MONTHLY FINANCIAL MANAGEMENT REPORT

Quarter 1 - 2025/2026

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MONTHLY FINANCIAL MANAGEMENT REPORT AS AT END JULY 2025

(9/1/3/6)

Cluster : Finance
Portfolio : Financial Management

1. PURPOSE

The purpose of the report is to reflect the financial position of the Municipality for the month of July.

2. OBJECTIVE

The objective of this report is to assist Council to exercise their oversight function to:

a) Make rational decisions about the allocation of resources;
b) Assess the current provision of services, as well as the sustainability of future service delivery;
c) Assess how officials have discharged their accountability responsibilities;
d) Ensure transparency in respect of the municipality's financial position and operating results;
e) Assess the performance of the municipality measured against preset targets and objectives;
f) Inform Council on how cash and other liquid resources were obtained and utilized;
g) Assess whether financial resources were administered in accordance with legislative and regulatory requirements; and
h) Promote comparative information for prior periods and actual results against budgeted or planned results;

3. LEGISLATIVE REQUIREMENTS:

It is important for a municipality to report in order to comply with comprehensive legislative and contractual requirements, regulations, restriction and agreements. Effective financial reporting should therefore not only involve the presentation of bare financial facts but should also make provision for compliance issues, integration and interpretation. This will enable interested parties to readily comprehend the significant aspects of a municipality's financial operations.

This report is compiled as per the requirements of Sections 54 and 71 of the Local Government: Municipal Finance Management Act, 56 of 2003 (MFMA).

4. BACKGROUND

With reference to section 71 above, "*the accounting officer must by no later than 10 working days after the end of each month submit to National treasury and other spheres of government the* JULY 2025 *report of the municipality a statement on the implementation of the budget and the state of the financial affairs of the municipality*"
Financial reports are the primary means of communicating financial information to other interested parties. These reports are made accessible to the Executive for additional management and financial information that helps it carries out its planning, decision- making and control responsibilities, and therefore has the ability to determine the form and content of such additional information to meet its own needs.

Governance is built around the responsibilities of accountability and oversight requiring a culture of transparency and regular reporting. More detailed financial reporting to the Council will facilitate an

environment in which potential or real financial problems are reported in time and in an appropriate manner to allow the council to remedy the situation.

The financial situation of the municipality as at end of July 2025 is indicated in the different schedules as listed below.

5. EXECUTIVE SUMMARY

Item of Financial Position/ Performance	**Actual June 2025**	**Actual July 2025**	**Trend Analysis**
Current Assets			
(Table SC3) Debtors	R 672 265	R 855 279	Increase due to year end transactions.
Cash & cash equivalents:			
Cashbook balance (bank reconciliation) Primary	R 13 894 685	R 64 064 873	Increase due first tranche of equitable share received.
Cashbook balance (bank reconciliation) Licensing	R 19 210 754	R 50 802 902	
Cashbook balance (bank reconcilliation) Call Account Nedbank	R 991 900	R 997 831	
Cashbook Balance(Bank reconciliation) Call Account Standard Bank	R 20 430 701	R 20 820 734	
Cashbook Balance (Bank reconciliation) Fresh produce Market	R 4 346 337	R 4 346 337	
Current Liabilities			
(Table SC4) Creditors	R 136 272 723	R 66 788 605	Decrease due to licensing function revenue allocated.
Cash Flow			
(Table C7) Receipts	R 44 065 347	R 170 568 055	Increase due first tranche of equitable share received.
Payments	R 74 450 553	R 88 392 807	
Cash flow closing balance	R 58 915 202	R 141 073 503	
Cost Coverage indicator	1.6	3.8	Increase due first tranche of equitable share received.
(Table C2) Operating Revenue for Month	R 13 270 847	R 134 321 177	Received to date 30% (benchmark 8.33%).
Operating Expenditure for Month	R 46 687 724	R 36 368 678	Spent to date 11.33 % (bench mark 8.33%).
(Table C5) Capital Expenditure	R 42 010	R 273 254	Total Capex budget spent to date is 3.3% (benchmark 8.33%) for the Month.

Item of Financial Position/ Performance	**Actual June 2025**	**Actual July 2025**	**Trend Analysis**
<u>**(Table C6)**</u> Total Assets	R 136 066 963	R 219 070 899	The municipality total assets for the month of July is favorable, the municipality is grant dependent and the only source of revenue is minor tariffs charges after equitable share.
Total Liabilities	R 175 593 508	R 109 234 517	
Total Net (Liabilities) / Assets	R (39 526 545)	R 109 836 381	
MFMA Compliance			
Monthly reports	MFMA 71,66	MFMA 71,66	Submit monthly reports on budget implementation and employee costs.
Budget	MFMA 75(1) MFMA 53 MFMA 71 MFMA 66 MFMA 21 (1)(b)	MFMA 71 MFMA 54(1)	Submit monthly report on the budget Review implementation of budget and service delivery and budget implementation plan.
Quarterly Reports		MFMA 11 MFMA sec 52	Quarterly Withdrawals Statement.

