

BUDGET STATEMENT

MFMA - SECTION 71



30 NOVEMBER 2025



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Inkqubo: inkqubo yomsebenzi • Inkqubo: inkqubo yomsebenzi

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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	
Share of associate /Intercompany/Parent subsidiary transactions - 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 30 NOVEMBER 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 30 November 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

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

a) **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 Mayor 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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b) **Municipal Budget and Reporting Regulations - Government Gazette No 32141 of 17 April 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.

c) **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.

d) **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 budget statement for the month of November 2025 must be submitted on the 12th December 2025 in order to comply with the reporting timeline. The month end closure was performed on 10th December 2025 and section 71 data strings were uploaded to the Go-Muni portal on the 10th December 2025.

The municipality was approved on the 23rd 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 20th 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 November 2025.

Consolidated financial performance

- The consolidated total revenue for the month was R95.2 million and the consolidated total expenditure was R204.3 million.

Parent financial performance

- The total revenue for the month was R76.3 million and the total operating expenditure was R190.5 million.

MAP Water (Entity) financial performance

- The total revenue was R18.8 million and the total operating expenditure was R13.7 million.

Debtors balance

- The total debt book was R3.1 billion.

Creditors balance

- The total Parent municipality outstanding creditors was R10.7 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	719 507	890 520	(171 012)	-19%
Intercompany/Parent subsidiary transactions	270 618	88 018	112 758	(24 739)	-22%
Total consolidated revenue	2 407 865	807 525	1 003 277	(195 752)	-20%
Operating Expenditure	2 638 370	1 125 419	1 099 321	26 098	2%
Surplus/ (Deficit)	(230 505)	(317 894)	(96 044)	(221 850)	231%
Capital expenditure	316 681	93 115	131 950	(38 836)	-29%

The year to date total consolidated operating revenue of R807.5 million was R195.7 million (20%) less than the year to date budget of R1 billion. The year to date consolidated operating expenditure of R1.1 billion was R26 million (2%) more than the year to date budget of R1 billion. The actual performance was above target due to the Eskom bill. The total year to date capital expenditure of R93.1 million was R38.8 million (29%) less than the year to date budget of R131.9 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	890 520	42%	719 507	34%
Intercompany/Parent subsidiary transactions	270 618	112 758	42%	88 018	33%
Total consolidated revenue	2 407 865	1 003 277	42%	807 525	34%
Operating Expenditure	2 638 370	1 099 321	42%	1 125 419	43%
Surplus/ (Deficit)	(230 505)	(96 044)	42%	(317 894)	138%
Capital expenditure	316 681	131 950	42%	93 115	29%

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 42% of the budget by the end of November 2025. The total year to date operating revenue was at 34%, the total operating expenditure was at 43% and the total capital expenditure was at 29% of the budget.



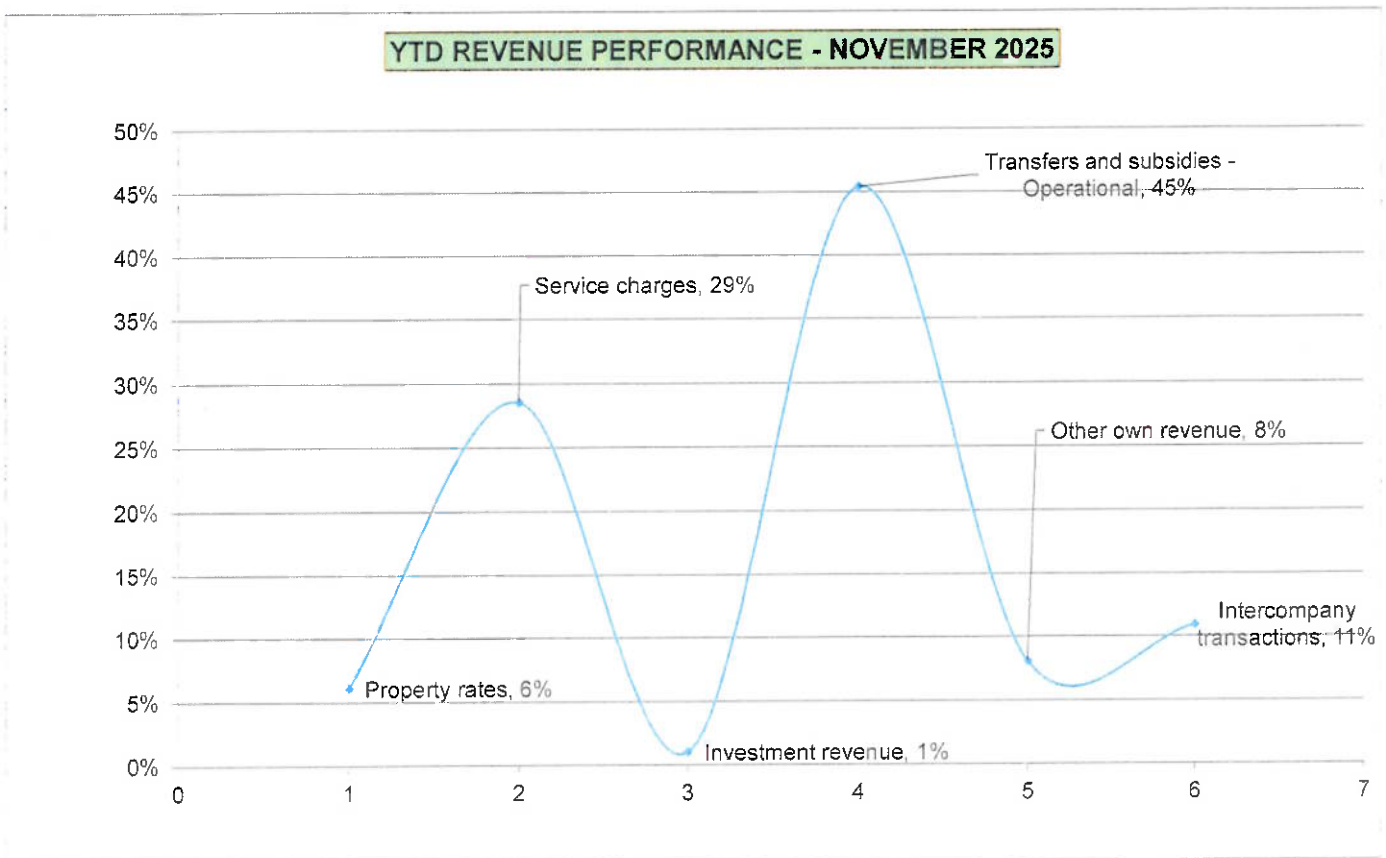
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8.3 Chart 1: Revenue by Source: YTD Actual as a percentage of Total Revenue

The table below indicates transfers and subsidies contributed 45% and the second revenue contributor was from services charges, which was at 29% of the total revenue to date.

Year to date performance by the end of November 2025		
Description R'000	Amount	%
Property rates	49 155	6%
Service charges	230 532	29%
Investment revenue	8 146	1%
Transfers and subsidies - Operational	366 701	45%
Other own revenue	64 974	8%
Intercompany transactions	88 018	11%
Total Revenue	807 525	100%





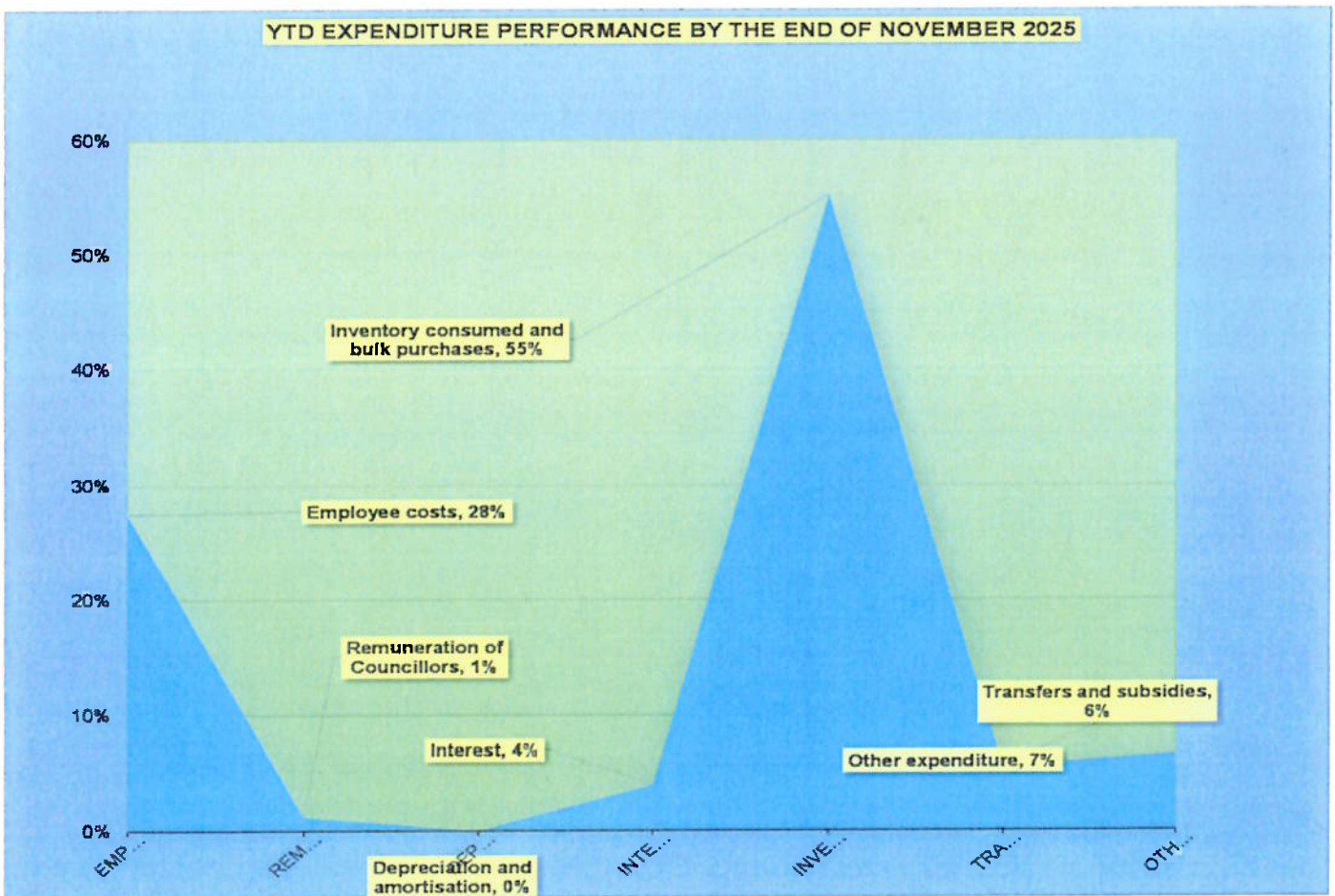
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8.4 Chart 2: Expenditure by Type: YTD Actual as a percentage of Total Expenditure

The chart shows that inventory consumed and bulk purchases date contributed **55%** and employee costs was **28%** of the total expenditure to date.

Year to date performance by the end of November 2025		
Description R'000	Amount	%
Employee costs	309 712	28%
Remuneration of Councillors	13 382	1%
Depreciation and amortisation	—	0%
Interest	44 490	4%
Inventory consumed and bulk purchases	621 029	55%
Transfers and subsidies	62 489	6%
Other expenditure	74 317	7%
Total Expenditure	1 125 419	100%





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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) - M05 November										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		345 545	739 063	739 063	17 937	142 901	307 943	(165 042)	-54%	739 063
Service charges - Water		81 910	95 159	95 159	9 792	42 297	39 650	2 647	7%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 294	22 764	21 426	1 339	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 291	22 569	21 327	1 243	6%	51 184
Sale of Goods and Rendering of Services		2 688	6 743	6 743	229	1 212	2 810	(1 597)	-57%	6 743
Interest earned from Receivables		107 556	125 181	125 181	18 023	44 559	52 159	(7 600)	-15%	125 181
Interest from Current and Non Current Assets		21 184	12 764	12 764	799	8 146	5 318	2 828	53%	12 764
Rent on Land		-	1 000	1 000	-	-	417	(417)	-100%	1 000
Rental from Fixed Assets		1 857	3 992	3 992	78	520	1 663	(1 143)	-69%	3 992
Operational Revenue		1 087	11 772	11 772	87	841	4 905	(4 064)	-83%	11 772
Non-Exchange Revenue										
Property rates		107 972	110 363	110 363	13 711	49 155	45 984	3 170	7%	110 363
Fines, penalties and forfeits		207	2 396	2 396	9	520	998	(478)	-48%	2 396
Licence and permits		-	1 663	1 663	-	-	693	(693)	-100%	1 663
Transfers and subsidies - Operational		852 793	882 846	882 846	65	366 701	367 853	(1 151)	0%	882 846
Interest		426 385	41 693	41 693	7 034	17 322	17 372	(51)	0%	41 693
Other Gains		4 021	7	7	-	-	3	(3)	-100%	7
Total Revenue (excluding capital transfers and contributions)		2 050 757	2 137 247	2 137 247	76 349	719 507	890 520	(171 012)	-19%	2 137 247
Intercompany/Parent subsidiary transactions		202 535	270 618	270 618	18 871	88 018	112 758	(24 739)	(0)	270 618
Surplus/ (Deficit) for the year		(304 904)	60 745	60 745	(104 531)	(288 835)	25 310	(314 145)	(0)	60 745

9.1.1.1. Electricity revenue to date amounted to R142.9 million which was 54% below the target of R307.9 million. Eskom started billing all conventional meters in November 2024, the municipality now receives reports from Eskom on the 15th of every month and to date the municipality has received reports until end of November 2025. The LPU report was received after month end was performed.

Remedial action/s –During the continuous weekly engagements, Eskom has committed to submit reports on time going forward. The LPU transactions must be included the following month.



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9.1.1.2. Water revenue to date amounted to R42.2 million which was 7% above the target of R39.6 million. The provision of access to water has improved although consumers are still billed with estimates

Remedial action/s – monitor monthly performance and adjust the budget up during the mid-term adjustment budget. Actual meter readings should be collected.

9.1.1.3. Waste water management revenue to date amounted to R22.7 million which was 6% above the target of R21.4 million.

Remedial action/s – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.

9.1.1.4. Waste management revenue to date amounted to R22.5 million which was 6% above the year to date target of R21.3 million.

Remedial action/s – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.

9.1.1.5. Sale of good and services year to date outcome amounted to R1.2 million which was 57% less than the target of R2.8 million. This revenue depends on community needs.

Remedial action/s – monitor monthly performance and adjust the budget down during the mid-term adjustment budget.

9.1.1.6. Interest earned receivables (debtors) – to date of R44.5 million was R7.6 million (15%) less than the year to date target of R52.1 million.

Remedial action/s

a) monitor monthly performance and adjust the budget down during the mid-term adjustment budget.

b) revenue enhancement roadshows must be held to encourage consumers to pay the municipal account and various communication platforms must be used

9.1.1.7. Interest from current and non-current assets – which is the interest earned from investments amounted to R8.1 million which was 53% more than year to date target of R5.3 million.

Remedial action/s – monitor monthly performance and adjust the budget up during the mid-term adjustment budget.



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- 9.1.1.8. Rental from fixed assets** to date amounted to R520 thousand which was 69% less than the target of R1.6 million. This revenue depends on community needs.
Remedial action/s - monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
- 9.1.1.9. Operational revenue** – to date was R841 thousand which was 83% less than the target of R4.9 million.
Remedial action/s – department must implement activities on the revenue enhancement strategy in order to improve revenue.
- 9.1.1.10. Property rates** to date was R49.1 million which was 7% above the target of R45.9 million.
Remedial action/s - monitor monthly performance and adjust the budget down during the mid-term adjustment budget.
- 9.1.1.11. Fines** – year to date amounted to R520 thousands which was 48% less than the target of R998 thousands.
Remedial action/s – implement activities on the revenue enhancement strategy and issue fines on non-compliant businesses in order to improve revenue.
- 9.1.1.12. Licence and permits** – This relates to businesses licences and no revenue has been collected to date.
- 9.1.1.13. Transfers and subsidies** - total year to date amounted to R366.7 million. The movement in November is for the revenue recognised for the FMG and EPWP.
Remedial action/s – not required.
- 9.1.1.14. Interest (property rates)** – to date amounted to R17.3 million which was on target.
Remedial action/s: Not required.
- 9.1.1.15. Intercompany transactions** – which relates to the MAP Water revenue amounted to R88 million to date. The performance is R24.7 million less than the target of R112.7 million.
Remedial action/s - 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) - M05 November										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		684 242	722 554	722 554	68 489	309 712	301 064	8 648	3%	722 554
Remuneration of councillors		37 151	36 529	36 529	2 672	13 382	15 221	(1 838)	-12%	36 529
Bulk purchases - electricity		1 068 419	1 114 944	1 114 944	92 679	612 934	464 560	148 374	32%	1 114 944
Inventory consumed		27 113	69 277	69 277	1 436	8 095	28 866	(20 771)	-72%	69 277
Debt impairment		436 120	13 280	13 280	-	-	5 533	(5 533)	-100%	13 280
Depreciation and amortisation		71 783	75 930	75 930	-	-	31 638	(31 638)	-100%	75 930
Interest		96 268	51 662	51 662	18	44 490	21 526	22 965	107%	51 662
Contracted services		145 454	203 440	203 440	15 244	44 040	84 767	(40 726)	-48%	203 440
Transfers and subsidies		190 671	198 043	198 043	15 576	62 489	82 518	(20 029)	-24%	198 043
Irrecoverable debts written off		1 180	23 120	23 120	59	951	9 633	(8 682)	-90%	23 120
Operational costs		64 549	129 590	129 590	8 151	29 325	53 996	(24 671)	-46%	129 590
Losses on Disposal of Assets		(6 676)	-	-	-	-	-	-	-	-
Other Losses		(12 052)	-	-	-	-	-	-	-	-
Total Expenditure		2 804 223	2 638 370	2 638 370	204 306	1 125 419	1 099 321	26 098	2%	2 638 370

9.2.1.1. Employee related costs outcome for the month of November amounted R68.4 million and the year to date was R309.7 million which was 3% below the target of R301 million. The overtime for the month amounted to R3.7 million and the year to date was R18.2 million as indicated under Table 17 (excluding shifts remuneration).

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

9.2.1.2. Remuneration of councillors' outcome to date amounted to R13.3 million which was 12% below the target of R15.2 million.

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

9.2.1.3. Bulk purchases – electricity year to date amounted to R612.9 million which was R148.3 million or 32% above the target of R464.5 million.

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



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Amogajana Local Municipality • Phiso • Municipalities

9.2.1.4. Inventory consumed year to date amounted to R8 million which was 72% less than the target of R28 million.

Remedial action/s –

- a) Departments to adhere to procurement plans to ensure they do not overspend or underspend.
- b) Internal controls be strengthened to monitor the use of petrol and diesel
- c) Monitor performance and adjust the budget accordingly.

9.2.1.5. Debt impairment and Depreciation there was no movement by the end of November 2025. The monthly calculations are not performed as they should.

Remedial action/s –

- a) Calculation should be performed and recorded monthly on the system to assist with correct budget estimates.
- b) Convert to an mSCOA compliant system.

9.2.1.6. Interest year to date amounted to R44.4 million by the end of November 2025. The municipality is charged the interest due to failure to maintain the Eskom current account.

Remedial action/s

- a) Improve service delivery and collection to be able to maintain the Eskom current account.
- b) Eskom should assist with collection as part of the partnership through the DAA

9.2.1.7. Contracted services amounted to R15.2 million and year to date amounted to R44 million which was 48% less than the target of R84.7 million. The low expenditure is due to the MAP Water transactions paid by the parent municipality which are not recorded and also the non-existence of the assets maintenance plan which should be used to guide the budget estimates.

Remedial action/s

- a) The Entity must conduct their own SCM processes and record the transactions on the system.
- b) The asset maintenance plan must be developed to assist with accurate budgeting.

9.2.1.8. Transfers and subsidies – movement to date was at 24% below target. The invoice for MAP Water for the month of September was captured under the incorrect vote.

Remedial action/s – Record the outstanding transaction in the correct vote next month.



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mankweng Local Municipality • Mankweng Municipality

9.2.1.9. Irrecoverable debts written off year to date amounted to R951 thousands.

Remedial action/s – revenue enhancement roadshows must be held to encourage consumers to pay their municipal accounts.

9.2.1.10. Operational costs year to date was at R29.3 million which was 46% below the target of R53.9 million. This category includes amongst others; protective clothing, water and sewerage levies to the entity, advertisements, audit fees).

Remedial action/s

- a) Departments to adhere to procurement plans to ensure they do not overspend or underspent.
- b) Monitor performance and adjust the budget accordingly.

**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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

Description	Budget 2025/26	Nov-25	YTD Actual
Vote 03 - Corporate Services	254	1	5
R & M - Computer Equipment	200	—	—
Inventory: R & M - Computer Equipment	54	1	5
Vote 05 - Municipal Infrastructure	20 500	1 828	2 550
R & M - Resurfacing Of Roads	5 000	1 828	1 828
R & M - Streets & Stormwater	1 000	—	—
Contracted: Maintenance water access to buildings	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	—	722
Vote 06 - Community Services	400	—	—
Repair fence - Bluegumbosch cemetery	400	—	—
Vote 07 - Public Safety & Transport	5 912	1 749	3 732
Contr: Maintenance Of Equipment	612	72	72
R & M - Motors & Pumps	200	—	—
R & M - Vehicles	5 000	1 677	3 642
Inventory: R & M - Vehicles	100	—	18
Vote 08 - Sports, Arts, Parks, Culture	3 650	—	127
R & M - Grounds & Open Spaces	2 000	—	—
Contr: Maintenance Of Equipment	150	—	—
Inventory: R & M - Grounds & Open Spaces	1 500	—	127
Vote 09 - LED & TOURISM	2 000	—	—
R & M - Buildings	2 000	—	—
Vote 10 - Human Settlements	27 600	109	165
R & M - Buildings	25 000	—	56
Contr: Maintenance Of Equipment	500	99	99
Contr: Maintenance Of Equipment	600	—	—
Inventory: R & M - Buildings	1 000	—	—
Inventory: R & M - Equipment & Tools	500	10	10
Vote 13 - Electricity Department	28 360	—	2 137
R & M - Network Reticulation	6 360	—	1 652
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	—	483
Inventory: R & M - Transformers	2 000	—	—
Inventory: R & M - Street Lights	2 000	—	3
Inventory: R & M Traffic Lights	2 000	—	—
Vote 14 - Maluti Water	23 817	—	22
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	—	22
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	—	—
Total	112 093	3 687	8 739



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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 - M05 November										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	1	25 923	54 515	54 515	1 828	4 708	22 715	18 007	79.3%	54 515
Roads Infrastructure		4 000	10 000	10 000	1 828	2 550	4 167	1 617	38.8%	10 000
<i>Roads</i>		4 000	10 000	10 000	1 828	2 550	4 167	1 617	38.8%	10 000
Storm water Infrastructure		-	1 000	1 000	-	-	417	417	100.0%	1 000
<i>Drainage Collection</i>		-	1 000	1 000	-	-	417	417	100.0%	1 000
Electrical Infrastructure		20 992	28 360	28 360	-	2 137	11 817	9 679	81.9%	28 360
<i>MV Substations</i>		3 028	5 000	5 000	-	-	2 083	2 083	100.0%	5 000
<i>MV Networks</i>		9 264	12 000	12 000	-	485	5 000	4 515	90.3%	12 000
<i>LV Networks</i>		8 699	11 360	11 360	-	1 652	4 733	3 081	65.1%	11 360
Water Supply Infrastructure		-	1 632	1 632	-	-	680	680	100.0%	1 632
<i>Reservoirs</i>		-	376	376	-	-	157	157	100.0%	376
<i>Pump Stations</i>		-	470	470	-	-	196	196	100.0%	470
<i>Water Treatment Works</i>		-	786	786	-	-	328	328	100.0%	786
Sanitation Infrastructure		222	4 023	4 023	-	21	1 676	1 655	98.8%	4 023
<i>Pump Station</i>		-	1 500	1 500	-	-	625	625	100.0%	1 500
<i>Reticulation</i>		222	1 982	1 982	-	21	826	805	97.5%	1 982
<i>Waste Water Treatment Works</i>		-	540	540	-	-	225	225	100.0%	540
Solid Waste Infrastructure		710	9 500	9 500	-	-	3 958	3 958	100.0%	9 500
<i>Landfill Sites</i>		710	6 500	6 500	-	-	2 708	2 708	100.0%	6 500
<i>Waste Transfer Stations</i>		-	3 000	3 000	-	-	1 250	1 250	100.0%	3 000
Community Assets		-	400	400	-	-	167	167	100.0%	400
Community Facilities		-	400	400	-	-	167	167	100.0%	400
<i>Cemeteries/Crematoria</i>		-	400	400	-	-	167	167	100.0%	400
Other assets		1 329	29 500	29 500	-	184	12 292	12 108	98.5%	29 500
Operational Buildings		1 329	29 500	29 500	-	184	12 292	12 108	98.5%	29 500
<i>Municipal Offices</i>		1 329	29 500	29 500	-	184	12 292	12 108	98.5%	29 500
Computer Equipment		20	1 022	1 022	73	77	426	349	81.9%	1 022
Computer Equipment		20	1 022	1 022	73	77	426	349	81.9%	1 022
Furniture and Office Equipment		-	363	363	-	-	151	151	100.0%	363
Furniture and Office Equipment		-	363	363	-	-	151	151	100.0%	363
Machinery and Equipment		6 495	26 293	26 293	1 786	3 771	10 955	7 185	65.6%	26 293
Machinery and Equipment		6 495	26 293	26 293	1 786	3 771	10 955	7 185	65.6%	26 293
Total Repairs and Maintenance Expenditure	1	33 766	112 093	112 093	3 687	8 739	46 706	37 966	81.3%	112 093



