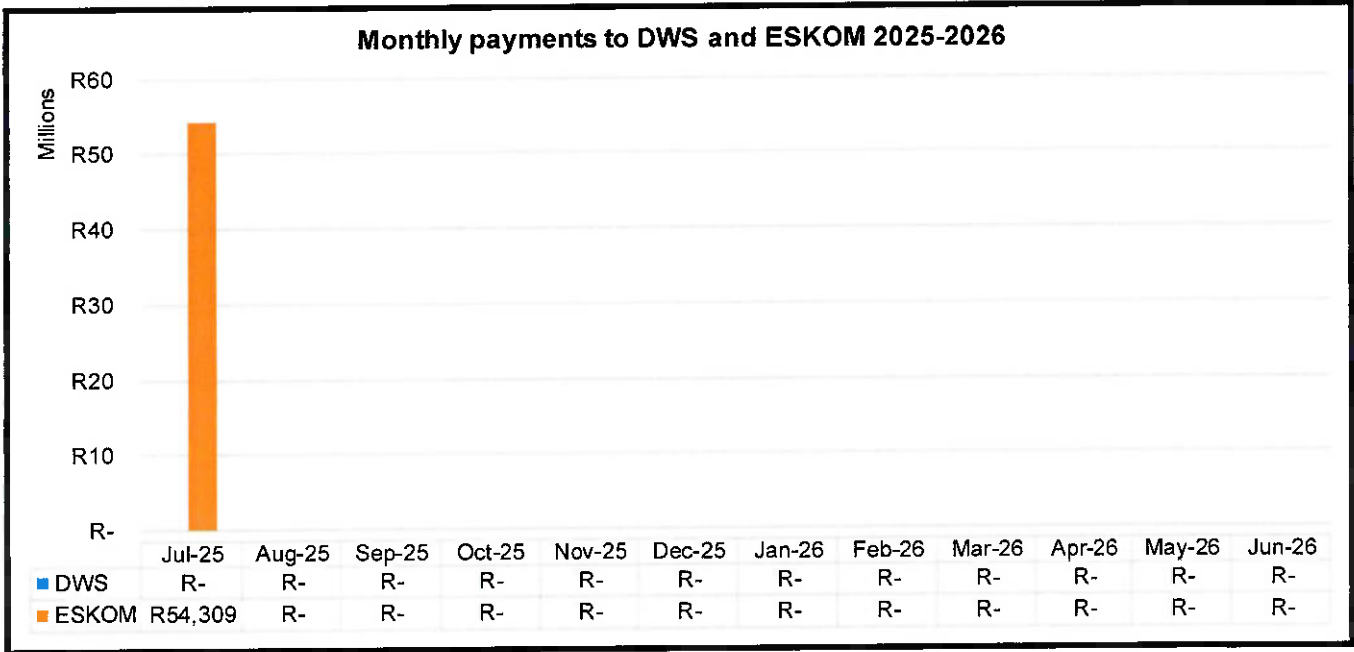
DWS BULK INVOICE CHARGES AND PAYMENTS FROM JULY 2025 TO DATE R'000						
Months	Opening balance	Payments	Payment Adjustments	Interests	Total charges	Closing balance
Jul-25	524 118	-	-	-	-	524 118
	<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	



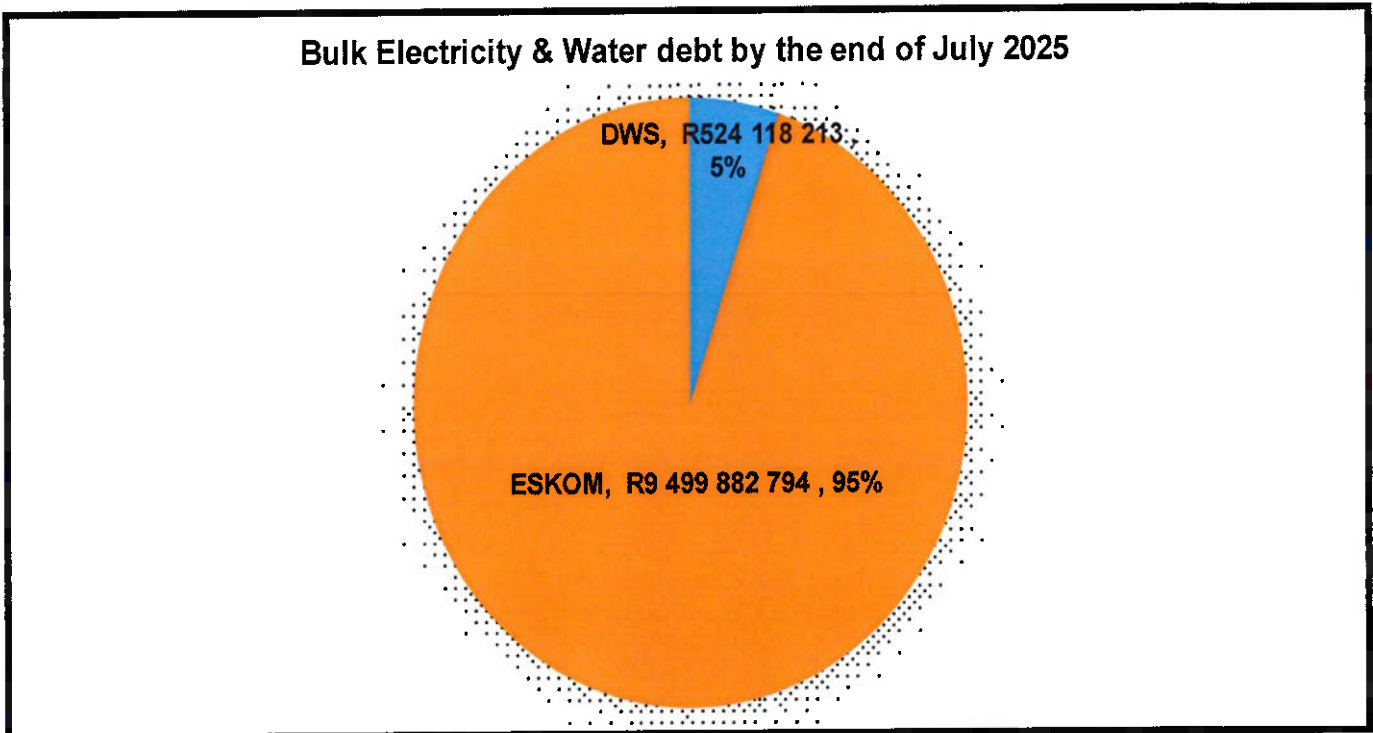
**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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**9.2.6 Chart 2.1: Monthly payments to DWS & ESKOM**



**9.2.7 Chart 2.2: Monthly & YTD comparison – Bulk Electricity & Water debt**





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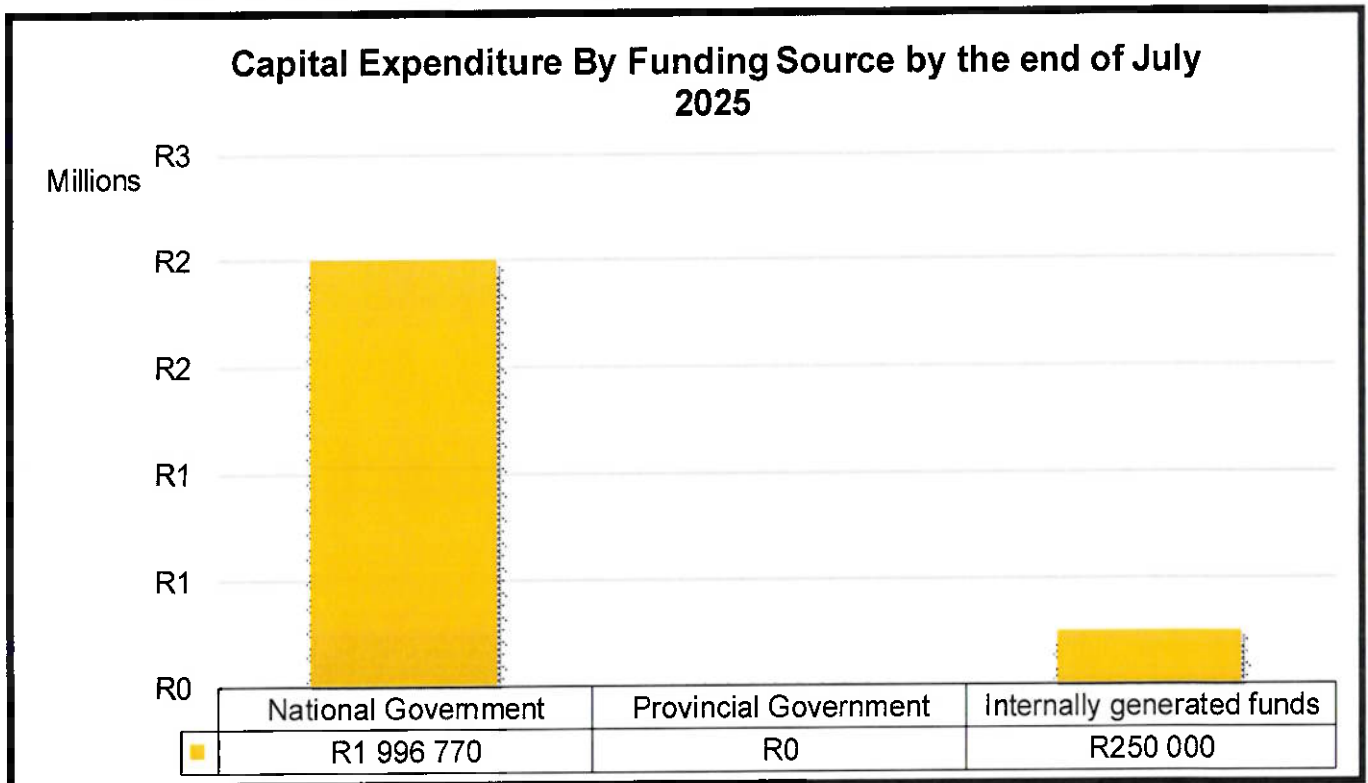
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**9.3 Capital expenditure**

**9.3.1 Table 7: High level summary: Capital Expenditure (VAT exclusive)**

Description R'000	Capital expenditure by funding source 2025/26		
	Original Budget	July Actuals	YearTD actuals
National Government	286 417	1 997	1 997
Provincial Government	–	–	–
Internally generated funds	30 264	250	250
<b>Total</b>	<b>316 681</b>	<b>2 247</b>	<b>2 247</b>

**9.3.2 Chart 3: Total Capital expenditure**



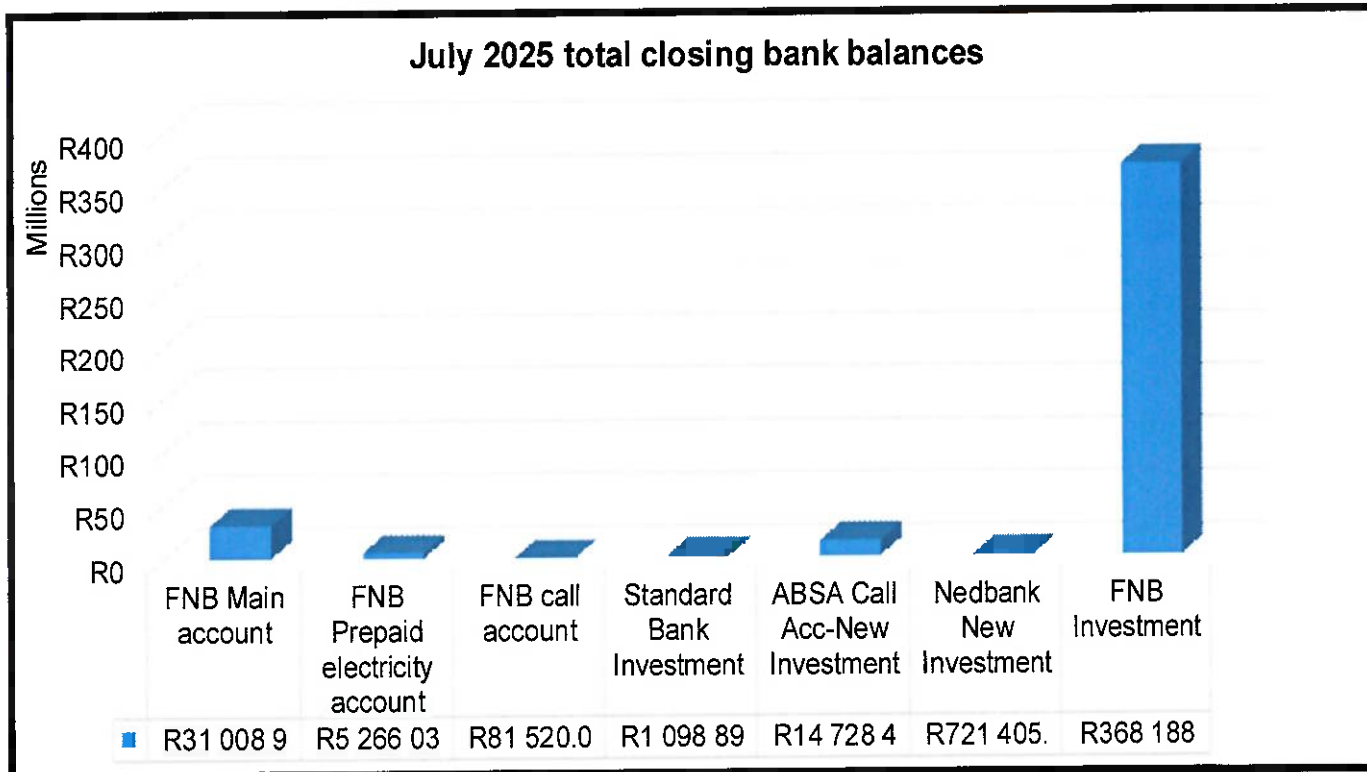


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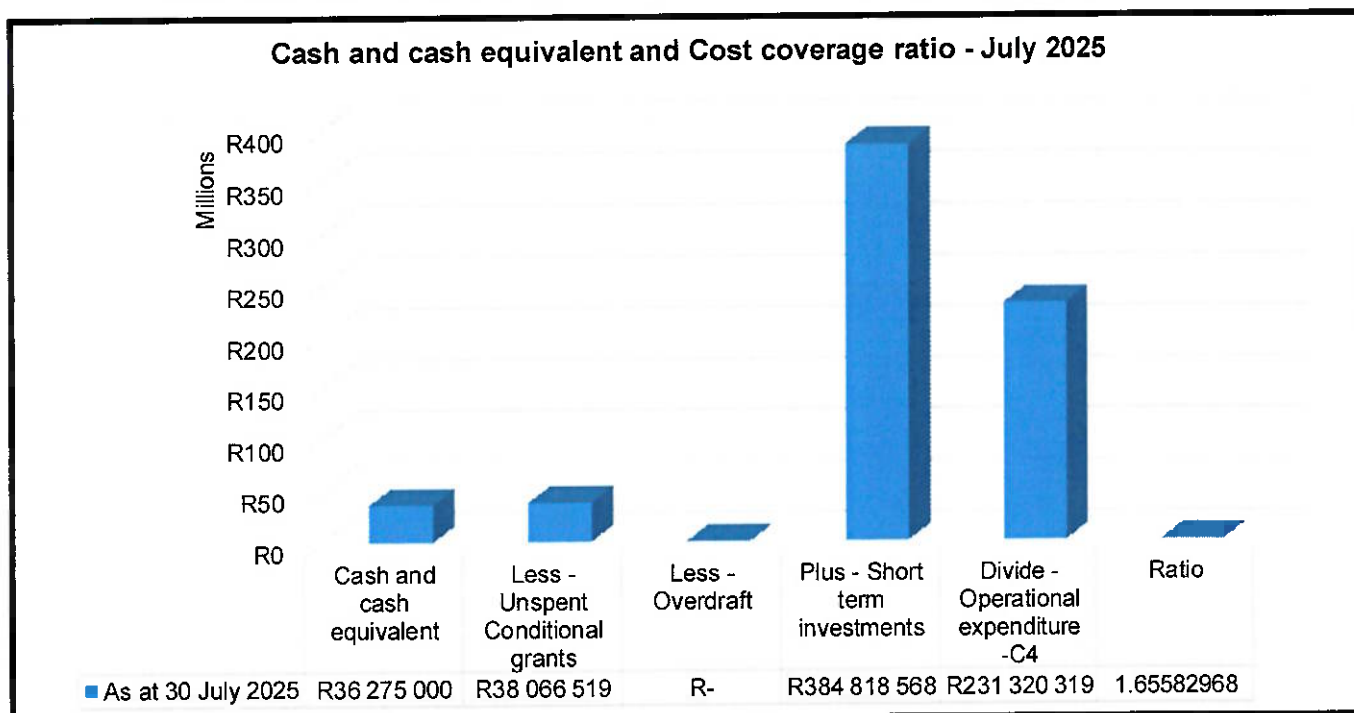
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### 9.4 Cash Flows

#### 9.4.1 Chart 4: Call investment deposits and Cash & cash equivalents at year-end



#### 9.4.2 Chart 5: Cash & cash equivalents and Cost coverage ratio





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### 9.5 Budget Funding Plan progress

The budget funding plan is monitored monthly and the summary of pillars by the end of July 2025 is indicated below:

#### 9.5.1 Positive Cash flow

The municipality's bank balance is positive with the total closing balance of R421 million (main account and investments accounts)

#### 9.5.2 Cash Coverage

The cash coverage ratio for the month of July was 1.6 which indicated that the cash available could not fully cover the commitments for the next month costs. See Chart 5.

#### 9.5.3 Collection Rate

The July collection rate was 76% as per C-Schedule Table C4 and Table SC7 as indicated under Table 9. There is still a challenge with regards to the payment of accounts by consumers.

#### 9.5.4 Trade Payables

The creditors balance amounted to R10.125 billion, including the Eskom debt of R9.994 billion and the DWS debt of R500.3 million (this is the total recorded on the financial system to date, the total on the statement received up to April 2025 is R524.1 million). See table 11.

#### 9.5.5 Non-core expenditure

The year to date budget was R8.4 million and the year to date outcomes was R6.7 million resulting into a year to date savings of R1.6 million.