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity								–		
Service charges - Water								–		
Service charges - Waste Water Management								–		
Service charges - Waste management								–		
Sale of Goods and Rendering of Services		183	198	198	16	16	17	(0)	0%	198
Agency services		80 571	91 161	91 161	–	–	7 597	(7 597)	-100%	91 161
Interest								–		
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		6 080	5 392	5 392	363	363	449	(86)	-19%	5 392
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		496	734	734	7	7	61	(54)	-88%	734
Licence and permits		–	–	–	–	–	–	–		–
Special rating levies								–		
Operational Revenue		5 501	5 494	5 494	43	43	458	(415)	-91%	5 494
Non-Exchange Revenue								–		
Property rates								–		
Surcharges and Taxes								–		
Fines, penalties and forfeits								–		
Licence and permits		264	1 500	1 500	20	20	125	(105)	-84%	1 500
Transfers and subsidies - Operational		327 851	341 603	341 603	133 871	133 871	28 467	105 404	370%	341 603
Interest								–		
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets		447	–	–	–	–	–	–		–
Other Gains		284 320	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**705 713**	**446 081**	**446 081**	**134 321**	**134 321**	**37 173**	**97 148**	**261%**	**446 081**
Expenditure By Type										
Employee related costs		326 005	339 137	339 137	26 110	26 110	28 262	(2 151)	-8%	339 137
Remuneration of councillors		14 935	16 078	16 078	1 179	1 179	1 340	(160)	-12%	16 078
Bulk purchases - electricity								–		
Inventory consumed		4 350	3 735	3 735	92	92	311	(219)	-70%	3 735
Debt impairment		–	–	–	–	–	–	–		–
Depreciation and amortisation		4 982	4 782	4 782	–	–	399	(399)	-100%	4 782
Interest								–		
Contracted services		37 285	41 772	41 772	1 243	1 243	3 481	(2 238)	-64%	41 772
Transfers and subsidies		3 919	4 562	4 562	159	159	380	(221)	-58%	4 562
Irrecoverable debts written off		–	–	–	–	–	–	–		–
Operational costs		35 079	35 041	35 041	7 585	7 585	2 920	4 665	160%	35 041
Losses on Disposal of Assets		14	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**426 568**	**445 108**	**445 108**	**36 369**	**36 369**	**37 093**	**(724)**	**-2%**	**445 108**
Surplus/(Deficit)		**279 145**	**974**	**974**	**97 952**	**97 952**	**81**	**97 872**	**1**	**974**
Transfers and subsidies - capital (monetary allocations)		372	5 000	5 000	–	–	417	(417)	**(0)**	5 000
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**279 517**	**5 974**	**5 974**	**97 952**	**97 952**	**497**	**97 455**	**0**	**5 974**
Income Tax								–		
Surplus/(Deficit) after income tax		**279 517**	**5 974**	**5 974**	**97 952**	**97 952**	**497**	**97 455**	**0**	**5 974**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**279 517**	**5 974**	**5 974**	**97 952**	**97 952**	**497**	97 455	0	**5 974**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**279 517**	**5 974**	**5 974**	**97 952**	**97 952**	**497**	**97 455**	**0**	**5 974**

Cash flow Analysis for the Month of July

Cash Flow Statement - July 2025 to June 2026

		ACTUAL				PROJECTED							
	July	August	September	October	November	December	January	February	March	April	May	June	Total
Opening Balance	6 060 696	71 013 596	58 054 951	37 300 105	8 251 732	3 349 744	27 308 097	4 114 473	4 297 766	13 553 793	2 883 426	11 278 084	6 060 696
													-
Cash Inflow	237 210 801	66 983 291	67 587 042	54 128 071	45 069 338	111 319 756	24 649 820	47 161 147	83 076 186	24 464 323	53 874 111	72 608 142	888 132 028
RSC Levies	-	-		-		-	-	-	-	-	-	-	-
Sundries	5 018 402	1 793 492	1 400 465	951 247	3 913 281	1 405 604	1 684 083	5 149 374	4 831 821	2 190 900	8 682 243	419 752	37 440 664
Licensing	95 000 000	60 000 000	66 000 000	53 000 000	41 000 000	5 000 000	21 000 000	41 000 000	-	22 000 000	45 000 000	47 000 000	496 000 000
Transfer from call / investment	-	-		-		-				-		25 000 000	25 000 000
Medical aid Pensioners income	188 244	176 799	186 577	176 824	156 057	167 152	165 737	191 773	189 365	182 585	191 868	188 390	2 161 371
Subsidies and Grants	137 004 155	5 013 000	-	-	-	104 747 000	1 800 000	820 000	78 055 000	90 838	-	-	327 529 993
Less RD Cheques	-		-	-			-	-	-	-	-	-	-
													-
Cash Outflow	(172 257 901)	(79 941 936)	(88 341 888)	(83 176 444)	(49 971 326)	(87 361 403)	(47 843 444)	(46 977 854)	(73 820 159)	(35 134 690)	(45 479 453)	(69 992 574)	(880 299 072)
Salaries	(26 320 645)	(28 195 419)	(30 375 025)	(31 359 674)	(29 776 226)	(23 506 840)	(28 127 910)	(30 300 623)	(28 509 092)	(28 237 863)	(30 527 075)	(28 471 575)	(343 707 967)
Capital Projects	-			-	-		-	-			-		-
Sundries	-	-	-	-	-	-	-	-	-	-	-	-	-
Licensing	(56 321 086)	(24 957 176)	(26 860 779)	(25 488 631)	-	(47 377 933)	(16 085 042)	-	-	-	-	(18 254 100)	(215 344 747)
Other Creditors	(89 616 170)	(26 789 341)	(31 106 084)	(26 328 139)	(20 195 100)	(16 476 630)	(3 630 492)	(16 677 231)	(15 311 067)	(6 896 827)	(14 952 378)	(23 266 899)	(291 246 358)
External Int/Red			-	-		-	-	-		-		-	-
Transfer to call	-		-	-	-			-	(30 000 000)			-	(30 000 000)
Closing Balance	71 013 596	58 054 951	37 300 105	8 251 732	3 349 744	27 308 097	4 114 473	4 297 766	13 553 793	2 883 426	11 278 084	13 893 652	13 893 652

5. DISCUSSIONS

The discussions below are broadly categorized under items of financial position (balance sheet), items of financial performance (income statement) and cash flow, as well as other information of key importance such as Asset Management and MFMA Compliance.

6.1 Financial Position

The balance sheet of Council is broadly distinguished into “Assets” (what Council owns) and “Liabilities” (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the “Net Assets.”

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves can be either ring-fenced for specific use only (non-distributable reserves), or redistributable for other use as determined by Council. It must be noted that these reserves are non-cash items and Council’s cash held as investments do not match these reserves.