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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

The total outstanding balance for Eskom amounted to R9.941 billion by the end of November 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
Aug-25	9 499 883	(32 748)	10 989	169 780	8 432	22 213	9 678 548
Sep-25	9 678 548	(37 481)	9	104 809	8 437	13 774	9 768 095
Oct-25	9 768 095	(36 367)	3 571	97 701	27 973	13 204	9 874 178
Nov-25	9 874 178	(62 430)	1 700	90 869	25 013	11 795	9 941 125
TOTAL		(223 336)	16 690	615 060	78 506	81 612	

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

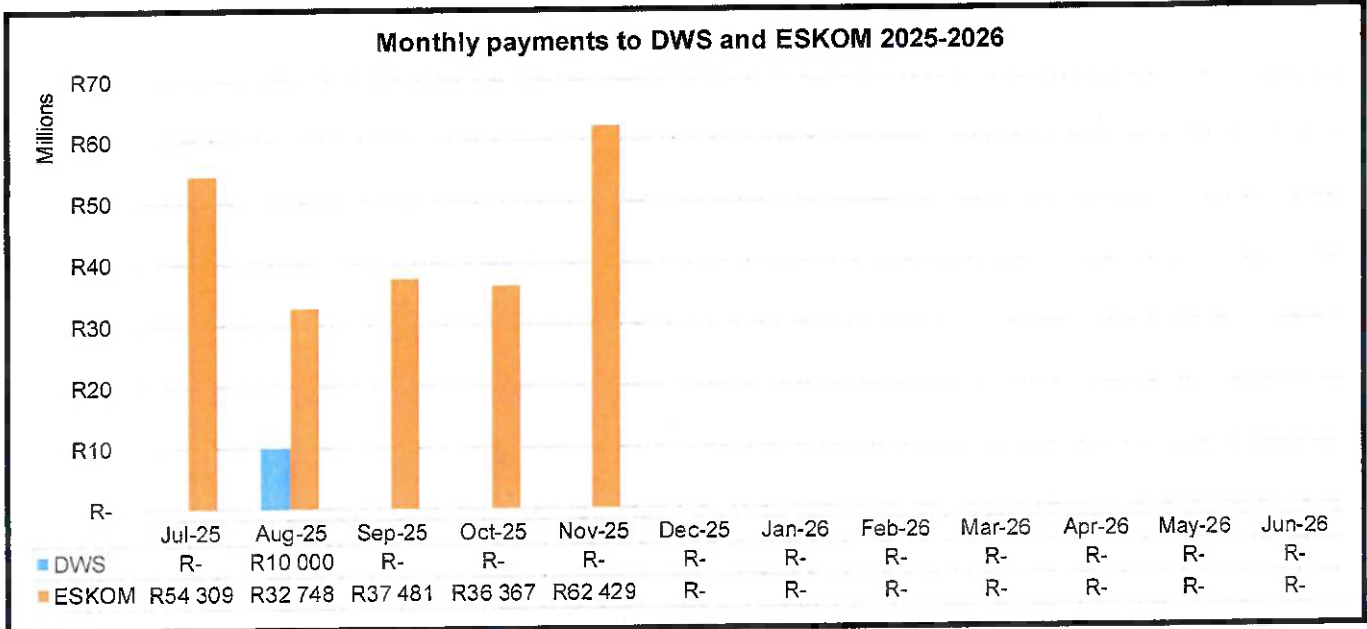
The total outstanding balance is R507.8 million. The statement for October and November has not been received.

DWS BULK INVOICE CHARGES AND PAYMENTS R'000						
Months	Opening balance	Payments	Payment Adjustments	Interests	Total charges	Closing balance
May-25	524 610	(10 000)	—	—	431	515 042
Jun-25	515 042	—	—	—	299	515 341
Jul-25	515 341	—	—	—	195	515 535
Aug-25	515 535	(10 000)	—	—	381	505 916
Sep-25	505 916	—	—	1 456	470	507 842
Oct-25	507 842	—	—	—	—	507 842
Nov-25	507 842	—	—	—	—	507 842
TOTAL		(20 000)	—	1 456	1 775	

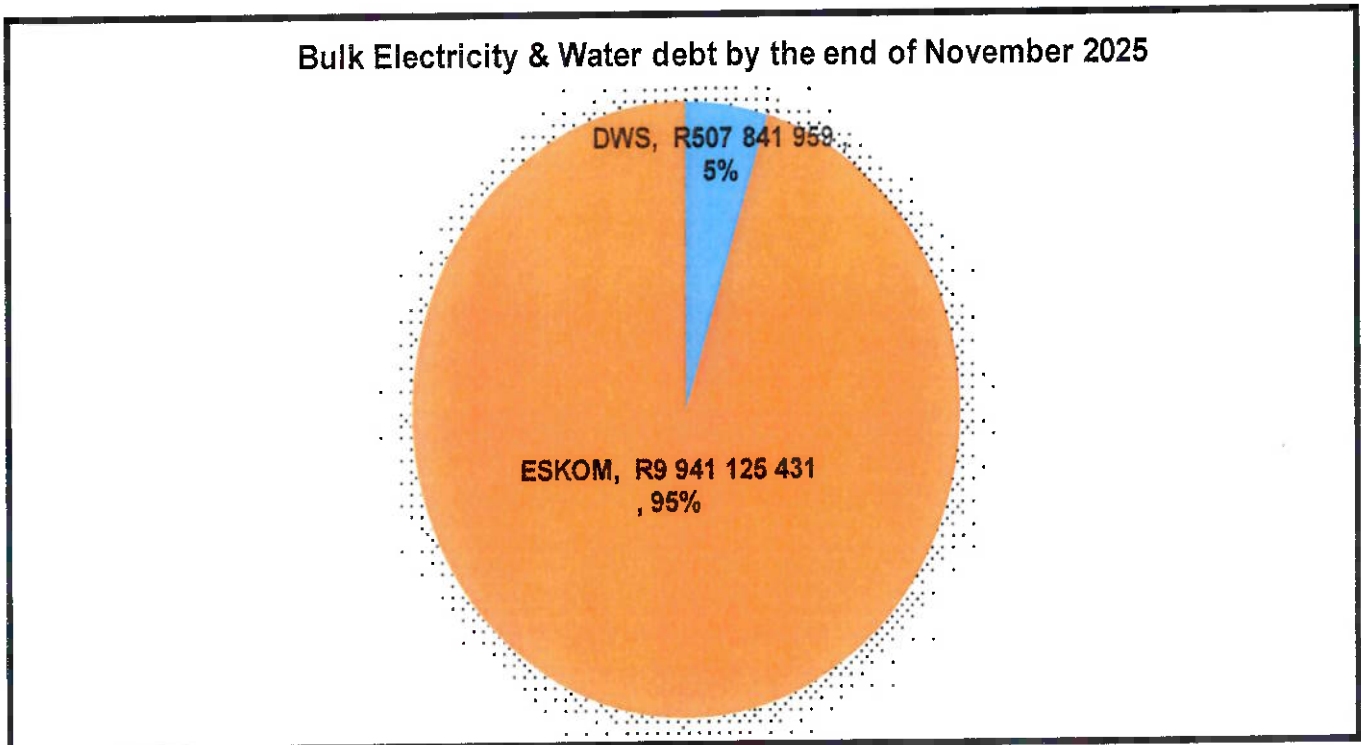


MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

9.2.6 Chart 2.1: Monthly payments to DWS & ESKOM



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





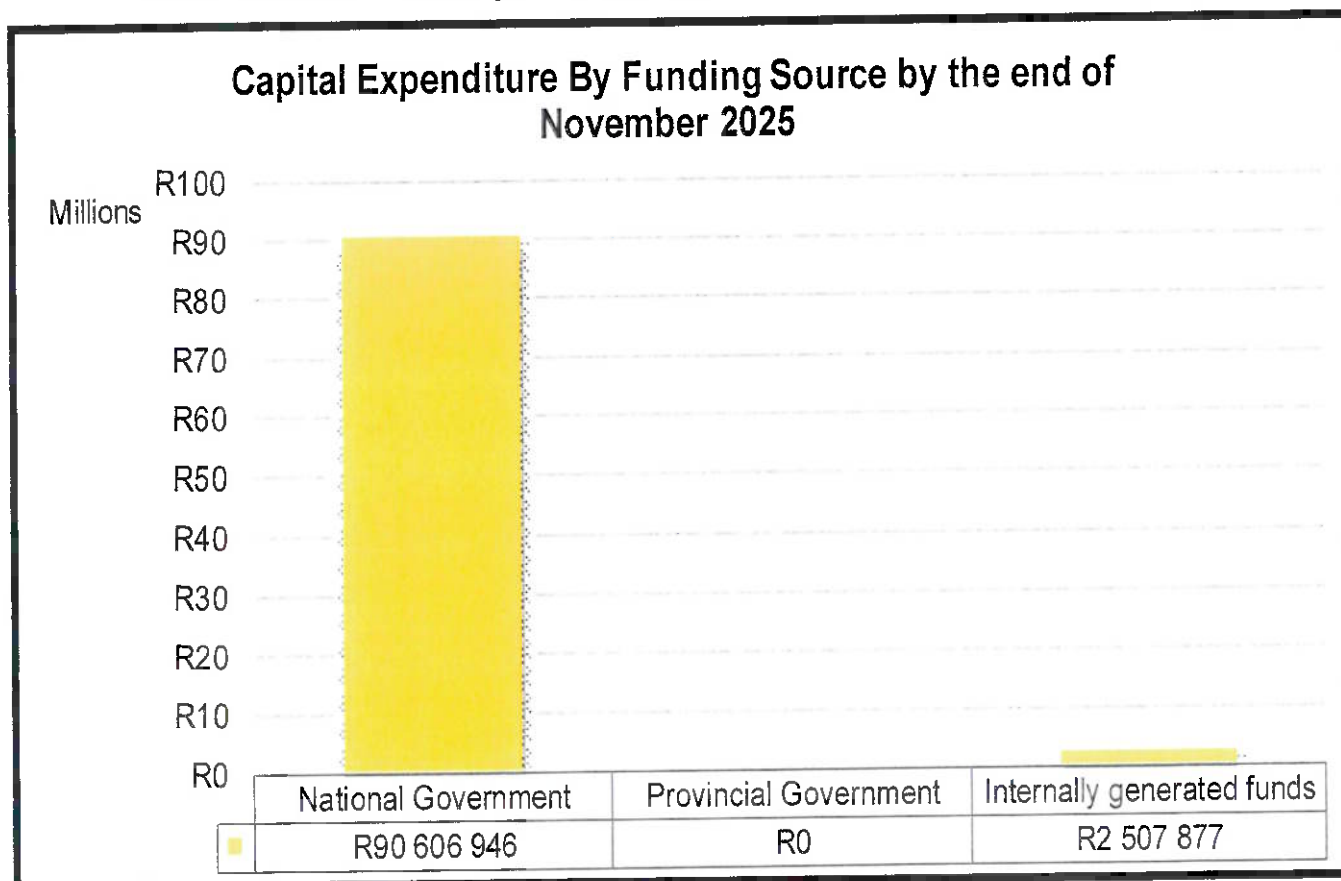
**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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	October actual	YearTD actual
National Government	286 417	56 538	90 607
Provincial Government	-	-	-
Internally generated funds	30 264	30	2 508
Total	316 681	56 568	93 115

9.3.2 Chart 3: Total Capital expenditure

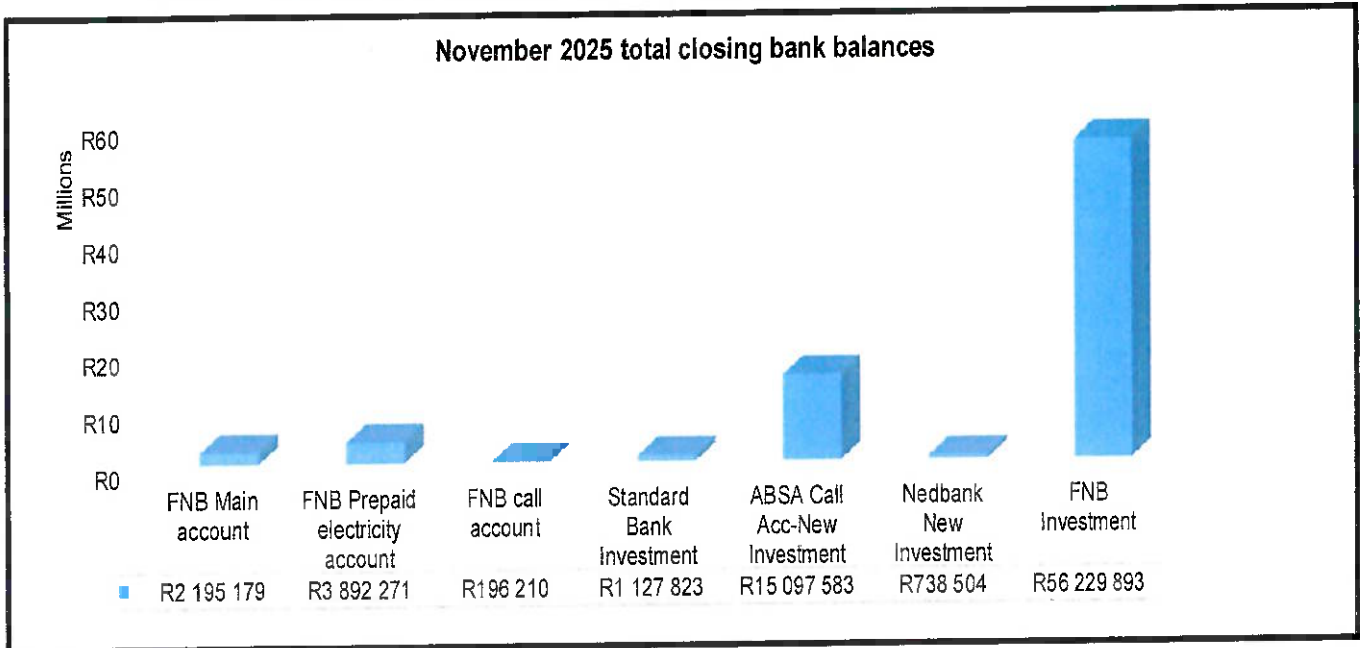




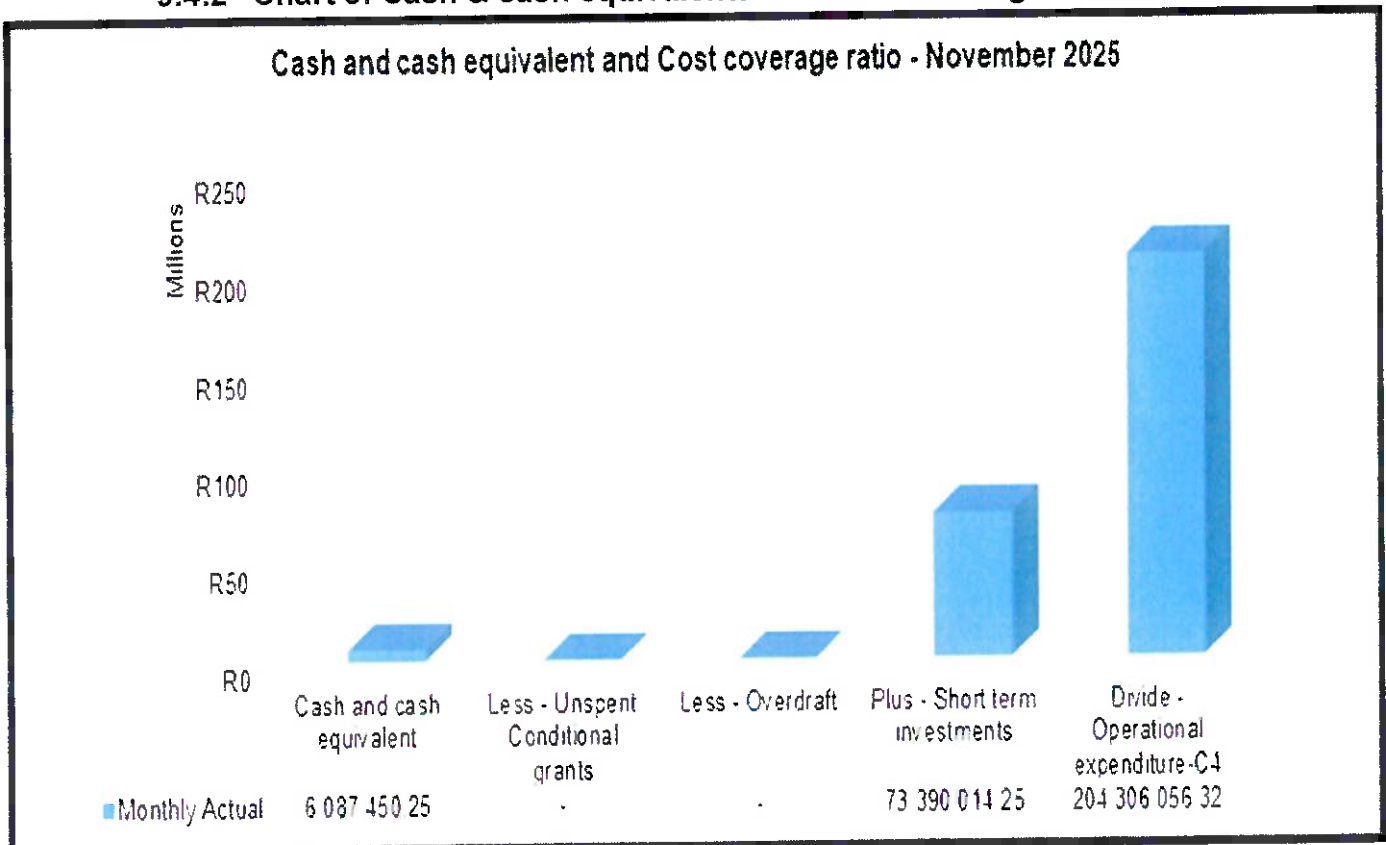
MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

9.5 Budget Funding Plan progress

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

9.5.1 Positive Cash flow

The municipality's bank balance is positive with the total closing balance of R79.4 million (main account and investments accounts)

9.5.2 Cash Coverage

The cash coverage ratio by the end of November was 0.3 which indicated that the cash available cannot cover fixed commitments. See Chart 5.

9.5.3 Collection Rate

The collection rate to date was 91% 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 R10.7 billion, including the Eskom debt of R9.8 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 by the end of September was R507.8 million). See table 11.

9.5.5 Non-core expenditure

The year to date budget/target was R43.3 million and the year to date outcome was R48.5 million resulting into a year to date overspending of R5.1 million.

Reduction in non-core expenditure 2025/26				
Description R'000	Original Budget	YearTD Budget	YearTD Outcome	YearTD Savings
Use of consultants	37 591	15 663	8 327	7 336
Travelling expenses	5 205	2 169	490	1 678
Reduction in Employee costs	55 536	23 140	38 944	(15 804)
Sponsorships, events and catering	1 155	481	70	411
Communications (adverts, telephone)	4 670	1 946	741	1 205
Total	104 157	43 399	48 573	(5 174)



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

10 CONSOLIDATED IN-YEAR BUDGET STATEMENT TABLES

FS194 Maluti-a-Phofung - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M05 November

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Functional										
<i>Governance and administration</i>		1 022 399	1 034 661	1 034 661	21 907	441 759	431 109	10 650	2%	1 034 661
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration	1	1 022 399	1 034 661	1 034 661	21 907	441 759	431 109	10 650	2%	1 034 661
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		27 422	34 324	34 324	1 804	4 558	14 302	(9 744)	-68%	34 324
Community and social services		13 292	5 658	5 658	1 627	2 363	2 358	5	0%	5 658
Sport and recreation		13 086	16 362	16 362	37	1 333	6 818	(5 484)	-80%	16 362
Public safety		383	462	462	67	362	192	170	88%	462
Housing		662	11 842	11 842	74	500	4 934	(4 434)	-90%	11 842
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		31 615	64 443	64 443	1 518	3 164	26 851	(23 687)	-88%	64 443
Planning and development		978	8 256	8 256	54	676	3 440	(2 764)	-80%	8 256
Road transport		30 637	56 187	56 187	1 464	2 488	23 411	(20 923)	-89%	56 187
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1 215 348	1 295 069	1 295 069	55 675	299 085	539 612	(240 527)	-45%	1 295 069
Energy sources		753 236	823 845	823 845	22 006	156 455	343 269	(186 814)	-54%	823 845
Water management		215 958	238 348	238 348	18 527	80 378	99 312	(18 933)	-19%	238 348
Waste water management		157 031	157 216	157 216	7 681	31 614	65 507	(33 893)	-52%	157 216
Waste management		89 123	75 660	75 660	7 461	30 638	31 525	(887)	-3%	75 660
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	2 296 783	2 428 497	2 428 497	80 904	748 566	1 011 874	(263 308)	-26%	2 428 497
Expenditure - Functional										
<i>Governance and administration</i>		673 740	713 906	713 906	58 078	245 811	297 461	(51 650)	-17%	713 906
Executive and council		89 115	101 573	101 573	6 476	32 546	42 322	(9 777)	-23%	101 573
Finance and administration		576 516	603 222	603 222	50 853	210 173	251 343	(41 170)	-16%	603 222
Internal audit		8 109	9 111	9 111	749	3 093	3 796	(703)	-19%	9 111
<i>Community and public safety</i>		235 901	181 120	181 120	15 334	69 447	75 467	(6 020)	-8%	181 120
Community and social services		24 044	24 023	24 023	1 701	7 804	10 010	(2 206)	-22%	24 023
Sport and recreation		109 399	54 437	54 437	4 013	20 001	22 682	(2 681)	-12%	54 437
Public safety		91 276	91 491	91 491	9 187	39 747	38 121	1 626	4%	91 491
Housing		11 182	11 169	11 169	433	1 895	4 654	(2 759)	-59%	11 169
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		83 968	89 706	89 706	5 579	20 061	37 378	(17 317)	-46%	89 706
Planning and development		23 617	39 196	39 196	2 478	12 223	16 332	(4 109)	-25%	39 196
Road transport		60 351	50 510	50 510	3 101	7 838	21 046	(13 208)	-63%	50 510
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1 307 601	1 649 374	1 649 374	124 916	788 424	687 239	101 185	15%	1 649 374
Energy sources		1 197 223	1 259 188	1 259 188	99 900	688 704	524 662	164 042	31%	1 259 188
Water management		158 840	146 057	146 057	6 847	32 264	60 857	(28 593)	-47%	146 057
Waste water management		272 836	93 557	93 557	6 338	24 726	38 982	(14 256)	-37%	93 557
Waste management		178 701	150 572	150 572	11 831	42 731	62 738	(20 007)	-32%	150 572
<i>Other</i>		3 012	4 263	4 263	400	1 675	1 776	(101)	-6%	4 263
Total Expenditure - Functional	3	2 804 223	2 638 370	2 638 370	204 306	1 125 419	1 099 321	26 098	2%	2 638 370
Surplus/ (Deficit) for the year		(507 439)	(209 873)	(209 873)	(123 402)	(376 853)	(87 447)	(289 406)	3.309498	(209 873)