<b>Reduction in non-core expenditure 2025/26</b>				
Description R'000	Original Budget	YearTD Budget	YearTD Outcomes	YearTD Savings
Use of consultants	35 091	2 924	940	1 984
Travelling expenses	5 205	434	68	366
Reduction in Employee costs	55 536	4 628	5 771	(1 143)
Sponsorships, events and catering	1 155	96	-	96
Communications (adverts, telephone)	4 670	389	-	389
<b>Total</b>	<b>101 657</b>	<b>8 471</b>	<b>6 779</b>	<b>1 693</b>



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### 10 CONSOLIDATED IN-YEAR BUDGET STATEMENT TABLES

**FS194 Maluti-a-Phofung - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M01 July**

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
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		<b>1 010 810</b>	<b>1 034 661</b>	<b>1 034 661</b>	<b>377 753</b>	<b>377 753</b>	<b>86 222</b>	291 531	338%	<b>1 034 661</b>
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1 010 810	1 034 661	1 034 661	377 753	377 753	86 222	291 531	338%	1 034 661
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>25 677</b>	<b>34 324</b>	<b>34 324</b>	<b>412</b>	<b>412</b>	<b>2 860</b>	(2 449)	-86%	<b>34 324</b>
Community and social services		13 292	5 658	5 658	215	215	472	(256)	-54%	5 658
Sport and recreation		11 341	16 362	16 362	57	57	1 364	(1 306)	-96%	16 362
Public safety		383	462	462	42	42	38	3	9%	462
Housing		662	11 842	11 842	97	97	987	(890)	-90%	11 842
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		<b>22 404</b>	<b>64 443</b>	<b>64 443</b>	<b>243</b>	<b>243</b>	<b>5 370</b>	(5 127)	-95%	<b>64 443</b>
Planning and development		978	8 256	8 256	243	243	688	(445)	-65%	8 256
Road transport		21 426	56 187	56 187	-	-	4 682	(4 682)	-100%	56 187
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>758 935</b>	<b>1 295 069</b>	<b>1 295 069</b>	<b>26 660</b>	<b>26 660</b>	<b>107 922</b>	(81 262)	-75%	<b>1 295 069</b>
Energy sources		309 623	823 845	823 845	952	952	68 654	(67 702)	-99%	823 845
Water management		207 171	238 348	238 348	13 506	13 506	19 862	(6 356)	-32%	238 348
Waste water management		157 031	157 216	157 216	6 095	6 095	13 101	(7 007)	-53%	157 216
Waste management		85 110	75 660	75 660	6 108	6 108	6 305	(197)	-3%	75 660
<i><b>Other</b></i>	<i><b>4</b></i>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>1 817 826</b>	<b>2 428 497</b>	<b>2 428 497</b>	<b>405 068</b>	<b>405 068</b>	<b>202 375</b>	<b>202 693</b>	<b>100%</b>	<b>2 428 497</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>653 647</b>	<b>713 906</b>	<b>713 906</b>	<b>27 285</b>	<b>27 285</b>	<b>59 492</b>	(32 207)	-54%	<b>713 906</b>
Executive and council		88 362	101 573	101 573	4 911	4 911	8 464	(3 554)	-42%	101 573
Finance and administration		557 221	603 222	603 222	21 807	21 807	50 269	(28 462)	-57%	603 222
Internal audit		8 064	9 111	9 111	567	567	759	(192)	-25%	9 111
<i><b>Community and public safety</b></i>		<b>155 494</b>	<b>181 120</b>	<b>181 120</b>	<b>14 181</b>	<b>14 181</b>	<b>15 093</b>	(913)	-6%	<b>181 120</b>
Community and social services		20 664	24 023	24 023	1 657	1 657	2 002	(345)	-17%	24 023
Sport and recreation		45 084	54 437	54 437	4 168	4 168	4 536	(368)	-8%	54 437
Public safety		85 327	91 491	91 491	8 000	8 000	7 624	376	5%	91 491
Housing		4 418	11 169	11 169	355	355	931	(576)	-62%	11 169
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		<b>44 797</b>	<b>89 706</b>	<b>89 706</b>	<b>3 358</b>	<b>3 358</b>	<b>7 476</b>	(4 118)	-55%	<b>89 706</b>
Planning and development		23 665	39 196	39 196	2 178	2 178	3 266	(1 089)	-33%	39 196
Road transport		21 132	50 510	50 510	1 180	1 180	4 209	(3 029)	-72%	50 510
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>1 446 495</b>	<b>1 649 374</b>	<b>1 649 374</b>	<b>186 286</b>	<b>186 286</b>	<b>137 448</b>	<b>48 838</b>	36%	<b>1 649 374</b>
Energy sources		1 204 830	1 259 188	1 259 188	178 290	178 290	104 932	73 357	70%	1 259 188
Water management		80 239	146 057	146 057	(17)	(17)	12 171	(12 188)	-100%	146 057
Waste water management		56 809	93 557	93 557	(15)	(15)	7 796	(7 812)	-100%	93 557
Waste management		104 616	150 572	150 572	8 029	8 029	12 548	(4 519)	-36%	150 572
<i><b>Other</b></i>		<b>3 009</b>	<b>4 263</b>	<b>4 263</b>	<b>211</b>	<b>211</b>	<b>355</b>	(144)	-40%	<b>4 263</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5%</b>	<b>2 638 370</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>-10,9344</b>	<b>(209 873)</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLhohle • Plaasike Munisipaliteit

**FS194 Maluti-a-Phofung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) -**

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
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1 560	1 560	-	-	130	(130)	-100,0%	1 560
Vote 04 - Financial Services		1 213 063	1 303 719	1 303 719	377 753	377 753	108 643	269 110	247,7%	1 303 719
Vote 05 - Municipal Infrastructure		470 738	527 411	527 411	25 709	25 709	43 951	(18 242)	-41,5%	527 411
Vote 06 - Community Services		12 632	4 792	4 792	154	154	399	(246)	-61,5%	4 792
Vote 07 - Public Safety & Transport		383	462	462	42	42	38	3	9,0%	462
Vote 08 - Sports, Arts, Parks, Culture		11 341	16 362	16 362	57	57	1 364	(1 306)	-95,8%	16 362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5 863	5 863	119	119	489	(369)	-75,6%	5 863
Vote 10 - Hunan Settlements		1 321	12 708	12 708	159	159	1 059	(900)	-85,0%	12 708
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2 394	2 394	124	124	199	(76)	-38,0%	2 394
Vote 13 - Electricity Department		309 623	823 845	823 845	952	952	68 654	(67 702)	-98,6%	823 845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>2 020 361</b>	<b>2 699 115</b>	<b>2 699 115</b>	<b>405 068</b>	<b>405 068</b>	<b>224 926</b>	<b>180 142</b>	<b>80,1%</b>	<b>2 699 115</b>
<b>Expenditure by Vote</b>	1									
Vote 01 - Legislative Authority		64 935	67 317	67 317	4 055	4 055	5 610	(1 554)	-27,7%	67 317
Vote 02 - Office Of The Municipal Manager		22 124	24 646	24 646	1 826	1 826	2 054	(228)	-11,1%	24 646
Vote 03 - Corporate Services		97 753	129 100	129 100	4 451	4 451	10 758	(6 307)	-58,6%	129 100
Vote 04 - Financial Services		355 563	354 893	354 893	7 074	7 074	29 574	(22 501)	-76,1%	354 893
Vote 05 - Municipal Infrastructure		153 348	276 817	276 817	9 216	9 216	23 068	(13 852)	-60,0%	276 817
Vote 06 - Community Services		20 840	23 603	23 603	1 673	1 673	1 967	(294)	-14,9%	23 603
Vote 07 - Public Safety & Transport		181 226	184 056	184 056	17 629	17 629	15 338	2 291	14,9%	184 056
Vote 08 - Sports, Arts, Parks, Culture		45 084	54 437	54 437	4 168	4 168	4 536	(368)	-8,1%	54 437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11 692	16 591	16 591	962	962	1 383	(420)	-30,4%	16 591
Vote 10 - Hunan Settlements		12 061	44 933	44 933	605	605	3 744	(3 140)	-83,8%	44 933
Vote 11 - Idp, Pms Department		3 713	4 078	4 078	328	328	340	(12)	-3,5%	4 078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 269	22 791	22 791	1 099	1 099	1 899	(800)	-42,1%	22 791
Vote 13 - Electricity Department		1 204 129	1 257 084	1 257 084	178 234	178 234	104 757	73 477	70,1%	1 257 084
Vote 14 - Maluti Water		119 704	178 023	178 023	-	-	14 835	(14 835)	-100,0%	178 023
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5,2%</b>	<b>2 638 370</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(283 081)</b>	<b>60 745</b>	<b>60 745</b>	<b>173 748</b>	<b>173 748</b>	<b>5 062</b>	<b>168 685</b>	<b>3332,3%</b>	<b>60 745</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa setlehae • Plaaslike Munisipaliteit

**FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July**

Description	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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		287 671	739 063	739 063	(737)	(737)	61 589	(62 325)	-101%	739 063
Service charges - Water		81 910	95 159	95 159	9 515	9 515	7 930	1 585	20%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 562	4 562	4 285	276	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 566	4 566	4 265	300	7%	51 184
Sale of Goods and Rendering of Services		2 688	6 743	6 743	324	324	562	(237)	-42%	6 743
Agency services										
Interest										
Interest earned from Receivables		107 556	125 181	125 181	8 492	8 492	10 432	(1 940)	-19%	125 181
Interest from Current and Non Current Assets		9 545	12 764	12 764	-	-	1 064	(1 064)	-100%	12 764
Dividends										
Rent on Land		-	1 000	1 000	-	-	83	(83)	-100%	1 000
Rental from Fixed Assets		1 857	3 992	3 992	112	112	333	(220)	-66%	3 992
Licence and permits										
Special rating levies										
Operational Revenue		1 087	11 772	11 772	105	105	981	(877)	-89%	11 772
<b>Non-Exchange Revenue</b>										
Property rates		107 972	110 363	110 363	8 540	8 540	9 197	(657)	-7%	110 363
Surcharges and Taxes										
Fines, penalties and forfeits		207	2 396	2 396	147	147	200	(53)	-26%	2 396
Licence and permits		-	1 663	1 663	-	-	139	(139)	-100%	1 663
Transfers and subsidies - Operational		852 843	882 846	882 846	366 046	366 046	73 571	292 475	398%	882 846
Interest		40 647	41 693	41 693	3 398	3 398	3 474	(77)	-2%	41 693
Fuel Levy										
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		8	7	7	-	-	1	(1)	-100%	7
Discontinued Operations										
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 591 542</b>	<b>2 137 247</b>	<b>2 137 247</b>	<b>405 068</b>	<b>405 068</b>	<b>178 104</b>	<b>226 964</b>	<b>127%</b>	<b>2 137 247</b>
<b>Expenditure By Type</b>										
Employee related costs		680 053	722 554	722 554	46 406	46 406	60 213	(13 807)	-23%	722 554
Remuneration of councillors		37 151	36 529	36 529	2 699	2 699	3 044	(345)	-11%	36 529
Bulk purchases - electricity		923 289	1 114 944	1 114 944	150 024	150 024	92 912	57 112	61%	1 114 944
Inventory consumed		26 650	69 277	69 277	1 201	1 201	5 773	(4 572)	-79%	69 277
Debt impairment		-	13 280	13 280	-	-	1 107	(1 107)	-100%	13 280
Depreciation and amortisation		-	75 930	75 930	-	-	6 328	(6 328)	-100%	75 930
Interest		207 852	51 662	51 662	23 043	23 043	4 305	18 738	435%	51 662
Contracted services		125 638	203 440	203 440	7 253	7 253	16 953	(9 700)	-57%	203 440
Transfers and subsidies		234 042	198 043	198 043	-	-	16 504	(16 504)	-100%	198 043
Irrecoverable debts written off		1 180	23 120	23 120	57	57	1 927	(1 869)	-97%	23 120
Operational costs		67 584	129 590	129 590	637	637	10 799	(10 163)	-94%	129 590
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		2	-	-	-	-	-	-		-
<b>Total Expenditure</b>		<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5%</b>	<b>2 638 370</b>
<b>Surplus/(Deficit)</b>		<b>(711 899)</b>	<b>(501 123)</b>	<b>(501 123)</b>	<b>173 748</b>	<b>173 748</b>	<b>(41 760)</b>	<b>215 508</b>	<b>(0)</b>	<b>(501 123)</b>
Transfers and subsidies - capital (monetary allocations)										
		226 284	291 250	291 250	-	-	24 271	(24 271)	(0)	291 250
Transfers and subsidies - capital (in-kind)										
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Income Tax										
<b>Surplus/(Deficit) after income tax</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Share of Surplus/Deficit attributable to Associate										
Intercompany /Parent subsidiary transactions		202 535	270 618	270 618	-	-	22 552	(22 552)	(0)	270 618
<b>Surplus/ (Deficit) for the year</b>		<b>(283 081)</b>	<b>60 745</b>	<b>60 745</b>	<b>173 748</b>	<b>173 748</b>	<b>5 062</b>	<b>168 685</b>	<b>0</b>	<b>60 745</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepota wa seLhohle • Paolike Municipality

**FS194 Maluti-a-Phofung - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M01 July**

Vote Description	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
<b>R thousands</b>	1									
<b>Single Year expenditure appropriation</b>	2									
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	500	500	-	-	42	(42)	-100%	500
Vote 03 - Corporate Services		40	2 500	2 500	-	-	208	(208)	-100%	2 500
Vote 04 - Financial Services		193	1 000	1 000	-	-	83	(83)	-100%	1 000
Vote 05 - Municipal Infrastructure		186 682	234 850	234 850	904	904	19 571	(18 667)	-95%	234 850
Vote 06 - Community Services		9 774	4 061	4 061	-	-	338	(338)	-100%	4 061
Vote 07 - Public Safety & Transport		4 405	11 000	11 000	-	-	917	(917)	-100%	11 000
Vote 08 - Sports, Arts, Parks, Culture		10 323	13 212	13 212	-	-	1 101	(1 101)	-100%	13 212
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		-	-	-	-	-	-	-	-	-
Vote 10 - Human Settlements		-	100	100	-	-	8	(8)	-100%	100
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	4 500	4 500	-	-	375	(375)	-100%	4 500
Vote 13 - Electricity Department		10 255	44 958	44 958	1 343	1 343	3 747	(2 403)	-64%	44 958
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	221 671	316 681	316 681	2 247	2 247	26 390	(24 143)	-91%	316 681
<b>Total Capital Expenditure</b>		221 671	316 681	316 681	2 247	2 247	26 390	(24 143)	-91%	316 681
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		233	5 000	5 000	-	-	417	(417)	-100%	5 000
Executive and council		-	500	500	-	-	42	(42)	-100%	500
Finance and administration		233	4 500	4 500	-	-	375	(375)	-100%	4 500
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		24 502	27 373	27 373	-	-	2 281	(2 281)	-100%	27 373
Community and social services		9 774	4 061	4 061	-	-	338	(338)	-100%	4 061
Sport and recreation		10 323	13 212	13 212	-	-	1 101	(1 101)	-100%	13 212
Public safety		4 405	10 000	10 000	-	-	833	(833)	-100%	10 000
Housing		-	100	100	-	-	8	(8)	-100%	100
<i>Economic and environmental services</i>		20 466	60 418	60 418	250	250	5 035	(4 785)	-95%	60 418
Planning and development		-	4 500	4 500	-	-	375	(375)	-100%	4 500
Road transport		20 466	55 918	55 918	250	250	4 660	(4 410)	-95%	55 918
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		176 470	223 890	223 890	1 997	1 997	18 658	(16 661)	-89%	223 890
Energy sources		10 255	44 958	44 958	1 343	1 343	3 747	(2 403)	-64%	44 958
Water management		74 764	93 518	93 518	-	-	7 793	(7 793)	-100%	93 518
Waste water management		78 088	84 915	84 915	654	654	7 076	(6 423)	-91%	84 915
Waste management		13 363	500	500	-	-	42	(42)	-100%	500
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	221 671	316 681	316 681	2 247	2 247	26 390	(24 143)	-91%	316 681
<b>Funded by:</b>										
National Government		206 539	286 417	286 417	1 997	1 997	23 868	(21 871)	-92%	286 417
Provincial Government		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		206 539	286 417	286 417	1 997	1 997	23 868	(21 871)	-92%	286 417
<b>Borrowing</b>	6									
Internally generated funds		15 133	30 264	30 264	250	250	2 522	(2 272)	-90%	30 264
<b>Total Capital Funding</b>		221 671	316 681	316 681	2 247	2 247	26 390	(24 143)	-91%	316 681



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehale • Plaaslike Munisipaliteit

This information is not a true reflection of the financial position figures; this will be corrected when the Municipality has fully converted to being mSCOA compliant.

**FS194 Maluti-a-Phofung - Table C6 Consolidated Monthly Budget Statement - Financial Position - M01 July**

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		325 662	1 565 339	1 565 339	828 237	1 565 339
Trade and other receivables from exchange transactions		1 457 295	738 083	738 083	1 483 962	738 083
Receivables from non-exchange transactions		303 148	329 362	329 362	309 308	329 362
Current portion of non-current receivables		144	-	-	144	-
Inventory		4 567	1 134	1 134	4 567	1 134
VAT		1 668 448	1 640 585	1 640 585	1 692 185	1 640 585
Other current assets		(1 202)	(1 071)	(1 071)	(1 202)	(1 071)
<b>Total current assets</b>		<b>3 758 062</b>	<b>4 273 433</b>	<b>4 273 433</b>	<b>4 317 202</b>	<b>4 273 433</b>
<b>Non current assets</b>						
Investments						
Investment property		600 310	803 255	803 255	600 310	803 255
Property, plant and equipment		2 802 934	1 412 104	1 412 104	2 805 181	1 412 104
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		-	-	-	-	-
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		(144)	-	-	(144)	-
Other non-current assets						
<b>Total non current assets</b>		<b>3 403 100</b>	<b>2 215 359</b>	<b>2 215 359</b>	<b>3 405 347</b>	<b>2 215 359</b>
<b>TOTAL ASSETS</b>		<b>7 161 162</b>	<b>6 488 793</b>	<b>6 488 793</b>	<b>7 722 549</b>	<b>6 488 793</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		(15 019)	(15 019)	(15 019)	(15 019)	(15 019)
Consumer deposits		26 232	25 901	25 901	27 353	25 901
Trade and other payables from exchange transactions		11 562 391	7 067 046	7 067 046	11 304 770	7 067 046
Trade and other payables from non-exchange transactions		32 416	-	-	55 144	-
Provision		103 768	(320 442)	(320 442)	103 768	(320 442)
VAT		867 397	722 201	722 201	870 173	722 201
Other current liabilities		-	-	-	-	-
<b>Total current liabilities</b>		<b>12 577 185</b>	<b>7 479 687</b>	<b>7 479 687</b>	<b>12 346 189</b>	<b>7 479 687</b>
<b>Non current liabilities</b>						
Financial liabilities		320	-	-	320	-
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
<b>Total non current liabilities</b>		<b>320</b>	<b>-</b>	<b>-</b>	<b>320</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>12 577 505</b>	<b>7 479 687</b>	<b>7 479 687</b>	<b>12 346 509</b>	<b>7 479 687</b>
<b>NET ASSETS</b>	2	<b>(5 416 343)</b>	<b>(990 895)</b>	<b>(990 895)</b>	<b>(4 623 960)</b>	<b>(990 895)</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		(5 431 879)	(1 070 138)	(1 070 138)	(4 584 774)	(1 070 138)
Reserves and funds		(212 934)	-	-	(212 934)	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>(5 644 813)</b>	<b>(1 070 138)</b>	<b>(1 070 138)</b>	<b>(4 797 708)</b>	<b>(1 070 138)</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seteneng • Plaaslike Munisipaliteit

The information reflected below is not a true indication of the bank movements. The engagement with the financial system vendor to assist where possible to try and align votes and record transactions correctly has already started.

**FS194 Maluti-a-Phofung - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M01 July**

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
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		-	91 512	91 512	22 534	22 534	7 626	14 908	195%	91 512
Service charges		-	740 715	740 715	7 172	7 172	61 726	(54 555)	-88%	740 715
Other revenue		-	(197 652)	(197 652)	(24 865)	(24 865)	(16 471)	(8 394)	51%	(197 652)
Transfers and Subsidies - Operational		-	882 846	882 846	366 046	366 046	73 571	292 475	398%	882 846
Transfers and Subsidies - Capital		-	291 250	291 250	22 728	22 728	24 271	(1 543)	-6%	291 250
Interest		-	10 979	10 979	678	678	915	(237)	-26%	10 979
Dividends								-		
<b>Payments</b>										
Suppliers and employees		-	(982 302)	(982 302)	(182 487)	(182 487)	(81 858)	100 628	-123%	(982 302)
Interest								-		
Transfers and Subsidies								-		
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		-	837 349	837 349	211 806	211 806	69 779	(142 027)	-204%	837 349
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	10 000	10 000	97	97	833	(737)	-88%	10 000
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments								-		
<b>Payments</b>										
Capital assets		-	(316 681)	(316 681)	(2 247)	(2 247)	(26 390)	(24 143)	91%	(316 681)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	(306 681)	(306 681)	(2 150)	(2 150)	(25 557)	(23 407)	92%	(306 681)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits		-	31	31	531	531	3	529	20382%	31
<b>Payments</b>										
Repayment of borrowing								-		
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	31	31	531	531	3	(529)	-20382%	31
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		-	530 700	530 700	210 187	210 187	44 225			530 700
Cash/cash equivalents at beginning:		589 125	41 833	41 833	665 927	665 927	41 833			665 927
Cash/cash equivalents at month/year end:		589 125	572 533	572 533	876 114	876 114	86 058			1 196 626



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehale • Plaaslike Munisipaliteit

### PART 2 - SUPPORTING DOCUMENTATION

#### 11 DEBTORS AGE ANALYSIS

- The total debt book amounted to R3.002 billion by the end of July 2025. This total does not include the credited amounts or journals done.
- The table indicates that the largest debt is from the water source with a total of R865 million including bills from rural wards that can't be collected due to water network infrastructure that was wrongly installed and led to incorrect bills.
- The largest debt by customer group is from households with a total of R1.8 billion.