DC42 Sedibeng - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		59 172	69 159	69 159	141 074	69 159
Trade and other receivables from exchange transactions		405	–	–	405	–
Receivables from non-exchange transactions		271	–	–	88	–
Current portion of non-current receivables						
Inventory		–	–	–	–	–
VAT		325	42	42	62	42
Other current assets		325	270	270	300	270
Total current assets		**60 499**	**69 471**	**69 471**	**141 929**	**69 471**
Non current assets						
Investments						
Investment property						
Property, plant and equipment		71 826	70 824	70 824	72 099	70 824
Biological assets						
Living and non-living resources						
Heritage assets		4 842	4 842	4 842	4 842	4 842
Intangible assets		201	1 204	1 204	201	1 204
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		**76 869**	**76 870**	**76 870**	**77 142**	**76 870**
TOTAL ASSETS		**137 368**	**146 341**	**146 341**	**219 071**	**146 341**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		225	106	106	230	106
Trade and other payables from exchange transactions		82 295	42 117	42 117	66 789	42 117
Trade and other payables from non-exchange transactions		13 262	12 270	12 270	12 850	12 270
Provision		29 672	11 602	11 602	29 334	11 602
VAT		31	–	–	31	–
Other current liabilities		–	–	–	–	–
Total current liabilities		**125 484**	**66 095**	**66 095**	**109 235**	**66 095**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		–	–	–	–	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**–**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES		**125 484**	**66 095**	**66 095**	**109 235**	**66 095**
NET ASSETS	2	**11 884**	**80 246**	**80 246**	**109 836**	**80 246**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		11 884	80 246	80 246	109 836	80 246
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**11 884**	**80 246**	**80 246**	**109 836**	**80 246**

a) Current Assets

Debtors Management and Credit Control Status for the month ending July.

The debtor's book balance of the municipality as attached in annexure A is R 1 809 379 less bad debts impairment R 954 100 resulting to R 855 279

0-30 days	31-60	61-90	91-120	121-150	151-180	181-1 Yr	Over 1 Yr	Total
64 143	749 756	-	-	-	-	41 380	954 100	1 809 379

<u>Bank reconciliation</u>
Annexure” C1 – 4” indicate the bank reconciliations prepared for the month of July 2025 with the detail on the bank and cash book balances.

The Council has four operating bank accounts Account to be reported on namely:

- Two Primary bank accounts,
- Two License bank accounts and,

Council is operating four accounts. Bank reconciliations are completed monthly within three working days after the end of each month.

The cashbooks shows a favorable balance of R 141 073 503 as of end July.

The remaining cash balance must meet operational requirements till end of July 2025, until receipt of the next equitable Share tranche due in December.

b) <u>Current Liabilities</u>
Creditors’ Age Analysis
Annexure “D” represents the creditors’ age analysis of R 66 788 605 payable to the creditors in July 2025..

0-30 days	31-60	61-90	91-120	121-150	151-180	181-1 Yr	Over 1 Yr	Total
31 025 531	-	-	-	-	-	-	35 763 074	66 788 605

c) <u>Net Assets</u>
Reserves

The balance sheet of Council is broadly distinguished into “Assets” (what Council owns) and “Liabilities” (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the “Net Assets.”

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves is that they are ring-fenced for specific use only (non-distributable reserves), as determined by accounting standards. It must be noted that reserves comprise of mostly accounting book-entries and are non-cash transactions. This implies that the reserves on the face of the financial statements do not equate to cash held as investments by Council.
As required by prescribed accounting standards (GRAP 01), only provisions are shown separately on the face of the Statement of Financial Position. All reserves are “ring-fenced” as internal reserves within the Accumulated Surplus. Ring-fenced reserves are as follows:

- Assets fair value reserve
- Government grant reserve (GGR)

These reserves not supported by cash but are only used for book entry purposes for the phasing in of increased depreciation charges as a result of the full implementation of GRAP 17.

According to GRAP standards, the GGR is created when the municipality receives government grants for the acquisition and/or construction of fixed assets. Once the conditions of the capital grant have been met, the funds are recognized as “revenue” (non-cash) on the statement of financial performance. This “revenue” recognized is then in turn transferred out of the Accumulated Surplus to the GGR on the Statement of Net Assets in order to offset the future depreciation of the property, plant and equipment in question. Hence, the reserve is committed solely for this purpose and cannot be utilized for any other purpose. This is referred to as the non-distributable portion of the reserves. Council must note that these are all non-cash entries.

The purpose of these reserves is to promote community equity and facilitate budgetary control by ensuring that sufficient funds (non-cash) are set aside on the accounting books to offset the future depreciation charges (non-cash) that will be incurred over the estimated useful life of the item of property, plant and equipment financed from government grants, public contributions or a (non-cash) surplus arising from the revaluation of property, plant and equipment.
Council must note that these are all non-cash entries performed only for compliance purposes in line with accounting standards prescribed by the Accounting Standards Board (ASB) and enforced by the Office of the Accountant-General.

d) Cash Flow
See Annexures “B”,” C1- 4”,” E”

Essentially, the cash flow statement is concerned with the flow of physical cash in and cash out of the municipality as we collect monies owed by debtors and pay out monies due to creditors.

Annexure “E” is Council’s cash flow statement which indicates the movements on the main bank accounts. The incoming receipts amount to R 170 568 625, outgoing payments were made to the amount of R 88 392 807. Taking into account the opening cashbook balance, this left a unfavorable closing balance of R 141 073 503 as end of July 2025 period, which shows a increase margin from last month’s closing balance.

Cost coverage indicator.

$$\text{The cost coverage formula} = \frac{\text{(All available cash at the end of the period in the cashbook) + (investments at hand less Provisions)}}{\text{Monthly fixed operating expenditure}}$$

The cost coverage formula = *R (141 073 503+ R0)* / *R 37 092 323.5*

= 3.8 TIMES

The cost coverage of the municipality indicates 3.8 monthly fixed operating expenditure and shows that the cash flow of the municipality is favorable. Our cash formula on hand must cover at least until end of Novemebr 2025 as the next equitable share allocation is in December 2026.The formula does not take into consideration the contingent assets and liabilities whereby if taken into consideration this will indicate that the municipality is having a liquidity problem as identified in the AG reports of 2022/2023 as well as 2023/2024.

Annexure “F” represents the Grants allocation and their expenditure.
Table SC6, 7(1) and 7(2) Grants received and spent for July

Description	Original Budget	Adjustment Budget	Grants Tranche received for the month	Total Grants Received July-date	Total Grants Spent July to date	Actual June 2025	Actual July 2025	Balance	Percentage
RAMS	2 856 000	-		-	132 990	1 564 825	132 990	2 723 010	4.7
FMG	1 500 000	-	-	-	119 448	158 760	119 448	1 380 552	8.0
EPWP	1 884 000	-	-	-	-	-	-	1 884 000	0.0
HIV&AIDS	13 392 000	-		-	158 875	765 150	158 875	13 233 125	1.2
ENERGY SERVICES	5 000 000	-	-	-	-	1 260 842	-	5 000 000	0.0
TOTAL	**24 632 000**	**-**	**-**	**-**	**411 313**	**3 749 577**	**411 313**	**24 220 687**	1.7

Financial Management Grant (FMG):

An amount of R 1 500 000 gazetted for 2025-26 of R 119 448 was spent in July , FMG Interns were involved in the following activities during the month as part of their training rotation plan:

Three interns in Supply Chain Management

The interns have attended CPMD training as part of the internship agreement with National Treasury.