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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
R thousands										
Revenue by Vote										
Vote 01 - Legislative Authority	1	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1 560	1 560	-	302	650	(348)	-53.5%	1 560
Vote 04 - Financial Services		1 224 651	1 303 719	1 303 719	40 778	529 475	543 216	(13 741)	-2.5%	1 303 719
Vote 05 - Municipal Infrastructure		492 748	527 411	527 411	35 133	145 118	219 755	(74 637)	-34.0%	527 411
Vote 06 - Community Services		12 632	4 792	4 792	1 580	2 087	1 996	91	4.5%	4 792
Vote 07 - Public Safety & Transport		383	462	462	67	362	192	170	88.1%	462
Vote 08 - Sports, Arts, Parks, Culture		13 086	16 362	16 362	37	1 333	6 818	(5 484)	-80.4%	16 362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5 863	5 863	0	272	2 443	(2 171)	-88.9%	5 863
Vote 10 - Human Settlements		1 321	12 708	12 708	121	775	5 295	(4 520)	-85.4%	12 708
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2 394	2 394	53	405	997	(593)	-59.4%	2 394
Vote 13 - Electricity Department		753 236	823 845	823 845	22 006	156 455	343 269	(186 814)	-54.4%	823 845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 499 318	2 699 115	2 699 115	99 775	836 584	1 124 631	(288 047)	-25.6%	2 699 115
Expenditure by Vote										
Vote 01 - Legislative Authority	1	65 709	67 317	67 317	4 356	21 485	28 049	(6 564)	-23.4%	67 317
Vote 02 - Office Of The Municipal Manager		22 154	24 646	24 646	2 157	10 110	10 269	(160)	-1.6%	24 646
Vote 03 - Corporate Services		94 969	129 100	129 100	7 615	39 373	53 792	(14 419)	-26.8%	129 100
Vote 04 - Financial Services		377 205	354 893	354 893	27 771	122 242	147 872	(25 630)	-17.3%	354 893
Vote 05 - Municipal Infrastructure		573 335	276 817	276 817	18 776	60 216	115 340	(55 125)	-47.8%	276 817
Vote 06 - Community Services		12 165	23 603	23 603	1 717	7 884	9 835	(1 951)	-19.8%	23 603
Vote 07 - Public Safety & Transport		187 602	184 056	184 056	24 167	86 182	76 690	9 492	12.4%	184 056
Vote 08 - Sports, Arts, Parks, Culture		109 399	54 437	54 437	4 013	20 001	22 682	(2 681)	-11.8%	54 437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11 704	16 591	16 591	1 480	6 970	6 913	57	0.8%	16 591
Vote 10 - Human Settlements		18 829	44 933	44 933	711	3 116	18 722	(15 606)	-83.4%	44 933
Vote 11 - ldp, Pms Department		3 664	4 078	4 078	380	1 701	1 699	2	0.1%	4 078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 261	22 791	22 791	1 017	5 227	9 496	(4 269)	-45.0%	22 791
Vote 13 - Electricity Department		1 196 521	1 257 084	1 257 084	99 844	687 606	523 785	163 821	31.3%	1 257 084
Vote 14 - Maluti Water		119 704	178 023	178 023	10 302	53 306	74 176	(20 871)	-28.1%	178 023
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2 804 223	2 638 370	2 638 370	204 306	1 125 419	1 099 321	26 098	2.4%	2 638 370
Surplus/ (Deficit) for the year	2	(304 904)	60 745	60 745	(104 531)	(288 835)	25 310	(314 145)	-1241.2%	60 745



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

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
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		345 545	739 063	739 063	17 937	142 901	307 943	(165 042)	-54%	739 063
Service charges - Water		81 910	95 159	95 159	9 792	42 297	39 650	2 647	7%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 294	22 764	21 426	1 339	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 291	22 569	21 327	1 243	6%	51 184
Sale of Goods and Rendering of Services		2 688	6 743	6 743	229	1 212	2 810	(1 597)	-57%	6 743
Agency services interest										
Interest earned from Receivables		107 556	125 181	125 181	18 023	44 559	52 159	(7 600)	-15%	125 181
Interest from Current and Non Current Assets		21 184	12 764	12 764	799	8 146	5 318	2 828	53%	12 764
Dividends							417	(417)	-100%	1 000
Rent on Land			1 000	1 000						
Rental from Fixed Assets		1 857	3 992	3 992	78	520	1 663	(1 143)	-69%	3 992
Licence and permits										
Special rating levies										
Operational Revenue		1 087	11 772	11 772	87	841	4 905	(4 064)	-83%	11 772
Non-Exchange Revenue										
Property rates		107 972	110 363	110 363	13 711	49 155	45 984	3 170	7%	110 363
Surcharges and Taxes										
Fines, penalties and forfeits		207	2 396	2 396	9	520	998	(478)	-48%	2 396
Licence and permits			1 663	1 663			693	(693)	-100%	1 663
Transfers and subsidies - Operational		852 793	882 846	882 846	65	366 701	367 853	(1 151)	0%	882 846
Interest		426 385	41 693	41 693	7 034	17 322	17 372	(51)	0%	41 693
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains		4 021	7	7			3	(3)	-100%	7
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		2 050 757	2 137 247	2 137 247	76 349	719 507	890 520	(171 012)	-19%	2 137 247
Expenditure By Type										
Employee related costs		684 242	722 554	722 554	68 469	309 712	301 064	8 648	3%	722 554
Remuneration of councillors		37 151	36 529	36 529	2 672	13 382	15 221	(1 838)	-12%	36 529
Bulk purchases - electricity		1 068 419	1 114 944	1 114 944	92 679	612 934	464 560	148 374	32%	1 114 944
Inventory consumed		27 113	69 277	69 277	1 436	8 095	28 866	(20 771)	-72%	69 277
Debt impairment		436 120	13 280	13 280			5 533	(5 533)	-100%	13 280
Depreciation and amortisation		71 783	75 930	75 930			31 638	(31 638)	-100%	75 930
Interest		96 268	51 662	51 662	18	44 490	21 526	22 965	107%	51 662
Contracted services		145 454	203 440	203 440	15 244	44 040	84 767	(40 726)	-48%	203 440
Transfers and subsidies		190 671	198 043	198 043	15 576	62 489	82 518	(20 029)	-24%	198 043
Irrecoverable debts written off		1 180	23 120	23 120	59	951	9 633	(8 682)	-90%	23 120
Operational costs		64 549	129 590	129 590	8 151	29 325	53 996	(24 671)	-46%	129 590
Losses on Disposal of Assets		(6 676)								
Other Losses		(12 052)								
Total Expenditure		2 804 223	2 638 370	2 638 370	204 306	1 125 419	1 099 321	26 098	2%	2 638 370
Surplus/(Deficit)		(753 465)	(501 123)	(501 123)	(127 957)	(405 912)	(208 801)	(197 111)	0	(501 123)
Transfers and subsidies - capital (monetary allocations)		246 026	291 250	291 250	4 555	29 059	121 354	(92 295)	(0)	291 250
Transfers and subsidies - capital (in-kind)										
Surplus/(Deficit) after capital transfers & contributions		(507 439)	(209 873)	(209 873)	(123 402)	(376 853)	(87 447)	(289 406)	0	(209 873)
Income Tax										
Surplus/(Deficit) after income tax		(507 439)	(209 873)	(209 873)	(123 402)	(376 853)	(87 447)	(289 406)	0	(209 873)
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(507 439)	(209 873)	(209 873)	(123 402)	(376 853)	(87 447)	(289 406)	0	(209 873)
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions		202 535	270 618	270 618	18 871	88 018	112 758	(24 739)	(0)	270 618
Surplus/ (Deficit) for the year		(304 904)	60 745	60 745	(104 531)	(288 835)	25 310	(314 145)	(0)	60 745



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Amajobaphila • Indlela • Popular Municipality

FS194 Maluti-a-Phofung - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M05 November)											
Vote Description	Ref	2024/25	Budget Year 2025/26								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
Single Year expenditure appropriation	2										
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-	
Vote 02 - Office Of The Municipal Manager		-	500	500	-	-	208	(208)	-100%	500	
Vote 03 - Corporate Services		26	2 500	2 500	30	252	1 042	(790)	-76%	2 500	
Vote 04 - Financial Services		193	1 000	1 000	-	190	417	(227)	-55%	1 000	
Vote 05 - Municipal Infrastructure		1 237	234 850	234 850	46 052	68 242	97 954	(29 612)	-30%	234 850	
Vote 06 - Community Services		-	4 061	4 061	546	1 760	1 692	68	4%	4 061	
Vote 07 - Public Safety & Transport		4 405	11 000	11 000	-	-	4 583	(4 583)	-100%	11 000	
Vote 08 - Sports, Arts, Parks, Culture		-	13 212	13 212	4 670	8 618	5 505	3 113	57%	13 212	
Vote 10 - Human Settlements		-	100	100	-	-	42	(42)	-100%	100	
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-	
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	4 500	4 500	-	-	1 875	(1 875)	-100%	4 500	
Vote 13 - Electricity Department		-	44 958	44 958	5 270	14 053	18 733	(4 679)	-25%	44 958	
Total Capital single-year expenditure	4		5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	-29%	316 681
Total Capital Expenditure			5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	-29%	316 681
Capital Expenditure - Functional Classification											
Governance and administration			219	5 000	5 000	30	441	2 083	(1 642)	-79%	5 000
Executive and council			-	500	500	-	-	208	(208)	-100%	500
Finance and administration			219	4 500	4 500	30	441	1 875	(1 434)	-76%	4 500
Community and public safety			4 405	27 373	27 373	5 216	10 378	11 405	(1 027)	-9%	27 373
Community and social services			-	4 061	4 061	546	1 760	1 692	68	4%	4 061
Sport and recreation			-	13 212	13 212	4 670	8 618	5 505	3 113	57%	13 212
Public safety			4 405	10 000	10 000	-	-	4 167	(4 167)	-100%	10 000
Housing			-	100	100	-	-	42	(42)	-100%	100
Economic and environmental services			1 237	60 418	60 418	6 097	11 268	25 174	(13 906)	-55%	60 418
Planning and development			-	4 500	4 500	-	-	1 875	(1 875)	-100%	4 500
Road transport			1 237	55 918	55 918	6 097	11 268	23 299	(12 031)	-52%	55 918
Trading services			-	223 890	223 890	45 225	71 027	93 288	(22 261)	-24%	223 890
Energy sources			-	44 958	44 958	5 270	14 053	18 733	(4 679)	-25%	44 958
Water management			-	93 518	93 518	14 517	28 997	38 966	(9 969)	-26%	93 518
Waste water management			-	84 915	84 915	25 438	27 977	35 381	(7 404)	-21%	84 915
Waste management			-	500	500	-	-	208	(208)	-100%	500
Total Capital Expenditure - Functional Classification	3		5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	-29%	316 681
Funded by:											
National Government			-	286 417	286 417	56 538	90 607	119 341	(28 734)	-24%	286 417
Provincial Government			-	-	-	-	-	-	-	-	
Transfers recognised - capital			-	286 417	286 417	56 538	90 607	119 341	(28 734)	-24%	286 417
Borrowing	6										
Internally generated funds			5 861	30 264	30 264	30	2 508	12 610	(10 102)	-80%	30 264
Total Capital Funding			5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	-29%	316 681



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Inkqantloko waseMantsoe • Iziko • Municipality

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 - M05

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		(527 285)	1 565 339	1 565 339	23 407	1 565 339
Trade and other receivables from exchange transactions		1 173 597	738 083	738 083	1 391 858	738 083
Receivables from non-exchange transactions		84 890	329 362	329 362	120 063	329 362
Current portion of non-current receivables		144	-	-	104 637	-
Inventory		5 395	1 134	1 134	5 622	1 134
VAT		1 841 785	1 640 585	1 640 585	1 961 105	1 640 585
Other current assets		(1 162)	(1 071)	(1 071)	(1 652)	(1 071)
Total current assets		2 577 364	4 273 433	4 273 433	3 605 040	4 273 433
Non current assets						
Investments						
Investment property		47 163	803 255	803 255	47 163	803 255
Property, plant and equipment		3 543 065	1 412 104	1 412 104	3 636 180	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						
Total non current assets		3 590 084	2 215 359	2 215 359	3 683 199	2 215 359
TOTAL ASSETS		6 167 448	6 488 793	6 488 793	7 288 239	6 488 793
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	(15 019)	(15 019)	-	(15 019)
Consumer deposits		26 379	25 901	25 901	27 320	25 901
Trade and other payables from exchange transactions		15 360 713	7 067 046	7 067 046	15 484 270	7 067 046
Trade and other payables from non-exchange transactions		13 685	-	-	69 021	-
Provision		272 393	(320 442)	(320 442)	272 673	(320 442)
VAT		1 016 372	722 201	722 201	1 038 391	722 201
Other current liabilities		-	-	-	-	-
Total current liabilities		16 689 542	7 479 687	7 479 687	16 891 674	7 479 687
Non current liabilities						
Financial liabilities		320	-	-	320	-
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		320	-	-	320	-
TOTAL LIABILITIES		16 689 862	7 479 687	7 479 687	16 891 994	7 479 687
NET ASSETS	2	(10 522 414)	(990 895)	(990 895)	(9 603 755)	(990 895)
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(9 890 232)	(1 070 138)	(1 070 138)	(9 101 986)	(1 070 138)
Reserves and funds		(212 934)	-	-	(212 934)	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	(10 103 166)	(1 070 138)	(1 070 138)	(9 314 920)	(1 070 138)



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

PART 2 - SUPPORTING DOCUMENTATION

11 DEBTORS AGE ANALYSIS

- The total debt book amounted to R3.1 billion by the end of November 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 R894.7 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 R1.9 billion.

11.1 Table 8: Supporting Table SC3: Aged Debtors

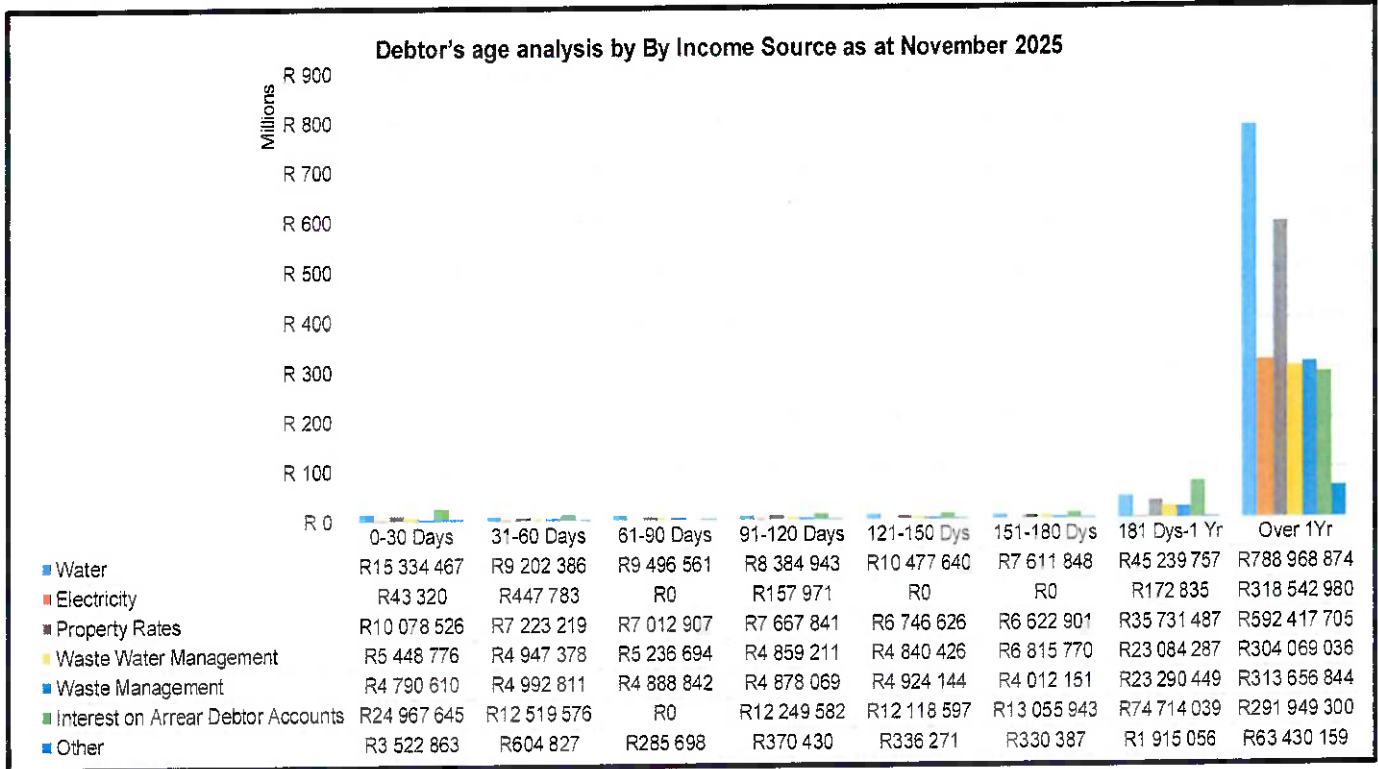
FS194 Maluti-a-Phofung - Supporting Table SC3 Monthly Budget Statement - aged debtors -M05 November 2025

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
Debtors Age Analysis By Income Source										
Water	1200	15 334	9 202	9 497	8 385	10 478	7 612	45 240	788 969	894 716
Electricity	1300	43	448	-	158	-	-	173	318 543	319 365
Property Rates	1400	10 079	7 223	7 013	7 668	6 747	6 623	35 731	592 418	673 501
Waste Water Management	1500	5 449	4 947	5 237	4 859	4 840	6 816	23 084	304 069	359 302
Waste Management	1600	4 791	4 993	4 889	4 878	4 924	4 012	23 290	313 657	365 434
Interest on Arrear Debtor Accounts	1810	24 968	12 520	-	12 250	12 119	13 056	74 714	291 949	441 575
Other	1900	3 523	605	286	370	336	330	1 915	63 430	70 796
Total By Income Source	2000	64 186	39 938	26 921	38 568	39 444	38 449	204 148	2 673 035	3 124 688
Debtors Age Analysis By Customer Group										
Organs of State	2200	10 691	6 217	6 062	6 503	7 665	6 424	28 728	447 356	519 646
Commercial	2300	15 956	7 904	4 002	7 152	6 825	6 958	41 107	572 178	662 082
Households	2400	34 302	25 677	16 809	24 768	24 819	24 882	133 489	1 623 711	1 908 458
Other	2500	3 238	139	47	145	135	184	823	29 790	34 502
Total By Customer Group	2600	64 186	39 938	26 921	38 568	39 444	38 449	204 148	2 673 035	3 124 688

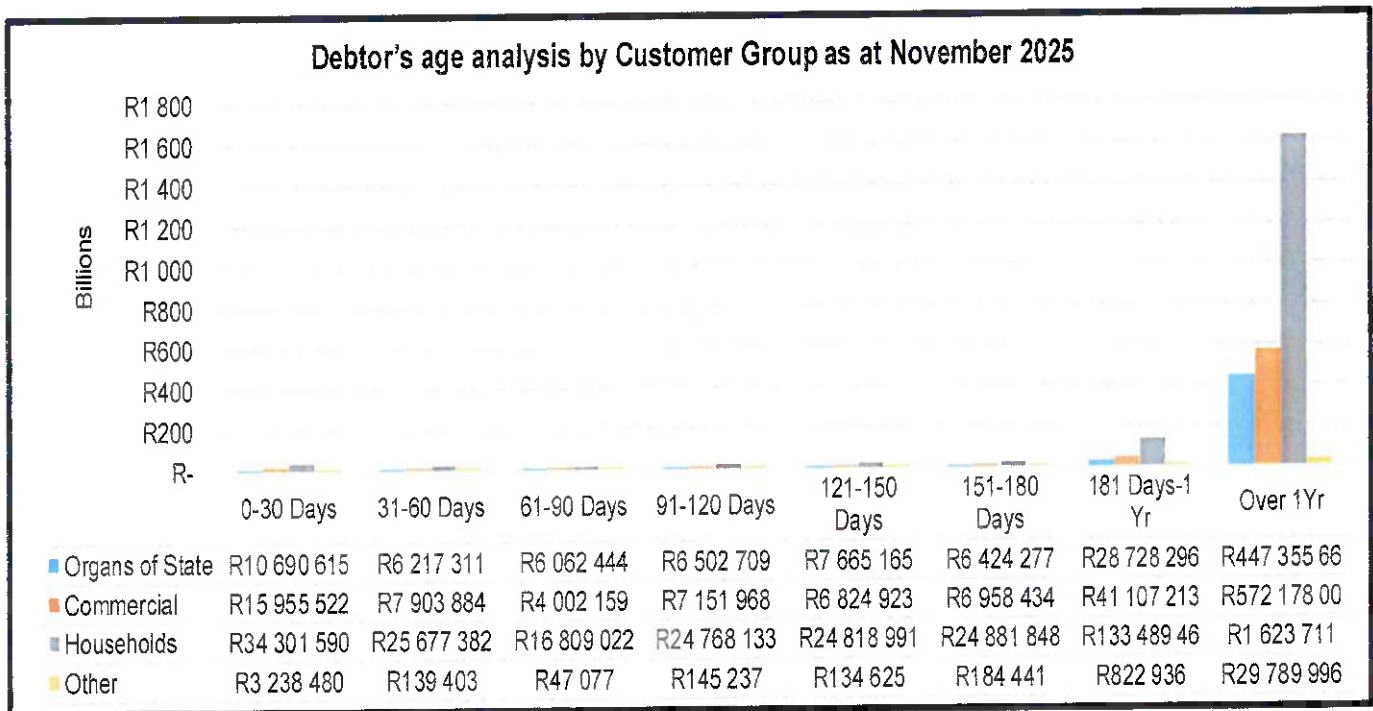


MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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



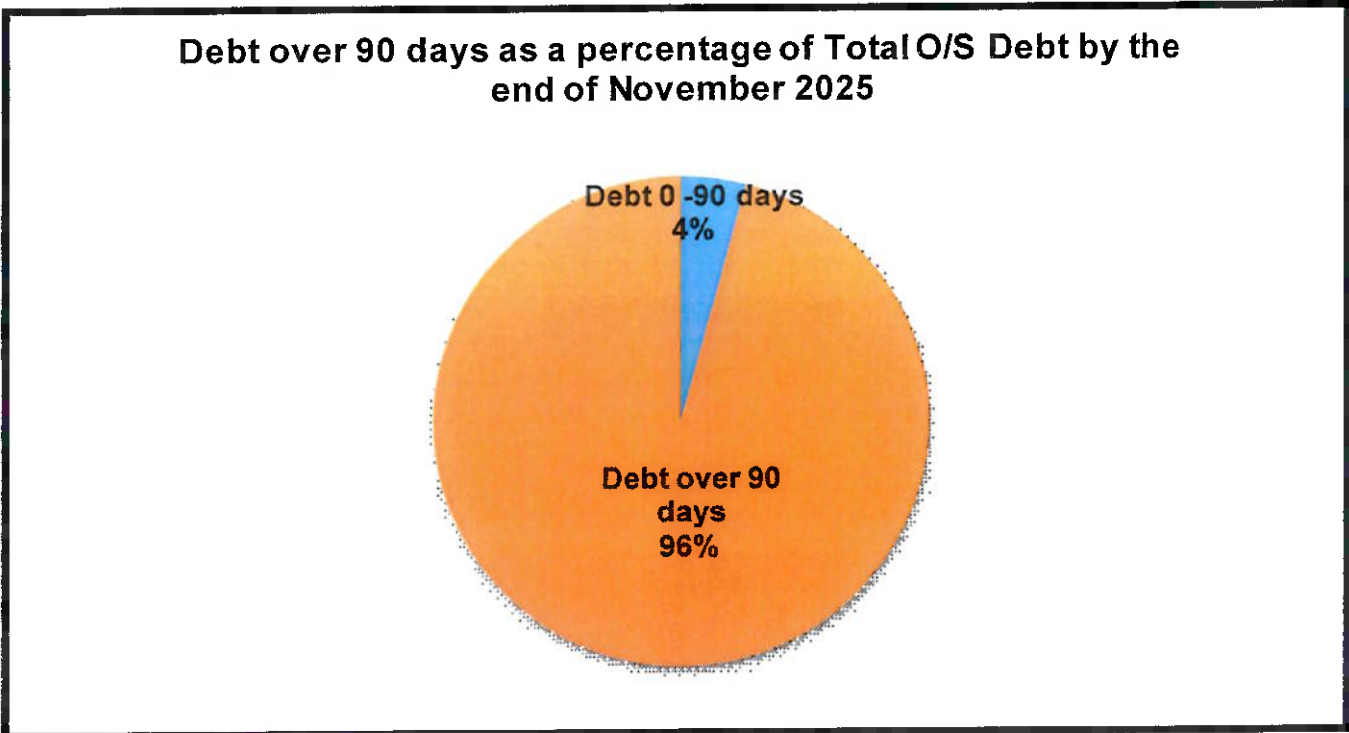
11.3 Chart 6.2: Debtor's age analysis by Customer Group