##### 11.1 Table 8: Supporting Table SC3: Aged Debtors

FS194 Maluti-a-Phofung - Supporting Table SC3 Monthly Budget Statement - aged debtors -M01 July 2025

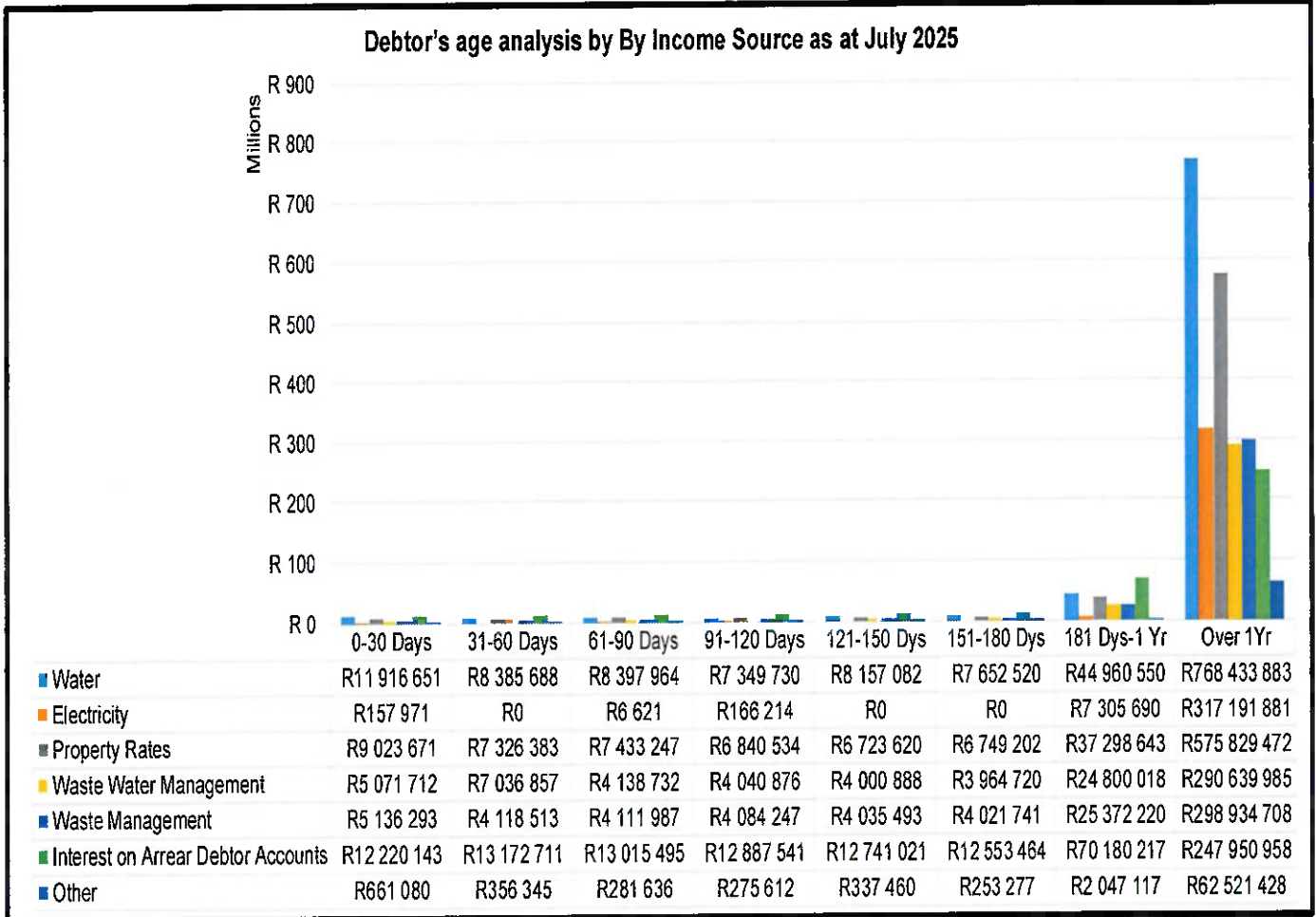
Description	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis By Income Source</b>										
Water	1200	11 917	8 386	8 398	7 350	8 157	7 653	44 961	768 434	865 254
Electricity	1300	158	-	7	166	-	-	7 306	317 192	324 828
Property Rates	1400	9 024	7 326	7 433	6 841	6 724	6 749	37 299	575 829	657 225
Waste Water Management	1500	5 072	7 037	4 139	4 041	4 001	3 965	24 800	290 640	343 694
Waste Management	1600	5 136	4 119	4 112	4 084	4 035	4 022	25 372	298 935	349 815
Interest on Arrear Debtor Accounts	1810	12 220	13 173	13 015	12 888	12 741	12 553	70 180	247 951	394 722
Other	1900	661	356	282	276	337	253	2 047	62 521	66 734
<b>Total By Income Source</b>	<b>2000</b>	<b>44 188</b>	<b>40 396</b>	<b>37 386</b>	<b>35 645</b>	<b>35 996</b>	<b>35 195</b>	<b>211 964</b>	<b>2 561 502</b>	<b>3 002 272</b>
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	2200	9 168	7 520	6 359	5 655	6 372	5 703	30 133	437 424	508 333
Commercial	2300	8 799	7 408	7 645	7 126	6 877	6 771	44 839	549 991	639 456
Households	2400	26 086	25 285	23 244	22 726	22 612	22 585	136 053	1 544 951	1 823 540
Other	2500	135	184	138	138	135	136	940	29 136	30 942
<b>Total By Customer Group</b>	<b>2600</b>	<b>44 188</b>	<b>40 396</b>	<b>37 386</b>	<b>35 645</b>	<b>35 996</b>	<b>35 195</b>	<b>211 964</b>	<b>2 561 502</b>	<b>3 002 272</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa setlehae • Paasike Munisipaliteit

### 11.2 Chart 6.1: Debtor's age analysis by Income Source

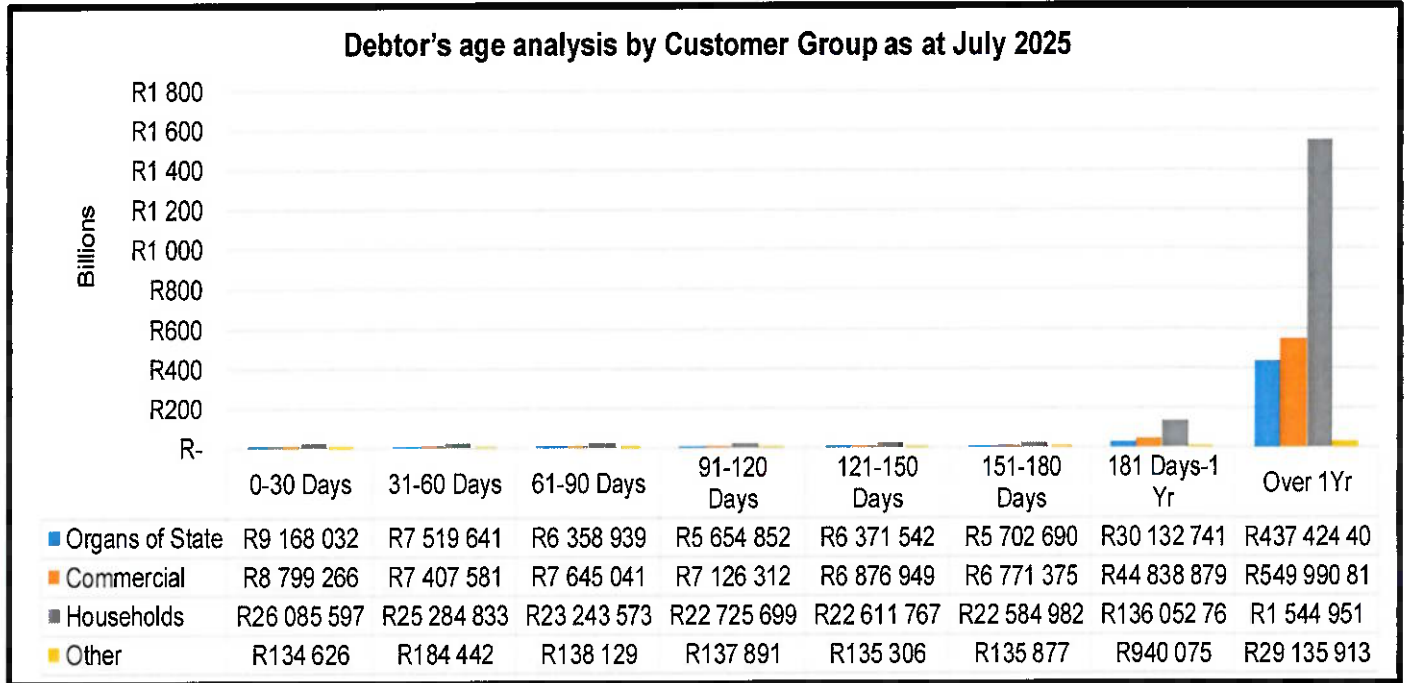




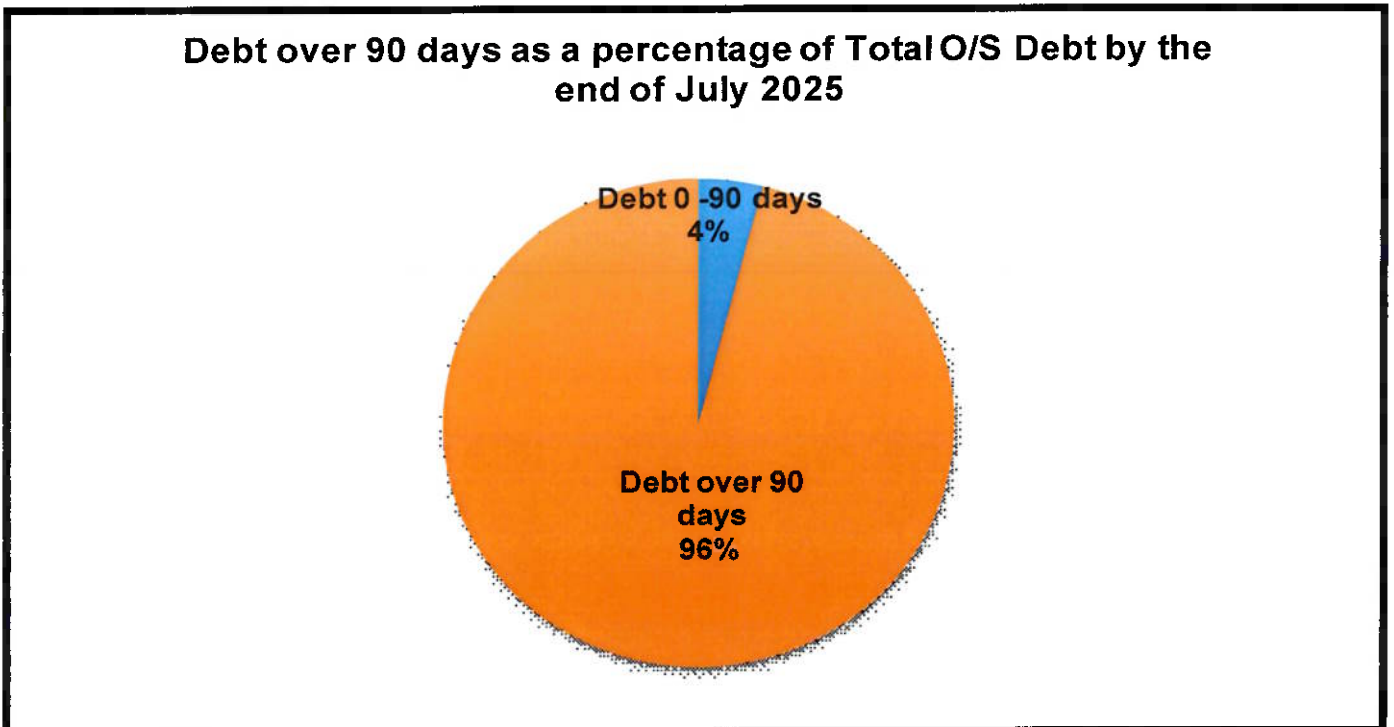
## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmgasepala wa seLehale • Plaaslike Munisipaliteit

### 11.3 Chart 6.2: Debtor's age analysis by Customer Group



### 11.4 Chart 7: Debt over 90 days as a percentage of total outstanding debt

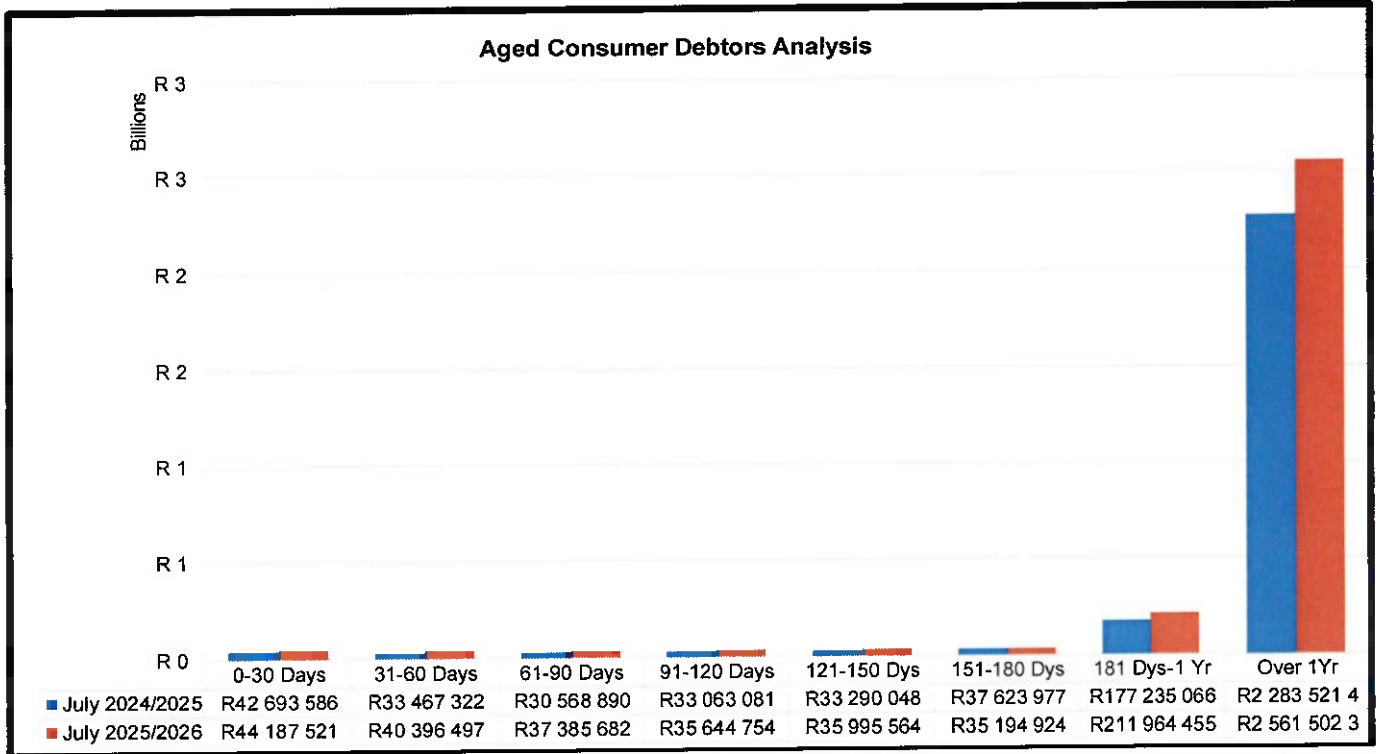




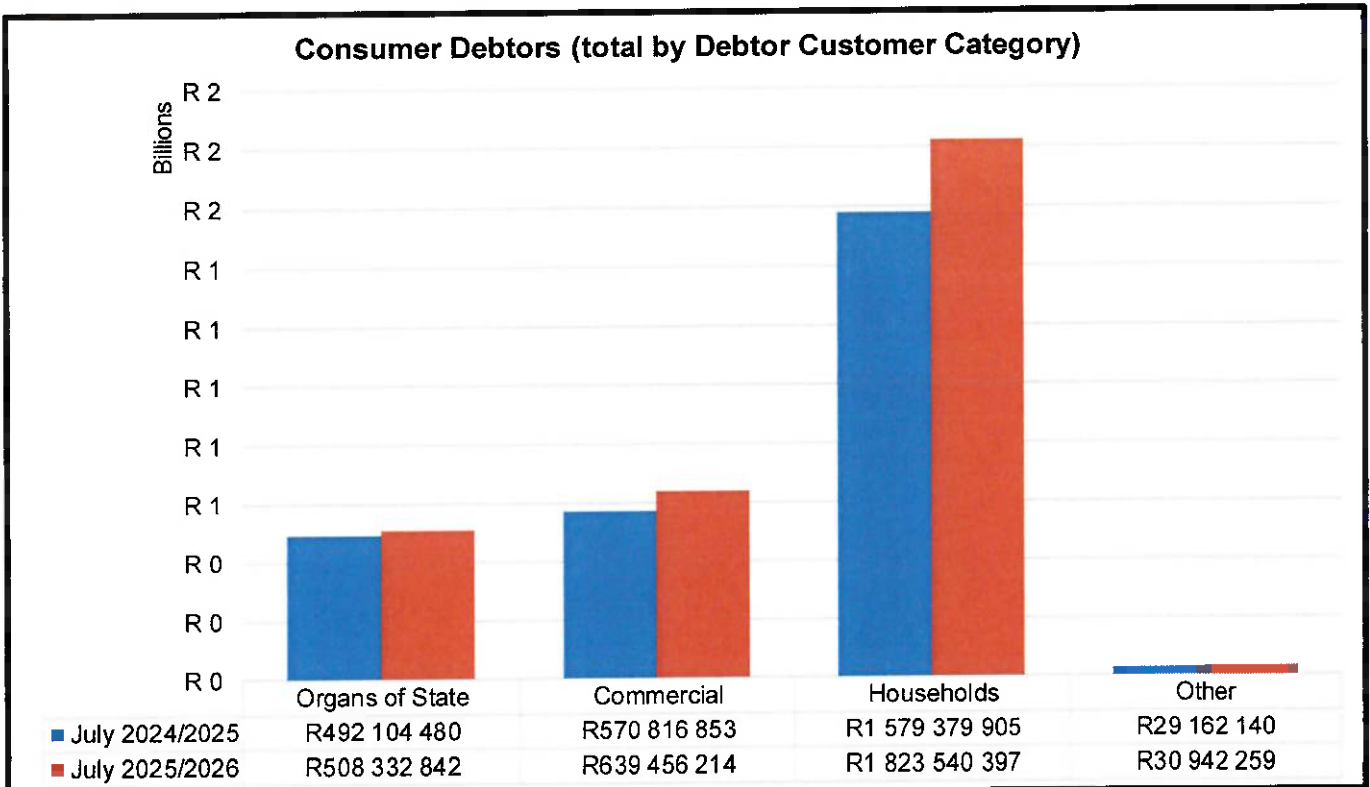
## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 11.5 Chart 8: Aged Consumer Debtor Analysis



### 11.6 Chart 9: Consumer Debtors (total by Debtor Customer Category)





**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
ENDING 31 JULY 2025**

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**11.7 Table 9: Monthly collection rate**

The collection rate for the month July 2025 was 76%.

Description R'000	Jul-25			YearTD actual		
	Billing for June 2025 Table C4	Collection in July 2025 Table C7	%	Billing Table C4 (June 2025- May 2026)	Collection Table C7/SC9 (July 2025- June 2026)	%
Property rates	8 999	22 534	250%	8 999	22 534	250%
Service charges - Electricity	15 509	3 064	20%	15 509	3 064	20%
Service charges - Water	6 790	2 923	43%	6 790	2 923	43%
Service charges - Waste Water Management	3 819	571	15%	3 819	571	15%
Service charges - Waste management	3 853	614	16%	3 853	614	16%
<b>Total</b>	<b>38 970</b>	<b>29 706</b>	<b>76%</b>	<b>38 970</b>	<b>29 706</b>	<b>76%</b>

**11.8 Table 10: Revised Average collection rate**

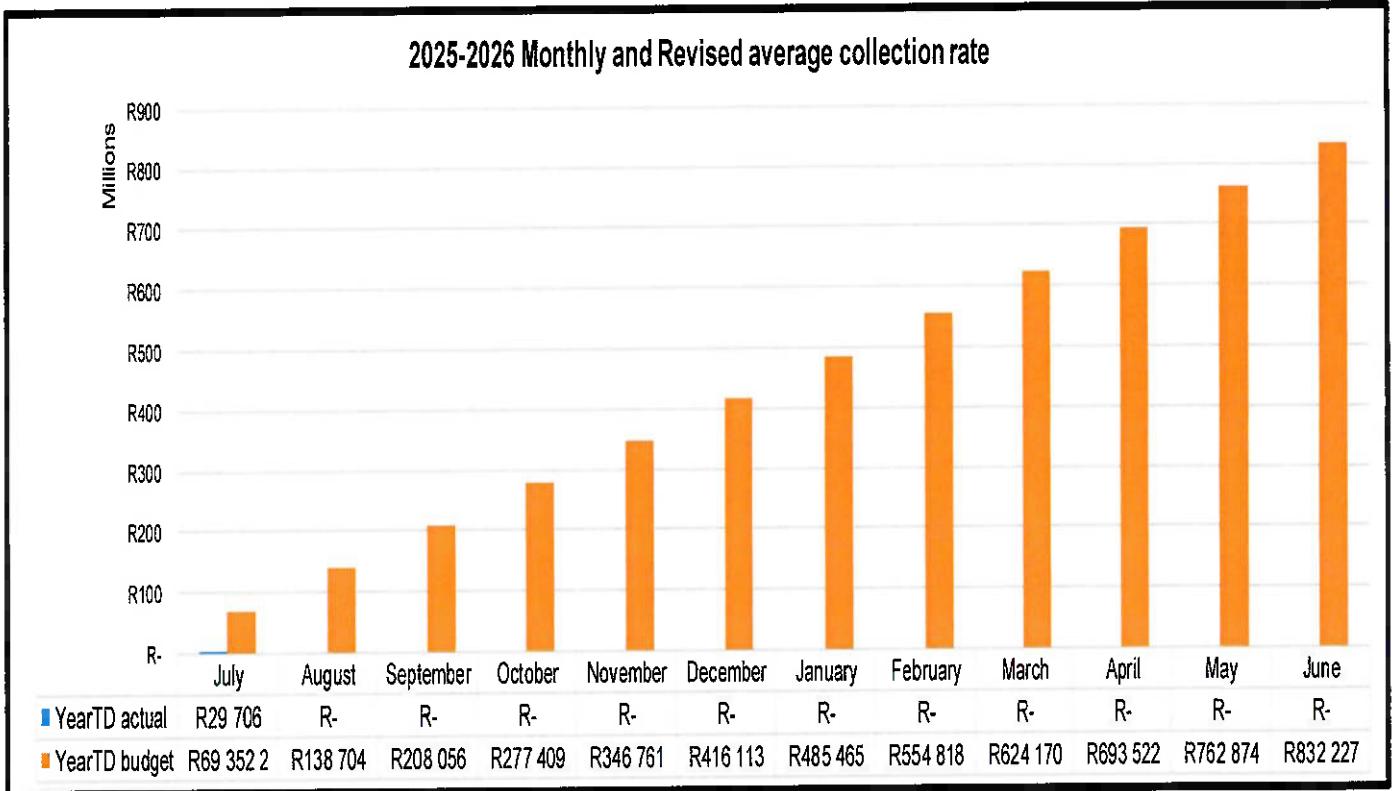
FS194 Maiuti-a-Phofung - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M01 July 2025													
Description R thousands	Total Budget	Collection outcomes and projections for the financial year 2025-2026											
		July Outcome	Aug Budget	Sept Budget	Oct Budget	Nov Budget	Dec Budget	Jan Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget
Property rates	91 512	22 534	7 626	7 626	7 626	7 626	7 626	7 626	7 626	7 626	7 626	7 626	(7 282)
Service charges - Electricity revenue	589 970	3 064	49 164	49 164	49 164	49 164	49 164	49 164	49 164	49 164	49 164	49 164	95 265
Service charges - Water revenue	75 768	2 923	6 314	6 314	6 314	6 314	6 314	6 314	6 314	6 314	6 314	6 314	9 705
Service charges - Waste Water Management	37 424	571	3 119	3 119	3 119	3 119	3 119	3 119	3 119	3 119	3 119	3 119	5 666
Service charges - Waste Mangement	37 553	614	3 129	3 129	3 129	3 129	3 129	3 129	3 129	3 129	3 129	3 129	5 645
<b>Total</b>	<b>832 227</b>	<b>29 706</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>69 352</b>	<b>108 999</b>