Rural Roads Assets Management Grant

An amount of R 2 856 000 gazetted 2025-26 ,Expenditure incurred for month of July amount to R 132 990.

HIV/Aids

An amount of R 13 392 000 gazetted for 2025-26, Expenditure incurred for month of July amount to R 158 875.

Extended Public Works Projects

An amount of R 1 884 000 was gazetted and received , No expenditure incurred for month of July.

Energy Efficient Grant

An amount of R 5 000 000 was gazetted for 2025-26, No expenditure incurred for month of July.

Grant payments to Local Municipalities:

No grant payments were scheduled for local municipalities for the month of July,

6.2 Financial Performance

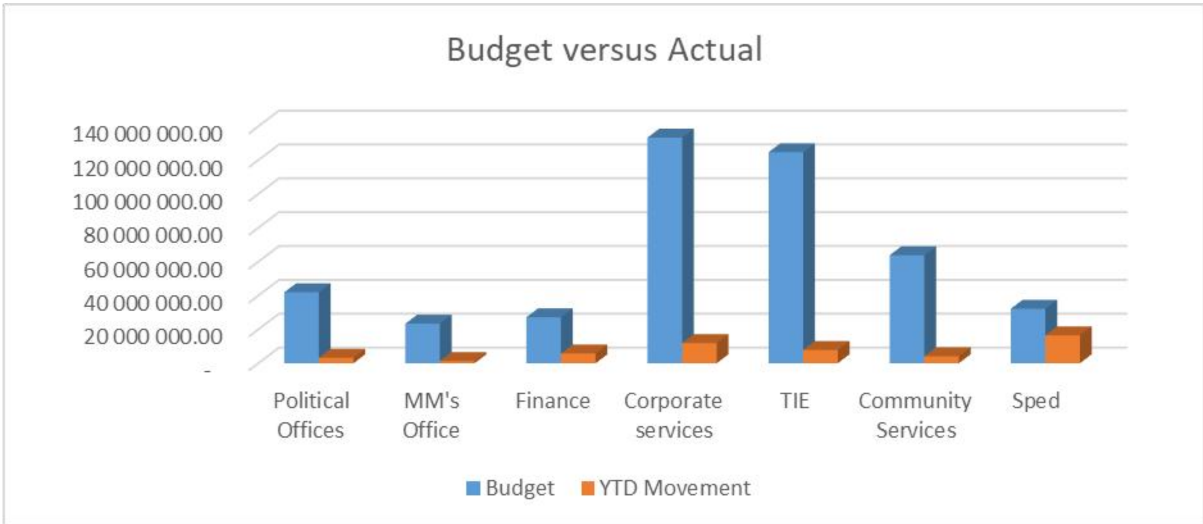
Financial performance shows the results of operations for the given period. It lists sources of revenue and expenses. The statement measures the performance of Council for a given period of time. Surplus or deficit is used to measure financial performance and directly related to the measurement of revenue and expenditure for the reporting period.

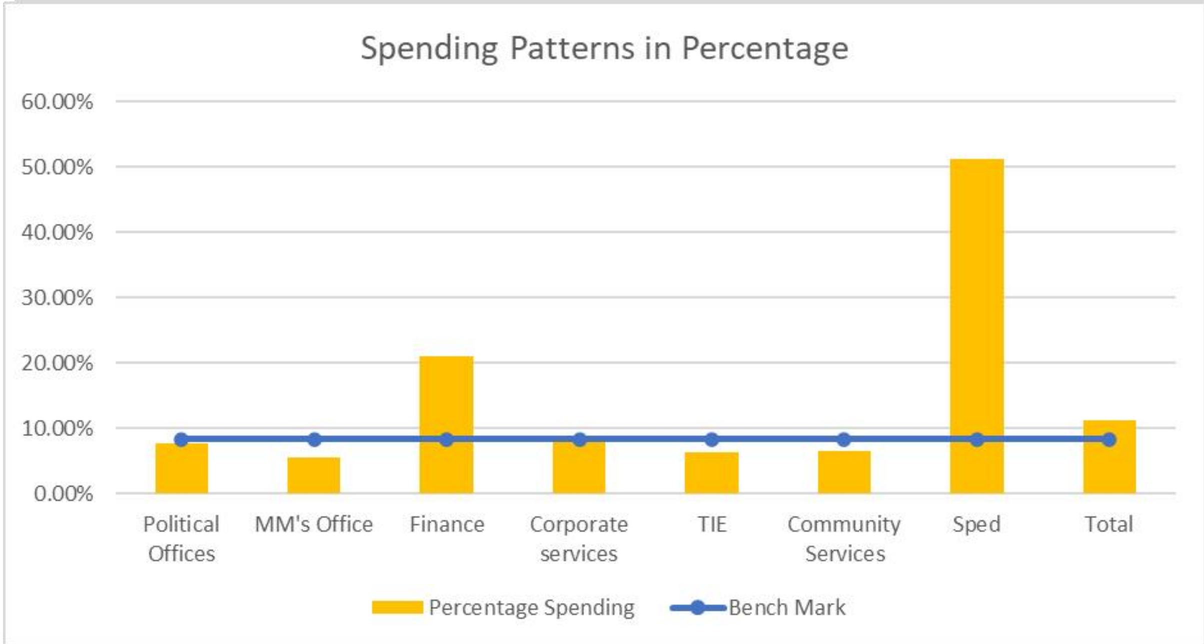
Operating expenses are incurred in the course of conducting normal Council business. They are classified by function such as employee related costs, general expenses, finance charges and contributions to provisions.