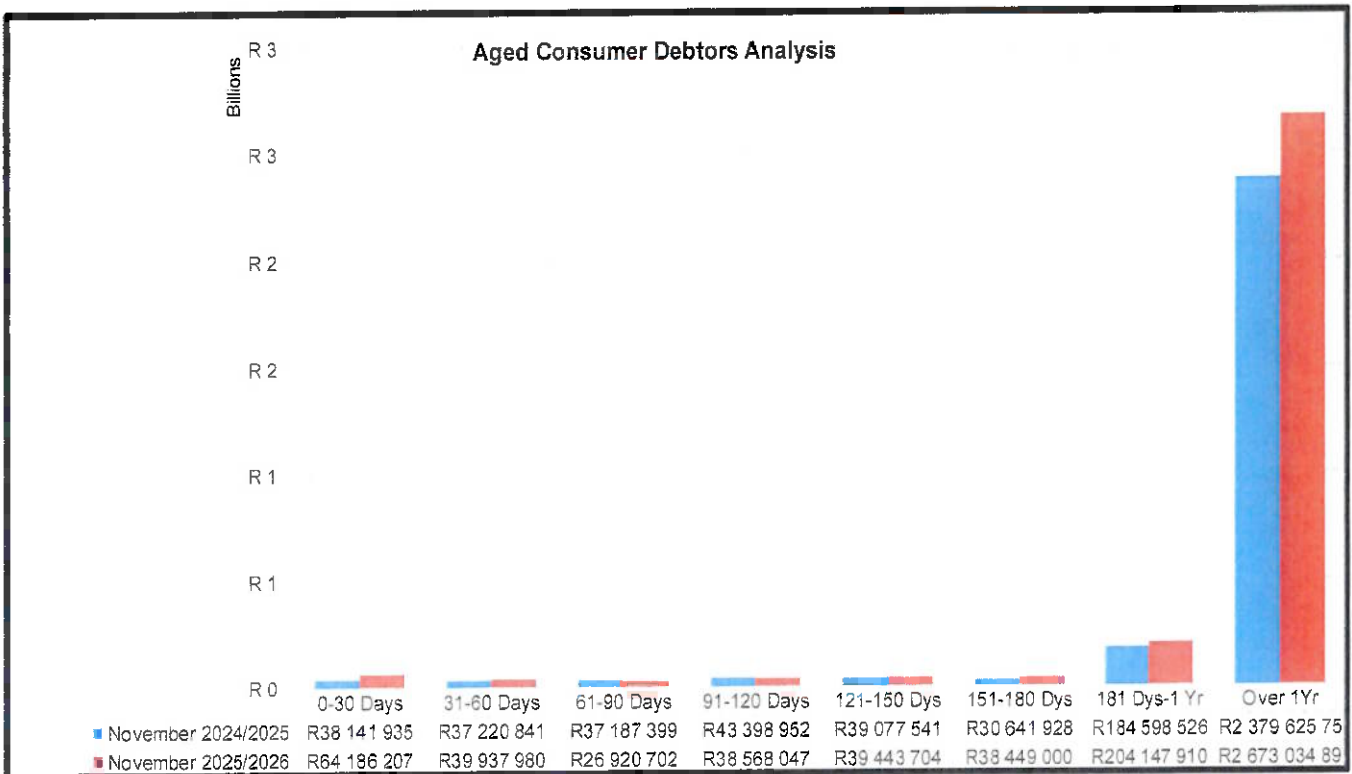


MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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



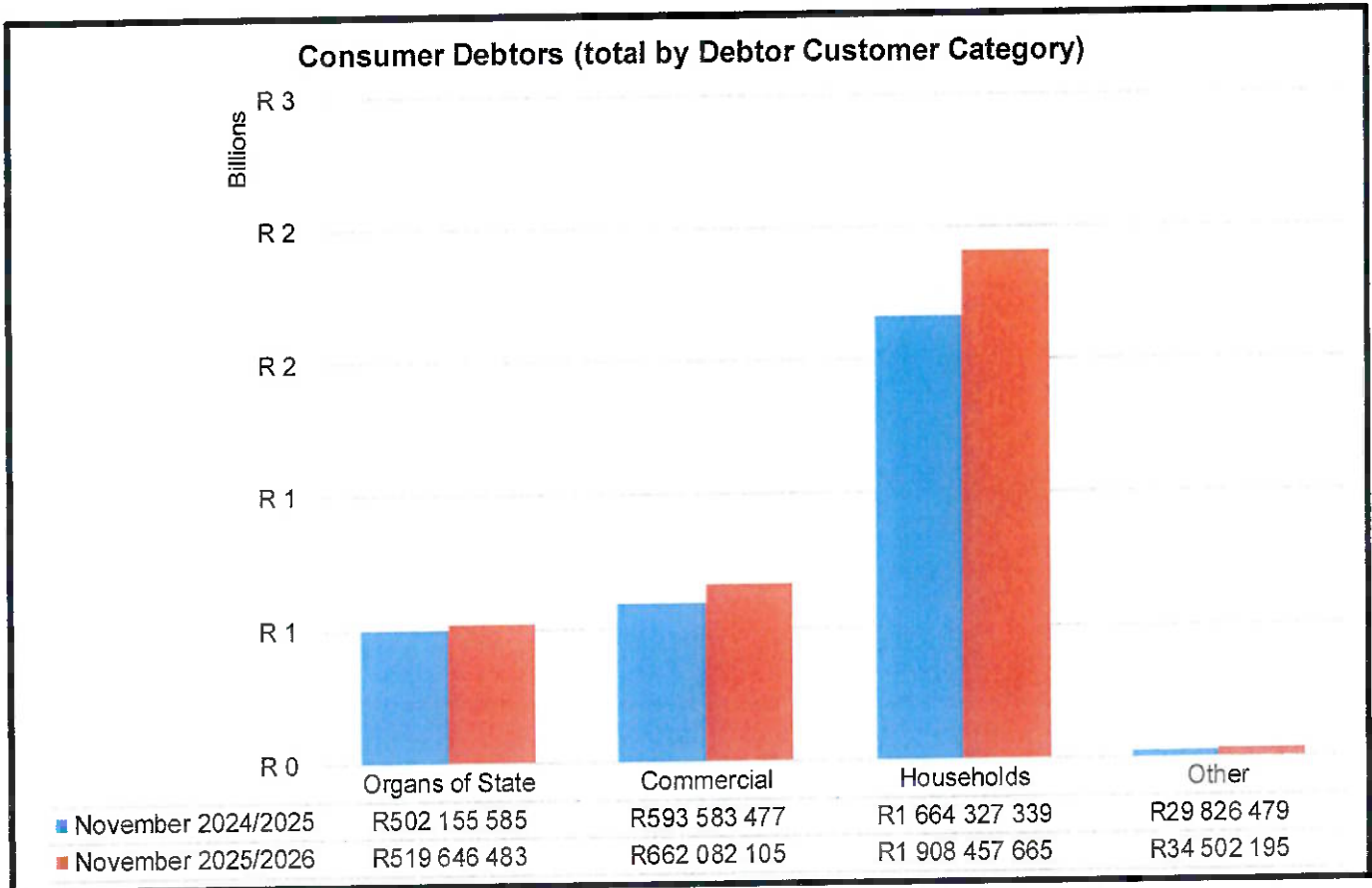
11.5 Chart 8: Aged Consumer Debtor Analysis





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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



11.7 Table 9: Monthly collection rate

The collection rate for November 2025 was 56% and the year to date was at 91%.

Description R'000	Nov-25			YearTD actual		
	Billing for October 2025 Table C4	Collection in November 2025 Table C9	%	Billing Table C4 (June 2025- October 2025)	Collection Table C7/SC9 (July 2025- November 2025)	%
Property rates	9 218	3 270	35%	44 443	49 447	111%
Service charges - Electricity	36 016	18 783	52%	140 473	146 872	105%
Service charges - Water	7 120	6 633	93%	39 296	21 680	55%
Service charges - Waste Water Management	4 582	3 450	75%	22 289	7 237	32%
Service charges - Waste management	4 556	2 264	50%	22 131	19 266	87%
Total	61 492	34 400	56%	268 632	244 502	91%

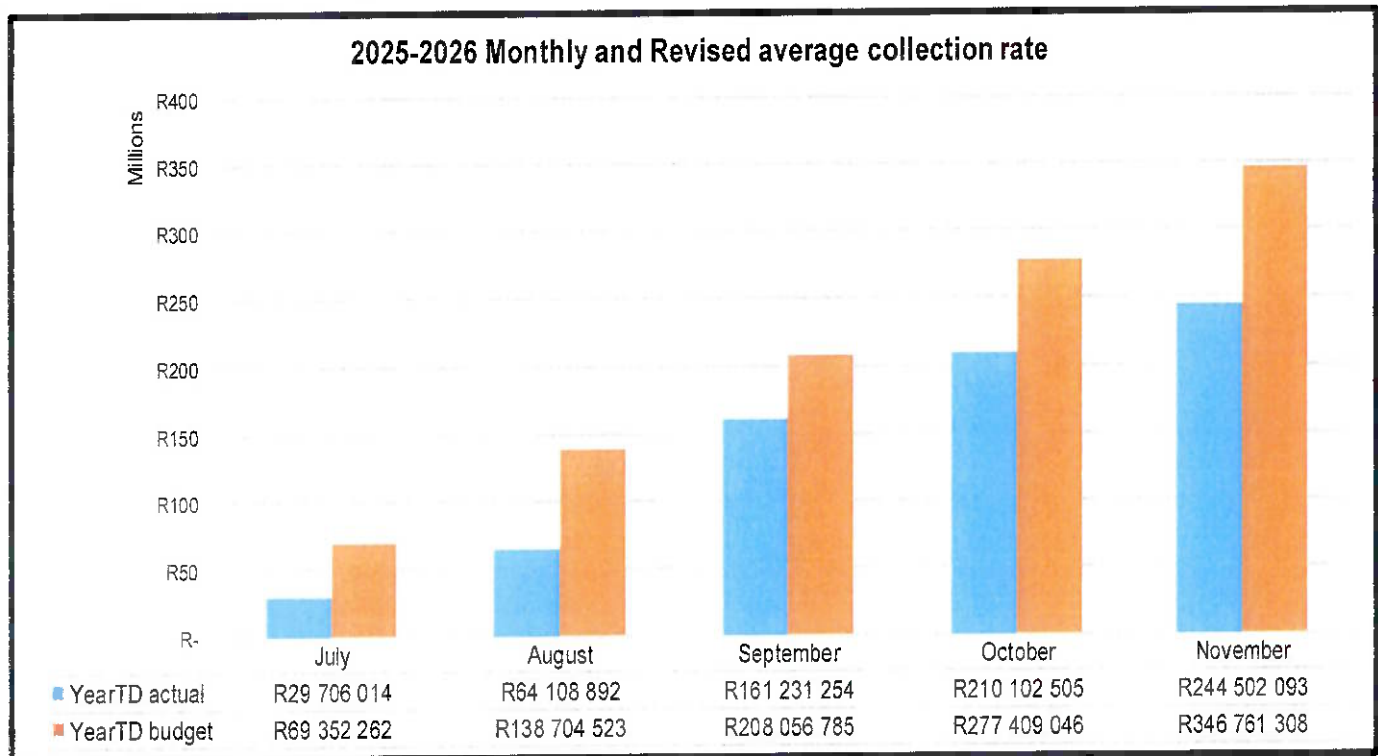


**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

11.8 Table 10: Revised Average collection rate

FS194 Maluti-a-Phofung - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M05 November 2025													
Description	Total Budget	Collection outcomes and projections for the financial year 2025-2026											
		July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget
Property rates	91 512	22 534	3 213	15 728	4 702	3 270	7 626	7 626	7 626	7 626	7 626	7 626	(3 691)
Service charges - Electricity revenue	589 970	3 064	25 344	61 853	37 829	18 783	49 164	49 164	49 164	49 164	49 164	49 164	148 113
Service charges - Water revenue	75 768	2 923	4 290	4 084	3 749	6 633	6 314	6 314	6 314	6 314	6 314	6 314	16 204
Service charges - Waste Water Management	37 424	571	710	1 327	1 179	3 450	3 119	3 119	3 119	3 119	3 119	3 119	11 475
Service charges - Waste Mangement	37 553	614	846	14 130	1 412	2 264	3 129	3 129	3 129	3 129	3 129	3 129	(489)
Total	832 227	29 706	34 403	97 122	48 871	34 400	69 352	69 352	69 352	69 352	69 352	69 352	171 611

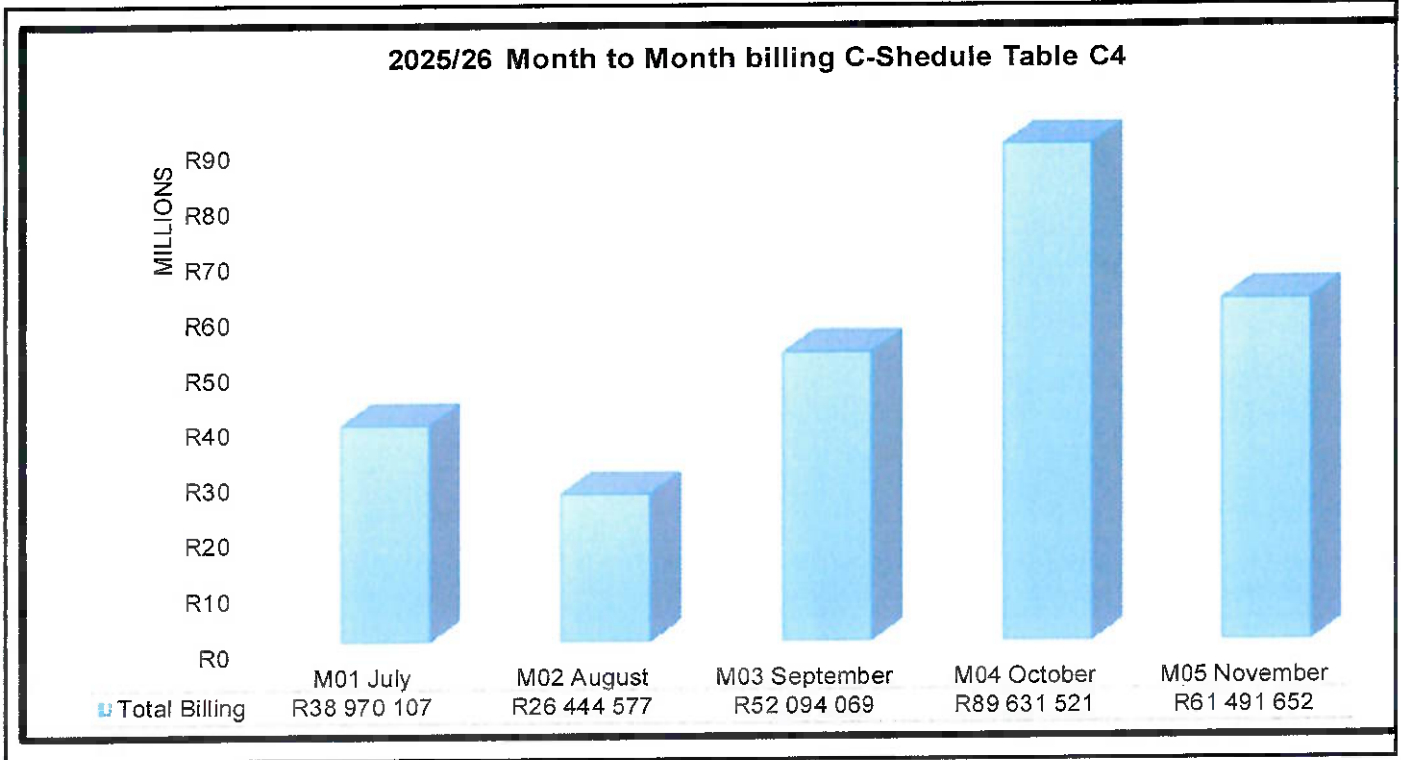
11.9 Chart 10: Comparative trend: Monthly and Revised average collection rate



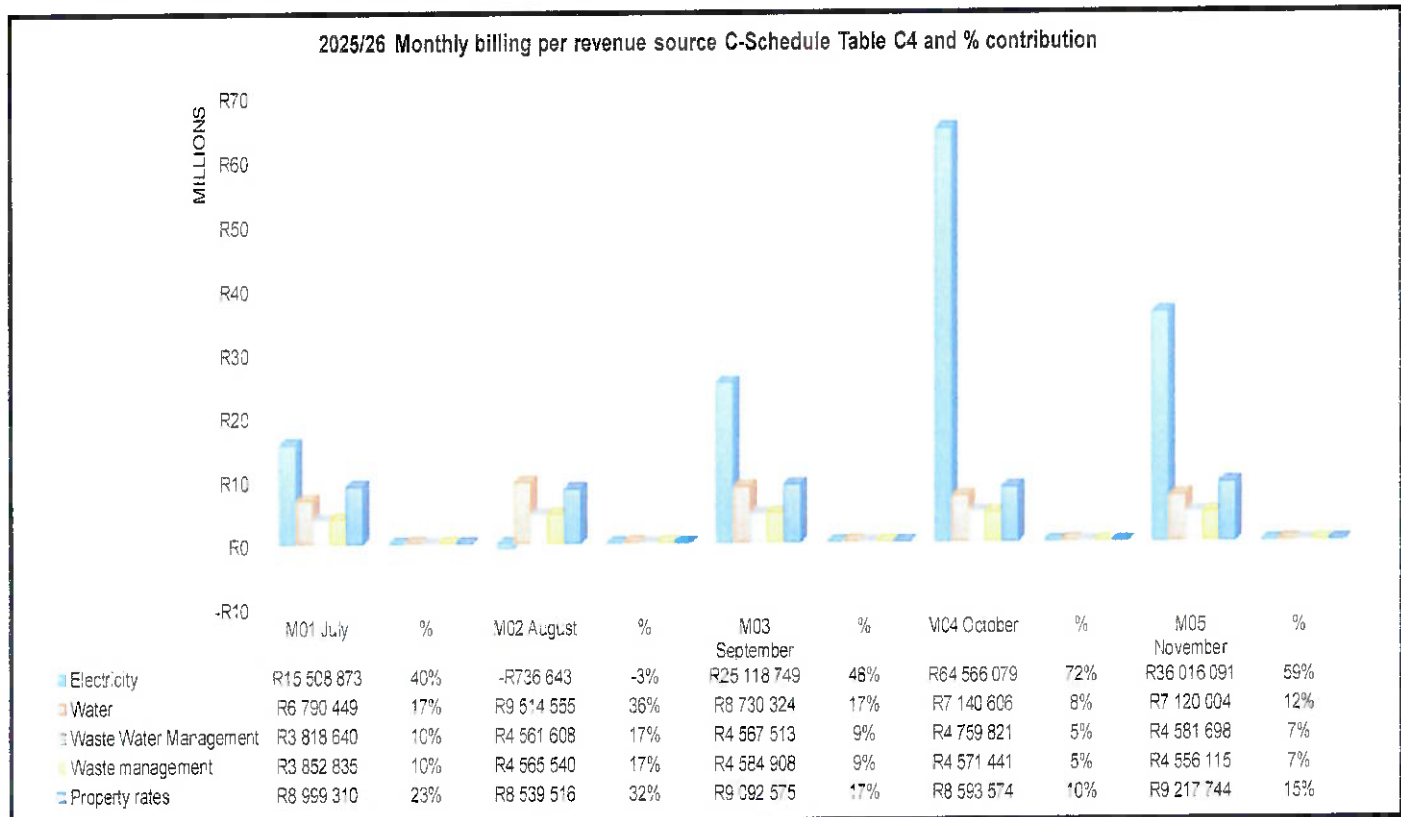


MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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



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

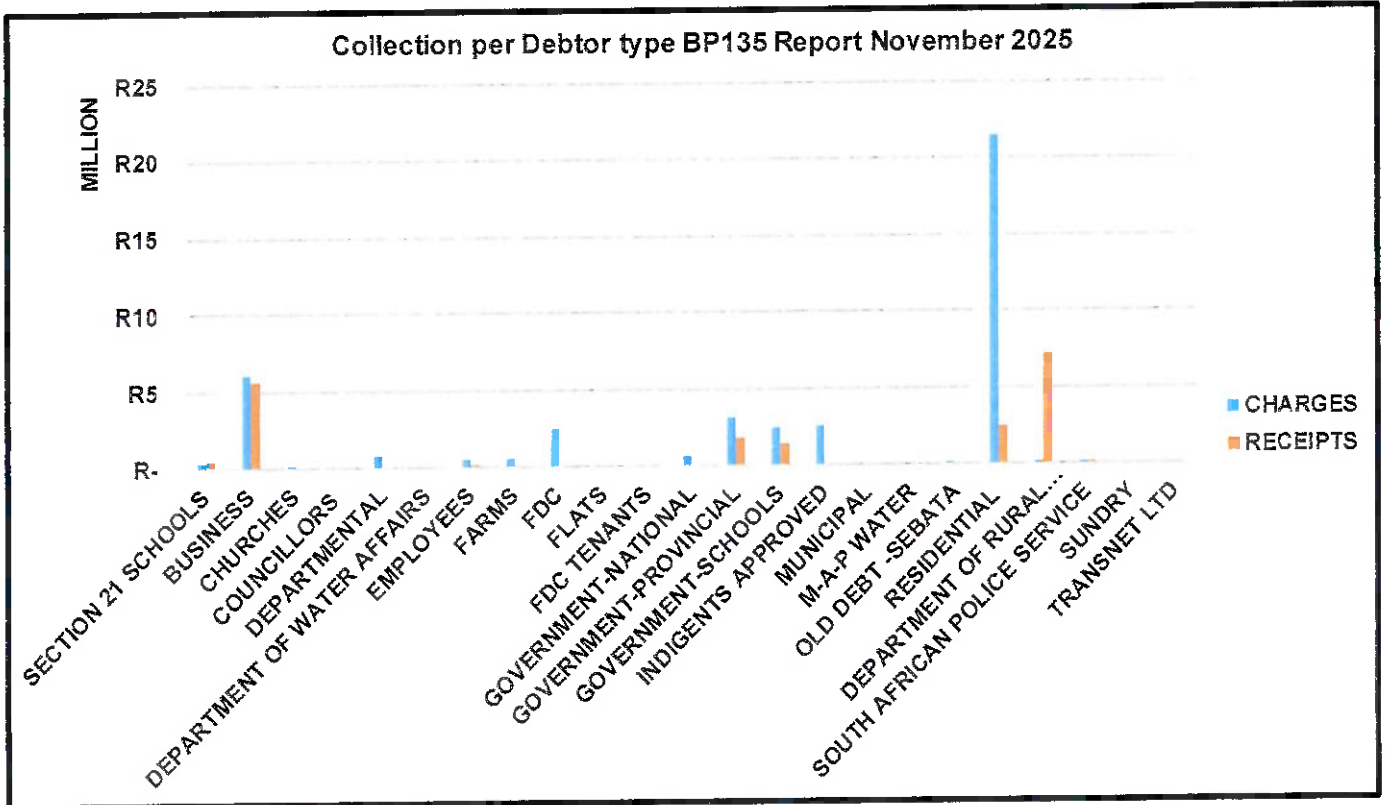




MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Intermediate Municipality • Regional Municipality

11.12 Chart 12: Billing receipts per Customer Group





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

12 CREDITORS AGE ANALYSIS

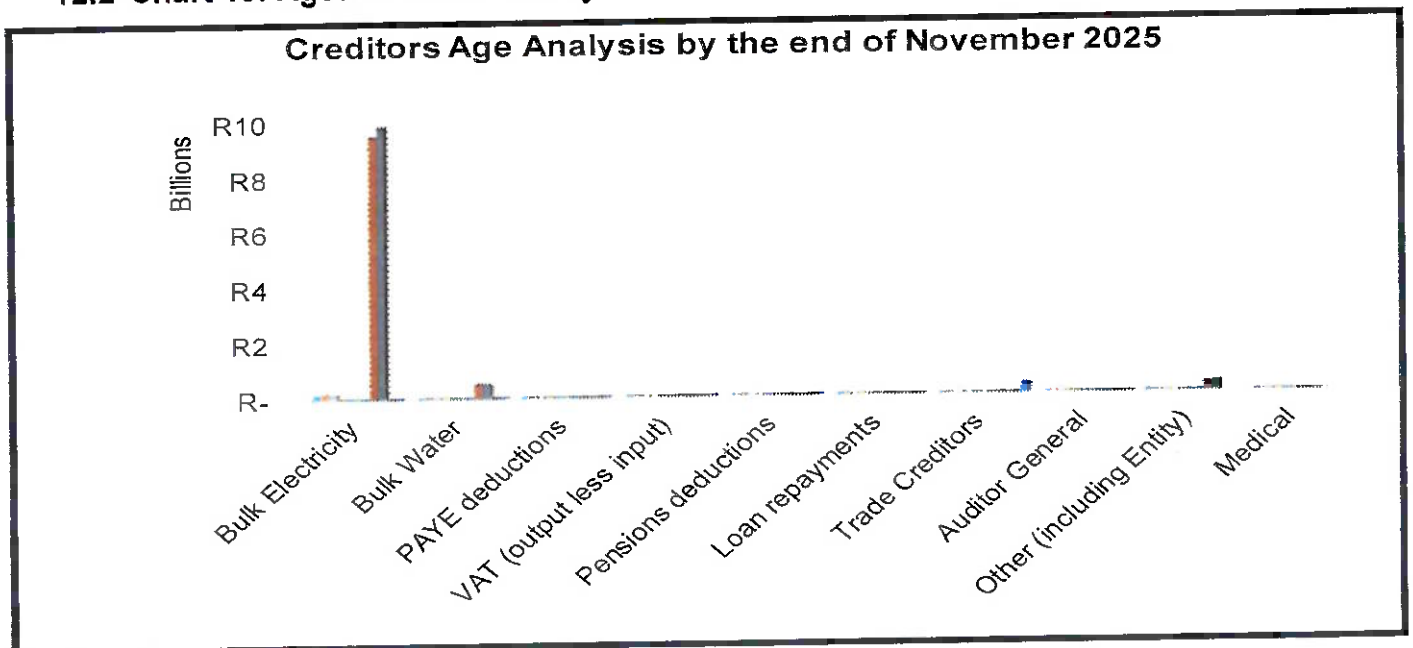
The bulk electricity amount reflected on the below table is as per Eskom invoice. The total Eskom balance currently recorded on the financial system amounts to R8.3 billion. This balance should be corrected to balance with the Eskom statement balance of R9.9 billion. The total debt for the DWS amounts to R507.8 million on the September statement of accounts received. However the total on the financial system is R500.3 million. The total creditors amounted to R10.7 billion by the end of November 2025.