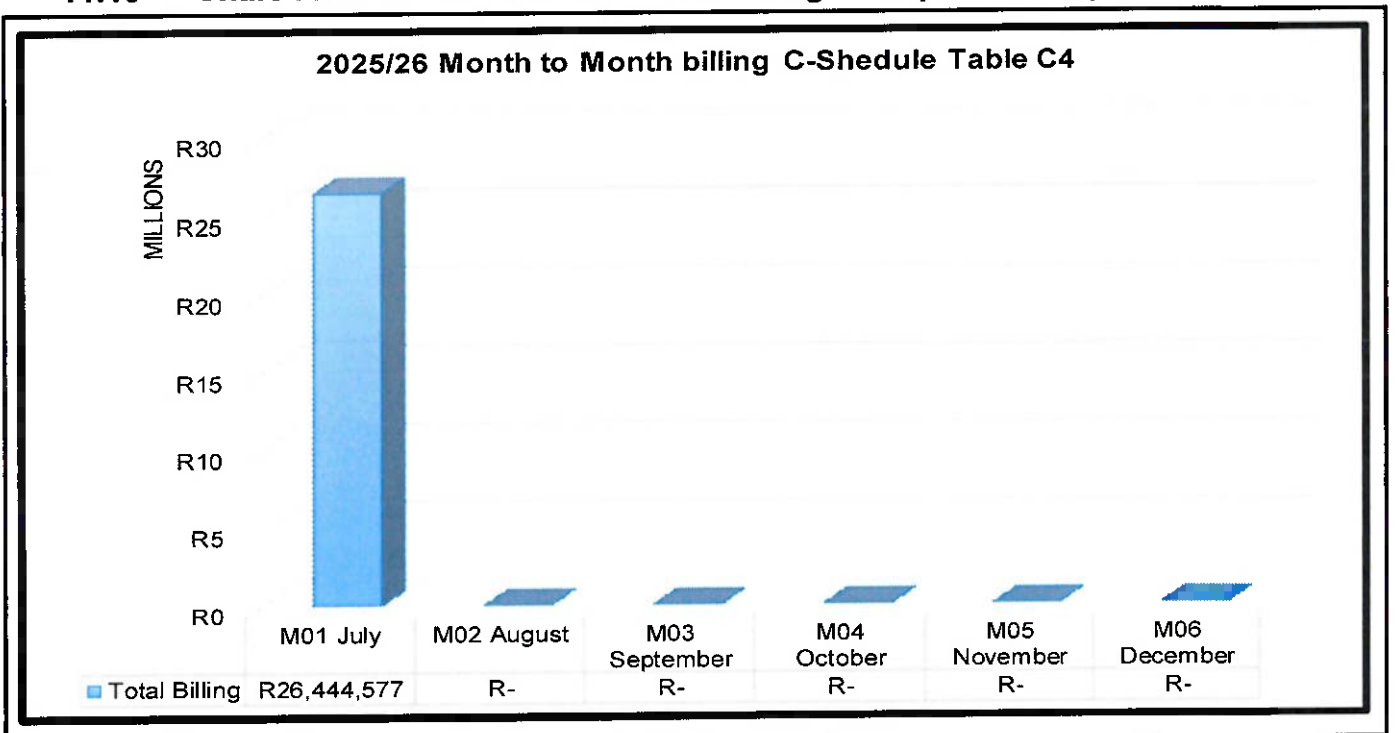
## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa selehae • Plaaslike Munisipaliteit

### 11.9 Chart 10: Comparative trend: Monthly and Revised average collection rate



### 11.10 Chart 11.1: Month-to-month - Total Billing Receipts incl Prepaid Electricity

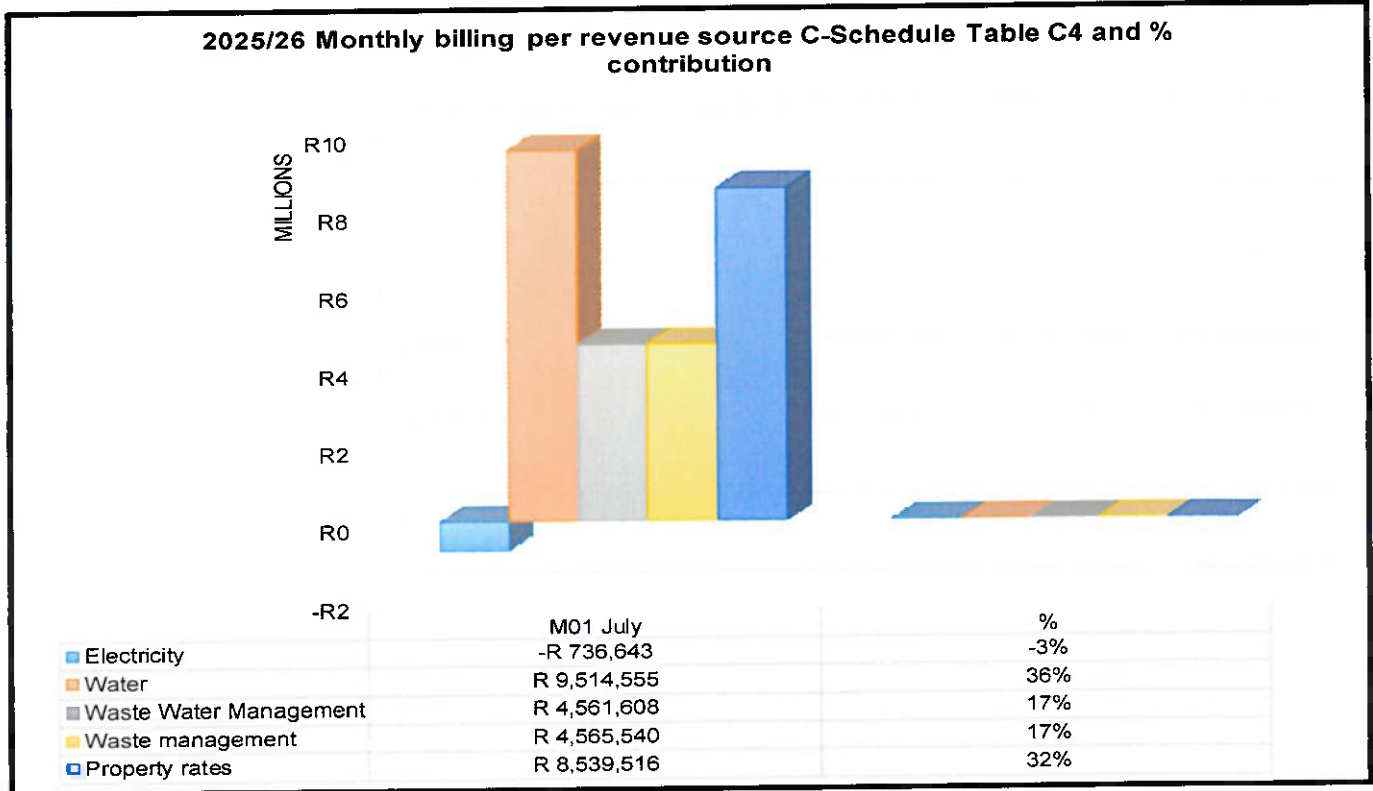




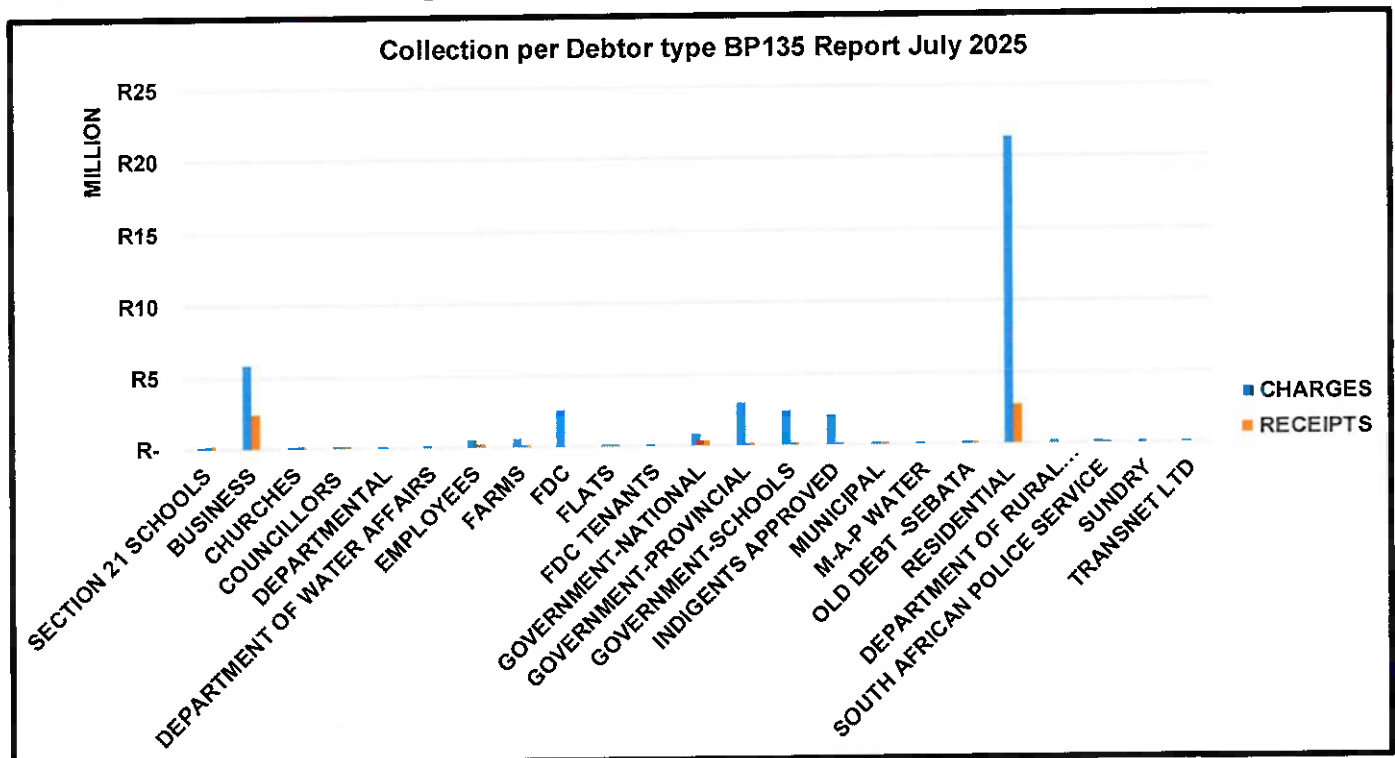
## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 11.11 Chart 11.2: Monthly billing receipts per revenue source and % contribution



### 11.12 Chart 12: Billing receipts per Customer Group





## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehale • Plaas'ke Munisipaliteit

### 12 CREDITORS AGE ANALYSIS

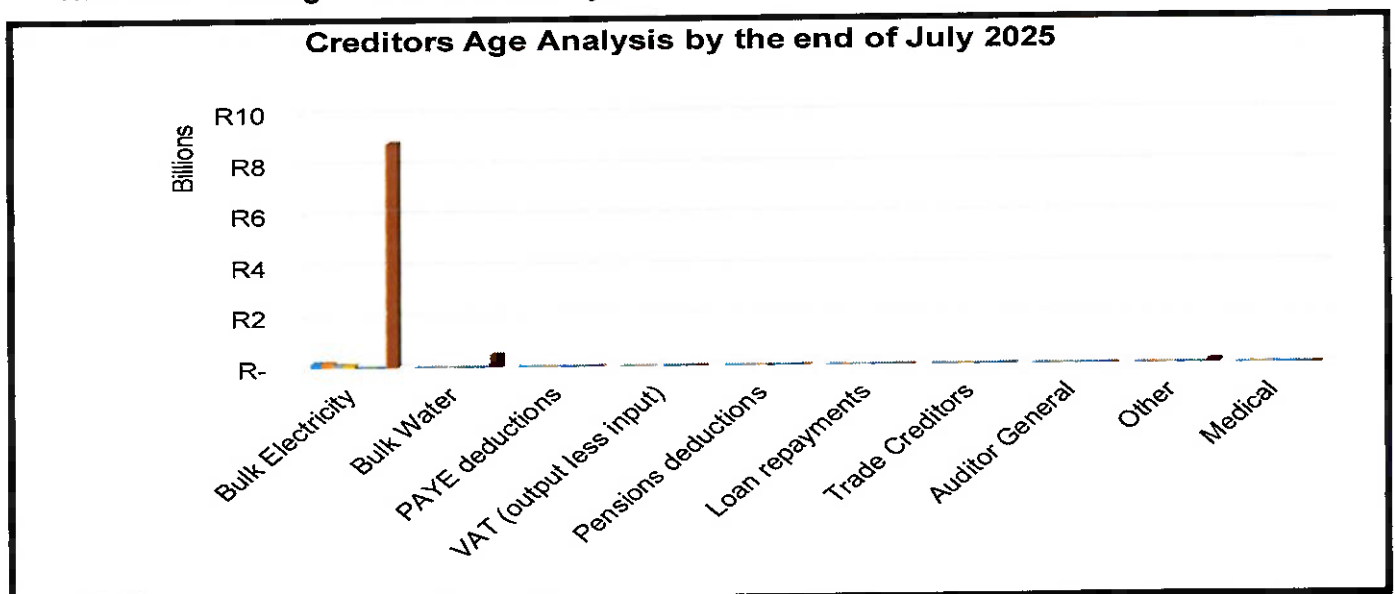
The bulk electricity amount reflected on the below table is as per Eskom invoice. The total Eskom balance currently recorded on the financial system amounts to R7.850 billion. This balance should be corrected to balance with the Eskom statement balance of R9.499 billion. The total debt for the DWS amounts to R524.1 million as per statement for April 2025, however the total on the financial system is R500.3 million. The total creditors amounted to R10.1 billion by the end of July 2025.

#### 12.1 Table 11: Supporting Table SC4: Aged Creditors

FS194 Maluti-a-Phofung - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July 2025

Description	NT Code	Budget Year 2025/26								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180	181 Days -	Over 1 Year	
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	197 732	200 803	128 621	121 622	-	-	-	8 851 105	9 499 883
Bulk Water	0200	-	-	-	-	-	-	-	500 336	500 336
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	43	43
Other	0900	2 058	1 267	-	-	-	-	-	149 226	152 551
Medical aid deductions	0950	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>199 790</b>	<b>202 070</b>	<b>128 621</b>	<b>121 621 769</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 500 710</b>	<b>10 152 813</b>

#### 12.2 Chart 13: Aged Creditors Analysis





## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehōe • Plaaslike Munisipaliteit

### 13 INVESTMENTS PORTFOLIO ANALYSIS

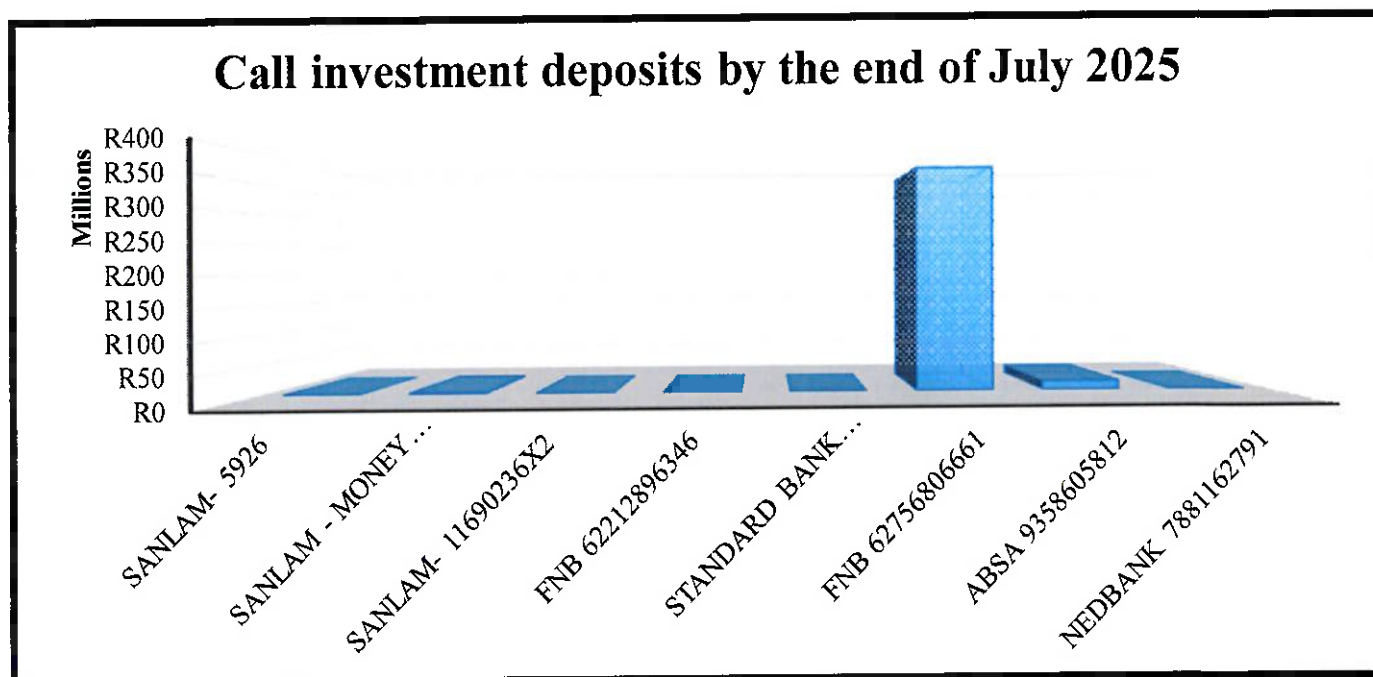
- The closing balances by the end of July 2025 amounted to R388 million (excluding the main and electricity pre-paid accounts).

#### 13.1 Table 12: Supporting Table SC5: Investment portfolio

FS194 Maluti-a-Phofung - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>Municipality</b>							
Sanlam- 5926	Yrs	Money market	557	–	–	–	557
Sanlam - Money Market-50189057	Yrs	Money market	2 300	–	–	–	2 300
Sanlam- 11690236x2	Yrs	Money market	346	–	–	–	346
FNB 62212896346	Months	Call account	40	0	–	41	82
Standard Bank 348526407	Months	Investment	–	–	–	41	41
FNB 62756806661	Months	Investment	5	202	367 981	–	368 188
ABSA 9358605812	Months	Investment	14 633	96	–	–	14 728
Nedbank 7881162791	Months	Investment	717	4	0	–	721
Standard Bank 480823938	Months	Investment	61 099	1 653	(61 653)	–	1 099
<b>TOTAL INVESTMENTS AND INTEREST</b>			<b>79 697</b>	<b>1 955</b>	<b>306 328</b>	<b>82</b>	<b>388 062</b>

#### 13.2 Chart 14: Call investment deposits at month-end





## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehale • Plaaslike Munisipaliteit

### 14 ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

#### 14.1 Table 13: Supporting Table SC6: Transfers and grant receipts

The municipality received R406.755 million in grants, however R17.981 million from Department of Energy was not recorded on the system. The amount will reflect in August.