"See Annexures G, H & I"

Actual revenue and expenditure

Annexure "G" represents the organizational Operating Revenue and Expenditure which illustrates that R 13 270 8 47 was generated in revenue, while R 46 687 724 was spent on expenditure.





a) <u>Pro-Rata Operating Comparative Analysis (Budget vs. Actual by Cluster)</u>

The Total Performance of the municipality as per our findings and reviews are as follows:

As the month of July 2025 signals the 1st month of the first quarter 2025-26 financial year, spending trends ought to be around 8.33% "Other Income" consists of income items such as, profit on sale of assets; skills levy income, tender income and commission on salaries.

The monthly performance indicates that total operating expenditure rate is standing at 11.33% and revenue is at 30% of the total budget.

Intervention, measures:
The Supply Chain Management Unit together with Financial Management both serve on the Contract Management Committee chaired by Corporate Services: Legal & Support to monitor contractual obligations and performance management of service providers.
Cost Containment measures are still in place to cut down on expenditure. Council manages to have cost saving within all areas. Refer to the table below for detail;

Annexure D: Total Cost Savings Disclosure in the In-Year and Annual Report					
Detail expenses per class					
	Savings Amount Q1	Savings Amount Q2	Savings Amount Q3	Savings Amount Q4	TOTAL SAVING YTD
Cost Containment In-Year Report Measures					
Use of consultants & Professional fees	71 699.84	-	-	-	71 699.84
Travel and subsistence	10 512.38	-	-	-	10 512.38
Domestic accommodation	9 363.75	-	-	-	9 363.75
Sponsorships, events and catering	29 096.69	-	-	-	29 096.69
Other related expenditure items	(2 181 553.22)	-	-	-	(2 181 553.22)
Total	(2 060 880.57)	-	-	-	(2 060 880.57)

b) Pro-Rata Capital Comparative Analysis (Budget vs. Actual)

"Annexure H" represents the Capital expenditure and Revenue sources. Expenditure incurred for the month of July is R 273 254.
An amount of R 3 145 738 is funded internally for various moveable assets such as furniture & equipment, computers & printers and vehicles, and R 120 000 was funded from the Financial Management Grant for the procurement of office Equipment and,R5 000 000 earmarked for the energy saving project funded from a grant.

(Annexure I) The spending analysis on own fixed assets as at end of July 2025 is shown in the table below:

Description	Budget	Adjustment Budget	July	Commitment	YTD Movements	Balance	percentage
Furniture and Equipment	750 000	0	0	0	0	750 000	0%
Computer Equipment and Networks	358 929	0	0	0	0	358 929	0%
New Ict Equipment	1 216 809	0	273 254	18 800	273 254	943 556	22
Expenditure On New Ict Equipment	120 000	0	0	0	0	120 000	0%
Vehicle	700 000	0	0	0	0	700 000	0%
Enery savings	5 000 000	0	0	0	0	5 000 000	0%
Total	**8 145 738**	**0**	**273 254**	**18 800**	**273 254**	**7 872 485**	3.35

The indication for capital projects is that all expenses is funded internally for the various components of assets as per the above table.

Asset Management

A scheduled year-end asset stock takes place and during this stock-take the physical condition and location of assets were verified in order to ensure completeness and accuracy of the fixed asset register. Currently, asset verification stock take takes place twice a year.

No other matters of material significance to report for Asset Management.

6.3 Monitoring of Compliance

Policy Governance of Municipal Finance and MFMA Compliance
As part of improving Sedibeng District Municipality's MFMA reporting module, the project plan report indicates our compliance to the requirements as outlined per the MFMA for the financial year 1 July 2024 to June 2025, which has been divided into timeframes of reporting: Annually, Quarterly, Monthly & Ad-hoc.

Finance is pleased to inform the Committee that our obligations in terms of compiling the annual financial statements within the prescripts of GRAP and the requirements of the MFMA have been duly met on time.

It must be noted that the individual Clusters are responsible to action projects and programed based on their planned OPEX and CAPEX budgets as aligned with their overall SDBIPs. Finance facilitates and supports the Clusters in an overview capacity to ensure that required targets are met. However, without full cooperation of the Clusters in providing substantiation to the comparative reports, Finance cannot completely assure the quality and accuracy of the information disclosed in this report.

See Attached Annexures reflecting detail information:

"A"	–	Debtors Age Analysis
"B"	–	Investment Schedule
"C"	–	Bank Reconciliations
"D"	–	Creditors Age Analysis
"E"	–	Cash Flow Statement
"F"	–	Grants Allocation and Expenditure
"G"	–	Operating Revenue and Expenditure
"H"	–	Capital Expenditure and Revenue Source
"I"	–	Capital Projects Progress

RECOMMENDED:

THAT the financial management report as at the end July 2025 as per attach as annexure "A" to "I" be considered as prescribed by section 54(1) of the Local Government: Municipal Finance Management Act, 56 of 2003.

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Ms. Mathapelo Masisi
Chief Financial Officer

Ms Madisebo Khomeasere
Acting:MMC Finance

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Date

____
Date

DC42 Sedibeng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Annexure A

Description	0	Budget Year 2025/26											
R thousands	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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source	0	0	0	0	0	0	0	0	0	0	0	0	0
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	64	750	–	–	–	–	41	954	1.809	995	–	954
Total By Income Source	**2000**	**64**	**750**	**–**	**–**	**–**	**–**	**41**	**954**	**1.809**	**995**	**–**	**954**
2024/25 - totals only	**0**	243	–	–	–	–	–	–	2.092	2.335	2.092	–	2.092
Debtors Age Analysis By Customer Group	0	–	–	–	–	–	–	–	–	–	–	–	–
Organs of State	2200	64	750	–	–	–	–	41	954	1.809	995	–	954
Commercial	2300	–	–	–	–	–	–	–	–	–	–	–	–
Households	2400	–	–	–	–	–	–	–	–	–	–	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**64**	**750**	**–**	**–**	**–**	**–**	**41**	**954**	**1.809**	**995**	**–**	**954**
Notes	**0**	–	–	–	–	–	–	–	–	–	–	–	–
Material increases in value of debtors' categories compared to previous month to be explained	0	0	0	0	0	0	0	0	0	0	0	0	0

DC42 Sedibeng - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 Annexure" B"

R thousands	Ref	Yrs/Months		Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate [3]	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance
Municipality										
Municipality sub-total										–
				0						
Entities sub-total										–

References
2. List investments in expiry date order
3. If 'variable' is selected in column F, input interest rate range
4. Withdrawals to be entered as negative