12.1 Table 11: Supporting Table SC4: Aged Creditors

FS194 Maluti-a-Phofung - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November 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 Days	181 Days -	Over 1 Year	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	141 746	150 007	141 951	-	-	-	-	9 507 420	9 941 125
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	41 854	16 363	-	-	-	-	-	291 922	350 139
Medical aid deductions	0950	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	183 601	166 370	141 951	-	-	-	-	10 299 722	10 791 644

12.2 Chart 13: Aged Creditors Analysis





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

13 INVESTMENTS PORTFOLIO ANALYSIS

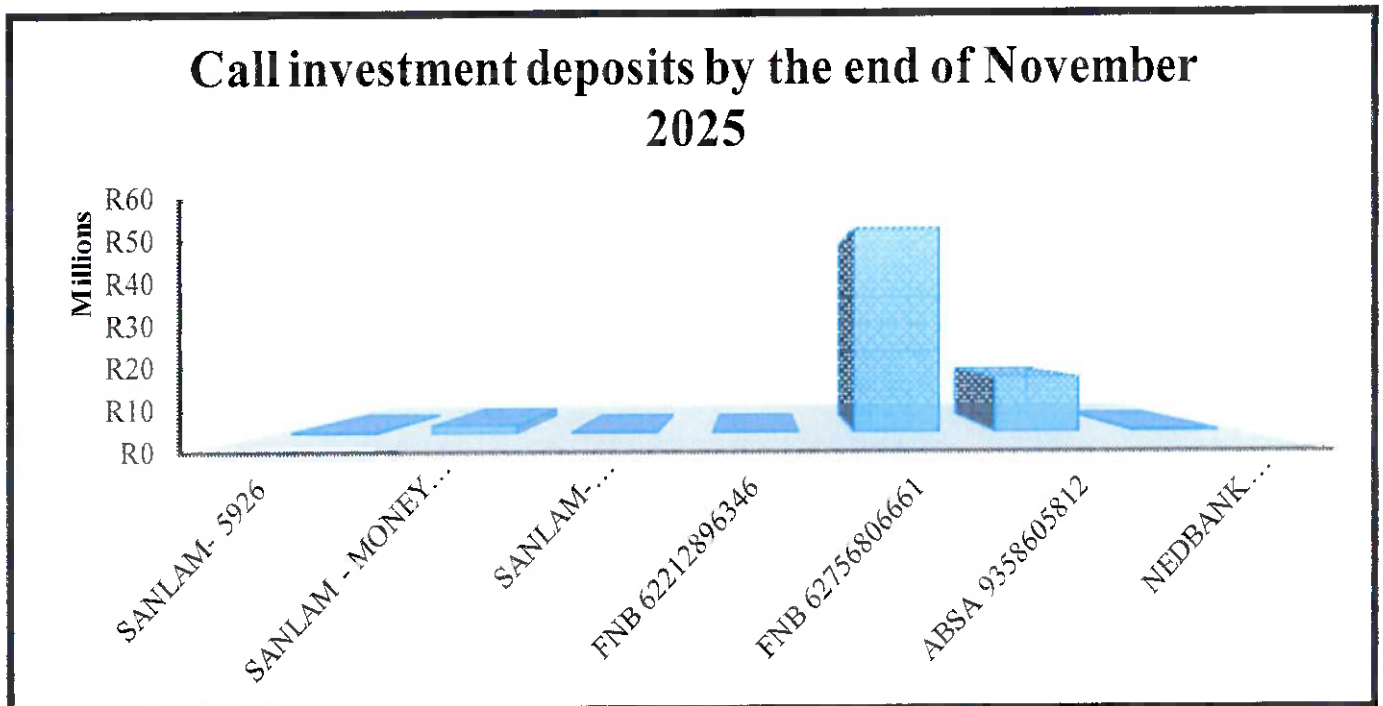
- The closing balances by the end of November 2025 amounted to R76.5 million (excluding the main and electricity pre-paid accounts).

13.1 Table 12: Supporting Table SC5: Investment portfolio

FS194 Maluti-a-Phofung - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M05 November 2025

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands							
<u>Municipality</u>							
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	194	2	-	1	196
FNB 62756806661	Months	Investment	161,561	669	(106,000)	-	56,230
ABSA 9358605812	Months	Investment	15,007	91	-	-	15,098
Nedbank 7881162791	Months	Investment	734	4	-	-	739
Standard Bank 480823938	Months	Investment	1,106	21	-	-	1,128
TOTAL INVESTMENTS AND INTEREST			181,805	787	(106,000)	1	76,593

13.2 Chart 14: Call investment deposits at month-end





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Amathole District Municipality • Ficksburg Municipality

14 ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

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

FS194 Maluti-a-Phofung - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November

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
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		852 793	882 846	882 846	65	366 701	367 853	(1 151)	-0.3%	882 846
Equitable Share		847 138	876 719	876 719	–	366 046	365 300	746	0.2%	876 719
Expanded Public Works Programme Integrated Grant		2 655	3 127	3 127	–	183	1 303	(1 120)	-85.9%	3 127
Local Government Financial Management Grant		3 000	3 000	3 000	65	472	1 250	(778)	-62.2%	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		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	852 793	882 846	882 846	65	366 701	367 853	(1 151)	-0.3%	882 846
Capital Transfers and Grants										
National Government:		245 065	291 250	291 250	12 435	81 268	121 354	(40 086)	-33.0%	291 250
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–	–	–
Integrated National Electrification Programme Grant		–	39 958	39 958	7 992	25 973	16 649	9 324	56.0%	39 958
Municipal Infrastructure Grant		197 555	199 464	199 464	4 443	15 567	83 110	(67 543)	-81.3%	199 464
Neighbourhood Development Partnership Grant		–	100	100	–	–	42	(42)	-100.0%	100
Water Services Infrastructure Grant		47 510	51 728	51 728	–	39 728	21 553	18 175	84.3%	51 728
Provincial Government:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]		–	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	5	245 065	291 250	291 250	12 435	81 268	121 354	(40 086)	-33.0%	291 250
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 097 858	1 174 096	1 174 096	12 500	447 969	489 207	(41 238)	-8.4%	1 174 096



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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 - M05 November

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
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		661 131	664 136	664 136	57 905	254 097	276 723	(22 626)	-8.2%	664 136
Equitable Share		647 149	653 176	653 176	57 682	253 238	272 157	(18 919)	-7.0%	653 176
Expanded Public Works Programme Integrated Grant		2 655	3 127	3 127	-	183	1 303	(1 120)	-85.9%	3 127
Local Government Financial Management Grant		2 969	3 000	3 000	220	643	1 250	(607)	-48.6%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		8 358	4 833	4 833	3	33	2 014	(1 981)	-98.4%	4 833
Provincial Government:		-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		661 131	664 136	664 136	57 905	254 097	276 723	(22 626)	-8.2%	664 136
Capital expenditure of Transfers and Grants										
National Government:		-	286 417	286 417	56 538	90 607	119 341	(28 734)	-24.1%	286 417
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme Grant		-	39 958	39 958	5 270	12 236	16 649	(4 413)	-26.5%	39 958
Municipal Emergency Housing Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		-	194 631	194 631	43 114	58 565	81 096	(22 531)	-27.8%	194 631
Neighbourhood Development Partnership Grant		-	100	100	-	-	42	(42)	-100.0%	100
Water Services Infrastructure Grant		-	51 728	51 728	8 154	19 806	21 553	(1 748)	-8.1%	51 728
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	286 417	286 417	56 538	90 607	119 341	(28 734)	-24.1%	286 417
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		661 131	950 553	950 553	114 443	344 704	396 064	(51 360)	-13.0%	950 553



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

14.3 Table 15: Summary of expenditure per grant

The total year to date by the end of November amounted to R105.1 million (**VAT incl.**), which was at 35% of the budget. The EPWP transaction has not been recorded on the ledger.

Transfers and Grants Expenditure 2025/2026				
Description R'000	Original Budget	November Actual	YearTD actual	%
<u>Expenditure: (VAT Inclusive)</u>				
<u>Operating Transfers and Grants</u>				
National Government:				
Expanded Public Works Programme Integrated Grant (vat excl)	3 127	–	183	6%
Local Government Financial Management Grant	3 000	245	702	23%
Municipal Infrastructure Grant (PMU)	4 833	3	33	1%
Total Operating Transfers and Grants	10 960	249	918	8%
<u>Capital Transfers and Grants</u>				
Integrated National Electrification Programme Grant	39 958	6 060	14 072	35%
Municipal Infrastructure Grant	194 631	49 581	67 350	35%
Neighbourhood Development Partnership Grant	100	–	–	0%
Water Services Infrastructure Grant	51 728	9 377	22 776	44%
Total Capital Transfers and Grants	286 417	65 019	104 198	36%
Total Expenditure of Transfers and Grants	297 377	65 267	105 116	35%



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

15 COUNCILLORS AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

The total employee costs for the Parent municipality including councillors amounted to R57.5 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 - M05 November										
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										
	1	A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		29 415	29 095	29 095	67	4 572	12 123	(7 551)	-62%	29 095
Pension and UIF Contributions		134	146	146	12	69	61	8	13%	146
Medical Aid Contributions		35	62	62	3	20	26	(6)	-22%	62
Cellphone Allowance		3 545	3 781	3 781	274	1 364	1 576	(212)	-13%	3 781
Other benefits and allowances		4 023	3 444	3 444	2 316	7 357	1 435	5 922	413%	3 444
Sub Total - Councillors		37 151	36 529	36 529	2 672	13 382	15 221	(1 838)	-12%	36 529
% increase	4		-1.7%	-1.7%						-1.7%
Senior Managers of the Municipality										
Basic Salaries and Wages		7 489	10 320	10 320	356	2 423	4 300	(1 877)	-44%	10 320
Pension and UIF Contributions		202	272	272	1	21	113	(92)	-82%	272
Medical Aid Contributions		48	63	63	-	5	26	(22)	-83%	63
Motor Vehicle Allowance		1 196	1 608	1 608	109	468	670	(202)	-30%	1 608
Cellphone Allowance		87	125	125	5	23	52	(29)	-55%	125
Sub Total - Senior Managers of Municipality		9 021	12 389	12 389	469	2 940	5 162	(2 222)	-43%	12 389
% increase	4		37.3%	37.3%						37.3%
Other Municipal Staff										
Basic Salaries and Wages		326 387	347 848	347 848	30 881	141 515	144 937	(3 422)	-2%	347 848
Pension and UIF Contributions		57 510	60 956	60 956	5 043	25 189	25 399	(210)	-1%	60 956
Medical Aid Contributions		28 729	30 557	30 557	2 299	11 646	12 732	(1 086)	-9%	30 557
Overtime		46 603	45 329	45 329	5 724	28 710	18 887	9 823	52%	45 329
Performance Bonus		25 410	26 964	26 964	7 776	14 932	11 235	3 697	33%	26 964
Motor Vehicle Allowance		13 104	14 372	14 372	1 201	5 800	5 988	(188)	-3%	14 372
Cellphone Allowance		1 039	1 140	1 140	127	619	475	144	30%	1 140
Housing Allowances		1 676	1 826	1 826	184	838	761	77	10%	1 826
Other benefits and allowances		1 358	1 720	1 720	272	1 333	717	616	86%	1 720
Payments in lieu of leave		6 144	404	404	137	1 343	168	1 674	994%	404
Long service awards		5 551	-	-	346	1 376	-	1 376	#DIV/0!	-
Post-retirement benefit obligations	2	(304)	1 120	1 120	(12)	72	487	(395)	-85%	1 120
Acting and post related allowance		1 422	1 651	1 651	396	1 421	688	733	107%	1 651
Sub Total - Other Municipal Staff		514 629	533 887	533 887	54 374	235 293	222 453	12 840	6%	533 887
% increase	4		3.7%	3.7%						3.7%
Total Parent Municipality		560 801	582 806	582 806	57 516	251 615	242 836	8 779	4%	582 806



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mmasekoetse • Phokeng • Phuthaditjhaba • Peka • Mmasekoetse

- The total employee costs for the Entity amounted to R13.6 million.

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November										
Summary of Employee and Councillor remuneration	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Senior Managers of Entities										
Basic Salaries and Wages		-	4 579	4 579	-	-	1 908	(1 908)	-100%	4 579
Pension and UIF Contributions		-	938	938	-	-	391	(391)	-100%	938
Medical Aid Contributions		-	301	301	-	-	125	(125)	-100%	301
Motor Vehicle Allowance		-	763	763	-	-	318	(318)	-100%	763
Housing Allowances		-	251	251	-	-	105	(105)	-100%	251
Other benefits and allowances		2	382	382	0	1	159	(158)	-99%	382
Acting and post related allowance		-	248	248	-	-	103	(103)	-100%	248
Sub Total - Senior Managers of Entities		2	7 462	7 462	0	1	3 109	(3 108)	-100%	7 462
% increase	4		329358.5%	329358.5%						329358.5%
Other Staff of Entities										
Basic Salaries and Wages		74 320	86 090	86 090	6 360	32 281	35 871	(3 590)	-10%	86 090
Pension and UIF Contributions		8 595	14 604	14 604	722	3 672	6 085	(2 413)	-40%	14 604
Medical Aid Contributions		9 246	9 683	9 683	804	4 088	4 035	54	1%	9 683
Overtime		23 851	10 207	10 207	1 915	10 234	4 253	5 981	141%	10 207
Performance Bonus		5 633	11 897	11 897	156	2 446	4 957	(2 511)	-51%	11 897
Motor Vehicle Allowance		14 375	14 637	14 637	1 231	6 233	6 099	134	2%	14 637
Housing Allowances		2 177	3 858	3 858	181	916	1 607	(691)	-43%	3 858
Other benefits and allowances		12 886	10 853	10 853	1 156	5 809	4 522	1 287	28%	10 853
Payments in lieu of leave		274	-	-	127	400	-	400	#DIV/0!	-
Long service awards		66	1 230	1 230	-	-	512	(512)	-100%	1 230
Post-retirement benefit obligations		-	500	500	-	-	208	(208)	-100%	500
Acting and post related allowance		9 166	5 258	5 258	973	5 398	2 191	3 207	146%	5 258
Sub Total - Other Staff of Entities		160 590	168 816	168 816	13 625	71 479	70 340	1 139	2%	168 816
% increase	4		5.1%	5.1%						5.1%
Total Municipal Entities		160 592	176 278	176 278	13 625	71 480	73 449	(1 969)	-3%	176 278
TOTAL SALARY, ALLOWANCES & BENEFITS		721 393	759 084	759 084	71 141	323 095	316 285	6 810	2%	759 084
% increase	4		5.2%	5.2%						5.2%
TOTAL MANAGERS AND STAFF		684 242	722 554	722 554	68 469	309 712	301 064	8 648	3%	722 554



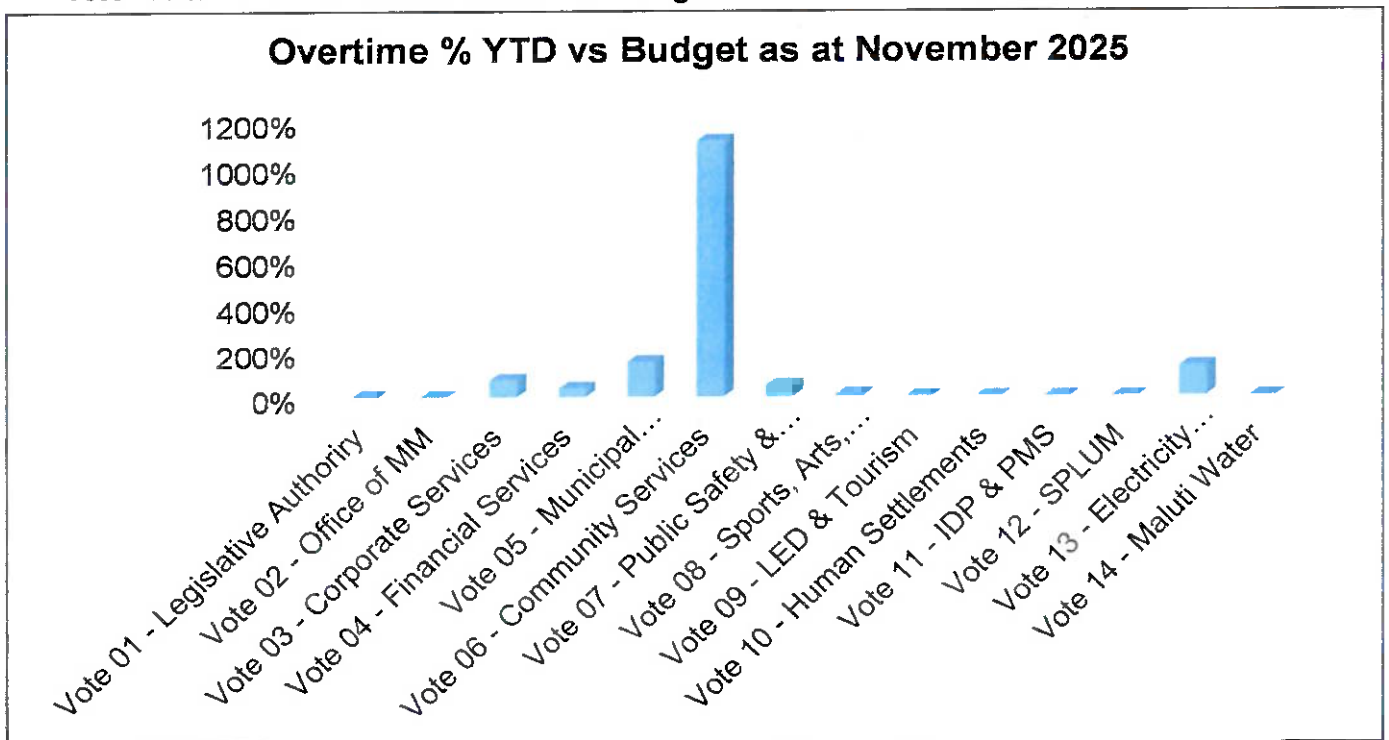
**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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.

Overtime expenditure excluding shift allowance 2025/26					
Departments R'000	Original Budget	Nov-25	% Monthly vs Budget	Year to date	% YTD vs Budget
Vote 01 - Legislative Authority	-	13	0%	25	0%
Vote 02 - Office of MM	-	-	0%	-	0%
Vote 03 - Corporate Services	189	97	51%	141	74%
Vote 04 - Financial Services	600	116	19%	230	38%
Vote 05 - Municipal Infrastructure	2 402	707	29%	3 684	153%
Vote 06 - Community Services	15	38	252%	167	1114%
Vote 07 - Public Safety & Transport	1 000	85	9%	507	51%
Vote 08 - Sports, Arts, Parks, Culture	530	13	3%	51	10%
Vote 09 - LED & Tourism	100	-	0%	117	0%
Vote 10 - Human Settlements	100	-	0%	-	0%
Vote 11 - IDP & PMS	-	-	0%	-	0%
Vote 12 - SPLUM	50	8	0%	9	0%
Vote 13 - Electricity Department	6 376	1 801	28%	8 431	132%
Vote 14 - Maluti Water	-	838	0%	4 903	0%
Total	11 362	3 717	33%	18 264	161%

15.3 Chart 14.1: Overtime Actual vs Budget

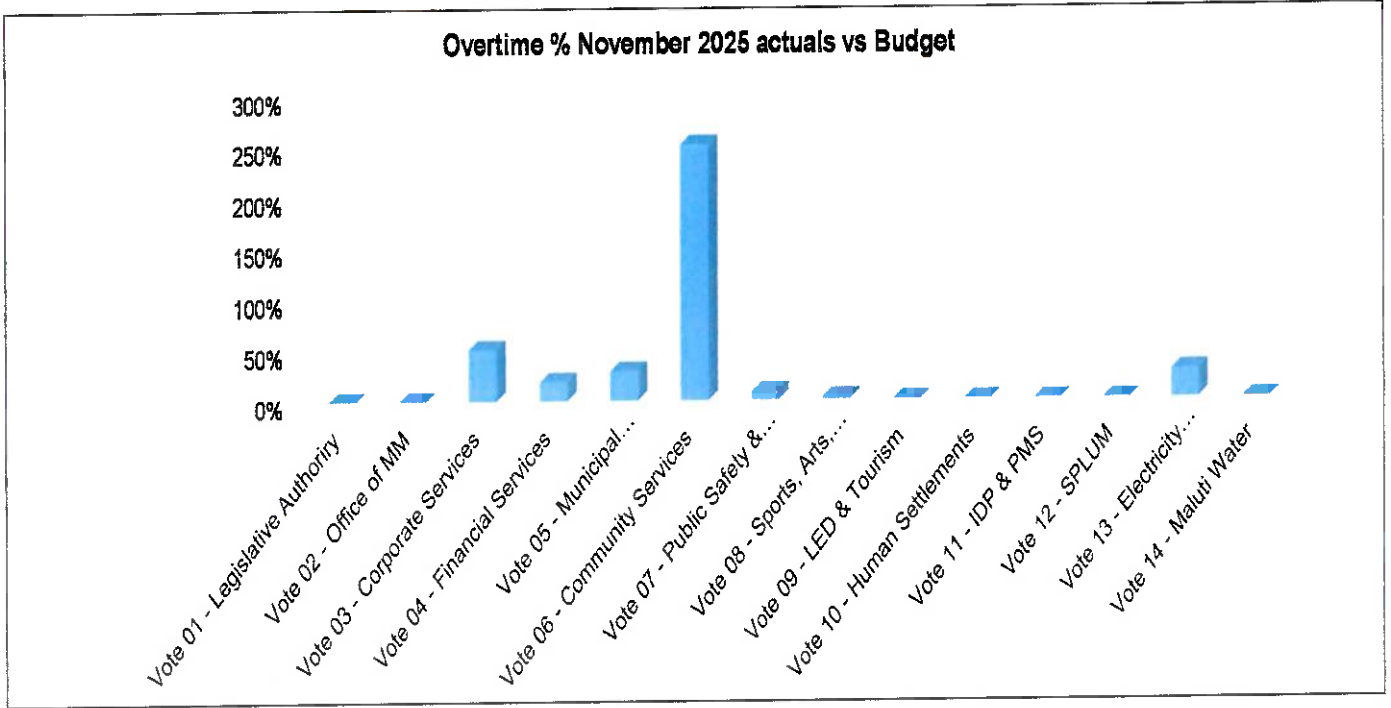




MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mmasepala ka Maletsoa • Podako Municipality

15.4 Chart 14.2: Monthly and Annual Overtime Comparison





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • November 2025 • November 2025

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	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 01 - Legislative Authority	1	-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1 560	1 560	-	302	650	(348)	-53.5%	1 560
Vote 04 - Financial Services		1 224 651	1 303 719	1 303 719	40 778	529 475	543 216	(13 741)	-2.5%	1 303 719
Vote 05 - Municipal Infrastructure		492 748	527 411	527 411	35 133	145 118	219 755	(74 637)	-34.0%	527 411
Vote 06 - Community Services		12 632	4 792	4 792	1 580	2 087	1 996	91	4.5%	4 792
Vote 07 - Public Safety & Transport		383	462	462	67	362	192	170	88.1%	462
Vote 08 - Sports, Arts, Parks, Culture		13 086	16 362	16 362	37	1 333	6 818	(5 484)	-80.4%	16 362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5 863	5 863	0	272	2 443	(2 171)	-88.9%	5 863
Vote 10 - Hunan Settlements		1 321	12 708	12 708	121	775	5 295	(4 520)	-85.4%	12 708
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2 394	2 394	53	405	997	(593)	-59.4%	2 394
Vote 13 - Electricity Department		753 236	823 845	823 845	22 006	156 455	343 269	(186 814)	-54.4%	823 845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 499 318	2 699 115	2 699 115	99 775	836 584	1 124 631	(288 047)	-25.6%	2 699 115
Expenditure by Vote										
Vote 01 - Legislative Authority	1	65 709	67 317	67 317	4 356	21 485	28 049	(6 564)	-23.4%	67 317
Vote 02 - Office Of The Municipal Manager		22 154	24 646	24 646	2 157	10 110	10 269	(160)	-1.6%	24 646
Vote 03 - Corporate Services		94 969	129 100	129 100	7 615	39 373	53 792	(14 419)	-26.8%	129 100
Vote 04 - Financial Services		377 205	354 893	354 893	27 771	122 242	147 872	(25 630)	-17.3%	354 893
Vote 05 - Municipal Infrastructure		573 335	276 817	276 817	18 776	60 216	115 340	(55 125)	-47.8%	276 817
Vote 06 - Community Services		12 165	23 603	23 603	1 717	7 884	9 835	(1 951)	-19.8%	23 603
Vote 07 - Public Safety & Transport		187 602	184 056	184 056	24 167	86 182	76 690	9 492	12.4%	184 056
Vote 08 - Sports, Arts, Parks, Culture		109 399	54 437	54 437	4 013	20 001	22 682	(2 681)	-11.8%	54 437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11 704	16 591	16 591	1 480	6 970	6 913	57	0.8%	16 591
Vote 10 - Hunan Settlements		18 829	44 933	44 933	711	3 116	18 722	(15 606)	-83.4%	44 933
Vote 11 - ldp, Pms Department		3 664	4 078	4 078	380	1 701	1 699	2	0.1%	4 078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 261	22 791	22 791	1 017	5 227	9 496	(4 269)	-45.0%	22 791
Vote 13 - Electricity Department		1 196 521	1 257 084	1 257 084	99 844	687 606	523 785	163 821	31.3%	1 257 084
Vote 14 - Maluti Water		119 704	178 023	178 023	10 302	53 306	74 176	(20 871)	-28.1%	178 023
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2 804 223	2 638 370	2 638 370	204 306	1 125 419	1 099 321	26 098	2.4%	2 638 370
Surplus/ (Deficit) for the year	2	(304 904)	60 745	60 745	(104 531)	(288 835)	25 310	(314 145)	-1241.2%	60 745



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

17 CAPITAL PROGRAMME PERFORMANCE

17.1 Table 18: Detailed capital expenditure report

The year to date capital expenditure from conditional grants amounted to R90.6 million (VAT excl).