FS194 Maluti-a-Phofung - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

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
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:	1,2	852 843	882 846	882 846	366 046	366 046	73 571	292 475	397,5%	882 846
Equitable Share		847 138	876 719	876 719	366 046	366 046	73 060	292 986	401,0%	876 719
Expanded Public Works Programme Integrated Grant		2 655	3 127	3 127	-	-	261	(261)	-100,0%	3 127
Local Government Financial Management Grant		3 050	3 000	3 000	-	-	250	(250)	-100,0%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Parent Municipality		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	<b>5</b>	<b>852 843</b>	<b>882 846</b>	<b>882 846</b>	<b>366 046</b>	<b>366 046</b>	<b>73 571</b>	<b>292 475</b>	<b>397,5%</b>	<b>882 846</b>
<b>Capital Transfers and Grants</b>										
National Government:		245 065	291 250	291 250	22 728	22 728	24 271	(1 543)	-6,4%	291 250
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme Grant		-	39 958	39 958	-	-	3 330	(3 330)	-100,0%	39 958
Municipal Infrastructure Grant		197 555	199 464	199 464	-	-	16 622	(16 622)	-100,0%	199 464
Neighbourhood Development Partnership Grant		-	100	100	-	-	8	(8)	-100,0%	100
Water Services Infrastructure Grant		47 510	51 728	51 728	22 728	22 728	4 311	18 417	427,3%	51 728
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	<b>5</b>	<b>245 065</b>	<b>291 250</b>	<b>291 250</b>	<b>22 728</b>	<b>22 728</b>	<b>24 271</b>	<b>(1 543)</b>	<b>-6,4%</b>	<b>291 250</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>5</b>	<b>1 097 908</b>	<b>1 174 096</b>	<b>1 174 096</b>	<b>388 774</b>	<b>388 774</b>	<b>97 841</b>	<b>290 933</b>	<b>297,4%</b>	<b>1 174 096</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 14.2 Table 14: Supporting Table SC7(1): Transfers and grant expenditure

FS194 Maluti-a-Phofung - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

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
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		676 303	664 136	664 136	37 423	37 423	55 345	(17 922)	-32,4%	664 136
Equitable Share		663 282	653 176	653 176	37 169	37 169	54 431	(17 263)	-31,7%	653 176
Expanded Public Works Programme Integrated Grant		2 655	3 127	3 127	-	-	261	(261)	-100,0%	3 127
Local Government Financial Management Grant		2 969	3 000	3 000	254	254	250	4	1,8%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		7 397	4 833	4 833	-	-	403	(403)	-100,0%	4 833
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		<b>676 303</b>	<b>664 136</b>	<b>664 136</b>	<b>37 423</b>	<b>37 423</b>	<b>55 345</b>	<b>(17 922)</b>	<b>-32,4%</b>	<b>664 136</b>
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		206 539	286 417	286 417	1 997	1 997	23 868	(21 871)	-91,6%	286 417
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme Grant		-	39 958	39 958	1 343	1 343	3 330	(1 987)	-59,7%	39 958
Municipal Emergency Housing Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		165 225	194 631	194 631	654	654	16 219	(15 566)	-96,0%	194 631
Neighbourhood Development Partnership Grant		-	100	100	-	-	8	(8)	-100,0%	100
Water Services Infrastructure Grant		41 313	51 728	51 728	-	-	4 311	(4 311)	-100,0%	51 728
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>206 539</b>	<b>286 417</b>	<b>286 417</b>	<b>1 997</b>	<b>1 997</b>	<b>23 868</b>	<b>(21 871)</b>	<b>-91,6%</b>	<b>286 417</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>882 841</b>	<b>950 553</b>	<b>950 553</b>	<b>39 420</b>	<b>39 420</b>	<b>79 213</b>	<b>(39 793)</b>	<b>-50,2%</b>	<b>950 553</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehale • Paasike Munisipaliteit

### 14.3 Table 15: Summary of expenditure per grant

The total year to date by the end of July amounted to R2.5 million (VAT incl), which was at 14% of the budget.

<b>Transfers and Grants Expenditure 2025/2026</b>				
Description R'000	Original Budget	July Actual	YearTD actual	%
<b><u>Expenditure: SC71 (VAT Inclusive)</u></b>				
<b><u>Operating Transfers and Grants</u></b>				
<b>National Government:</b>				
Expanded Public Works Programme Integrated Grant	3 127	–	–	0%
Local Government Financial Management Grant	3 000	293	293	10%
Municipal Infrastructure Grant (PMU)	4 833	–	–	0%
<b>Total Operating Transfers and Grants</b>	<b>10 960</b>	<b>293</b>	<b>293</b>	<b>10%</b>
<b><u>Capital Transfers and Grants</u></b>				
Integrated National Electrification Programme Grant	39 958	1 545	1 545	4%
Municipal Infrastructure Grant	194 631	752	752	0%
Neighbourhood Development Partnership Grant	100	–	–	0%
Water Services Infrastructure Grant	51 728	–	–	0%
<b>Total Capital Transfers and Grants</b>	<b>286 417</b>	<b>2 296</b>	<b>2 296</b>	<b>4%</b>
<b>Total Expenditure of Transfers and Grants</b>	<b>297 377</b>	<b>2 589</b>	<b>2 589</b>	<b>14%</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 15 COUNCILLORS AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

The total employee costs for the Parent municipality including councillors amounted to R49.1 million.

#### 15.1 Table 16: Supporting Table SC8: Councillor and staff benefits

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		29 415	29 095	29 095	2 185	2 185	2 425	(239)	-10%	29 095
Pension and UIF Contributions		134	146	146	14	14	12	2	16%	146
Medical Aid Contributions		35	62	62	4	4	5	(1)	-16%	62
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 545	3 781	3 781	271	271	315	(45)	-14%	3 781
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		4 023	3 444	3 444	224	224	287	(63)	-22%	3 444
<b>Sub Total - Councillors</b>		<b>37 151</b>	<b>36 529</b>	<b>36 529</b>	<b>2 699</b>	<b>2 699</b>	<b>3 044</b>	<b>(345)</b>	<b>-11%</b>	<b>36 529</b>
<b>% increase</b>	4		<b>-1,7%</b>	<b>-1,7%</b>						<b>-1,7%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		7 489	10 320	10 320	598	598	860	(262)	-30%	10 320
Pension and UIF Contributions		202	272	272	1	1	23	(22)	-98%	272
Medical Aid Contributions		48	63	63	-	-	5	(5)	-100%	63
Motor Vehicle Allowance		1 196	1 608	1 608	90	90	134	(44)	-33%	1 608
Cellphone Allowance		87	125	125	5	5	10	(6)	-57%	125
<b>Sub Total - Senior Managers of Municipality</b>		<b>9 021</b>	<b>12 389</b>	<b>12 389</b>	<b>693</b>	<b>693</b>	<b>1 032</b>	<b>(340)</b>	<b>-33%</b>	<b>12 389</b>
<b>% increase</b>	4		<b>37,3%</b>	<b>37,3%</b>						<b>37,3%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		326 387	347 848	347 848	27 589	27 589	28 987	(1 398)	-5%	347 848
Pension and UIF Contributions		57 510	60 956	60 956	5 055	5 055	5 080	(25)	0%	60 956
Medical Aid Contributions		28 729	30 557	30 557	2 367	2 367	2 546	(179)	-7%	30 557
Overtime		46 603	45 329	45 329	5 771	5 771	3 777	1 993	53%	45 329
Performance Bonus		25 158	26 964	26 964	2 903	2 903	2 247	656	29%	26 964
Motor Vehicle Allowance		13 104	14 372	14 372	1 138	1 138	1 198	(59)	-5%	14 372
Cellphone Allowance		1 039	1 140	1 140	132	132	95	37	39%	1 140
Housing Allowances		1 676	1 826	1 826	151	151	152	(2)	-1%	1 826
Other benefits and allowances		1 358	1 720	1 720	191	191	143	48	34%	1 720
Payments in lieu of leave		2 207	404	404	313	313	34	279	828%	404
Long service awards		5 551	-	-	63	63	-	63	#DIV/0!	-
Post-retirement benefit obligations	2	(304)	1 120	1 120	(76)	(76)	93	(189)	-181%	1 120
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1 422	1 651	1 651	116	116	138	(21)	-16%	1 651
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>510 440</b>	<b>533 887</b>	<b>533 887</b>	<b>45 713</b>	<b>45 713</b>	<b>44 491</b>	<b>1 222</b>	<b>3%</b>	<b>533 887</b>
<b>% increase</b>	4		<b>4,6%</b>	<b>4,6%</b>						<b>4,6%</b>
<b>Total Parent Municipality</b>		<b>556 612</b>	<b>582 806</b>	<b>582 806</b>	<b>49 104</b>	<b>49 104</b>	<b>48 567</b>	<b>537</b>	<b>1%</b>	<b>582 806</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehōe • Plaaslike Munisipaliteit

- There were no transactions recorded on system for the Entity since the journal was received after the month of July was closed.

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages		-	4 579	4 579	-	-	382	(382)	-100%	4 579
Pension and UIF Contributions		-	938	938	-	-	78	(78)	-100%	938
Medical Aid Contributions		-	301	301	-	-	25	(25)	-100%	301
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	763	763	-	-	64	(64)	-100%	763
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	251	251	-	-	21	(21)	-100%	251
Other benefits and allowances		2	382	382	-	-	32	(32)	-100%	382
Acting and post related allowance		-	248	248	-	-	21	(21)	-100%	248
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Entities</b>		<b>2</b>	<b>7 462</b>	<b>7 462</b>	<b>-</b>	<b>-</b>	<b>622</b>	<b>(622)</b>	<b>-100%</b>	<b>7 462</b>
<b>% increase</b>	4		<b>329358,5%</b>	<b>329358,5%</b>						<b>329358,5%</b>
<b>Other Staff of Entities</b>										
Basic Salaries and Wages		74 320	86 090	86 090	-	-	7 174	(7 174)	-100%	86 090
Pension and UIF Contributions		8 595	14 604	14 604	-	-	1 217	(1 217)	-100%	14 604
Medical Aid Contributions		9 246	9 683	9 683	-	-	807	(807)	-100%	9 683
Overtime		23 851	10 207	10 207	-	-	851	(851)	-100%	10 207
Performance Bonus		5 633	11 897	11 897	-	-	991	(991)	-100%	11 897
Motor Vehicle Allowance		14 375	14 637	14 637	-	-	1 220	(1 220)	-100%	14 637
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		2 177	3 858	3 858	-	-	321	(321)	-100%	3 858
Other benefits and allowances		12 886	10 853	10 853	-	-	904	(904)	-100%	10 853
Payments in lieu of leave		274	-	-	-	-	-	-	-	-
Long service awards		66	1 230	1 230	-	-	102	(102)	-100%	1 230
Post-retirement benefit obligations		-	500	500	-	-	42	(42)	-100%	500
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		9 166	5 258	5 258	-	-	438	(438)	-100%	5 258
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Staff of Entities</b>		<b>160 590</b>	<b>168 816</b>	<b>168 816</b>	<b>-</b>	<b>-</b>	<b>14 068</b>	<b>(14 068)</b>	<b>-100%</b>	<b>168 816</b>
<b>% increase</b>	4		<b>5,1%</b>	<b>5,1%</b>						<b>5,1%</b>
<b>Total Municipal Entities</b>		<b>160 592</b>	<b>176 278</b>	<b>176 278</b>	<b>-</b>	<b>-</b>	<b>14 690</b>	<b>(14 690)</b>	<b>-100%</b>	<b>176 278</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>717 204</b>	<b>759 084</b>	<b>759 084</b>	<b>49 104</b>	<b>49 104</b>	<b>63 257</b>	<b>(14 153)</b>	<b>-22%</b>	<b>759 084</b>
<b>% increase</b>	4		<b>5,8%</b>	<b>5,8%</b>						<b>5,8%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>680 053</b>	<b>722 554</b>	<b>722 554</b>	<b>46 406</b>	<b>46 406</b>	<b>60 213</b>	<b>(13 807)</b>	<b>-23%</b>	<b>722 554</b>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
ENDING 31 JULY 2025**

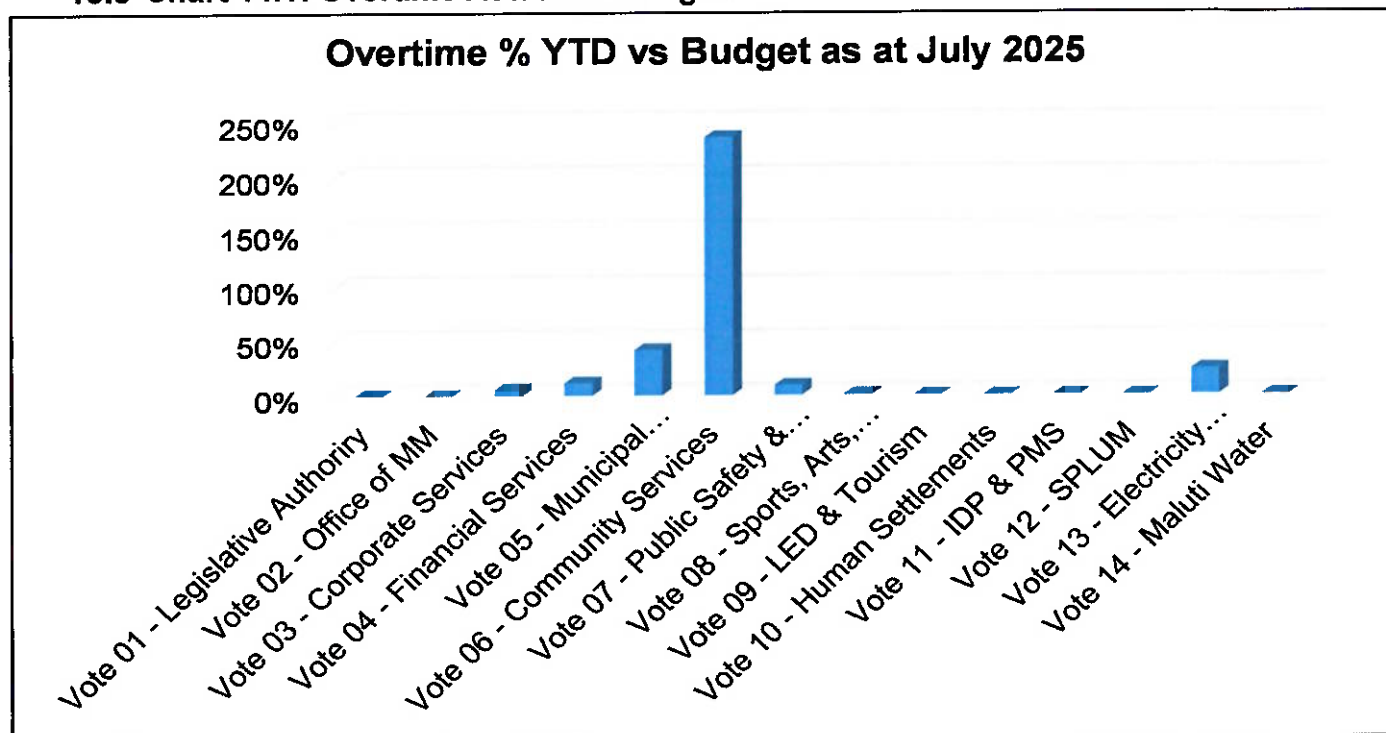
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**15.2 Table 17: Current YTD Overtime expenditure excl Night-shift allowance**

The DIV/0! indicates that the expenditure was incurred on items with no budget allocation.

<b>Overtime expenditure excluding night-shift allowance 2025/26</b>					
<b>Departments R'000</b>	<b>Original Budget</b>	<b>Jul-25</b>	<b>% Monthly vs Budget</b>	<b>Year to date</b>	<b>% YTD vs Budget</b>
Vote 01 - Legislative Authority	-	-	0%	-	0%
Vote 02 - Office of MM	-	-	0%	-	0%
Vote 03 - Corporate Services	189	11	6%	11	6%
Vote 04 - Financial Services	600	70	12%	70	12%
Vote 05 - Municipal Infrastructure	2 402	1 008	42%	1 008	42%
Vote 06 - Community Services	15	35	237%	35	237%
Vote 07 - Public Safety & Transport	1 000	92	9%	92	9%
Vote 08 - Sports, Arts, Parks, Culture	530	5	1%	5	1%
Vote 09 - LED & Tourism	100	46	0%	46	0%
Vote 10 - Human Settlements	100	-	0%	-	0%
Vote 11 - IDP & PMS	-	-	0%	-	0%
Vote 12 - SPLUM	-	1	0%	1	0%
Vote 13 - Electricity Department	6 376	1 499	24%	1 499	24%
Vote 14 - Maluti Water	-	-	0%	-	0%
<b>Total</b>	<b>11 312</b>	<b>2 768</b>	<b>24%</b>	<b>2 768</b>	<b>24%</b>