BANK RECONCILIATION AS AT
31 July 2025

ANNEXUI

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

CASH BOOK BALANCE AS AT	**1-Jul-25**	**R**	**1.014.254,80**
PLUS : INCOME RECEIVED		**R**	**135.262,54**

TRANSFER TO STANDARD	0,00
SUNDRY INCOME	2.420,00
AMBULANCE FEES	0,00
INVESTMENTS WITHDRAWN	0,00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0,00
OTHER DIRECT BANKINGS	68.107,44
TRANSFERS RECEIVED	0,00
INTEREST	64.735,10
LICENCE INCOME	0,00
LESS: RD CHEQUES / (re deposit)	0,00

MINUS : EXPENDITURE	**R**	**-4.993,56**

ORDER PAYMENTS	0,00
SUNDRY PAYMENTS	0,00
SALARIES	0,00
YEAR END PAYMENT	0,00
TRANSFERS MADE	0,00
BANK ERROR	0,00
DIRECT BANK EXPENDITURE	-4.993,56

CASHBOOK BALANCE AS AT	**31-Jul-25**	**R**	**1.144.523,78**

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0,00
LESS: Receipts updated following month	0,00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0,00

REVISED BALANCE AFTER CANCELATIONS	**R**	**1.144.523,78**

PLUS: **OUTSTANDING CHEQUES**	R	-
MINUS: **OUTSTANDING DEPOSITS**	R	-577,01
PLUS: **UNCASHED ELE'S**		
PLUS: Receipts updated following month		
PLUS : **DEPOSITS NOT YET LINKED**	R	-

BANK BALANCE AS AT	**31-Jul-25**	**R**	**1.143.946,77**

RE "C1"

BANK RECONCILIATION AS AT
31 July 2025

ANNEXURE "C2"

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK	**1-Jul-25**	**R**	**12.880.429,60**
PLUS : INCOME RECEIVED		**R**	**138.366.486,11**
SURPLUS (DEFICIT)	0,00		
SUNDRY INCOME	0,00		
AMBULANCE SUBSIDY ARREARS	0,00		
INVESTMENTS WITHDRAWN	0,00		
DIRECT BANKINGS FROM PROVINCIAL & NATIO	133.460.000,00		
OTHER DIRECT BANKINGS	4.854.530,92		
TRANSFERS	0,00		
INTEREST	49.687,19		
LICENCE INCOME	2.268,00		
LESS: RD CHEQUES / (re deposit)	0,00		
MINUS : EXPENDITURE		**R**	**-88.326.566,31**
ORDER PAYMENTS	-3.286.429,97		
SUNDRY PAYMENTS	-57.363.714,24		
SALARIES	-27.524.061,82		
ACTUAL PAYMENT (BILLING)	0,00		
INVESTMENTS MADE / TRANSFERS	0,00		
BANK ERROR	0,00		
DIRECT BANK EXPENDITURE	-152.360,28		
CASHBOOK	**31-Jul-25**	**R**	**62.920.349,40**
PLUS: CHEQUE/ELE CANCELLED FOLLOWING M	0,00		
Less/plus: Receipts updated/not from previous mor	0,00		
LESS: RECEIPTS PREVIOUS MONTH	0,00		
REVISED BALANCE		**R**	**62.920.349,40**
PLUS: **OUTSTANDING CHEQUES**		R	-
MINUS: **OUTSTANDING DEPOSITS**		R	-
PLUS: **UNCASHED ELE'S**		R	-
PLUS : **DEPOSITS NOT YET LINKED**		R	-
BANK BALANCE AS	**31-Jul-25**	**R**	**62.920.349,40**

ANNEXURE "C3"

BANKRECONCILIATION AS AT 31/Jul/2025

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE AS AT	**1/Jul/2025**	**R**	**873.795,34**
PLUS : INCOME RECEIVED		**R**	**1.627.362,20**
LICENCE INCOME	1.627.362,20		
FUEL SALES	0,00		
LESS: RD CHEQUES	0,00		
MINUS : EXPENDITURE		**R**	**-75,00**
TRANSFER TO MAIN ACCOUNT	0,00		
BANK CHARGES	0,00		
BANK CHARGES CARD FEES	-75,00		
BANK COST	0,00		
CASHBOOK BALANCE AS AT	**31/Jul/2025**	**R**	**2.501.082,54**
PLUS: OUTSTANDING CHEQUES		R	-
MINUS: OUTSTANDING DEPOSITS		R	-
PLUS : DEPOSITS NOT YET LINKED		R	-
BANK BALANCE AS AT	**31/Jul/2025**	**R**	**2.501.082,54**

BANK RECONCILIATION AS AT 31/Jul/2025

ANNEXURE "C4"

LICENSING BANK ACCOUNT STANDARD: 21781494
GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE AS AT	**1/Jul/2025**	**R**	**18.336.958,19**
PLUS : INCOME RECEIVED		**R**	**30.299.287,16**

LICENCE INCOME	30.190.084,85
INTEREST	109.202,31
LESS: RD CHEQUES	0,00

MINUS : EXPENDITURE	**R**	**-334.425,42**

TRANSFER TO MAIN ACCOUNT	0,00
BANK CHARGES	-43.019,74
BANK CHARGES CARD FEES	-291.405,68
BANK COST	0,00

CASHBOOK BALANCE AS AT	**31/Jul/2025**	**R**	**48.301.819,93**

PLUS: **OUTSTANDING CHEQUES**	R	-
MINUS: **OUTSTANDING DEPOSITS**	R	-
PLUS : **DEPOSITS NOT YET LINKED**	R	-

BANK BALANCE AS AT	**31/Jul/2025**	**R**	**48.301.819,93**

CALL ACCOUNT RECONCILIATION AS AT 31/Jul/2025

ANNEXURE "C5"

BANK ACCOUNT NEDBANK: 037881172932

GL VOTE NUMBER - 33215040190ZZZZZZZWD

CASH BOOK BALANCE AS	**1/Jul/2025**	**R**	**997.607,32**
PLUS : INCOME RECEIVED		**R**	**5.930,92**

INTEREST RECEIVED NO 1	7,44
INTEREST RECEIVED NO 2	5.923,48
DEPOSIT MADE	0,00

MINUS : EXPENDITURE		**R**	**-**

WITHDRAWALS MADE	0,00

CASHBOOK BALANCE AS	**31/Jul/2025**	**R**	**1.003.538,24**
PLUS : INTEREST ACCRUED AT YEAR END		R	-
INTEREST DEBTOR	**31/Jul/2025**	**R**	**-**