CAPITAL EXPENDITURE FUNDED BY NATIONAL GRANTS 2025/2026						
Description (Functional classification) R'000	Source of funding	Original Budget	November Actual	YTD Actual	%	Balance
ROADS PROJECTS		51 354	6 097	11 018	21%	40 336
Makwane Paved Roads Phase 1	MIG	17 390	1 615	6 110	35%	11 280
Qholosing Paved Roads - Phase 1	MIG	12 721	791	1 218	10%	11 503
Intabazwe resurfacing of road	MIG	10 298	-	-	0%	10 298
Fika Patso 3km paved road	MIG	10 946	3 691	3 691	34%	7 255
WATER PROJECTS		41 790	6 363	9 191	22%	32 598
Ha Sethunya Wat Retic 500 Phase 2	MIG	14 671	6 021	6 322	43%	8 348
Thaba Bosiu Water Pipeline	MIG	3 218	342	2 869	89%	349
Upgrading Of Water Pump Stations	MIG	14 891	-	-	0%	14 891
Water Pump Station - MIG R&M	MIG	9 011	-	-	0%	9 011
SEWERAGE PROJECTS		84 915	25 438	27 977	33%	49 820
Namahadi: Construction Sewer Network	MIG	8 315	181	1 197	14%	7 118
Sewer Pump Station - MIG R&M	MIG	9 000	799	1 453	16%	7 547
Upgrade Bluegun Bosch Sewer	MIG	16 469	7 561	8 429	51%	8 040
Tshame Upgrade Of Sewer System	MIG	26 206	6 660	6 660	25%	19 546
Qwaqwa: Constr 3500 Vip Toilets-Ph13c	MIG	24 925	10 238	10 238	41%	14 687
WASTE WATER PROJECTS		51 728	8 154	19 806	38%	285
Water Distribution Network P1	WSIG	34 544	4 741	4 741	14%	29 803
Makholokweng Bulk And Sewer Network	WSIG	15 000	3 413	13 165	88%	1 835
Tiholong Ext 4	WSIG	2 184	-	1 899	87%	285
COMMUNITY FACILITY PROJECTS		3 361	546	1 760	52%	1 601
Phuthaditjhaba: Upgrading Of Town Hall	MIG	3 361	546	1 760	52%	1 601
SPORTS AND RECREATIONAL FACILITIES		13 212	4 670	8 618	65%	4 594
New swimmingpool platberg staduim	MIG	7 474	1 729	5 678	76%	1 796
Refurb charles mopedi staduim ph 2	MIG	5 738	2 941	2 941	51%	2 797
ELECTRICITY PROJECTS		39 958	5 270	12 236	31%	27 722
Integrated National Electrification Programme	INEPG	39 958	5 270	12 236	31%	27 722
OTHER		100	-	-	0%	100
Neighbourhood Development Partnership Grant	NDPG	100	-	-	0%	100
TOTAL ASSETS FUNDED BY NATIONAL GRANTS		286 417	56 538	90 607	32%	157 055



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

The year to date total capital assets from own funds by the end of November 2025 amounted to R2.5 million.

CAPITAL BUDGET FROM OWN SOURCE 2025/2026					
Description R'000	Original Budget	November actual	YearTD outcome	%	Balance
PARENT MUNICIPALITY					
Clocking Systems (Machinery)	500	-	-	0%	500
Machinery & Equipment	500	30	30	6%	470
Computer & Equipment	2 000	-	221	11%	1 779
Furniture & Fittings	1 000	-	190	19%	810
Compact Roller (Road Equipment)	564	-	-	0%	564
Yellow Fleet (Plant & Machinery)	4 000	-	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	-	1 817	36%	3 183
TOTAL CAPITAL EXPENDITURE FUNDED FROM OWN SOURCE	30 264	30	2 508	8%	27 756



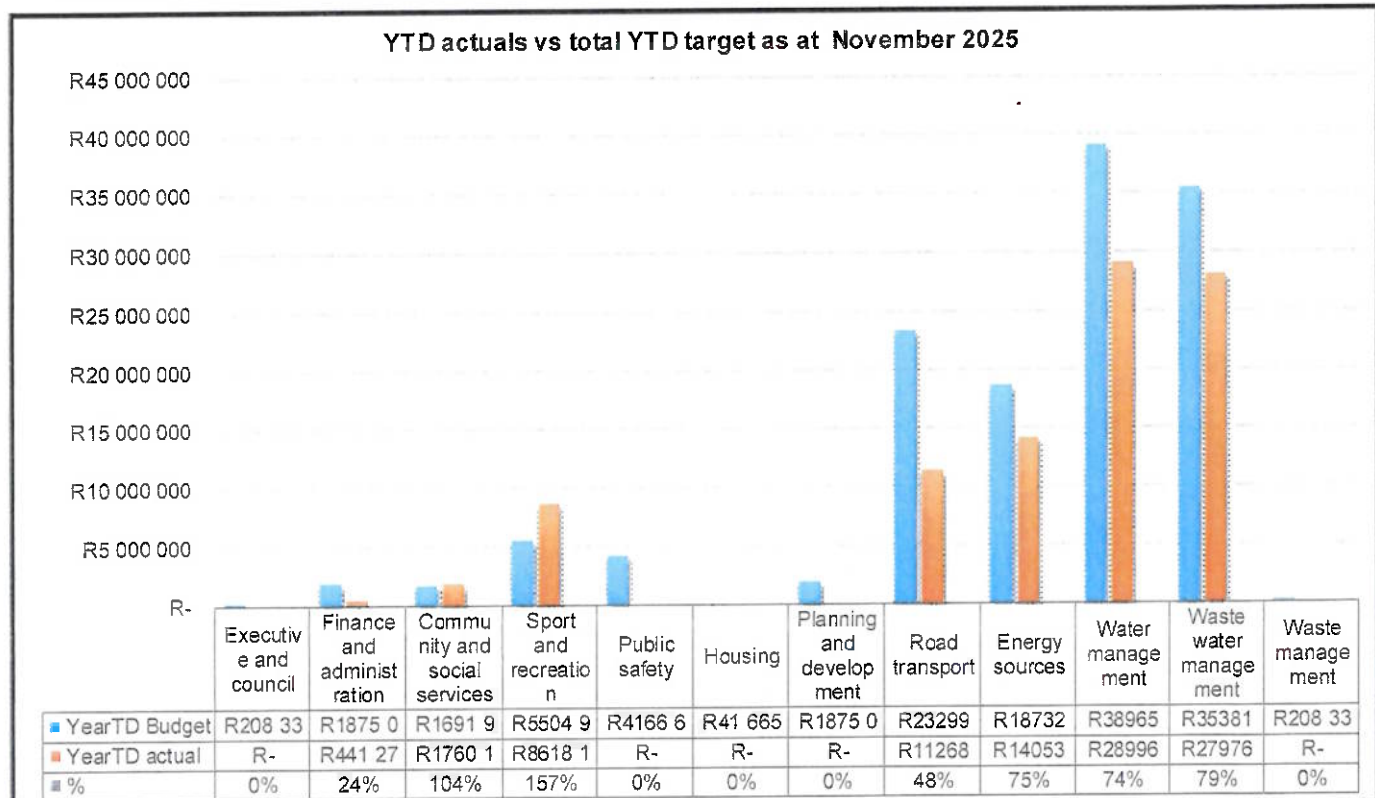
MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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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 - M05 November									
Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	13 347	26 390	26 390	2 247	2 247	26 390	24 143	91.5%	1%
August	825	26 390	26 390	12 452	12 452	52 780	40 328	76.4%	4%
September	10 780	26 390	26 390	10 350	10 350	79 170	68 820	86.9%	3%
October	9 427	26 390	26 390	11 498	11 498	105 560	94 062	89.1%	4%
November	60 366	26 390	26 390	56 568	56 568	131 950	75 382	57.1%	18%
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%	-
Total Capital expenditure	218 624	316 681	316 681	93 115					

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





MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

18 OTHER SUPPORTING DOCUMENTS

FS194 Maluti-a-Phofung - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M05 November

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		54 381	68 232	68 232	-	-	28 430	28 430	100.0%	68 232
Roads Infrastructure		18 275	23 122	23 122	-	-	9 634	9 634	100.0%	23 122
<i>Roads</i>		18 275	23 122	23 122	-	-	9 634	9 634	100.0%	23 122
Electrical Infrastructure		8 489	19 286	19 286	-	-	8 036	8 036	100.0%	19 286
<i>MV Substations</i>		8 489	-	-	-	-	-	-		-
<i>LV Networks</i>		-	19 286	19 286	-	-	8 036	8 036	100.0%	19 286
Water Supply Infrastructure		14 612	5 300	5 300	-	-	2 208	2 208	100.0%	5 300
<i>Boreholes</i>		-	5 300	5 300	-	-	2 208	2 208	100.0%	5 300
<i>Bulk Mains</i>		14 612	-	-	-	-	-	-		-
Sanitation Infrastructure		13 005	-	-	-	-	-	-		-
<i>Reticulation</i>		13 005	-	-	-	-	-	-		-
Solid Waste Infrastructure		-	20 524	20 524	-	-	8 552	8 552	100.0%	20 524
<i>Waste Separation Facilities</i>		-	20 524	20 524	-	-	8 552	8 552	100.0%	20 524
Community Assets		9 923	823	823	-	-	343	343	100.0%	823
Community Facilities		9 923	823	823	-	-	343	343	100.0%	823
<i>Halls</i>		9 923	823	823	-	-	343	343	100.0%	823
Computer Equipment		147	1 424	1 424	-	-	593	593	100.0%	1 424
Computer Equipment		147	1 424	1 424	-	-	593	593	100.0%	1 424
Furniture and Office Equipment		215	250	250	-	-	104	104	100.0%	250
Furniture and Office Equipment		215	250	250	-	-	104	104	100.0%	250
Machinery and Equipment		1 609	353	353	-	-	147	147	100.0%	353
Machinery and Equipment		1 609	353	353	-	-	147	147	100.0%	353
Transport Assets		5 508	4 848	4 848	-	-	2 020	2 020	100.0%	4 848
Transport Assets		5 508	4 848	4 848	-	-	2 020	2 020	100.0%	4 848
Total Depreciation	1	71 783	75 930	75 930	-	-	31 638	31 638	100.0%	75 930



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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 budgeted for overtimes in the 2025/26 financial year budget, however the budget should be monitored by heads of departments to cater for the qualifying employees only.
- The Municipality appointed a debt collector through the transversal contract to assist in collecting arrears amounts

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 30 NOVEMBER 2025

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

20.1 Parent municipality's financial performance

FS194 Maluti-a-Phofung - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		282	1 560	1 560	-	302	650	(348)	-53.5%	1 560
Vote 04 - Financial Services		1 022 116	1 032 783	1 032 783	21 907	441 457	430 326	11 131	2.6%	1 032 783
Vote 05 - Municipal Infrastructure		492 748	527 411	527 411	35 133	145 118	219 755	(74 637)	-34.0%	527 411
Vote 06 - Community Services		12 632	4 792	4 792	1 580	2 087	1 996	91	4.5%	4 792
Vote 07 - Public Safety & Transport		383	462	462	67	362	192	170	88.1%	462
Vote 08 - Sports, Arts, Parks, Culture		13 086	16 362	16 362	37	1 333	6 818	(5 484)	-80.4%	16 362
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		16	5 863	5 863	0	272	2 443	(2 171)	-88.9%	5 863
Vote 10 - Human Settlements		1 321	12 708	12 708	121	775	5 295	(4 520)	-85.4%	12 708
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		962	2 394	2 394	53	405	997	(593)	-59.4%	2 394
Vote 13 - Electricity Department		753 236	823 845	823 845	22 006	156 455	343 269	(186 814)	-54.4%	823 845
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 296 783	2 428 179	2 428 179	80 904	748 566	1 011 741	(263 175)	-26.0%	2 428 179
Expenditure by Vote	1									
Vote 01 - Legislative Authority		65 709	67 317	67 317	4 366	21 485	28 049	(6 564)	-23.4%	67 317
Vote 02 - Office Of The Municipal Manager		22 154	24 646	24 646	2 157	10 110	10 269	(160)	-1.6%	24 646
Vote 03 - Corporate Services		72 207	77 313	77 313	5 838	29 300	32 214	(2 914)	-9.0%	77 313
Vote 04 - Financial Services		357 723	313 768	313 768	26 108	113 399	130 737	(17 338)	-13.3%	313 768
Vote 05 - Municipal Infrastructure		573 335	276 817	276 817	18 776	60 216	115 340	(55 125)	-47.8%	276 817
Vote 06 - Community Services		12 165	23 603	23 603	1 717	7 884	9 835	(1 951)	-19.8%	23 603
Vote 07 - Public Safety & Transport		187 602	184 056	184 056	24 167	86 182	76 690	9 492	12.4%	184 056
Vote 08 - Sports, Arts, Parks, Culture		109 399	54 437	54 437	4 013	20 001	22 682	(2 681)	-11.8%	54 437
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		11 704	16 591	16 591	1 480	6 970	6 913	57	0.8%	16 591
Vote 10 - Human Settlements		18 829	44 933	44 933	711	3 116	18 722	(15 606)	-83.4%	44 933
Vote 11 - Idp, Pms Department		3 664	4 078	4 078	380	1 701	1 699	2	0.1%	4 078
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 261	22 791	22 791	1 017	5 227	9 496	(4 269)	-45.0%	22 791
Vote 13 - Electricity Department		1 196 521	1 257 084	1 257 084	99 844	687 606	523 785	163 821	31.3%	1 257 084
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2 642 273	2 367 434	2 367 434	190 563	1 053 196	986 431	66 765	6.8%	2 367 434
Surplus/ (Deficit) for the year	2	(345 491)	60 745	60 745	(109 659)	(304 630)	25 310	(329 941)	-1303.6%	60 745



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Interdependent water utility • Fossil-fuel Municipality

FS 194 Maluti-a-Phofung - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		345 545	739 063	739 063	17 937	142 901	307 943	(165 042)	-54%	739 063
Service charges - Water		81 910	95 159	95 159	9 792	42 297	39 650	2 647	7%	95 159
Service charges - Waste Water Management		48 889	51 422	51 422	4 294	22 764	21 426	1 339	6%	51 422
Service charges - Waste management		48 662	51 184	51 184	4 291	22 569	21 327	1 243	6%	51 184
Sale of Goods and Rendering of Services		2 688	6 584	6 584	229	1 212	2 743	(1 531)	-56%	6 584
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		107 556	125 181	125 181	18 023	44 559	52 159	(7 600)	-15%	125 181
Interest from Current and Non Current Assets		21 183	12 605	12 605	799	8 146	5 252	2 894	55%	12 605
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	1 000	1 000	-	-	417	(417)	-100%	1 000
Rental from Fixed Assets		1 857	3 992	3 992	78	520	1 663	(1 143)	-69%	3 992
Licence and permits		-	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		1 087	11 772	11 772	87	841	4 905	(4 064)	-83%	11 772
Non-Exchange Revenue										
Property rates		107 972	110 363	110 363	13 711	49 155	45 984	3 170	7%	110 363
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		207	2 396	2 396	9	520	998	(478)	-48%	2 396
Licence and permits		-	1 663	1 663	-	-	693	(693)	-100%	1 663
Transfers and subsidies - Operational		852 793	882 846	882 846	65	366 701	367 853	(1 151)	0%	882 846
Interest		426 385	41 693	41 693	7 034	17 322	17 372	(51)	0%	41 693
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		4 021	7	7	-	-	3	(3)	-100%	7
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		2 050 757	2 136 929	2 136 929	76 349	719 507	890 387	(170 880)	-19%	2 136 929
Expenditure By Type										
Employee related costs		523 649	546 277	546 277	54 844	238 233	227 615	10 618	5%	546 277
Remuneration of councillors		37 151	36 529	36 529	2 672	13 382	15 221	(1 836)	-12%	36 529
Bulk purchases - electricity		1 068 419	1 114 944	1 114 944	92 679	612 934	464 560	148 374	32%	1 114 944
Inventory consumed		26 887	52 842	52 842	1 436	8 080	22 017	(13 938)	-63%	52 842
Debt impairment		436 120	13 280	13 280	-	-	5 533	(5 533)	-100%	13 280
Depreciation and amortisation		71 783	75 930	75 930	-	-	31 638	(31 638)	-100%	75 930
Interest		96 268	51 500	51 500	18	44 490	21 458	23 032	107%	51 500
Contracted services		145 232	173 462	173 462	15 244	44 011	72 276	(28 264)	-39%	173 462
Transfers and subsidies		190 671	198 043	198 043	15 576	62 489	82 518	(20 029)	-24%	198 043
Irrecoverable debts written off		1 160	23 120	23 120	59	951	9 633	(8 682)	-90%	23 120
Operational costs		63 640	81 507	81 507	8 033	28 625	33 961	(5 336)	-16%	81 507
Losses on Disposal of Assets		(6 676)	-	-	-	-	-	-	-	-
Other Losses		(12 052)	-	-	-	-	-	-	-	-
Total Expenditure		2 642 273	2 367 434	2 367 434	190 563	1 053 196	986 431	66 765	7%	2 367 434
Surplus/(Deficit)		(591 517)	(230 505)	(230 505)	(114 214)	(333 689)	(96 044)	(237 645)	0	(230 505)
Transfers and subsidies - capital (monetary allocations)		246 026	291 250	291 250	4 535	29 059	121 354	(92 295)	(0)	291 250
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(345 491)	60 745	60 745	(109 659)	(304 630)	25 310	(329 941)	(0)	60 745
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(345 491)	60 745	60 745	(109 659)	(304 630)	25 310	(329 941)	(0)	60 745
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(345 491)	60 745	60 745	(109 659)	(304 630)	25 310	(329 941)	(0)	60 745
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(345 491)	60 745	60 745	(109 659)	(304 630)	25 310	(329 941)	(0)	60 745



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Inkqubo: i-inkqubo • Phakisa: i-inkqubo

FS194 Maluti-a-Phofung - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M05 November

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
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation										
Vote 01 - Legislative Authority	1	-	-	-	-	-	-	-	-	-
01.3 - Council General		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	500	500	-	-	208	(208)	-100%	500
02.2 - Mm Administration		-	500	500	-	-	208	(208)	-100%	500
Vote 03 - Corporate Services		26	2 500	2 500	30	252	1 042	(790)	-76%	2 500
03.2 - Corporate Administration		-	500	500	30	30	208	(178)	-85%	500
03.5 - Information Technology - Ict		26	2 000	2 000	-	221	833	(612)	-73%	2 000
Vote 04 - Financial Services		193	1 000	1 000	-	190	417	(227)	-55%	1 000
04.5 - Income/Revenue		-	-	-	-	-	-	-	-	-
04.9 - Assets Management		193	1 000	1 000	-	190	417	(227)	-55%	1 000
Vote 05 - Municipal Infrastructure		1 237	234 850	234 850	46 052	68 242	97 854	(29 612)	-30%	234 850
05.2 - Roads		-	51 918	51 918	6 097	11 018	21 632	(10 614)	-49%	51 918
05.3 - Infrastructure Administration		1 237	4 000	4 000	-	250	1 667	(1 417)	-85%	4 000
05.4 - Water		-	93 518	93 518	14 517	28 997	38 966	(9 969)	-26%	93 518
05.5 - Sewerage		-	84 915	84 915	25 438	27 977	35 381	(7 404)	-21%	84 915
05.6 - Waste Management		-	500	500	-	-	208	(208)	-100%	500
Vote 06 - Community Services		-	4 061	4 061	546	1 760	1 692	68	4%	4 061
06.2 - Community Services		-	3 361	3 361	546	1 760	1 400	360	26%	3 361
06.7 - Cemeteries		-	700	700	-	-	292	(292)	-100%	700
Vote 07 - Public Safety & Transport		4 405	11 000	11 000	-	-	4 583	(4 583)	-100%	11 000
07.2 - Disaster Management		-	-	-	-	-	-	-	-	-
07.4 - Fire & Emergency Services		-	7 000	7 000	-	-	2 917	(2 917)	-100%	7 000
07.5 - Public Safety & Transport Administration		4 405	3 000	3 000	-	-	1 250	(1 250)	-100%	3 000
07.6 - Security Guards		-	1 000	1 000	-	-	417	(417)	-100%	1 000
Vote 08 - Sports, Arts, Parks, Culture		-	13 212	13 212	4 670	8 618	5 505	3 113	57%	13 212
08.1 - Sport Arts & Culture Administration		-	13 212	13 212	4 670	8 618	5 505	3 113	57%	13 212
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		-	-	-	-	-	-	-	-	-
Vote 10 - Human Settlements		-	100	100	-	-	42	(42)	-100%	100
10.2 - Housing Services		-	100	100	-	-	42	(42)	-100%	100
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	4 500	4 500	-	-	1 875	(1 875)	-100%	4 500
12.1 - Town Planning		-	4 500	4 500	-	-	1 875	(1 875)	-100%	4 500
Vote 13 - Electricity Department		-	44 958	44 958	5 270	14 053	18 733	(4 679)	-25%	44 958
13.2 - Electricity		-	44 958	44 958	5 270	14 053	18 733	(4 679)	-25%	44 958
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total single-year capital expenditure		5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	(0)	316 681
Total Capital Expenditure		5 861	316 681	316 681	56 568	93 115	131 950	(38 836)	(0)	316 681



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Minkwatope and uMshini • Phofung Municipality

20.2 Municipal Entity's financial performance

The MFMA s87(11) report for the month of November which provides a full reports of the financial status of the Entity was not received by the time this report was completed.