**15.3 Chart 14.1: Overtime Actual vs Budget**

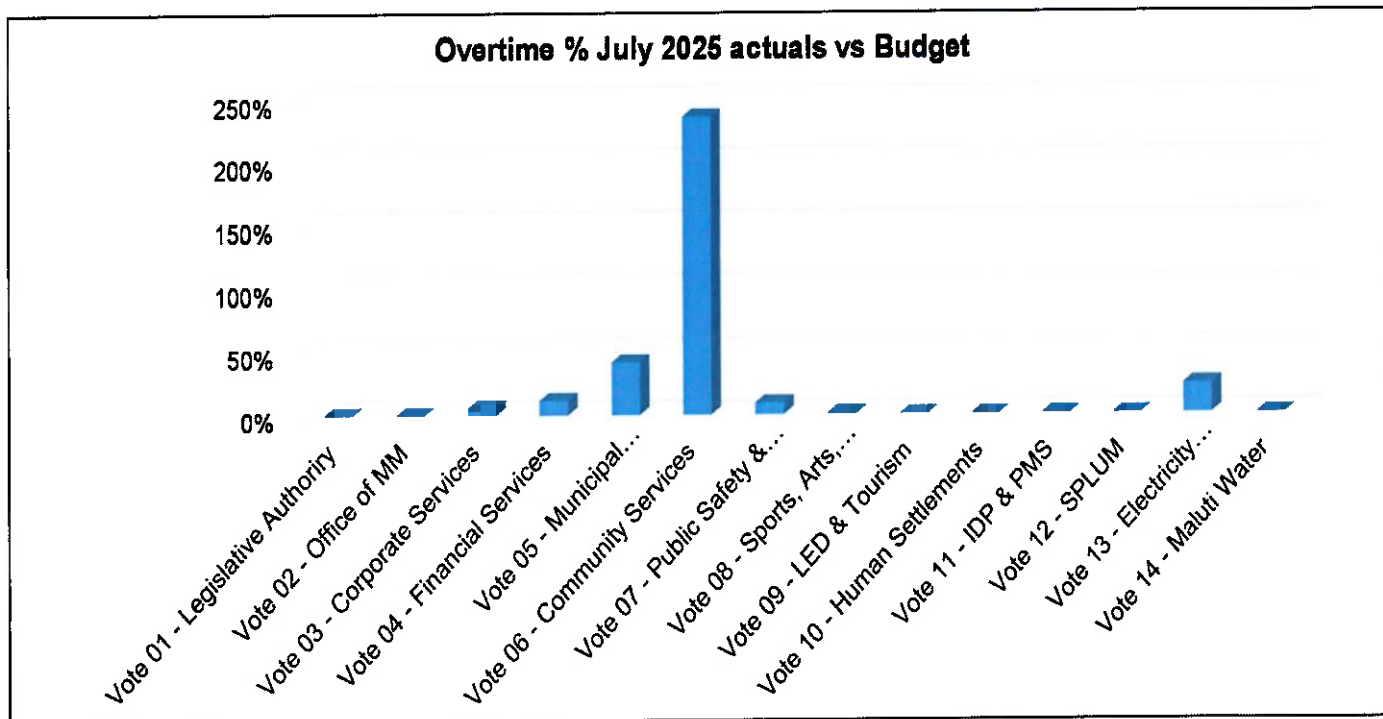




## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

Local Municipality • Mmasepala wa seLehōe • Plaatske Munisipaliteit

### 15.4 Chart 14.2: Monthly and Annual Overtime Comparison





**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
ENDING 31 JULY 2025**

Local Municipality • Mmasepala wa seLetha • Plaaslike Munisipaliteit

**16 MATERIAL VARIANCES TO THE SERVICE DELIVERY AND BUDGET  
IMPLEMENTATION PLAN**

**FS194 Maluti-a-Phofung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) -**

Vote Description	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
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 01 - Legislative Authority	1	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1,560	1,560	-	-	130	(130)	-100.0%	1,560
Vote 04 - Financial Services		1,213,063	1,303,719	1,303,719	377,753	377,753	108,643	269,110	247.7%	1,303,719
Vote 05 - Municipal Infrastructure		470,738	527,411	527,411	25,709	25,709	43,951	(18,242)	-41.5%	527,411
Vote 06 - Community Services		12,632	4,792	4,792	154	154	399	(246)	-61.5%	4,792
Vote 07 - Public Safety & Transport		383	462	462	42	42	38	3	9.0%	462
Vote 08 - Sports, Arts, Parks, Culture		11,341	16,362	16,362	57	57	1,364	(1,306)	-95.8%	16,362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5,863	5,863	119	119	489	(369)	-75.6%	5,863
Vote 10 - Hunan Settlements		1,321	12,708	12,708	159	159	1,059	(900)	-85.0%	12,708
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2,394	2,394	124	124	199	(76)	-38.0%	2,394
Vote 13 - Electricity Department		309,623	823,845	823,845	952	952	68,654	(67,702)	-98.6%	823,845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>2,020,361</b>	<b>2,699,115</b>	<b>2,699,115</b>	<b>405,068</b>	<b>405,068</b>	<b>224,926</b>	<b>180,142</b>	<b>80.1%</b>	<b>2,699,115</b>
<b>Expenditure by Vote</b>										
Vote 01 - Legislative Authority	1	64,935	67,317	67,317	4,055	4,055	5,610	(1,554)	-27.7%	67,317
Vote 02 - Office Of The Municipal Manager		22,124	24,646	24,646	1,826	1,826	2,054	(228)	-11.1%	24,646
Vote 03 - Corporate Services		97,753	129,100	129,100	4,451	4,451	10,758	(6,307)	-58.6%	129,100
Vote 04 - Financial Services		355,563	354,893	354,893	7,074	7,074	29,574	(22,501)	-76.1%	354,893
Vote 05 - Municipal Infrastructure		153,348	276,817	276,817	9,216	9,216	23,068	(13,852)	-60.0%	276,817
Vote 06 - Community Services		20,840	23,603	23,603	1,673	1,673	1,967	(294)	-14.9%	23,603
Vote 07 - Public Safety & Transport		181,226	184,056	184,056	17,629	17,629	15,338	2,291	14.9%	184,056
Vote 08 - Sports, Arts, Parks, Culture		45,084	54,437	54,437	4,168	4,168	4,536	(368)	-8.1%	54,437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11,692	16,591	16,591	962	962	1,383	(420)	-30.4%	16,591
Vote 10 - Hunan Settlements		12,061	44,933	44,933	605	605	3,744	(3,140)	-83.8%	44,933
Vote 11 - ldp, Pms Department		3,713	4,078	4,078	328	328	340	(12)	-3.5%	4,078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11,269	22,791	22,791	1,099	1,099	1,899	(800)	-42.1%	22,791
Vote 13 - Electricity Department		1,204,129	1,257,084	1,257,084	178,234	178,234	104,757	73,477	70.1%	1,257,084
Vote 14 - Maluti Water		119,704	178,023	178,023	-	-	14,835	(14,835)	-100.0%	178,023
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>2,303,442</b>	<b>2,638,370</b>	<b>2,638,370</b>	<b>231,320</b>	<b>231,320</b>	<b>219,864</b>	<b>11,456</b>	<b>5.2%</b>	<b>2,638,370</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(283,081)</b>	<b>60,745</b>	<b>60,745</b>	<b>173,748</b>	<b>173,748</b>	<b>5,062</b>	<b>168,685</b>	<b>3332.3%</b>	<b>60,745</b>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
ENDING 31 JULY 2025**

Local Municipality • Mmasepala wa seLehale • Plaaslike Munisipaliteit

**17 CAPITAL PROGRAMME PERFORMANCE**

**17.1 Table 18: Detailed capital expenditure report**

The capital expenditure from conditional grants amounted to R1.9 million (VAT exclusive).

<b>CAPITAL EXPENDITURE FUNDED BY NATIONAL GRANTS 2025/2026</b>						
<b>Description (Functional classification) R'000</b>	<b>Source of funding</b>	<b>Original Budget</b>	<b>July Actual</b>	<b>YTD Actual</b>	<b>%</b>	<b>Balance</b>
<b>ROADS PROJECTS</b>		<b>51 354</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>51 354</b>
Makwane Paved Roads Phase 1	MIG	17 390	-	-	0%	17 390
Qholosing Paved Roads - Phase 1	MIG	12 721	-	-	0%	12 721
Intabazwe resurfacing of road	MIG	10 298	-	-	0%	10 298
Fika Patso 3km paved road	MIG	10 946	-	-	0%	10 946
<b>WATER PROJECTS</b>		<b>41 790</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>41 790</b>
Ha Sethunya Wat Retic 500 Phase 2	MIG	14 671	-	-	0%	14 671
Thaba Bosiu Water Pipeline	MIG	3 218	-	-	0%	3 218
Upgrading Of Water Pump Stations	MIG	14 891	-	-	0%	14 891
Water Pump Station - MIG R&M	MIG	9 011	-	-	0%	9 011
<b>SEWERAGE PROJECTS</b>		<b>84 915</b>	<b>654</b>	<b>654</b>	<b>1%</b>	<b>75 946</b>
Namahadi: Construction Sewer Network	MIG	8 315	-	-	0%	8 315
Sewer Pump Station - MIG R&M	MIG	9 000	654	654	7%	8 346
Upgrade Bluegun Bosch Sewer	MIG	16 469	-	-	0%	16 469
Tshame Upgrade Of Sewer System	MIG	26 206	-	-	0%	26 206
Qwaqwa: Constr 3500 Vip Toilets-Ph13c	MIG	24 925	-	-	0%	24 925
<b>WASTE WATER PROJECTS</b>		<b>51 728</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>2 184</b>
Water Distribution Network P1	WSIG	34 544	-	-	0%	34 544
Makhelokweng Bulk And Sewer Network	WSIG	15 000	-	-	0%	15 000
Tlholong Ext 4	WSIG	2 184	-	-	0%	2 184
<b>COMMUNITY FACILITY PROJECTS</b>		<b>3 361</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>3 361</b>
Phuthaditjhaba: Upgrading Of Town Hall	MIG	3 361	-	-	0%	3 361
<b>SPORTS AND RECREATIONAL FACILITIES</b>		<b>13 212</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>13 212</b>
New swimmingpool platberg staduim	MIG	7 474	-	-	0%	7 474
Refurb charles mopedi staduim ph 2	MIG	5 738	-	-	0%	5 738
<b>ELECTRICITY PROJECTS</b>		<b>39 958</b>	<b>1 343</b>	<b>1 343</b>	<b>3%</b>	<b>38 615</b>
Integrated National Electrification Programme	INEPG	39 958	1 343	1 343	3%	38 615
<b>OTHER</b>		<b>100</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>100</b>
Neighbourhood Development Partnership Grant	NDPG	100	-	-	0%	100
<b>TOTAL ASSETS FUNDED BY NATIONAL GRANTS</b>		<b>286 417</b>	<b>1 997</b>	<b>1 997</b>	<b>1%</b>	<b>226 562</b>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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The total capital assets from own funds by the end of July 2025 amounted to R250 thousand.

<b>CAPITAL BUDGET FROM OWN SOURCE 2025/2026</b>					
<b>Description R'000</b>	<b>Original Budget</b>	<b>July actual</b>	<b>YearTD outcome</b>	<b>%</b>	<b>Balance</b>
<b>PARENT MUNICIPALITY</b>					
Clocking Systems (Machinery)	500	-	-	0%	500
Machinery & Equipment	500	-	-	0%	500
Computer & Equipment	2 000	-	-	0%	2 000
Furniture & Fittings	1 000	-	-	0%	1 000
Compact Roller (Road Equipment)	564	-	-	0%	564
Yellow Fleet (Plant & Machinery)	4 000	250	250	6%	3 750
Skip Remover Truck	500	-	-	0%	500
Mobile Toilets	200	-	-	0%	200
Machinery & Equipment	500	-	-	0%	500
Fire Engine	7 000	-	-	0%	7 000
Vehicles	3 000	-	-	0%	3 000
Install Cctv Street Cameras (Equipment)	1 000	-	-	0%	1 000
Equipment: Land Surveyor & Plotter	4 500	-	-	0%	4 500
Transformers	5 000	-	-	0%	5 000
<b>TOTAL CAPITAL EXPENDITURE FUNDED FROM OWN SOURCE</b>	<b>30 264</b>	<b>250</b>	<b>250</b>	<b>1%</b>	<b>30 014</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

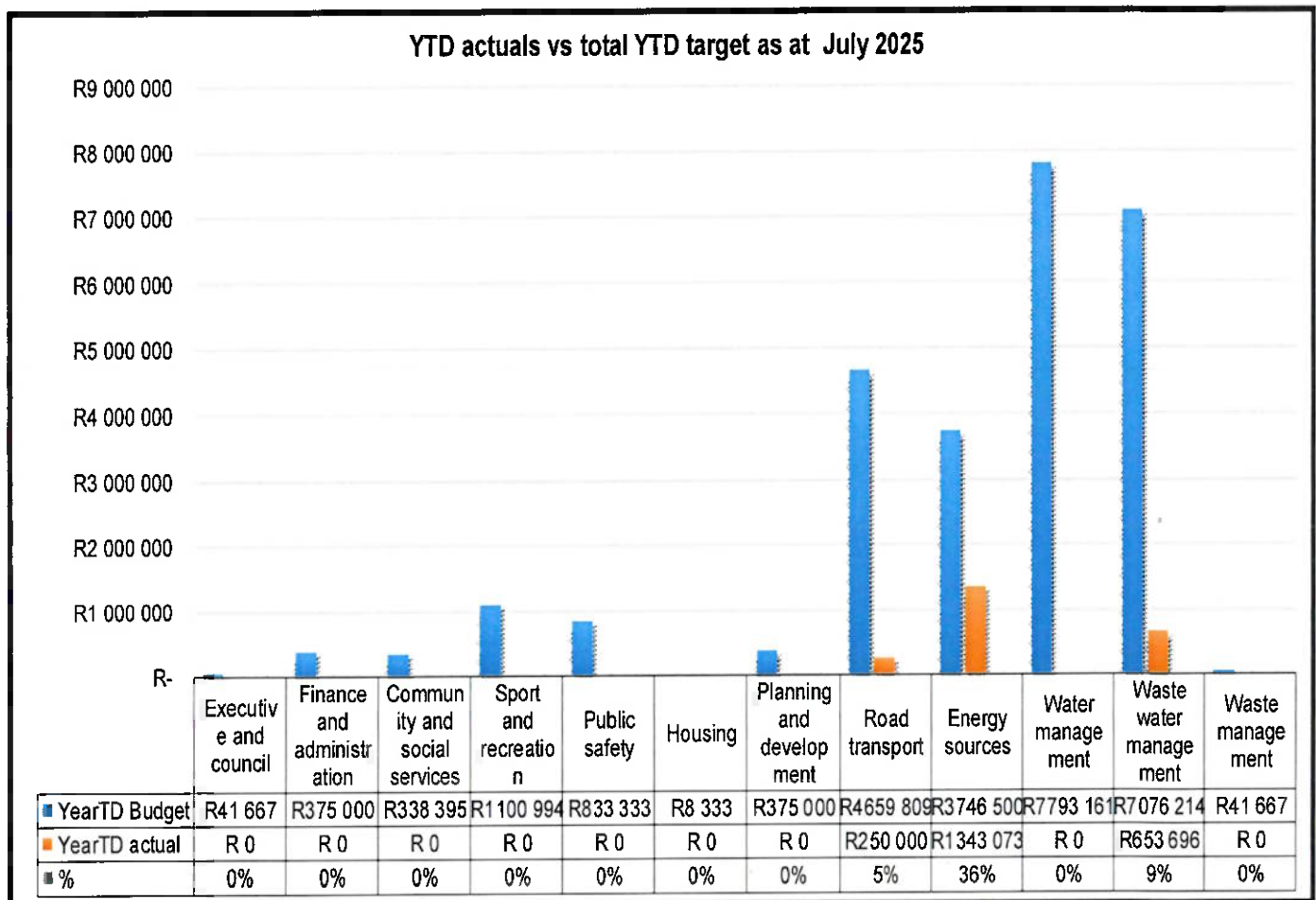
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### 17.2 Chart 15: Capital Expenditure Monthly Trend: actual vs target

FS194 Maluti-a-Phofung - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M01 July

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									
<b>Monthly expenditure performance trend</b>									
July	13 347	26 390	26 390	2 247	2 247	26 390	24 143	91,5%	1%
August	825	26 390	26 390	-	-	52 780	52 780	100,0%	0%
September	10 780	26 390	26 390	-	-	79 170	79 170	100,0%	0%
October	9 427	26 390	26 390	-	-	105 560	105 560	100,0%	0%
November	60 366	26 390	26 390	-	-	131 950	131 950	100,0%	0%
December	2 940	26 390	26 390	-	-	158 340	158 340	100,0%	0%
January	391	26 390	26 390	-	-	184 731	184 731	100,0%	0%
February	42 927	26 390	26 390	-	-	211 121	211 121	100,0%	0%
March	4 917	26 390	26 390	-	-	237 511	237 511	100,0%	0%
April	5 423	26 390	26 390	-	-	263 901	263 901	100,0%	-
May	22 065	26 390	26 390	-	-	290 291	290 291	100,0%	-
June	45 215	26 390	26 390	-	-	316 681	316 681	100,0%	-
<b>Total Capital expenditure</b>	<b>218 624</b>	<b>316 681</b>	<b>316 681</b>	<b>2 247</b>					

### 17.3 Chart 16: Capital Expenditure: YTD actual vs YTD target





**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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**18 OTHER SUPPORTING DOCUMENTS**

**FS194 Maluti-a-Phofung - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M01 July**

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
<b>R thousands</b>	1									
<b>Depreciation by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	68 232	68 232	-	-	5 686	5 686	100,0%	68 232
Roads Infrastructure		-	23 122	23 122	-	-	1 927	1 927	100,0%	23 122
Roads		-	23 122	23 122	-	-	1 927	1 927	100,0%	23 122
Electrical Infrastructure		-	19 286	19 286	-	-	1 607	1 607	100,0%	19 286
LV Networks		-	19 286	19 286	-	-	1 607	1 607	100,0%	19 286
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	5 300	5 300	-	-	442	442	100,0%	5 300
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	5 300	5 300	-	-	442	442	100,0%	5 300
Solid Waste Infrastructure		-	20 524	20 524	-	-	1 710	1 710	100,0%	20 524
Waste Separation Facilities		-	20 524	20 524	-	-	1 710	1 710	100,0%	20 524
<b>Community Assets</b>		-	823	823	-	-	69	69	100,0%	823
Community Facilities		-	823	823	-	-	69	69	100,0%	823
Halls		-	823	823	-	-	69	69	100,0%	823
<b>Computer Equipment</b>		-	1 424	1 424	-	-	119	119	100,0%	1 424
Computer Equipment		-	1 424	1 424	-	-	119	119	100,0%	1 424
<b>Furniture and Office Equipment</b>		-	250	250	-	-	21	21	100,0%	250
Furniture and Office Equipment		-	250	250	-	-	21	21	100,0%	250
<b>Machinery and Equipment</b>		-	353	353	-	-	29	29	100,0%	353
Machinery and Equipment		-	353	353	-	-	29	29	100,0%	353
<b>Transport Assets</b>		-	4 848	4 848	-	-	404	404	100,0%	4 848
Transport Assets		-	4 848	4 848	-	-	404	404	100,0%	4 848
<b>Total Depreciation</b>	1	-	75 930	75 930	-	-	6 328	6 328	100,0%	75 930



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 19 CONCLUSION

#### **MFMA Circular 124: Condition 6.9 reporting progress:**

The municipal council and senior management team has not instituted processes to monitor and enforce accountability for the implementation of the municipality's Budget Funding Plan:

#### **i. The mitigating factors associated with the implementation of the municipality's Budget Funding Plan:**

- The municipality did not budget for overtimes for during the original 2024/25 budget, however the budget was added for overtime on the adjustment budget to cater for the qualifying employees only.
- The revenue enhancement team has been established to develop strategies to improve revenue, the revenue enhancement strategy was approved on the 20<sup>th</sup> of November 2024, it now has to be implemented and quarterly reports have to be sent to Council for monitoring

#### **ii. Any risk(s) associated with the implementation of the municipality's Budget Funding Plan**

- The municipality might be placed under administrations.
- The National Treasury may withhold the equitable share.



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### 20 ANNEXURE A (PARENT C & ENTITY F-SCHEDULES)

#### 20.1 Parent municipality's financial performance

FS194 Maluti-a-Phofung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) -

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
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 01 - Legislative Authority	1	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1 560	1 560	-	-	130	(130)	-100,0%	1 560
Vote 04 - Financial Services		1 213 063	1 303 719	1 303 719	377 753	377 753	108 643	269 110	247,7%	1 303 719
Vote 05 - Municipal Infrastructure		470 738	527 411	527 411	25 709	25 709	43 951	(18 242)	-41,5%	527 411
Vote 06 - Community Services		12 632	4 792	4 792	154	154	399	(246)	-61,5%	4 792
Vote 07 - Public Safety & Transport		383	462	462	42	42	38	3	9,0%	462
Vote 08 - Sports, Arts, Parks, Culture		11 341	16 362	16 362	57	57	1 364	(1 306)	-95,8%	16 362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5 863	5 863	119	119	489	(369)	-75,6%	5 863
Vote 10 - Human Settlements		1 321	12 708	12 708	159	159	1 059	(900)	-85,0%	12 708
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2 394	2 394	124	124	199	(76)	-38,0%	2 394
Vote 13 - Electricity Department		309 623	823 845	823 845	952	952	68 654	(67 702)	-98,6%	823 845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>2 020 361</b>	<b>2 699 115</b>	<b>2 699 115</b>	<b>405 068</b>	<b>405 068</b>	<b>224 926</b>	<b>180 142</b>	<b>80,1%</b>	<b>2 699 115</b>
<b>Expenditure by Vote</b>										
Vote 01 - Legislative Authority	1	64 935	67 317	67 317	4 055	4 055	5 610	(1 554)	-27,7%	67 317
Vote 02 - Office Of The Municipal Manager		22 124	24 646	24 646	1 826	1 826	2 054	(228)	-11,1%	24 646
Vote 03 - Corporate Services		97 753	129 100	129 100	4 451	4 451	10 758	(6 307)	-58,6%	129 100
Vote 04 - Financial Services		355 563	354 893	354 893	7 074	7 074	29 574	(22 501)	-76,1%	354 893
Vote 05 - Municipal Infrastructure		153 348	276 817	276 817	9 216	9 216	23 068	(13 852)	-60,0%	276 817
Vote 06 - Community Services		20 840	23 603	23 603	1 673	1 673	1 967	(294)	-14,9%	23 603
Vote 07 - Public Safety & Transport		181 226	184 056	184 056	17 629	17 629	15 338	2 291	14,9%	184 056
Vote 08 - Sports, Arts, Parks, Culture		45 084	54 437	54 437	4 168	4 168	4 536	(368)	-8,1%	54 437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11 692	16 591	16 591	962	962	1 383	(420)	-30,4%	16 591
Vote 10 - Human Settlements		12 061	44 933	44 933	605	605	3 744	(3 140)	-83,8%	44 933
Vote 11 - Idp, Pms Department		3 713	4 078	4 078	328	328	340	(12)	-3,5%	4 078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 269	22 791	22 791	1 099	1 099	1 899	(800)	-42,1%	22 791
Vote 13 - Electricity Department		1 204 129	1 257 084	1 257 084	178 234	178 234	104 757	73 477	70,1%	1 257 084
Vote 14 - Maluti Water		119 704	178 023	178 023	-	-	14 835	(14 835)	-100,0%	178 023
Vote 15 - Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5,2%</b>	<b>2 638 370</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(283 081)</b>	<b>60 745</b>	<b>60 745</b>	<b>173 748</b>	<b>173 748</b>	<b>5 062</b>	<b>168 685</b>	<b>3332,3%</b>	<b>60 745</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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**FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July**