CALL ACCOUNT RECONCILIATION AS AT 31/Jul/2025

ANNEXURE "C6"

BANK ACCOUNT STANDARD BANK: 228499054

GL VOTE NUMBER - 33215040210ZZZZZZZWD

CASH BOOK	**1/Jul/2025**	**R**	**20.687.008,12**
PLUS : INCOME RECEIVED		**R**	**133.725,83**

INTEREST RECEIVED NO 1	37.667,42
INTEREST RECEIVED NO 2	96.058,41
DEPOSIT MADE	0,00

MINUS : EXPENDITURE		**R**	**-**

WITHDRAWALS MADE	0,00

CASHBOOK	**31/Jul/2025**	**R**	**20.820.733,95**
PLUS : INTEREST ACCRUED AT YEAR END		R	-
INTEREST DEBTOR	**31/Jul/2025**	**R**	**-**

..0

DC42 Sedibeng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

0 **ANNEXURE "D"**

Description R thousands	NT Code	Budget Year 2025/26 0 - 30 Days	0 31 - 60 Days	0 61 - 90 Days	0 91 - 120 Days	0 121 - 150 Days	0 151 - 180 Days	0 181 Days - 1 Year	0 Over 1 Year	0 Total	Prior year totals for chart (same period)
Creditors Age Analysis By Customer Type	0	0	0	0	0	0	0	0	0	0	0
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	308
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	–	–	–	–	–	–	–	–	–	–
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	31.026	–	–	–	–	–	–	35.763	**66.789**	185.828
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**###**	**31.026**	**–**	**–**	**–**	**–**	**–**	**–**	**35.763**	**66.789**	186.136
Notes	**0**	–	–	–	–	–	–	–	–	–	0

DC42 Sedibeng - Table C7 Monthly Budget Statement - Cash Flow - M01 July

ANNEXURE "E"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
CASH FLOW FROM OPERATING ACTIVITIES	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Receipts	0									
Property rates	0	–	–	–	–	–	–	–		–
Service charges	0	–	–	–	–	–	–	–		–
Other revenue	0	421.393	448.939	448.939	36.745	36.745	37.412	(667)	-2%	448.939
Transfers and Subsidies - Operational	0	323.619	339.802	339.802	133.460	133.460	28.317	105.143	371%	339.802
Transfers and Subsidies - Capital	0	5.000	5.000	5.000	–	–	417	(417)	-100%	5.000
Interest	0	5.595	5.392	5.392	363	363	449	(86)	-19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	0%	–
Suppliers and employees	0	(724.386)	(781.621)	(781.621)	(88.393)	(88.393)	(65.135)	23.258	-36%	(781.621)
Interest	0	–	–	–	–	–	–	–		–
Transfers and Subsidies	0	–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES	0	**31.221**	**17.511**	**17.511**	**82.175**	**82.175**	**1.459**	**(80.716)**	**-5531%**	**17.511**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM INVESTING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
Receipts	0	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	0	154	–	–	–	–	–	–		–
0	0	–	–	–	–	–	–	–	0%	–
Decrease (increase) in non-current receivables	0	–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	–	–
Capital assets	0	(1.690)	(9.368)	(9.368)	(273)	(273)	(781)	(507)	65%	(9.368)
NET CASH FROM/(USED) INVESTING ACTIVITIES	0	**(1.536)**	**(9.368)**	**(9.368)**	**(273)**	**(273)**	**(781)**	**(507)**	**65%**	**(9.368)**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM FINANCING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD	0	**29.684**	**8.144**	**8.144**	**81.902**	**81.902**	**679**	**–**	**–**	**8.144**
Cash/cash equivalents at beginning:	0	29.231	61.016	61.016	59.172	59.172	61.016	–	–	59.172
Cash/cash equivalents at month/year end:	0	58.915	69.159	69.159	141.074	141.074	61.694	–	–	67.315

DC42 Sedibeng - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

ANNEXURE "F"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	0	0	0	0	0	0	0	0	%	0
EXPENDITURE	0	–	–	–	–	–	–	–	0,0%	–
0	0	–	–	–	–	–	–	–	0,0%	–
Operating expenditure of Transfers and Grants	0	–	–	–	–	–	–	–	0,0%	–
National Government:	0	**396.645**	**410.766**	**410.766**	**34.719**	**34.719**	**34.231**	**488**	**1,4%**	**410.766**
0	0	–	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management Grant	0	5.000	–	–	–	–	–	–		–
Equitable Share	0	386.360	404.646	404.646	34.466	34.466	33.721	745	2,2%	404.646
Expanded Public Works Programme Integrated Grant	0	1.222	1.884	1.884	–	–	157	(157)	-100,0%	1.884
Local Government Financial Management Grant	0	1.005	1.380	1.380	119	119	115	4	3,9%	1.380
Municipal Disaster Relief Grant	0	–	–	–	–	–	–	–		–
Public Transport Network Grant	0	–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant	0	3.058	2.856	2.856	133	133	238	(105)	-44,1%	2.856
Water Services Infrastructure Grant	0	–	–	–	–	–	–	–		–
Provincial Government:	0	11.523	15.060	15.060	194	194	1.255	(1.061)	-84,5%	15.060
0	0	–	–	–	–	–	–	–		–
Capacity Building and Other Grants	0	**11.523**	**15.060**	**15.060**	**194**	**194**	**1.255**	(1.061)	-84,5%	**15.060**
District Municipality:	0	–	–	–	–	–	–	–		–
0	0	–	–	–	–	–	–	–		–
Other grant providers:	0	–	–	–	–	–	–	–		–
National Youth Development Agency	0	–	–	–	–	–	–	–		–
Parent Municipality	0	–	–	–	–	–	–	–		–
Public Service Commission	0	–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:	0	408.168	425.826	425.826	34.913	34.913	35.486	(573)	-1,6%	425.826
0	0	–	–	–	–	–	–	–	0,0%	–
Capital expenditure of Transfers and Grants	0	–	–	–	–	–	–	–	**0,0%**	–
National Government:	0	294	5.120	5.120	–	–	427	(427)	-100,0%	5.120
Other grant providers:	0	–	–	–	–	–	–	–		–
Parent Municipality	0	–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants	0	429	5.120	5.120	–	–	427	(427)	-100,0%	5.120
0	**0**	–	–	–	–	–	–	–	0,0%	–