FS194 Maluti-a-Phofung - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M05 November										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Municipal Entity										
<i>Entity Name</i>										
Maluti Water (Pty) Ltd		202 535	270 936	270 936	18 871	88 018	112 890	(24 872)	-22%	270 936
Total Operating Revenue	1	202 535	270 936	270 936	18 871	88 018	112 890	(24 872)	-22%	270 936
Expenditure By Municipal Entity										
<i>Entity Name</i>										
Maluti Water (Pty) Ltd		161 949	270 936	270 936	13 743	72 223	112 890	(40 667)	-36%	270 936
Total Operating Expenditure	2	161 949	270 936	270 936	13 743	72 223	112 890	(40 667)	-36%	270 936
Surplus/ (Deficit) for the yr/period		40 586	0	0	5 128	15 795	0	(65 539)	-262156571%	0
Capital Expenditure By Municipal Entity										
<i>Entity Name</i>										
Maluti Water (Pty) Ltd		-	-	-	-	-	-	-	-	-
Total Capital Expenditure	3	-	-	-	-	-	-	-	-	-


MAP WATER FINANCIAL PERFORMANCE - NOVEMBER 2025				
Description R'000	Original Budget	Nov-25	YearTD Actual	%
INCOME	(270 936)	(18 871)	(88 018)	32%
Interest from Current and Non Current Assets	(159)	-	-	0%
Sale of Goods and Rendering of Services	(159)	-	-	0%
Intercompany/Parent-Subsid Transactions	(186 916)	(15 576)	(77 882)	42%
Intercompany Transaction- Sewer Levy	(40 478)	(1 969)	(4 111)	10%
Intercompany Transaction- Water Levy	(43 224)	(1 325)	(6 025)	14%
EXPENDITURE	270 936	13 743	72 223	27%
Employee related costs	176 278	13 625	71 480	41%
Contracted services	29 978	-	29	0%
Operational costs	48 083	118	700	1%
Inventory consumed	16 436	-	15	0%
Interest	162	-	-	0%
SURPLUS/-DEFICIT	(0)	(5 128)	(15 795)	



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
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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	
 National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003 Municipality Self-Assessment	
Certificate of Compliance: Municipal Debt Relief Conditions for Application	
Period	Nov25
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	FS194
District	Thabo Mofutsanyana
Demarcation Description	Maluti-a-Phofung
<p>I, ADV MM MOFOKEFI, 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>	
Municipal Debt Relief Conditions (Monthly reporting)	
Condition	<i>Choose from drop down list</i>
6.3 + 6.12	Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption)

Notes/Comments



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
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<p>6.3 + 6.12</p> <p>Conditio n</p>	<p>Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption)</p>		
<p>6.12.2</p>	<p>- Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>Note - refer condition 6.12.2</i></p>	<p>Yes <input type="checkbox"/></p>	<p>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.</p>
<p>6.12.2</p>	<p>- 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 Gohlumi Upload Portal https://uploadportal.treasury.gov.za/?</p>	<p>Yes <input type="checkbox"/></p>	
<p>6.12.2</p>	<p>- 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?</p>	<p>Yes <input type="checkbox"/></p>	
<p>6.3.1</p>	<p>- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (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 accounts) up to the date of NT approval of the arrangement.</i></p>	<p>Yes <input type="checkbox"/></p>	
<p>6.3.2 6.3.3</p>	<p>- 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 Gohlumi Upload Portal https://uploadportal.treasury.gov.za/?</p>	<p>Yes <input type="checkbox"/></p>	
<p>6.3.4</p>	<p>- 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?</p>	<p>Yes <input type="checkbox"/></p>	



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
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6.4 Compliance with a funded MTREF -- (choose from drop down list the MTREF assessed)		Sheet
7	6.4.1 - Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mtma.treasury.gov.za/Guidelines/Funding.aspx?	No
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
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? <i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent 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 this as a "No".</i>	Yes
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? <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>	Yes
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

The 2025-2026 budget is unfunded due to low revenue collection, high bulk electricity purchases, budgeting for depreciation and debt impairment.

The 2025-2026 budget is unfunded with an operating deficit of R432million indicated on Table A4 without including the map water intercompany

The monthly calculations are not done on the system. Which affects the budget projections.



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	<p><i>Note - If the municipality has an FRP, a separate budget/funding plan is not necessary. However, the FTI/MT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening</i></p>	
<p>6.4.2</p>	<p>- 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)?</p>	<p align="center">Yes</p> <p>The Municipality does not have the FRP but it has the credible budgeted funding plan</p>
<p>6.4.2</p>	<p><i>Note - only if the municipality does not have an FRP may 'N/A' be selected from the dropdown list:</i></p> <p>- 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.)?</p>	<p align="center">Yes</p>
<p>6.5</p>	<p>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?</p>	<p align="center">Yes</p> <p>The 2025-2026 Final tariff tool was uploaded on the 18 June 2025</p>
<p>6.6</p>	<p>Electricity and water as collection tools - has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:</p>	
<p>6.6.1</p>	<p>- 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?</p>	<p align="center">Yes</p> <p>The billing report (BIB030) is attached The proof of emails of accounts is attached and Notice</p>



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16	6.6.2	<p>- 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?</p>	Yes	Auditing, disconnections and notices are done, and the disconnection invoices are issued (poe's attached)
17	6.6.3	<p>- 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? <i>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.</i></p>	Yes	
18	6.6.4	<p>- 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? <i>Note – the municipality's monthly MFMA s.71 statement must include as part of the narrative the indigent information in the required MF format.</i></p>	Yes	All registered indigents are on prepaid and they purchase as per their use if they exceed the FBE of 50KWH. The challenge is on water. The Municipality doesn't have resources to do the restrictions
19	6.6	<p><i>Supporting evidence - The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTRER's related budget policies and by-laws demonstrate compliance with paragraph 2.6.</i></p>		
19	6.7	<p>Maintain a minimum average quarterly collection of property rates and services charges -</p> <p>- 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?</p>	Yes	The municipality achieved the 80% average collection by the end of the 1st quarter. The % collection for November was 58%. The billing vs collection report is calculated based on October Schedule C4 and November Schedule SC9 which includes payments in advance. prepaid collection & Journals.



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6.7.2	<p>- 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, has the municipality demonstrated to the satisfaction of National Treasury the following:</p>	Yes	
6.7.2.1	<ul style="list-style-type: none"> 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	The billing report (BMO30) is attached The proof of emails of accounts is attached and Notice
6.7.2.2	<ul style="list-style-type: none"> 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	Auditing and disconnections are done, and the disconnection invoices are issued(poe's attached)
6.7.2.3	<ul style="list-style-type: none"> 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	
6.7.3	<ul style="list-style-type: none"> 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	All registered indigents are on prepaid and they purchase as per their use if they exceed the FBE of 50K-1W. The challenge is on water. The Municipality doesn't have resources to do the restrictions
6.7.4	<ul style="list-style-type: none"> 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	
6.7.5	<ul style="list-style-type: none"> 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? 	Yes	



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Municipality's Completeness of the revenue base -	
6.8	
6.8.1	<p>- 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</p> <p align="right">Yes <input type="checkbox"/></p>
6.8.1	<p>- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified?</p> <p><i>Note - monthly progress against the action plan to address variances to be included as part of this municipality's next compliance reporting in the MFMA s.71 statement:</i></p> <p align="right">Yes <input type="checkbox"/></p>
6.8.2	<p>- 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 https://uploadportal.treasury.gov.on.ca?</p> <p align="right">Yes <input type="checkbox"/></p>
6.9	<p align="center">Monitor and report on implementation -</p>
6.9.1	<p>- 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?</p> <p align="right">Yes <input type="checkbox"/></p>
6.9.2	<p>- 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?</p> <p><i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1</i></p> <p align="right">Yes <input type="checkbox"/></p>

The GVR recon is a quarterly report

The progress for November is attached

The GVR recon is a quarterly report and the fourth quarter was uploaded on Go-muni



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31	<p>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?</p>	Yes
32	<p>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 https://uploadportal.treasury.gov.za/?</p> <p><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></p>	Yes
33	<p>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:</p>	
34	<p>6.10.1 - has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?</p>	Selected
35	<p>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 https://uploadportal.treasury.gov.za/?</p> <p><i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate</i></p>	Selected
36	<p>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?</p>	Selected



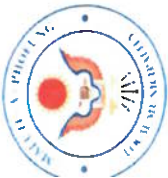
**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
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<p align="center">6.11</p>	<p><i>Note - if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.11</i></p> <p>Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</p>	<p align="center">No</p>	
<p align="center">6.12</p>	<p><i>Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124 condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year budgeting purposes are not considered within the ambit of this condition</i></p> <p>For the duration of the Municipal Debt Relief (to ensure proper management of resources):</p>		
<p align="center">6.12.1</p>	<p>- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account - (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?</p>	<p align="center">Yes</p>	
<p align="center">6.12.2</p>	<p>- 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?</p>	<p align="center">Yes</p>	<p>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</p>



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	<p><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.8(3).</i></p>	
39	<p>Supporting evidence: 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.</p>	<p align="center">Yes <input type="checkbox"/></p>
40	<p>6.13 Accounting Treatment - 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?</p>	<p align="center">No <input type="checkbox"/></p>
41	<p>6.14 'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?</p>	<p align="center">No <input type="checkbox"/></p>
	<p><i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3 of MFMA Circular no. 124, 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 Chapters 6 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 under 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</i></p>	



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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)

Ref	Description	As Per Debt Relief Application		2025/2026 - Monthly Monitoring														
		Baseline	Adjusted Budget	Adopted Budget	Full Year Forecast	MM1	MM2	MM3	MM4	MM5	MM6	MM7	MM8	MM9	MM10	MM11	MM12	
1	Indigent Household service targets																	
	Water: (Include All Indigent households also in Eskom supplied areas)																	
	Indigent HHS with piped water inside dwelling	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Indigent HHS with piped water inside yard (but not in dwelling)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Indigent HHS using public tap (at least min service level)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Indigent HHS with other water supply (at least min service level)	23 620 894	18 755 498	18 755 498	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total no. of indigent HHS receiving Minimum Service Level and Above sub-total	23 620 894	18 755 498	18 755 498	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Indigent HHS using public tap (c min service level)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Indigent HHS with other water supply (c min service level)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Indigent HHS with No water supply	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	Total no. of indigent HHS receiving - Below Minimum Service Level sub-total	23 620 894	18 755 498	18 755 498	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Status of Water meters:																	
	Number of indigent HHS with piped Water	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Number of indigent HHS with conventional metered Water	-	-	-	-	2 260	2 284	2 544	2 544	2 540	3 027	-	-	-	-	-	-	-
	Number of indigent HHS NOT metered currently - Water	-	-	-	-	7 836	5 750	13 658	16 010	16 010	16 010	-	-	-	-	-	-	-
	Number of indigent HHS with NO Water supply - No meters	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	Total number of registered indigent households	-	-	-	-	10 066	12 171	16 200	18 550	18 550	21 045	-	-	-	-	-	-	-



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

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)

Ref	Description	Current Year - 2025/2026		2025/2025 - Monthly Monitoring															
		As Per Debt Relief Application	Full Year Forecast	Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11	M12
13	Status of unlimited supply of Electricity:																		
	Number of indigent HHs with conventional metered Electricity - where the municipality is NOT physically restricting Electricity to the national free basic limit of 50kwh per household per month	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Number of indigent HHs NOT metered currently receiving unlimited supply - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Uptime (days) number of registered indigent households receiving unlimited supply of electricity - Scale the Number of HHs billed for consumption above the 50 kWh	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Number of ALL Households receiving Free Basic Service (including registered Indigent Households)																		
	Water (6 kilolitre per household per month)	10 066	12 171	16 200	18 950	21 045	10 066	12 171	16 200	18 950	21 045	10 066	12 171	16 200	18 950	21 045			
	Electricity (other energy 50kwh per household per month)	171 195	180 381	192 703	222 705	229 265	171 195	180 381	192 703	222 705	229 265	171 195	180 381	192 703	222 705	229 265			
	Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)	249 730	263 101	291 112	324 970	324 404	249 730	263 101	291 112	324 970	324 404	249 730	263 101	291 112	324 970	324 404			
8	Water (6 kilolitre per household per month)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Electricity/other energy (50kwh per household per month)	885 878	1 081 795	1 508 988	1 789 405	1 950 999	885 878	1 081 795	1 508 988	1 789 405	1 950 999	885 878	1 081 795	1 508 988	1 789 405	1 950 999			
	Total cost of FBS Water and Electricity provided to ALL Households	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))

Information - 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)

Ref	Description	As Per Debt Relief Application		2025/2026 - Monthly Monitoring												
		Adopted Budget	Adjusted Budget	Full Year Forecast	MM1	MM2	MM3	MM4	MM5	MM6	MM7	MM8	MM9	MM10	MM11	MM12
	Highest level of free service provided per household (ALL Households)															
	Property rates (P. value threshold)				6	6	6	6	6							
	Water subsidies (per household per month)				-	-	-	-	-							
	Sanitation (kilolitres per household per month)				222	222	222	222	222							
	Sanitation (Flat per household per month)				50	50	50	50	50							
	Electricity (kwh per household per month)				141	141	141	141	141							
	Refuse (average bags per week)															
9	Revenue cost of subsidised services provided for ALL Households (RMM)															
14(a)	Residential Category - Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)															
14(b)	PSI Category - Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)				15 000	15 000	15 000	15 000	15 000							
15	Additional Subsidies - Property rates exemptions, reductions and rebates in excess of section 17 of MPRA)				55 000	55 000	55 000	55 000	55 000							
16	Water (in excess of 6 kilolitres per indigent household per month)															
	Sanitation (in excess of free sanitation service to indigent households)															
	Electricity/other energy (in excess of 50 kwh per indigent household per month)															
	Refuse (in excess of one removal a week for indigent households)															
	Municipal housing - rental rebates															
	Other housing - top structure subsidies															
	Other															
	Total revenue cost of subsidised services provided				110 000	110 000	110 000	110 000	110 000							



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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

21.4.1 Collection Rate Assessment

National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003	Municipal Details																			
	Free State			No. Of Wards																
	Code	District	Municipality	Period Monitored																
	FS194		Matluti-a-Phofung	November	31															
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	Q4
1. Collection for whole demarcation	133 674 746	33 602 094	100 072 651	25%	25%	89 743 787	35 004 424	54 739 363	39%	33%	-	-	-	-	-	16 785 051	3 761 536	13 023 515	22%	22%
2. Collection end Eskom supplied areas	89 663 384	12 976 972	76 687 412	14%	14%	58 394 644	14 707 367	40 687 478	27%	27%	-	-	-	-	-	16 785 051	3 761 536	13 023 515	22%	22%
3. Collection: Property Rates	27 628 901	17 794 551	10 122 350	64%	64%	16 469 214	4 283 365	14 285 618	23%	23%	-	-	-	-	-	2 364 366	815 275	1 549 105	34%	34%
4. Total average collection: Electricity (Municipal supplied areas)	11 741 167	8 473 429	3 267 738	72%	72%	18 518 432	20 693 636	(2 175 204)	112%	112%	-	-	-	-	-	-	366 862	(896 862)	#N/A	#N/A
5. Total average collection: Water	24 571 069	3 226 905	21 344 163	13%	13%	18 611 770	3 328 361	15 284 789	16%	16%	-	-	-	-	-	4 561 110	1 188 404	3 373 006	26%	26%
6. Total average collection: Wastewater	15 424 654	1 519 440	13 905 214	10%	10%	10 716 247	2 988 527	7 749 720	28%	28%	-	-	-	-	-	2 128 354	401 845	1 726 509	19%	19%
7. Total average collection: Refuse	15 468 440	1 527 686	13 940 774	10%	10%	10 418 443	2 905 647	7 512 601	28%	28%	-	-	-	-	-	1 296 531	224 690	1 071 832	17%	17%
8. Total average collection: Interest	38 642 516	1 140 193	37 502 322	3%	3%	12 987 677	936 038	12 051 639	7%	7%	-	-	-	-	-	6 494 377	236 453	6 197 924	4%	4%

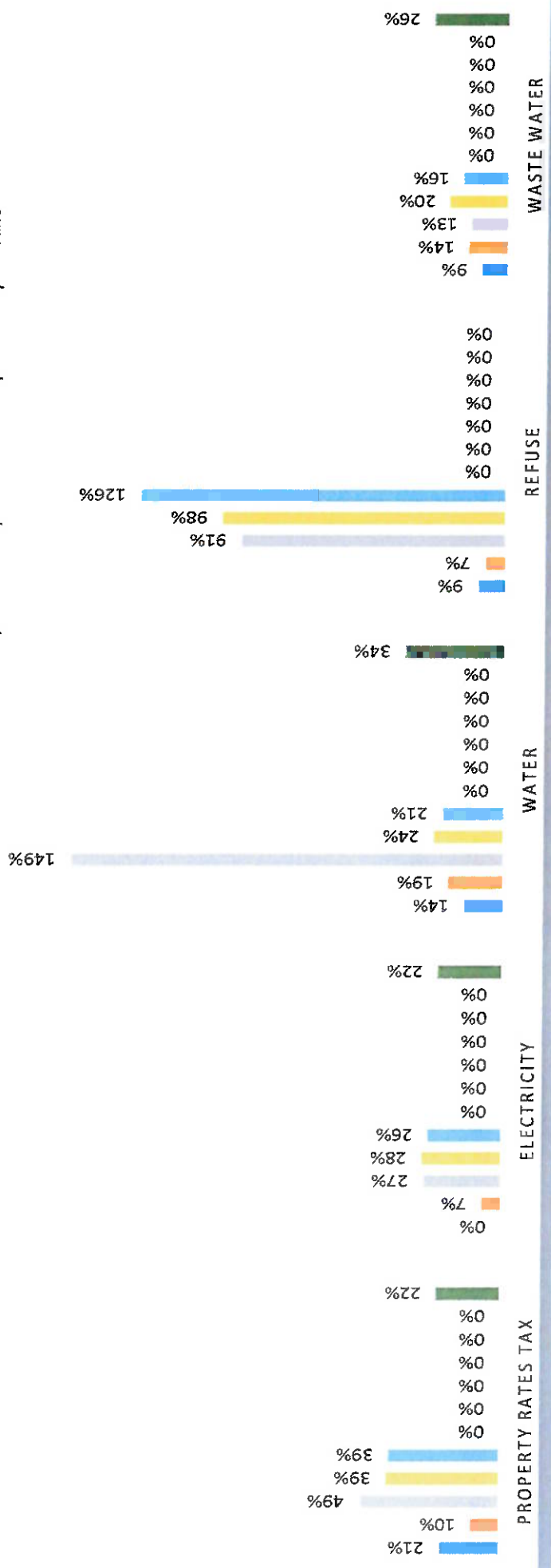


**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

21.4.2 Monthly / Quarterly collection per ward

% MONTHLY COLLECTION PERFORMANCE

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





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

Local Municipality • Mmaseko: ka Lelekele • Phisoke Municipality

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

Engenas A. SD Mokhele
Email: AMokhele@treasury.gov.za
Reference: Revenue & Debt Management



Ms. Ogaleletseng Gaarekwe
Acting Deputy Director-General
Intergovernmental Relations
National Treasury
40 Church Square
PRETORIA
2001

Adv. M. Motokong
Municipal Manager
Maluti a Phofung Municipality
PO Box 805
WITSIESHOEK
9780

Dear Ms. Gaarekwe and Adv. M. Motokong

MUNICIPAL DEBT RELIEF COMPLIANCE CERTIFICATE FOR THE PERIOD OF 2025 - FS 194: MALUTI A PHOFUNG LOCAL MUNICIPALITY.

1. The above mentioned subject has references
2. In accordance with Municipal Debt Relief Circular No. 124, the Provincial Treasury is required to confirm and certify, within 20 working days of the end of each month, the adherence of each delegated municipality with the condition 6.1 to 6.14 of Debt Relief as part of the Provincial Treasury's (PT) report to the National Treasury (NT).
3. If a delegated municipality did not meet any conditions during a specific month, the Provincial Treasury's certificate of compliance must include a report detailing the non-compliance and the progressive support measures instituted by both the Provincial Treasury and the municipality to enhance adherence to the conditions(s).

Condition 6.1: Municipality Non-Compliance: The municipality's debt relief performance remains unchanged at 63% in September 2025 and in October 2025. Key areas that require attention are:

- Paying Eskom bulk in full and submitting evidence as required.
- The municipality must comply with a funded budget MTREF requirement.
- Strengthen the strategy of collection using Electricity and Water
- Uploading documents on the Go-Muni Portal.



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mmabatho Local Municipality • Ficksburg Municipality

Table 1: October 2025 Monthly performance report

Municipal Code		Monthly Performance Report												Budgeting				
		Part 1	Part 2	Part 3	Part 4	Part 5	Part 6	Part 7	Part 8	Part 9	Part 10	Part 11	Part 12			Part 13	Part 14	
10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000	10000

Condition 6.3: Maintaining the Eskom bulk current account – The municipality has persistently short-paid its Eskom current account. It is not clear as to how the DAA arrangement is unfolding in terms of the amounts being collected by Eskom and the shortfall that the municipality must pay. According to the elements of the DAA, revenue collected will be paid into Eskom's banking account, and allocations are made in accordance with the merit order. The municipality is requested to provide a clear explanation of how DAA arrangements are unfolding, specifically regarding the amounts being collected by Eskom and the shortfall that the municipality must cover.

Condition 6.4 - A funded MTREF: The municipality has tabled an unfunded budget for the 2025/26 Medium-Term Revenue and Expenditure Framework (MTREF). This is a serious non-compliance issue in terms of the Municipal Finance Management Act (MFMA) as it undermines the municipality's ability to sustainably deliver services and maintain fiscal discipline. The municipality has submitted the funding plan and upload it on the Go Muni.

Condition 6.5 - Cost reflective tariffs: The municipality has submitted and uploaded the cost reflective assessment tool for both the tabled and adopted 2025/26 budget to the Go Muni Portal.

Condition 6.6 - Electricity and water as collection tools: The municipality is not compliant with the conditions regarding the use of electricity and water as collection tools.

Condition 6.7 - Maintain a minimum average quarterly collection of property rates and services charges. The municipality has not issued a consolidated monthly bill to all customers/property owners in terms of which all partial payments received are allocated. The municipality is requested to comply with MFMA Circulars 124, 128, and 130 and follow the order of priority: firstly, to



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Inkqubo yase-inkqubo • Inkqubo yase-inkqubo

properly rates, thereafter to water, wastewater, refuse removal, and lastly to electricity.

Condition 6.8 - Municipality's Completeness of the revenue base: The municipality has submitted a progress report detailing the steps taken to address the identified variances. According to the municipality, the remaining variances will be cleared by the end of December 2025.

Condition 6.9 - Monitor and Report on compliance with MFMA section 71 reporting. The municipality has not uploaded a report.

MFMA S71 Statement component		Compliance (Yes / No)
1.	The Budget Performance Overview (paragraph 4) of the MFMA S71 statement explicitly advised on the municipality's progress in implementing the municipality's budget and (where relevant also the budget funding plan) – where implementation is slow, the statement advised explicitly on progress, challenges, and corrective actions.	No
2.	The conclusion (paragraph 14) of the MFMA S71 statement explicitly advised as part of the MFMA Circular 124 Condition 6.9 reporting - i. Any risk associated, and ii. The mitigating factors with the implementation of the municipality's Budget Funding Plan or for Funded Budget	No
3.	Annexure B of the MFMA S71 statement included the following debt relief reporting components-	
3.1.1	The municipality's MFMA Circular 124 self assessment	No
3.1.2	The self-assessment (refer 3.1.1 above) was uploaded in the format of MFMA Budget Circular 126 (Annexure B)	No
3.2	The municipality's overall relief compliance across the months of its debt relief participation since its National Treasury debt relief approval effective date	No
3.3	The latest Province Treasury debt relief compliance certificate and report issued to the municipality	No
3.4.1	The municipality's revenue collection performance i. the overall performance graph, ii. Summary worksheet, and iii. Collection per ward including all supplies electricity in the ward	No
3.4.2	The revenue collection performance information (refer 3.4.2) was included in the format of MFMA Budget Circular 126 (Annexure D)	No
3.5.1	The Indigent management information	No
3.5.2	The indigent management information was included in the format of MFMA Budget Circular 126 (Annexure C)	No
3.6.1	The summary of the municipality's property rates reconciliation was undertaken in the National Treasury format	No
3.6.2	The municipality's progress during the month against its planned corrective action to address any variances evident from the property rates reconciliation	No
3.7.1	Any Eskom and Water (if the municipality has the Water function) Bulk current account invoices due and payable during the month of reporting	No
3.7.2	The municipality's proof of payment of any such Eskom and / or Water Bulk current account invoices during the month of reporting	No
3.7.3	The municipality's reconciliation statement for electricity and water (if it has the function) aligning to the MFMA S71 mSOGA data strings upload	No
3.8	Recommendations noting explicitly the aforementioned debt relief reporting to the Mayor and / or Mayoral Committee meeting	No



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mmasepala Aka Senekal • Papeete Municipality

Condition 6.10: Provincial Treasury certification of municipal compliance

Annexure A2 - Monthly



Municipal Treasury
Municipal Debt Relief
MFMA Circular No. 194
Municipal Finance Management Act No. 56 of 2003

Free State Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	01/11/25	-
National Financial Year	2025	-
Department Code of Municipality being assessed	06000	-
District	Thabo Mofokeng	-
Operational Description	Mafikeng	-

I, **Thabo Mofokeng**, Deputy Mayor, do hereby certify that the Provincial Treasury, on 20/11/25, has certified compliance of the Municipality with the conditions set out in MFMA Circular No. 194 and (P.1) the Provincial Treasury is satisfied that the Municipality has complied fully with the conditions set out in the table below.