Description	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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		287 671	739 063	739 063	(737)	(737)	61 589	(62 325)	-101%	739 063
Service charges - Water		81 910	95 159	95 159	9 515	9 515	7 930	1 585	20%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 562	4 562	4 285	276	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 566	4 566	4 265	300	7%	51 184
Sale of Goods and Rendering of Services		2 688	6 743	6 743	324	324	562	(237)	-42%	6 743
Agency services										
Interest										
Interest earned from Receivables		107 556	125 181	125 181	8 492	8 492	10 432	(1 940)	-19%	125 181
Interest from Current and Non Current Assets		9 545	12 764	12 764	-	-	1 064	(1 064)	-100%	12 764
Dividends										
Rent on Land		-	1 000	1 000	-	-	83	(83)	-100%	1 000
Rental from Fixed Assets		1 857	3 992	3 992	112	112	333	(220)	-66%	3 992
Licence and permits										
Special rating levies										
Operational Revenue		1 087	11 772	11 772	105	105	981	(877)	-89%	11 772
<b>Non-Exchange Revenue</b>										
Property rates		107 972	110 363	110 363	8 540	8 540	9 197	(657)	-7%	110 363
Surcharges and Taxes										
Fines, penalties and forfeits		207	2 396	2 396	147	147	200	(53)	-26%	2 396
Licence and permits		-	1 663	1 663	-	-	139	(139)	-100%	1 663
Transfers and subsidies - Operational		852 843	882 846	882 846	366 046	366 046	73 571	292 475	398%	882 846
Interest		40 647	41 693	41 693	3 398	3 398	3 474	(77)	-2%	41 693
Fuel Levy										
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		8	7	7	-	-	1	(1)	-100%	7
<b>Discontinued Operations</b>										
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>1 591 542</b>	<b>2 137 247</b>	<b>2 137 247</b>	<b>405 068</b>	<b>405 068</b>	<b>178 104</b>	<b>226 964</b>	<b>127%</b>	<b>2 137 247</b>
<b>Expenditure By Type</b>										
Employee related costs		680 053	722 554	722 554	46 406	46 406	60 213	(13 807)	-23%	722 554
Remuneration of councillors		37 151	36 529	36 529	2 699	2 699	3 044	(345)	-11%	36 529
Bulk purchases - electricity		923 289	1 114 944	1 114 944	150 024	150 024	92 912	57 112	61%	1 114 944
Inventory consumed		26 650	69 277	69 277	1 201	1 201	5 773	(4 572)	-79%	69 277
Debt impairment		-	13 280	13 280	-	-	1 107	(1 107)	-100%	13 280
Depreciation and amortisation		-	75 930	75 930	-	-	6 328	(6 328)	-100%	75 930
Interest		207 852	51 662	51 662	23 043	23 043	4 305	18 738	435%	51 662
Contracted services		125 638	203 440	203 440	7 253	7 253	16 953	(9 700)	-57%	203 440
Transfers and subsidies		234 042	198 043	198 043	-	-	16 504	(16 504)	-100%	198 043
Irrecoverable debts written off		1 180	23 120	23 120	57	57	1 927	(1 869)	-97%	23 120
Operational costs		67 584	129 590	129 590	637	637	10 799	(10 163)	-94%	129 590
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		2	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>2 303 442</b>	<b>2 638 370</b>	<b>2 638 370</b>	<b>231 320</b>	<b>231 320</b>	<b>219 864</b>	<b>11 456</b>	<b>5%</b>	<b>2 638 370</b>
<b>Surplus/(Deficit)</b>		<b>(711 899)</b>	<b>(501 123)</b>	<b>(501 123)</b>	<b>173 748</b>	<b>173 748</b>	<b>(41 760)</b>	<b>215 508</b>	<b>(0)</b>	<b>(501 123)</b>
Transfers and subsidies - capital (monetary allocations)		226 284	291 250	291 250	-	-	24 271	(24 271)	(0)	291 250
Transfers and subsidies - capital (in-kind)										
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Income Tax										
<b>Surplus/(Deficit) after income tax</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(485 616)</b>	<b>(209 873)</b>	<b>(209 873)</b>	<b>173 748</b>	<b>173 748</b>	<b>(17 489)</b>	<b>191 237</b>	<b>(0)</b>	<b>(209 873)</b>
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions		202 535	270 618	270 618	-	-	22 552	(22 552)	(0)	270 618
<b>Surplus/ (Deficit) for the year</b>		<b>(283 081)</b>	<b>60 745</b>	<b>60 745</b>	<b>173 748</b>	<b>173 748</b>	<b>5 062</b>	<b>168 685</b>	<b>0</b>	<b>60 745</b>



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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FS194 Maluti-a-Phofung - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - A - M01 July)												
Vote Description	Ref	Budget Year 2025/26										
		2024/25	Original Budget		Adjusted Budget		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousand		Audited Outcome										
<b>Capital expenditure - Municipal Vote</b>												
<b>Expenditure of single-year capital appropriation</b>	1											
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	500	500	-	-	42	(42)	-100%		500	
02.2 - Mm Administration		-	500	500	-	-	42	(42)	-100%		500	
Vote 03 - Corporate Services		40	2,500	2,500	-	-	208	(208)	-100%		2,500	
03.2 - Corporate Administration		14	500	500	-	-	42	(42)	-100%		500	
03.5 - Information Technology - Ict		26	2,000	2,000	-	-	167	(167)	-100%		2,000	
Vote 04 - Financial Services		193	1,000	1,000	-	-	83	(83)	-100%		1,000	
04.9 - Assets Management		193	1,000	1,000	-	-	83	(83)	-100%		1,000	
Vote 05 - Municipal Infrastructure		186,682	234,850	234,850	904	904	19,571	(18,667)	-95%		234,850	
05.2 - Roads		19,243	51,918	51,918	-	-	4,326	(4,326)	-100%		51,918	
05.3 - Infrastructure Administration		1,223	4,000	4,000	250	250	333	(83)	-25%		4,000	
05.4 - Water		74,764	93,518	93,518	-	-	7,793	(7,793)	-100%		93,518	
05.5 - Sewerage		78,088	84,915	84,915	654	654	7,076	(6,423)	-91%		84,915	
05.6 - Waste Management		13,363	500	500	-	-	42	(42)	-100%		500	
Vote 06 - Community Services		9,774	4,061	4,061	-	-	338	(338)	-100%		4,061	
06.2 - Community Services		9,774	3,361	3,361	-	-	280	(280)	-100%		3,361	
06.7 - Cemeteries		-	700	700	-	-	58	(58)	-100%		700	
Vote 07 - Public Safety & Transport		4,405	11,000	11,000	-	-	917	(917)	-100%		11,000	
07.4 - Fire & Emergency Services		-	7,000	7,000	-	-	583	(583)	-100%		7,000	
07.5 - Public Safety & Transport Administration		4,405	3,000	3,000	-	-	250	(250)	-100%		3,000	
07.6 - Security Guards		-	1,000	1,000	-	-	83	(83)	-100%		1,000	
Vote 08 - Sports, Arts, Parks, Culture		10,323	13,212	13,212	-	-	1,101	(1,101)	-100%		13,212	
08.1 - Sport Arts & Culture Administration		10,323	13,212	13,212	-	-	1,101	(1,101)	-100%		13,212	
Vote 10 - Human Settlements		-	100	100	-	-	8	(8)	-100%		100	
10.2 - Housing Services		-	100	100	-	-	8	(8)	-100%		100	
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	4,500	4,500	-	-	375	(375)	-100%		4,500	
12.1 - Town Planning		-	4,500	4,500	-	-	375	(375)	-100%		4,500	
Vote 13 - Electricity Department		10,255	44,958	44,958	1,343	1,343	3,747	(2,403)	-64%		44,958	
13.2 - Electricity		10,255	44,958	44,958	1,343	1,343	3,747	(2,403)	-64%		44,958	
<b>Total single-year capital expenditure</b>			221,671	316,681	316,681	2,247	2,247	26,390	(24,143)	(0)	316,681	
<b>Total Capital Expenditure</b>			221,671	316,681	316,681	2,247	2,247	26,390	(24,143)	(0)	316,681	



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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**20.2 Municipal Entity's financial performance**

The MFMA s87(11) report for the month of July which provides a full reports of the financial status of the Entity was not received by the time this report was completed. There are no movements shown since the journal from the Entity was received after July was closed.

<b>MAP WATER FINANCIAL PERFORMANCE BY THE END OF JULY 2025</b>				
<b>Description R'000</b>	<b>Original Budget</b>	<b>Jul-25</b>	<b>YearTD Actual</b>	<b>%</b>
<b>INCOME</b>	<b>(270 936)</b>	-	-	<b>0%</b>
Interest Dividends And Rent On Land	(159)	-	-	0%
Sales Of Goods And Rendering Of Services	(159)	-	-	0%
Intercompany transaction-Equitable Share	(186 916)	-	-	0%
Intercompany transaction-Sewer	(40 478)	-	-	0%
Intercompany transaction-Water	(43 224)	-	-	0%
<b>EXPENDITURE</b>	<b>270 936</b>	-	-	<b>0%</b>
Consultants And Professional Services	8 825	-	-	0%
Contractors	20 880	-	-	0%
Interest Dividends And Rent On Land	162	-	-	0%
Inventory	16 436	-	-	0%
MS - Post Retirement Benefits	500	-	-	0%
MS - Salaries Allow And Serv Benefits	144 029	-	-	0%
MS - Social Contributions	24 287	-	-	0%
Operational Cost	48 083	-	-	0%
Outsource Services	273	-	-	0%
SM - Salaries Allow And Serv Benefits	6 223	-	-	0%
SM - Social Contributions	1 239	-	-	0%
<b>SURPLUS/-DEFICIT</b>	<b>(0)</b>	-	-	<b>0%</b>



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**Maluti Water (Pty) Ltd - Table F1 Monthly Budget Statement Summary - M01 July**

Description	2023/24	Current Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	1	159	159	-	-	13	(0)	-100%	159
Transfers recognised - operational	-	-	-	-	-	-	-	-	-
Other own revenue	-	159	159	-	-	13	(0)	-100%	159
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>1</b>	<b>318</b>	<b>318</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>(27)</b>	<b>(0)</b>	<b>318</b>
Employee costs	160 592	176 278	176 278	-	-	14 690	(14 690)	(0)	176 278
Remuneration of Board Members	-	-	-	-	-	-	-	-	-
Depreciation and asset impairment	-	-	-	-	-	-	-	-	-
Interest	-	162	162	-	-	13	(13)	(0)	162
Inventory consumed and bulk purchases	226	16 436	16 436	-	-	1 370	(1 370)	(0)	16 436
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	1 131	78 061	78 061	-	-	6 505	(6 505)	(0)	78 061
<b>Total Expenditure</b>	<b>161 949</b>	<b>270 936</b>	<b>270 936</b>	<b>-</b>	<b>-</b>	<b>22 578</b>	<b>(22 578)</b>	<b>(0)</b>	<b>270 936</b>
<b>Surplus/(Deficit)</b>	<b>(161 949)</b>	<b>(270 618)</b>	<b>(270 618)</b>	<b>-</b>	<b>-</b>	<b>(22 551)</b>	<b>22 551</b>	<b>(0)</b>	<b>(270 618)</b>
Transfers and subsidies - capital (monetary allocations)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(161 949)</b>	<b>(270 618)</b>	<b>(270 618)</b>	<b>-</b>	<b>-</b>	<b>(22 551)</b>	<b>22 551</b>	<b>(0)</b>	<b>(270 618)</b>
Income Tax	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(161 949)</b>	<b>(270 618)</b>	<b>(270 618)</b>	<b>-</b>	<b>-</b>	<b>(22 551)</b>	<b>22 551</b>	<b>(0)</b>	<b>(270 618)</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Financial position</b>									
Total current assets	774 464	-	-	-	558 117	-	-	-	-
Total non current assets	8 499	-	-	-	8 499	-	-	-	-
Total current liabilities	841 181	(177 278)	(177 278)	-	1 013 461	-	-	-	(177 278)
Total non current liabilities	320	-	-	-	320	-	-	-	-
Community wealth/Equity	(147 359)	-	-	-	(141 431)	-	-	-	-
<b>Cash flows</b>									
Net cash from (used) operating	-	-	-	-	-	-	-	-	-
Net cash from (used) investing	-	-	-	-	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>21 708</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 985</b>	<b>-</b>	<b>23 985</b>	<b>#DIV/0!</b>	<b>23 985</b>
<b>Debtors &amp; creditors analysis</b>									
	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	-	-	-	-	-	-	-	-	-
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-



# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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## 21 COMPLIANCE WITH THE CONDITIONS FOR MUNICIPAL DEBT RELIEF

### 21.1 Annexure A2 - MFMA Budget Circular 128 – Municipality Compliance Self-Assessment

Annexure A2 - Monthly		Notes/Comments	
<div style="border: 1px solid black; padding: 5px; width: fit-content;">           National Treasury            National Treasury  <b>Municipal Debt Relief</b>  <b>MFMA Circular No. 124</b>            Municipal Finance Management Act No. 56 of 2003         </div>			
<div style="border: 1px solid black; padding: 5px; background-color: #ffffcc;"> <b>Municipality Self-Assessment</b> </div>			
<b>Certificate of Compliance: Municipal Debt Relief Conditions for Application</b>			
<b>Period</b>	<div style="border: 1px solid black; padding: 2px;">Jul'25</div>		
<b>National Financial Year</b>	<div style="border: 1px solid black; padding: 2px;">2025/26</div>		
<b>Demarcation Code of Municipality being assessed</b>	<div style="border: 1px solid black; padding: 2px;">FS194</div>		
<b>District</b>	<b>Thabo Mofutsanyana</b>		
<b>Demarcation Description</b>	<b>Maluti-a-Phofung</b>		
<p>....., hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in MFMA Circular No. 124 and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:</p>			
<b>Municipal Debt Relief Conditions (Monthly reporting)</b> <span style="float: right; font-size: small;">Choose from drop down list</span>			
<b>6.3+ Maintaining the Eskom and bulk water current account –</b> <small>Condition 6.12 (current account for the purpose of this section means the account for a single month's consumption)</small>			
6.12.2	- Has the municipality paid its <b>bulk water current account</b> within 30 days of receiving the relevant invoices (this applies to all municipalities, including metros)? <i>Note - refer condition 6.12.2</i>	<div style="border: 1px solid black; padding: 2px; text-align: center;">Yes</div>	Special Master has been appointed to deal with the debt owed by the Municipality to the Department of Water Affairs. They are paid 11% of the Equitable share.
6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal <a href="https://gouploadportal.treasury.gov.za/">https://gouploadportal.treasury.gov.za/</a> ?	<div style="border: 1px solid black; padding: 2px; text-align: center;">Yes</div>	
6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	<div style="border: 1px solid black; padding: 2px; text-align: center;">Yes</div>	
6.3.1	- Has the municipality paid its <b>Eskom bulk current account</b> within 30 days of receiving the relevant invoices (this applies to all municipalities, including metros)? <i>Note - current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.</i>	<div style="border: 1px solid black; padding: 2px; text-align: center;">Yes</div>	The Municipality has paid through its LPU's, SPU's and prepaid from own source - Eskom has started billing all conventional meters in September 2024, however the Municipality has only received transactions until April 2025. We have not received the billing reports for May, June and July 2025 for preparation of journals. The Municipality has sent a letter to Eskom requesting the outstanding reports on the 11 July 2025 and no response has been received
6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal <a href="https://gouploadportal.treasury.gov.za/">https://gouploadportal.treasury.gov.za/</a> ?	<div style="border: 1px solid black; padding: 2px; text-align: center;">Yes</div>	The bulk invoice has been uploaded into the GO-Muni platform
6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	<div style="border: 1px solid black; padding: 2px; text-align: center;">No</div>	The Journals were not received by the time month end processes were performed
		<div style="border: 1px solid black; padding: 2px; text-align: center;">Select</div>	



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6.4 Compliance with a funded MTREF – (choose from drop down list the MTREF assessed)		
7	6.4.1 - Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - <a href="http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?">http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?</a>	No The 2025-2026 budget is unfunded due to low revenue collection, high bulk electricity purchases, budgeting for depreciation and debt impairment.
8	6.4.1 - Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	No The 2025-2026 budget is unfunded with an operating deficit of R432 million indicated on Table A4 without including the map water transfers.
9	6.4.1 - Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	No
<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 percent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 percent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to the item as "No".</i></p>		
10	6.4.1 - Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	No The monthly calculations are not done on the system. Which affects the budget projections.
<p><i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i></p>		
11	6.4.2 - If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes This was approved by Council on the 21st of May 2024
<p><i>Note - If the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i></p>		
12	6.4.2 - If the municipality's MTREF is not funded and it has an FRP per the legislative framework, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? <i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i>	Yes
13	6.4.2 - Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (For example higher winter Eskom tariffs, lower January collection rates, etc.?)	Yes Our cash flow does not reflect a true reflection of the bank movements so that affected budgeting
14	6.5 Cost reflective tariffs – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes The 2025-2026 Final tariff tool was uploaded on the 18 June 2025



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6.6		Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, <b>through its by-laws and budget related policies that:</b>	Yes	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes	The billing report (BM030) is attached The proof of emails of accounts is attached
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	No	
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	No	
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? <b>Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the indigent information in the required NT format.</b>		All registered indigents are on prepaid and they purchase as per their use if they exceed the FBE of 50KWH
6.6		Supporting evidence: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6	Yes	
6.7		Maintain a minimum average quarterly collection of property rates and services charges –		
19	6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?  <i>Note – although the norm and standard for collection (MFMA Circular No. 73) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</i>	Select	The % collection increase from 61% in June 2025 to 76% in July 2025. The billing vs collection report is calculated based on June Schedule C4 and July Schedule SC9 which includes payments in advance, prepaid collection & Journals. The Journals for May, June and July were not received by the time month end processes have been performed
6.7.2		- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, <b>has the municipality demonstrated to the satisfaction of National Treasury the following :</b>	Select	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes	It is not because of Eskom supplied areas but due to low collection and service delivery challenges
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes	Our current water meters do not allow us to restrict water
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	Yes	There are continuous engagements between Eskom and the Municipality through the DAA implementation
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes	Eskom is currently ensuring that every property in Kestel, Harrismith & Qwaqwa is metered through the DAA implementation, the Municipality has also applied for the smart metering grant from NT, we are still awaiting feedback of the application
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes	There is a provision for revenue enhancement programs
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	No	



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6.8		Municipality's Completeness of the revenue base –		
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes	The GVR recon is a quarterly report
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <i>Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement</i>	Yes	The progress for July is attached
28	6.8.2	- For the latest ending Quarter -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on <a href="https://uploadportal.treasury.gov.za">https://uploadportal.treasury.gov.za</a> ?	Yes	The GVR recon is a quarterly report and the fourth quarter was uploaded on GoMuni
6.9		Monitor and report on implementation –		
29	6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	No FRP	
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? <i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1.</i>		
31	6.9.3	- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	Select	
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal <a href="https://uploadportal.treasury.gov.za">https://uploadportal.treasury.gov.za</a> ?	Select	
<i>Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i>				
33	6.10	Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:	Select	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?		
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal <a href="https://uploadportal.treasury.gov.za">https://uploadportal.treasury.gov.za</a> ? <i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>	Select	
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?		
<i>Note - if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.</i>				
36	6.11	Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	Select	



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<b>6.12</b>	For the duration of the Municipal Debt Relief (to ensure proper management of resources):		
<b>37</b>	6.12.1 - has the municipality <b>apportioned and ring-fenced in a sub-account</b> to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) <b>the component of the Local Government Equitable Share (LGES)</b> the municipality earmarked to provide free basic electricity, water and sanitation?	<input type="text"/>	
<b>38</b>	6.12.2 - has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes	The Municipality is paying Eskom through LPU's and transferring the prepaid collection to Eskom as required by the DAA. Special Master has been appointed to deal with the debt owed by the Municipality to the Department of Water Affairs. They are paid 11% of the Equitable share
	<i>Note: Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.71.</i>	Select	
<b>39</b>	<b>Supporting evidence:</b> Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.		
<b>40</b>	6.13 <b>Accounting Treatment</b> - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury; Office of the Accountant General issued for Municipal Debt Relief to date? <i>Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.</i>		
<b>42</b>	6.14 <b>NERSA License</b> - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?		
	<i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3, of MFMA Circular no. 134, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 3 of the Municipal Systems Act, 2000 including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006 in terms of the conditions of government's wider support to Eskom. Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.</i>		
PT: HOD/ NT / MM Name: _____			
Signature of HOD/ NT/ MM: _____			
Date: _____			
<p><b>**Note – if the official is signing on behalf of the Head of the Provincial Treasury (HCD) / Municipal Manager the written procurator of the HOD /MM must be attached as an Annexure to this Certificate of Compliance.</b></p> <p><b>**Note – The Signed Certificate to be uploaded on Gomuni must not include comments column - comments need to be incorporated into the related PT report</b></p>			



# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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## 21.2 Municipal Debt Relief Performance across the period of debt relief participation

The table below indicates the compliance score of 61% based on the municipality's self-assessment in terms of the Eskom debt relief requirements.

 National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003		Province		
		Code	District	Code Description
		FS	Thabo Mofutsanyane	Maitso-A-Phofung

Municipal Details		Monthly Performance Report																				Scoring and Rating																												
		Part A Eskom And Bulk water current account					Part B Compliance with a funded NTRF					Part C FRPBEP & Tariff Assessment				Part D Electricity and water as collection tools				Part E Quarterly collection of property rates and services charges				Part F Maximization of Revenue Gains				Part G Oversight																						
Month	Code Descr	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	Rating						
25. July 25	Maitso-A-Phofung F 5194	Yes	Yes	Yes	Yes	Yes	No	No	No	No	No	Yes	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	No												61%	61% (Minimum compliance)				
26. August 25	Maitso-A-Phofung F 5194																																																0%	Not completed
27. September 25	Maitso-A-Phofung F 5194																																															0%	Not completed	
28. October 25	Maitso-A-Phofung F 5194																																															0%	Not completed	
29. November 25	Maitso-A-Phofung F 5194																																														0%	Not completed		
30. December 25	Maitso-A-Phofung F 5194																																														0%	Not completed		
31. January 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
32. February 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
33. March 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
34. April 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
35. May 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
36. June 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
37. July 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
38. August 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
39. September 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
40. October 26	Maitso-A-Phofung F 5194																																														0%	Not completed		
41. November 26	Maitso-A-Phofung F 5194																																														0%	Not completed		

		Comments/Motivation
HOD Name:		
Signature of HOD:		
Date:	26/07/2024	

\* Note - If the official signing on behalf of the Head of the Province Treasury POC: Bezwiler precursor of the HOD must be attached as an Annexure to the Certificate of Compliance



# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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## 21.3 Annexure C- Monthly - Restriction of Free Basic Services to Indigent Households



**National Treasury**  
**Municipal Debt Relief**  
**MFMA Circular No. 124**  
**Municipal Finance Management Act No. 56 of 2003**

**Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))**  
*Instruction - complete only with information of the current households registered as indigent with the municipality (Do NOT include the information of all households unless explicitly stated otherwise)*

Description	Ref	As Per Debt Relief Application		2025/2026 - Monthly Monitoring														
		Current Year - 2025/2026		2025/2026 - Monthly Monitoring														
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	001	002	003	004	005	006	007	008	009	010	011	012	
<b>Indigent Household service targets</b>	1																	
<b>Water (Include All Indigent households also in Eskom supplied areas)</b>																		
Indigent HH's with piped water inside dwelling																		
Indigent HH's with piped water inside yard (but not in dwelling)																		
Indigent HH's using public tap (at least min service level)	2																	
Indigent HH's with other water supply (at least min service level)	3		16 795 498															
<b>Total no. of indigent HH's receiving Minimum Service Level and Above sub-total</b>	4																	
Indigent HH's using public tap (at min service level)	5																	
Indigent HH's with other water supply (at min service level)	6																	
Indigent HH's with No water supply	7																	
<b>Total no. of indigent HH's receiving - Below Minimum Service Level sub-total</b>	8																	
<b>Total number of registered indigent households</b>	9		18 704 410															
<b>Status of Water meters</b>																		
Number of indigent HH's with prepaid Water																		
Number of indigent HH's with conventional metered Water						2 200												
Number of indigent HH's NOT metered currently - Water						7 836												
Number of indigent HH's with NO water supply - No metering																		
<b>Total number of registered indigent households</b>	10					10 096												
<b>Status of unlimited supply of Water</b>																		
Number of indigent HH's with conventional metered Water - where the municipality is NOT physically supplying Water to the national Free Basic Band of 6 kilolitres per household per month																		
Number of indigent HH's NOT metered currently, receiving unlimited supply - Water						7 836												
<b>Total number of registered indigent households receiving unlimited supply - Water</b>	11					7 836												
Of the Total Number of registered indigent households receiving unlimited supply - Scale the Number of HH's billed for consumption above the 6 kilolitres																		
<b>Energy (Include All Indigent households also in Eskom supplied areas)</b>																		
Indigent HH's with Electricity (at least min service level)																		
Indigent HH's with Electricity - prepaid (min service level)							10 096											
<b>Total no. of indigent HH's receiving Minimum Service Level and Above sub-total</b>	12					10 096												
Indigent HH's with Electricity (4 min service level)																		
Indigent HH's with Electricity - prepaid (4 min service level)																		
Indigent HH's with other energy sources																		
<b>Total no. of indigent HH's receiving - Below Minimum Service Level sub-total</b>	13																	
<b>Total number of registered indigent households</b>	14					10 096												
<b>Status of Electricity meters</b>																		
Number of indigent HH's with prepaid Electricity																		
Number of indigent HH's with conventional metered Electricity																		
Number of indigent HH's NOT metered currently - Electricity																		
Number of indigent HH's with other energy sources - No metering																		
<b>Total number of registered indigent households</b>	15					10 096												
<b>Status of unlimited supply of Electricity</b>																		
Number of indigent HH's with conventional metered Electricity - where the municipality is NOT physically supplying Electricity to the national Free Basic Band of 60 kWh per household per month																		
Number of indigent HH's NOT metered currently, receiving unlimited supply - Electricity																		
<b>Total number of registered indigent households receiving unlimited supply - Electricity</b>	16																	
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - Scale the Number of HH's billed for consumption above the 60 kWh																		
<b>Number of ALL Households receiving Free Basic Service (including registered indigent households)</b>	17																	
Water (6 kilolitres per household per month)							10 096											
Electricity (60 kWh per household per month)							10 096											
<b>Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)</b>																		
Water (6 kilolitres per household per month)								174 195										
Electricity (60 kWh per household per month)								248 730										
<b>Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)</b>																		
Water (6 kilolitres per household per month)																		
Electricity (60 kWh per household per month)																		
<b>Total cost of PDS Water and Electricity provided to ALL Households</b>	18							4 266 925										
<b>Highest level of free service provided per household (ALL Households)</b>																		
Property rates (R' value per household)																		
Water (6 kilolitres per household per month)									6									
Sanitation (6 kilolitres per household per month)																		
Sanitation (Rand per household per month)									222									
Electricity (60 kWh per household per month)									60									
Refuse (average litres per week)									141									
<b>Revenue cost of subsidised services provided for ALL Households (R'000)</b>	19																	
<b>Residential Category</b> Property rates (tariff adjustment) - impermissible values per section 17 of MPRA	19(a)																	
<b>PRI Category</b> Property rates (tariff adjustment) - impermissible values per section 17 of MPRA	19(b)																	
<b>Additional Subsidies</b> Property rates, exemptions, reductions and rebates in excess of section 17 of MPRA	19(c)																	
Water (in excess of 6 kilolitres per indigent household per month)	20																	
Sanitation (in excess of free sanitation service to indigent households)	21																	
Electricity (in excess of 60 kWh per indigent household per month)	22																	
Refuse (in excess of one removal a week for indigent households)	23																	
Municipal Housing, rental rebates	24																	
Housing - top structural subsidies	25																	
Other	26																	
<b>Total revenue cost of subsidised services provided</b>	27																	



# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

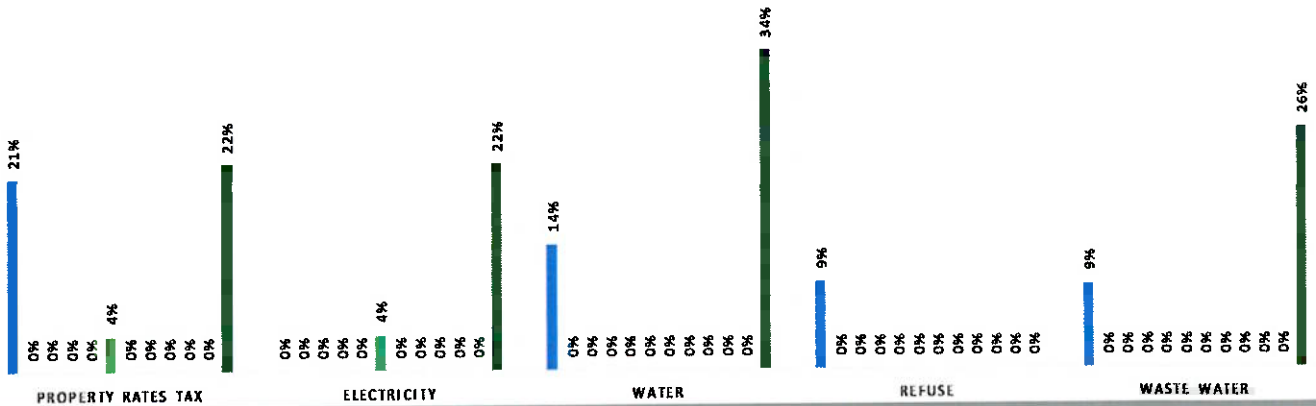
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## 21.4 Annexure D - MFMA Circular 124 – Condition 6.3 and Condition 6.12 and MFMA Budget Circular 128

### 21.4.1 Monthly / Quarterly collection per ward

#### % MONTHLY COLLECTION PERFORMANCE

■ July 
 ■ August 
 ■ September 
 ■ October 
 ■ November 
 ■ December 
 ■ January 
 ■ February 
 ■ March 
 ■ April 
 ■ May 
 ■ June



National Treasury		Municipal Details																	
Municipal Debt Relief		Free State																	
MFMA Circular No. 124		Code	District	Municipality	Period Monitored	No Of Wards													
Municipal Finance Management Act No. 56 of 2003		FS194		Muthi-A-Phofung	July	30													
Collection Rate Assessment																			
Aggregate Collection	Summary-Quarter 1				Summary-Quarter 2				Summary-Quarter 3				Summary-Quarter 4						
	Billing	Collection	R-Billing not collected	% Collection	Q1	Billing	Collection	R-Billing not collected	% Collection	Q2	Billing	Collection	R-Billing not collected	% Collection	Q3	Billing	Collection	R-Billing not collected	% Collection
1 Collection for whole demarcation	39 330 361	4 928 579	34 401 783	11%	1%	519 532	19 714	499 818	4%	4%	-	-	-	0%	16 785 261	3 751 538	13 033 723	22%	22%
2 Collection and Eskom supplied areas	38 732 723	4 489 756	34 242 967	11%	1%	513 532	19 714	493 818	4%	4%	-	-	-	0%	15 785 261	3 751 538	12 033 723	22%	22%
3 Collection Property Rates	9 219 259	1 924 612	7 294 647	21%	21%	-	-	-	0%	0%	-	-	-	0%	2 384 300	815 275	1 569 025	34%	34%
4 Total average collection Electricity (Municipal supplied areas)	-	440 386	440 386	100%	100%	-	-	-	0%	0%	-	-	-	0%	-	366 892	366 892	100%	100%
5 Total average collection Water	6 863 556	568 957	6 294 599	8%	14%	-	-	-	0%	0%	-	-	-	0%	4 561 412	1 186 424	3 374 988	26%	26%
6 Total average collection Wastewater	4 664 429	464 229	4 200 200	10%	9%	-	-	-	0%	0%	-	-	-	0%	2 128 334	481 346	1 646 988	22%	22%
7 Total average collection Refuse	4 335 330	441 807	3 893 523	10%	9%	-	-	-	0%	0%	-	-	-	0%	1 286 521	224 568	1 061 953	17%	17%
8 Total average collection Interest	13 486 948	300 511	13 186 437	2%	2%	519 532	19 714	499 818	4%	4%	-	-	-	0%	6 044 071	238 433	5 805 638	4%	4%



## **MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025**

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### **21.5 Annexure A2 - Provincial Treasury debt relief compliance certificate MFMA Circular 124**

The Provincial Treasury debt relief compliance certificate for the month of July 2025 had not been received on completion of the report.

### **21.6 MFMA Circular 124 – Condition 6.8 (Completeness of the revenue base)**

#### **21.6.1 Property Rates Reconciliation**

The reconciliation is performed on quarterly basis and the report will be provided in September 2025.

#### **21.6.2 General Valuation Roll progress valuation variance**

The reconciliation is performed on quarterly basis and the report will be provided in September 2025.




# MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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## 21.7 MFMA Circular 124 – Condition 6.3 (Maintaining the Eskom bulk current account) and Condition 6.12 (Proper Management of Resources)

### 21.7.1 Eskom Bulk current account invoice(s) due and payable for July 2025.




**ESKOM HOLDINGS SOC LTD** REG NO 2002/015527/08  
VAT REG NO 4746191509

**MALUTI-A-PHOFUNG LOCAL MUNICIPALITY**  
PO BOX 43  
HARRISMITH  
9880

**NORTH WESTERN REGION**  
PRIVATE BAG X16 Westville 3630

**CONTACT CENTRE:** (0860) 037566Shareca  
**FAX NO:** 0862 437 566  
**E-MAIL:** [FreeCalling@eskom.co.za](mailto:FreeCalling@eskom.co.za)  
**WEB:** [WWW.ESKOM.CO.ZA](http://WWW.ESKOM.CO.ZA)



**CUSTOMER SELF SERVICE WEBSITE**  
[MS.ACSOnline.CO.ZA](http://MS.ACSOnline.CO.ZA)

**NORTH WESTERN REGION**  
PRIVATE BAG X16 Westville 3630

**DIRECT DEPOSIT DETAIL**  
**BANK:** First National Bank  
**BRANCH CODE:** 223626  
**BANK ACC NO:** 65076087916

<b>YOUR ACCOUNT NO</b>	<b>9729385856</b>
<b>SECURITY HELD</b>	3247448.54
<b>BILLING DATE</b>	2025-07-31
<b>TAX INVOICE NO</b>	972975741602
<b>ACCOUNT MONTH</b>	JULY 2025
<b>CURRENT DUE DATE</b>	2025-08-30
<b>VAT REG NO</b>	4000846545

### TAX INVOICE

E-MAIL: [diakanyok@map.fs.gov.za](mailto:diakanyok@map.fs.gov.za)


ACCOUNT TRANSACTION SUMMARY			
ADMINISTRATION CHARGE		R	8,991.07
TRANSMISSION NETWORK CAPACITY		R	1,529,459.75
DIST. NETWORK CAPACITY CHARGE		R	4,697,770.21
DX EXCESS NETWORK CAPACITY CHA		R	7,571,913.27
NETWORK DEMAND CHARGE		R	3,132,173.77
ANCILLARY SERVICE (ALL)		R	333,037.12
ENERGY CHARGE (PEAK)	8,544,017.00	R	57,830,525.72
ENERGY CHARGE (OFF)	22,938,292.00	R	26,151,016.95
ENERGY CHARGE (STD)	21,784,378.00	R	36,820,651.77
ELECTRIFICATION AND RURAL SUBS (ALL)		R	3,274,947.40
REACTIVE ENERGY		R	0.00
GENERATOR CAPACITY CHARGE		R	950,040.84
LEGACY CHARGE (ALL)		R	10,806,920.97
SERVICE CHARGE		R	214,889.88
URBAN LOW VOLTAGE SUBSIDY		R	47,737.12
NETWORK DEMAND CHARGE (CRWH) (ALL)		R	17,081.23
SERVICE CHARGE		R	4,543.68
<b>TOTAL CHARGES FOR BILLING PERIOD</b>		<b>R</b>	<b>151,901,499.75</b>

ACCOUNT SUMMARY FOR JULY 2025			
BALANCE BROUGHT FORWARD	(Due Date 2025-08-01)	R	9,372,593,918.67
PAYMENT(S) RECEIVED	(Summary - See attachment for details)	R	-54,309,913.91
PAYMENT ADJUSTMENT(S)		R	420,390.47
TOTAL CHARGES FOR BILLING PERIOD		R	151,901,499.75
ADJUSTMENTS	(Summary - See attachment for details)	R	8,660,554.94
VAT RATED ON ITEMS AT 15%		R	20,626,344.14

<b>CURRENT</b>	<b>TOTAL DUE</b>	<b>R</b>	<b>9,499,882,794.06</b>
197,731,777.43			

ARREARS			
>90 DAYS	61-90 DAYS	31-60 DAYS	16-30 DAYS
8,851,104,789.18	121,621,768.58	128,631,219.23	200,803,239.64

*Total outstanding debt must be settled immediately, subject to disconnection without further notice*



MONTH

<b>PAGE RUN NO</b>	EE 341
<b>BILL GROUP</b>	
<b>BILL PAGE</b>	1 OF 17

**ACCOUNT NO / REFERENCE NO**  
9729385856

**NAME**  
MALUTI-A-PHOFUNG LOCAL MUNICIP

**FAX NUMBER**  
0367183777

**ACCOUNT NO / REFERENCE NO**  
7100 10 0010

**TOTAL AMOUNT DUE**  
9,499,882,794.06

**PAYMENT ARRANGEMENT**

**INSTALMENT**  
0.00

**ARREARS** (Due Immediately)  
9,302,151,016.63

**DUE DATE** (For Current Amount)  
2025-08-30

**AMOUNT PAID**

**LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT**



## MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 31 JULY 2025

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### NOTIFICATION OF PAYMENT

To Whom It May Concern:

First National Bank hereby confirms that the following payment instruction has been received:

---

Date Actioned	: 2025/07/19
Time Actioned	: 13:36:55
Trace ID	: HL1GBTWN

#### Payer Details

Payment From	: Matius-a-phofung Municipality
Cur.Amount	: 10,000,000.00

#### Payee Details

Recipient Account No	: .. 067316
Name	: ESKOM
Bank	: FNB/RMB
Branch Code	: 250555
Reference	: 9729385856

END OF NOTIFICATION

---

To authenticate this Payment Notification, please visit the First National Bank website at [fnb.co.za](http://fnb.co.za), select the "Verify Payments" link and follow the on-screen instructions.

Our customer (the payer) has requested First National Bank Limited to send this notification of payment to you. Should you have any queries regarding the contents of this notice, please contact the payer. First National Bank Limited does not guarantee or warrant the accuracy and integrity of the information and data transmitted electronically and we accept no liability whatsoever for any loss, expense, claim or damage, whether direct, indirect or consequential, arising from the transmission of the information and data.

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**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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**21.7.2 Reconciliation statement for bulk electricity aligning to the MFMA section  
71 mSCOA data strings upload.**

The total difference between the Eskom statement and the financial system was R1.649 million by the end of July 2025.

ESKOM BULK PURCHASES INVOICE VS FINANCIAL SYSTEM						
Description R'000	Jul-25					
	Current	30 Days	31-60 Days	61- 90 Days	90 Days +	Total
ESKOM bulk account- <i>as per invoice</i>	197 732	200 803	128 621	121 622	8 851 105	9 499 883
ESKOM bulk account- <i>on the financial system</i>	195 571	18 828	128 070	–	7 508 054	7 850 523
<b>Differences</b>	<b>(2 161)</b>	<b>(181 975)</b>	<b>(551)</b>	<b>(121 622)</b>	<b>(1 343 051)</b>	<b>(1 649 360)</b>

**21.7.3 Bulk water current account invoice(s) and municipality water reconciliation  
statement aligning to the mSCOA data string upload for the period.**

The statement from May to July 2025 had not been received by the time of completion of this report. The total difference between the DWS statement and the financial system by the end of July 2025 was R23.7 million.

DWS BULK PURCHASES INVOICE VS FINANCIAL SYSTEM						
Description R'000	Current	30 Days	31-60 Days	61- 90 Days	90 Days +	Total
DWA- account 100114509	–	15 097	601	342	432 432	448 471
DWA- account 101616561	–	–	–	–	112	112
DWA- account 101616571	–	–	–	–	204	204
DWA- account 100003490	154	3 487	232	199	56 342	60 413
DWA- account 100737976	–	280	–	–	14 638	14 918
DWA- account 100075580	0	–	–	–	0	0
<b>Total as per statements- April 2025</b>	<b>154</b>	<b>18 864</b>	<b>833</b>	<b>541</b>	<b>503 727</b>	<b>524 118</b>
<b>DWS- on the financial system HR191 July 2025</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>500 336</b>	<b>500 336</b>
<b>Differences</b>	<b>(154)</b>	<b>(18 864)</b>	<b>(833)</b>	<b>(541)</b>	<b>(3 391)</b>	<b>(23 782)</b>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
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**22 MUNICIPAL MANAGER'S QUALITY CERTIFICATION**

I Mofeng M. M. of Maluti - A - Phofung 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 **July 2025** has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name: M. Mofeng

**Municipal Manager of: MALUTI - A - PHOFUNG MUNICIPALITY (FS194)**

Signature: M. Mofeng

Date: \_\_\_\_\_



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH  
ENDING 31 JULY 2025**

Local Municipality • Mmasepota wa seLehale • Plaas'ke Munisipaleit

**23 RECOMMENDATIONS**

It is recommended:

- That the MFMA section 71 report for the month ending 31<sup>st</sup> July 2025 be noted.
- That the Accounting Officer submits to the Executive Mayor, Provincial Treasury and National Treasury the MFMA Section 71 report reflecting the implementation of the budget.
- That the summary of the budget funding plan pillars be noted as summarised under 9.5.
- That the municipal debt relief compliance status based on the self-assessment for the month of July 2025 be noted as provided under 21.1 and 21.2 of the report.
- That the municipal council and senior management team closely monitor and enforce accountability for the implementation of the activities on the budget funding plan, the debt relief requirements and the revenue enhancement strategy.

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**TR MARUMO**  
**ACTING CHIEF FINANCIAL OFFICER**

..... 1/08/2025  
**DATE**

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**Adv. M. MOFOKENG**  
**MUNICIPAL MANAGER**

..... 1/08/2025  
**DATE**

.....  
**Cllr. M. MELATO**  
**THE EXECUTIVE MAYOR**

..... 1/08/2025  
**DATE**