Municipal Debt Relief Conditions (Monthly reporting)

Condition	Description	Yes/No	Remarks
6.10.1	Has the municipality paid its bills on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	No	-
6.10.2	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.3	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.4	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.5	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.6	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.7	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.8	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.9	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.10	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.11	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.12	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.13	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.14	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.15	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.16	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.17	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.18	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.19	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-
6.10.20	Has the municipality submitted its financial statements to the Provincial Treasury on time on each date 30 days prior to the date of reporting to the Provincial Treasury?	Yes	-

011-3121 8487 • P.0600000000
Free State Provincial Treasury
P.O. 21425, Bloemfontein, 9300
Tebelo Building, 1st Floor, Del Potto and Zantvoort Streets, CSO, Bloemfontein



TABLE 11



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Metropolitan Municipality • Provincial Municipality

6.0	Cost-effective tariffs (including water) for the municipality provided to registered residential water users (Article 26 of the Constitution) of which Budget Chapter 14 is a part of the municipality's water tariff and adopted NTRP rules take into account the taking of the 2025/26 tariff?	Yes	1
6.1	Electricity and water as a common pool? For the municipality, who shall have the taking of the common pool administered through its approved budget-related policies that:		
6.1.1	the council has issued a written notice (with a 14-day notice period) to all consumers/property owners in order of which 25 percent of consumers received the following notice of priority: First to property rates, thereafter to water, electricity, refuse removal and health services etc?	Yes	2
6.1.2	the municipality demonstrates clearly on the website the publishing of the said notices of any defaulting consumers (page 2) under the date of each registered or unregistered consumer with the water meter?	Yes	2
6.1.3	the municipality is providing and/or planning the supply of water to all water-using residential premises within the defined area registered as an unregistered consumer with the municipality? Note: In cases of the common pool, the municipality must undertake such systematic determination of water supply with the municipal engineer to ensure a minimum supply of water to all.	Yes	2
6.1.4	in the defaulting consumers/property owners, a minimum of 25 percent consumers with the stated 25% of the monthly supply of electricity and water to that consumer/property owner (initially sufficient to the monthly supply of electricity and water to that consumer/property owner) and a 25 percent water responsibility?	Yes	2
6.2	Residential electricity supply (Article 26 of the Constitution) which is a part of the electricity supply agreement in the region of the:		
6.2.1	Has the municipality achieved a minimum of 80 per cent average monthly collection of property rates and service charges with effect from 01 April 2024 and 85 per cent average quarterly collection with effect from 31 April 2025 during any quarter - determined by the SASSA 4-15 monthly and quarterly statements and with the data being uploaded in the Software Upload Tools?	Yes	2
6.2.2	If the response to 6.2.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.2.1, has the municipality demonstrated to the collection of National Treasury the following:		
6.2.2.1	The water department is currently unable to collect property rates because the municipal debtors are being notified at a collection point and that the average quarterly collection of the municipality is not being fully collected (and) the reported quarterly average collection is not being fully collected?	Yes	2
6.2.2.2	The water utility to be fully collecting rates is unable to collect property rates because of the supply of water to the local supplied area?	Yes	2
6.2.2.3	The municipality within 15 business days after the date of a service delivery agreement with Eskom for property rates, has been notified of the Eskom supply of water to the municipal system, and Eskom has that notified and the municipal for the future?	Yes	2
6.2.3	The water utility has a regularly updated asset register in the year since the last audit that is approved by the audit and property rates are included in the asset register, including setting off the date of the asset register to correct work completion?	Yes	2
6.2.4	The water utility has adopted a policy on installing rate meters in connection with the decentralized system with the SASSA 4-15 rules and 1300 rules?	Yes	2
6.2.5	Yes, the municipality's 2024/25 and 2025/26 budget and all other budget and MFMA system to demonstrate where the approved budget is 2024/25?	Yes	2
6.3	Municipality's Compliance of the common pool:		
6.3.1	Has the municipality demonstrated through the National Treasury property rates cooperation tool that the municipality's billing system fully complies with the approved forecast software tool (NTRP) and is an approved water utility (NTRP) registered municipal utility?	Yes	2
6.3.2	If the response to 6.3.1 is "No", has the water utility demonstrated the steps taken to fix the system identified?	Yes	2
6.3.3	For the latest audit cycle: Has the municipality submitted its completed billing system tool and/or service level agreement to be used in compliance with the National Treasury's data policy (NTRP) and the 2025/26 and 2026/27 to the National Treasury?	Yes	2
6.4	Monitor and report on the common pool:		
6.4.1	MFMA section 13 reporting - has the municipal council and water management been informed previously and advised accordingly by the requirements of the municipality's water budget and budget funding flow when adopted?	Yes	2
6.4.2	If progress is slow in terms of providing data, is the water management advised that the national treasury is still to be provided with the data, reporting and recording of the financial system as per the NTRP data tool?	Yes	2

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MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Department of Water and Sanitation • Phosheke Municipality

6.7	<p>6.7.1 - Participating with financial recovery plans (FRP) - Has the municipality had a FRP developed in the preceding six (6) months, regulation framework & the FRP is participating effectively in terms of implementing its FRP to the Financial Principles?</p> <p>6.7.2 - If the municipality (as per FRP) after 30 April 2025, parallel to submitting its monthly FRP reports, report to the Provincial Executive has the municipality also submitted the FRP progress report to the National Treasury, National Finance and Treasury Services (NFTS) through the National Upload Portal https://uploadportal.nftsa.gov.za/?</p>	<p>Selected</p> <p>Selected</p>	<p>0</p> <p>0</p>
6.8	<p>6.8.1 - Has the relevant Provincial Treasury (delegate-1) / National Treasury (delegate-2) monthly monitored the municipality's compliance with the relevant conditions?</p> <p>6.8.2 - Has the head of the relevant Provincial Treasury (delegate-1) monthly monitored the municipality's compliance to these conditions, or the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 6.1.1 to 6.1.2 of MFMA (Chapter 17)) and formally updated the compliance certificate on the National Upload Portal https://uploadportal.nftsa.gov.za/?</p> <p>6.8.3 - Has the National Treasury failed to verify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 6.1.1 to 6.1.2 of MFMA (Chapter 17)) within one month of the non-compliance occurring?</p>	<p>Yes</p> <p>Yes</p> <p>No</p>	<p>0</p> <p>0</p> <p>0</p>
6.9	<p>6.9.1 - Evaluation of municipality borrowing powers - Has the municipality borrowed since it set up any subsequent loan facilities in the year for debt relief programmes?</p>	<p>No</p>	<p>0</p>
6.10	<p>6.10.1 - Has the municipality appointed and ring-fenced in a sub-account to its primary bank account - (a) all municipal water and sanitation revenue the municipality collects in any month; and (b) the disbursements of the total funds available therefor? Is the municipality earmarked to provide free basic secondary water and sanitation?</p> <p>6.10.2 - Has the municipality during the month that applied the revenue to the sub-account (referred per paragraph 6.10.1) to pay its current water accounts and then applying it to its water current account before it applied the revenue to the sub-account for any other purpose?</p>	<p>Yes</p> <p>Yes</p>	<p>0</p> <p>0</p>
6.11	<p>6.11.1 - Supporting evidence - Has the municipality submitted all steps of the process have a copy of all ring-fenced bank account to the National Treasury and provide Treasury along with MFMA s.17 statement referred to above?</p> <p>6.11.2 - Accounting treatment - Has the municipality fully accounted for and correctly reported on the side of of its current account held as ring-fenced as per MFMA s.17 as per any written instruction of the National Treasury, Office of the Auditor General issued for Municipal Debt Relief to date?</p> <p>6.11.3 - The SA Revenue - Has the municipality during the month failed to comply with any condition of the MFMA s.17 debt relief?</p>	<p>Yes</p> <p>Yes</p> <p>Yes</p>	<p>0</p> <p>0</p> <p>0</p>

Condition 6.11: Limitations on municipal borrowing powers: Maluti Local Municipality has complied with this condition since its debt relief participation and the National Treasury debt relief approval effective date.



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Condition 6.12: Proper management of resources and condition 6.13 Accounting treatment: The municipality must ensure that it complies with Condition 6.12.2 to pay Eskom account first and secondly its bulk water account before it applied the revenue in the sub-account for any purpose.

Condition 6.14: Nersa license - The municipality must ensure full compliance with all conditions of the Municipal Debt Relief Programme throughout its duration. Continued adherence is essential to retain the benefits of the programme and to uphold regulatory requirements.

4. The Provincial Treasury's assessment and compliance certificate confirmed that Maluti-a-Phofung Municipality continues to fall short of full compliance with the conditions outlined in MFMA Circular No. 124, as detailed in the sections above. This ongoing non-compliance remains a concern and may impact the municipality's standing within the Municipal Debt Relief Programme should corrective actions not be implemented promptly.
5. It is expected that within five (5) working days of receiving this communiqué from Provincial Treasury, the municipality must ensure that all non-compliance matters are addressed and the outstanding documents are sent to the following e-mails: (National Treasury) at revenue.management@treasury.gov.za as well as (Provincial Treasury) to Mr. S. D. Mokhele at mokheles@treasury.fs.gov.za.
6. I trust that you will find this in order.

Regards,

Mr. PE. LEBONE

Acting Head: Free State Provincial Treasury


Date: 28/11/2025

CC: HOD: FSCOGTA
PDO. SALGA – Free State
MFMA Coordinator: Provincial Treasury
CFO: Maluti Local Municipality
TA. Ms. P Mphafudi



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

Department of Municipalities and Urban Development • Free State

Annexure A2 - Monthly	
	
National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003	
Free State Provincial Treasury	
Certificate of Compliance: Municipal Debt Relief Conditions for Application	
Period	Oct'25
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	FS194
District	Thabo Mofutsanyana
Demarcation Description	Maluti-a-Phofung
<p>I, Mr. P. Lebone, 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>	



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

Municipal Debt Relief Conditions (Monthly reporting)

		Choose from drop down list
Condition	<p>6.3 + 6.12 Maintaining the Eskom and bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption):</p>	
1	<p>6.1.1.2 - Has the municipality paid its bulk water current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?</p> <p>Note - refer condition 6.12 .2</p>	No
2	<p>6.1.2.2 - 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 https://lguploadportal.treasury.gov.za?</p>	Yes
3	<p>6.1.2.2 - 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?</p>	No
4	<p>6.3.1 - Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?</p> <p>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.</p>	Yes
5	<p>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 https://lguploadportal.treasury.gov.za?</p>	Yes
6	<p>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?</p>	No



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

City of Johannesburg, Johannesburg, South Africa

6.4	Compliance with a funded MTREF – <i>(choose from drop down list the MTREF assessed)</i>	Select
7	<p>6.4.1 - Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guideline.s/Pages/Funding.aspx</p>	No
8	<p>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?</p>	No
9	<p>6.4.1 - Has the municipality made adequate provision for debt impairment <i>(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)</i> on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p> <p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent 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 this item as: "No".</i></p>	No
10	<p>6.4.1 - Has the municipality made adequate provision for depreciation and asset impairment <i>(considering its asset register and physical state of assets)</i> on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p> <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>	Yes
11	<p>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)?</p>	No



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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12	6.4.2	<p><i>Note - if the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assess whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i></p> <p>- 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)?</p> <p><i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i></p>	<input type="text" value="N/a"/>
13	6.4.2	<p>- 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.?)</p>	<input type="text" value="No"/>
14	6.5	<p>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?</p>	<input type="text" value="Yes"/>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 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, through its by-laws and budget related policies that:	
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
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?	Yes
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? <i>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.</i>	Yes
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 Kilo litres water, respectively? <i>Note – the municipality’s monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.</i>	Yes
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.	



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

City of Johannesburg • City of eThekweni • City of Grahamstown • City of George • City of Gqeberha • City of Johannesburg • City of Knysna • City of Mthatha • City of Port Elizabeth • City of St. Johnsburg • City of Stellenbosch • City of Sutherland • City of Tzaneen • City of Upington • City of Worcester • City of Cape Town • City of Matieland • City of Edenburg • City of Edenburg

6.7	19	<p>Maintain a minimum average quarterly collection of property rates and services charges –</p> <p>- 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?</p> <p style="text-align: right;"><input type="text" value="No"/></p>
<p><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></p>		
6.7.2		<p>- 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, has the municipality demonstrated to the satisfaction of National Treasury the following :</p>
6.7.2.1	20	<p>* 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;</p> <p style="text-align: right;"><input type="text" value="Yes"/></p>
6.7.2.2	21	<p>* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?</p> <p style="text-align: right;"><input type="text" value="Yes"/></p>
6.7.2.3	22	<p>* 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?</p> <p style="text-align: right;"><input type="text" value="Yes"/></p>
6.7.3	23	<p>- 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?</p> <p style="text-align: right;"><input type="text" value="No"/></p>
6.7.4	24	<p>- 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?</p> <p style="text-align: right;"><input type="text" value="No"/></p>
6.7.5	25	<p>- 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?</p> <p style="text-align: right;"><input type="text" value="Yes"/></p>



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

Local Municipality: ... Page 62 of 62

Municipality's Completeness of the revenue base –		
6.8	<ul style="list-style-type: none"> - 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? - If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <p><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></p>	<input type="text" value="No"/> <input type="text" value="Yes"/>
6.8.1		No
6.8.1		Yes
6.8.2	<ul style="list-style-type: none"> - 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 https://lguploadportal.treasury.gov.za? 	No
6.9	Monitor and report on implementation –	
6.9.1	<ul style="list-style-type: none"> - 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
6.9.2	<ul style="list-style-type: none"> - 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? <p><i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1.</i></p>	No
6.9.3	<ul style="list-style-type: none"> - 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? 	No FRP
6.9.4	<ul style="list-style-type: none"> - 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 https://lguploadportal.treasury.gov.za? 	No FRP



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

6.10	<p><i>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:</i></p>	Yes
33	<ul style="list-style-type: none"> - has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions? 	Yes
34	<ul style="list-style-type: none"> - 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 https://iguploadportal.treasury.gov.za/? <p><i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i></p>	Yes
35	<ul style="list-style-type: none"> - 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? <p><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></p>	No
36	<p>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?</p>	No



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

City of Johannesburg • City of Ekurhuleni • City of eThekweni • City of Grahamstown • City of Kingstown • City of Matieland • City of Mayors • City of Mzansi • City of Ndlanzulu • City of Tshwane

6.12	37	For the duration of the Municipal Debt Relief (to ensure proper management of resources):	Yes
6.12.1	37	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
6.12.2	38	- 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
<p><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.8(3).</i></p>			
6.13	39	Supporting evidence : 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.	Yes
6.13	40	Accounting Treatment - 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>	Yes
6.14	41	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes



**MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING
30 NOVEMBER 2025**

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 December 2025.

21.6.2 General Valuation Roll progress valuation variance

The below properties categories have been rectified on the system:

LPI	Erf	REGISTERED OWNERS	PROPERTY CATEGORY	STREET ADDRESS	MARKET VALUE	Property Category per the FS
F0150000000093300004	933	FREE STATE PROVINCIAL GOVERNMENT	PUBLIC SERVICE PURPOSE PROPERTIES	PORTION 4 OF PATRY'S KAMP 933 HARRISMITH RD	690 000.00	Municipal
F0150000000192600073	1926	NATIONAL GOVERNMENT OF THE REPUBLIC OF SOUTH AFRICA		PORTION 73 OF WITZIESHOEK 1926 HARRISMITH RD	350 000.00	Residential
F01500000000187900000	1879	REPUBLIC OF SOUTH AFRICA	PUBLIC SERVICE PURPOSE PROPERTIES	AGRIQWA 1879 HARRISMITH RD	6 443 268.00	Agricultural
F00100000000048100000	481	NATIONAL GOVERNMENT OF THE REPUBLIC OF SOUTH AFRICA	AGRICULTURAL PROPERTIES	HUGOSDEEL 481 BETHLEHEM RD	3 307 845.00	Municipal
F00100000000067500003	675	BESTER ANDRE	AGRICULTURAL PROPERTIES	DU PLESSIS DAL 105 HARRISMITH RD	105 369.00	Municipal
F00100000000124800000	1248	CLAN LIDDELL TRUST	AGRICULTURAL PROPERTIES	KOELFONTEIN NO.1248	931 429.00	Municipal
F00100050000005800000	58	TRANSNET LTD	INDUSTRIAL PROPERTIES	VAN, RENSBURG ST, KESTELL, 9860, SOUTH AFRICA	240 000.00	Residential

The properties categories should be rectified in the next valuation roll as they are correct on the financial system

F00100000000155100000	1551	PEC TRUST	STATE OWNED PROPERTIES	1551 FARMS AREA P000	1 088 195.00	Agricultural
F001000000000739000000	739	NATIONAL GOVERNMENT OF THE REPUBLIC OF SOUTH AFRICA	AGRICULTURAL PROPERTIES	GELUK 35 HARRISMITH RD	1 512 967.00	State Owned for Public Purpose
F0010000000000739000001	739	REPUBLIEK VAN SUID-AFRIKA	AGRICULTURAL PROPERTIES	GELUK 35 HARRISMITH RD	1 332 305.00	State Owned for Public Purpose
F015001800000201000000	2010	MALUTI A PHOFUNG LOCAL MUNICIPALITY SELOANA MASAMUELE REBECCA; SELOANA MOLAHLEHI JOSEPH	PUBLIC SERVICE PURPOSE PROPERTIES	2010 TSHIAME	6 875 000.00	State Owned for Public Purpose
F0010005000000239000000	239		VACANT STANDS	21 Botha	150 000.00	Residential




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

Local Municipality • Intermediate 4th Level • District Municipality

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

21.1.1 Eskom Bulk current account invoice(s) due and payable for November 2025.




ESKOM HOLDINGS SOC LTD REG NO 29929/19927/06
VAT REG NO 4746181808

MALUTI-A-PHOFLUNG LOCAL MUNICIPALITY
PO BOX 43
HARRISMI TH
9880

NORTH WESTERN REGION
PRIVATE BAG 318 Newville 3630

CONTACT CENTRE: (0800) 037560/Service
FAX NO: 0862 437 566
E MAIL: Free@eskom.co.za
WEB: WWW.ESKOM.CO.ZA



CUSTOMER SELF SERVICE WEBSITE
www.eskom.co.za

NORTH WESTERN REGION
PRIVATE BAG 318 Newville 3630

DIRECT DEPOSIT DETAIL
BANK: First National Bank
BRANCH CODE: 221636
BANK ACC NO: 6007 9007 3 16

YOUR ACCOUNT NO	872838666
SECURITY HELD	324748154
BILLING DATE	2025-12-04
TAX INVOICE NO	97283814848
ACCOUNT MONTH	NOVEMBER 2025
CURRENT DUE DATE	2025-01-01
VAT REG NO	4-80846543

TAX INVOICE

E-MAIL: delaterr@map.fs.gov.za

ACCOUNT TRANSACTION SUMMARY							
ADMINISTRATION CHARGE	R	4.250	38				
TRANSMISSION NETWORK CAPACITY	R	1.428	857	93			
DIST. NETWORK CAPACITY CHARGE	R	4.804	633	21			
DX EXCESS NETWORK CAPACITY CHA	R	2.508	444	03			
NETWORK DEMAND CHARGE	R	2.258	356	07			
ANCILLARY SERVICE (ALL)	R	162	715	58			
GENERATOR CAPACITY CHARGE	R	1.074	088	30			
LEGACY CHARGE (ALL)	R	8.177	778	22			
ENERGY CHARGE (STD)	17.788	837	00	R	27.758	707	88
ENERGY CHARGE (PEAK)	7.905	312	00	R	21.269	578	64
ENERGY CHARGE (OFF)				R	17.258	354	35
SERVICE CHARGE				R	245	484	64
ELECTRIFICATION AND RURAL SUBS (ALL)				R	2.088	928	54
URBAN LOW VOLTAGE SUBSIDY				R	47	756	40
TOTAL CHARGES FOR BILLING PERIOD	R				90.858	817	18

ACCOUNT SUMMARY FOR NOVEMBER 2025					
BALANCE BROUGHT FORWARD	(Due Date 2025-11-29)	R	9.574.177.508	25	
PAYMENT(S) RECEIVED	(Summary - See attachment for details)	R	426.837	21	
PAYMENT ADJUSTMENT(S)		R	1.700.402	71	
TOTAL CHARGES FOR BILLING PERIOD		R	90.858	817	18
ADJUSTMENTS	(Summary - See attachment for details)	R	21.012.237	70	
VAT RAISED ON ITEMS AT 15%		R	11.795.302	32	


ACCOUNT NO / REFERENCE NO
872838666

NAME
MALUTI-A-PHOFLUNG LOCAL MUNICIP


FAX NUMBER

7100 10 0010

27215700197293858569



2207 6972 9 305 8563



Pay

easy pay

TOTAL AMOUNT DUE
9,941,125,430.93

PAYMENT ARRANGEMENT

BUSINESSMENT

ARRCARS (Due to arrears)

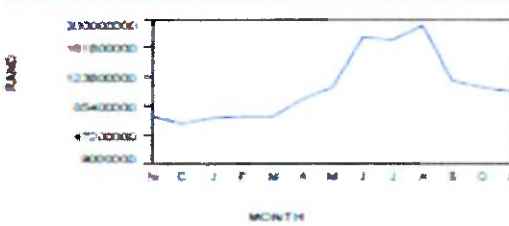
9,799,376,041.71

DUE DATE (Per Current Amount)
2025-01-01

AMOUNT PAID

LATE PAYMENT CHARGES WILL BE ADDED TO OVERDUE ACCOUNT

CURRENT		TOTAL DUE		R	
141,746,389	22				9,941,125,430.93
ARREARS					
>60 DAYS	61-90 DAYS	91-180 DAYS	181-360 DAYS	361-720 DAYS	721-1080 DAYS
9,507,420,419	48	141,951,391	14	150,007,229	09
Total outstanding debt must be settled immediately, subject to disconnection without further notice					



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BILL GROUP	
BILL PAGE	1 OF 3



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Mississippi-Edenburg • Ficksburg Municipality



NOTIFICATION OF PAYMENT

To Whom It May Concern:

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

Date Actioned	: 2025/11/14
Time Actioned	: 13:48:19
Trace ID	: H0010VFP

Payer Details

Payment From	: Malut-A-Phofung Municipality
Cur.Amount	: 8,000 000 00

Payee Details

Recipient/Account No	: ... 0673 16
Name	: E0K0M5729385856
Bank	: FNB/RMB
Branch Code	: 250655
Reference	: MALUTAPHOFUNG

END OF NOTIFICATION

To authenticate this Payment Notification, please visit the First National Bank website at 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 ENDING 30 NOVEMBER 2025

21.1.2 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 R1.545 million by the end of November 2025.

ESKOM BULK PURCHASES INVOICE VS FINANCIAL SYSTEM						
Description R'000	Nov-25					
	Current	30 Days	31-60 Days	61-90 Days	90 Days +	Total
ESKOM bulk account- <i>as per invoice</i>	141 746	-	150 007	141 951	9 507 420	9 941 125
ESKOM bulk account- <i>on the financial system</i>	102 664	110 905	140 002	-	8 042 516	8 396 087
Differences	244 410	110 905	(10 005)	141 951	(1 464 904)	(1 545 038)

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

The total difference between the balances from the September 2025 DWS statement and the financial system was R7.5 million. The statements for October and November have not been received.

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	-	-	-	-	428 471	428 471
DWA- account 101616561	37	42	-	21	307	406
DWA- account 101616571	67	77	-	39	561	744
DWA- account 100003490	1 822	456	-	239	60 785	63 302
DWA- account 100737976	-	-	-	-	14 918	14 918
DWA- account 100075580	0	-	-	-	0	0
Total as per September statements	1 926	576	-	299	505 042	507 842
DWS- <i>on the financial system HR191 October 2025</i>	-	-	-	-	500 336	500 336
Differences	(1 926)	(576)	-	(299)	(4 706)	(7 506)

22 MUNICIPAL MANAGER'S QUALITY CERTIFICATION



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Inkwenkwezi Local Municipality • Phofung Municipality

I 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 **November 2025** has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name: Mofokeng Mofswahle Matthews

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

Signature: M. AA

Date: 22/12/2025

23 RECOMMENDATIONS

It is recommended:



MFMA SECTION 71: IN-YEAR BUDGET STATEMENT FOR THE MONTH ENDING 30 NOVEMBER 2025

Local Municipality • Municipal Administration • Parks & Municipal

- a) That the MFMA section 71 report for the month ending 30th November 2025 be noted.
- b) 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.
- c) That the summary of the budget funding plan pillars be noted as summarised under 9.5.
- d) That the municipal debt relief compliance status based on the self-assessment for the month of November 2025 be noted as provided under 21.1 and 21.2 of the report.
- e) That the Eskom debt relief compliance status based on the Free State Provincial assessment for the month of October 2025 be noted as provided under 21.5 of the report.
- f) 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.


.....
TR MARUMO
ACTING CHIEF FINANCIAL OFFICER

17 Dec 2025
.....
DATE


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

22/12/2025
.....
DATE


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

1/12/2025
.....
DATE