References 0

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

ANNEXURE "G"

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	0	0	0	0	0	0	0	0	%	0
Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Exchange Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Service charges - Electricity	0	–	–	–	–	–	–	–		–
Service charges - Water	0	–	–	–	–	–	–	–		–
Service charges - Waste Water Mana	0	–	–	–	–	–	–	–		–
Service charges - Waste managemer	0	–	–	–	–	–	–	–		–
Sale of Goods and Rendering of Serv	0	183	198	198	16	16	17	(0)	0%	198
Agency services	0	80.571	91.161	91.161	–	–	7.597	(7.597)	-100%	91.161
Interest	0	–	–	–	–	–	–	–		–
Interest earned from Receivables	0	–	–	–	–	–	–	–		–
Interest from Current and Non Currer	0	6.080	5.392	5.392	363	363	449	(86)	-19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Rent on Land	0	–	–	–	–	–	–	–		–
Rental from Fixed Assets	0	496	734	734	7	7	61	(54)	-88%	734
Licence and permits	0	–	–	–	–	–	–	–		–
Special rating levies	0	–	–	–	–	–	–	–		–
Operational Revenue	0	5.501	5.494	5.494	43	43	458	(415)	-91%	5.494
Non-Exchange Revenue	0	–	–	–	–	–	–	–		–
Property rates	0	–	–	–	–	–	–	–		–
Surcharges and Taxes	0	–	–	–	–	–	–	–		–
Fines, penalties and forfeits	0	–	–	–	–	–	–	–		–
Licence and permits	0	264	1.500	1.500	20	20	125	(105)	-84%	1.500
Transfers and subsidies - Operationa	0	327.851	341.603	341.603	133.871	133.871	28.467	105.404	370%	341.603
Interest	0	–	–	–	–	–	–	–		–
Fuel Levy	0	–	–	–	–	–	–	–		–
Operational Revenue	0	–	–	–	–	–	–	–		–
Gains on disposal of Assets	0	447	–	–	–	–	–	–		–
Other Gains	0	284.320	–	–	–	–	–	–		–
Discontinued Operations	0	–	–	–	–	–	–	–		–
Total Revenue (excluding capital trans	0	705.713	446.081	446.081	134.321	134.321	37.173	97.148	0	446.081
Expenditure By Type	0	–	–	–	–	–	–	–	0%	–
Employee related costs	0	326.005	339.137	339.137	26.110	26.110	28.262	(2.151)	-8%	339.137
Remuneration of councillors	0	14.935	16.078	16.078	1.179	1.179	1.340	(160)	-12%	16.078
Bulk purchases - electricity	0	–	–	–	–	–	–	–		–
Inventory consumed	0	4.350	3.735	3.735	92	92	311	(219)	-70%	3.735
Debt impairment	0	–	–	–	–	–	–	–		–
Depreciation and amortisation	0	4.982	4.782	4.782	–	–	399	(399)	-100%	4.782
Interest	0	–	–	–	–	–	–	–		–
Contracted services	0	37.285	41.772	41.772	1.243	1.243	3.481	(2.238)	-64%	41.772
Transfers and subsidies	0	3.919	4.562	4.562	159	159	380	(221)	-58%	4.562
Irrecoverable debts written off	0	–	–	–	–	–	–	–		–
Operational costs	0	35.079	35.041	35.041	7.585	7.585	2.920	4.665	160%	35.041
Losses on Disposal of Assets	0	14	–	–	–	–	–	–		–
Other Losses	**0**	–	–	–	–	–	–	–		–
Total Expenditure	0	**426.568**	**445.108**	**445.108**	**36.369**	**36.369**	**37.093**	**(724)**	**(0)**	**445.108**
Surplus/(Deficit)	0	279.145	974	974	97.952	97.952	81	97.872	**1**	974
Transfers and subsidies - capital (monetary allocations)	0	372	5.000	5.000	–	–	417	(417)	**(0)**	5.000
Transfers and subsidies - capital (in-kind)	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers	0	279.517	5.974	5.974	97.952	97.952	497	97.455	0	5.974
Income Tax	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax	0	279.517	5.974	5.974	97.952	97.952	497	97.455	0	5.974
Share of Surplus/Deficit attributable t	0	–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to munic	0	279.517	5.974	5.974	97.952	97.952	497	97.455	0	5.974
Share of Surplus/Deficit attributable t	0	–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary trans	0	–	–	–	–	–	–	–		–

ANNEXURE "H"

DC42 Sedibeng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2024/25	Budget Year 2025/26		0					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
Multi-Year expenditure appropriation	2	–	–	–	–	–	–	–	–	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	–	–	–	–	–	–		–
Vote 03 - Corporate Services	0	–	5.000	5.000	–	–	417	(417)	-100%	5.000
Vote 04 - Roads And Transport	0	–	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	–	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Vote 08 -	0	–	–	–	–	–	–	–		–
Vote 09 -	0	–	–	–	–	–	–	–		–
Vote 10 -	0	–	–	–	–	–	–	–		–
Vote 11 -	0	–	–	–	–	–	–	–		–
Vote 12 -	0	–	–	–	–	–	–	–		–
Vote 13 -	0	–	–	–	–	–	–	–		–
Vote 14 -	0	–	–	–	–	–	–	–		–
Vote 15 - Other	0	–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	5.000	5.000	–	–	417	(417)	-100%	5.000
Single Year expenditure appropriation	2	–	–	–	–	–	–	–	0%	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	120	120	–	–	10	(10)	-100%	120
Vote 03 - Corporate Services	0	1.927	3.026	3.026	273	273	252	21	8%	3.026
Vote 04 - Roads And Transport	0	294	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	78	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	2.299	3.146	3.146	273	273	262	**11**	**4%**	3.146
Total Capital Expenditure	0	**2.299**	**8.146**	**8.146**	**273**	**273**	**679**	**(406)**	**-60%**	**8.146**
Capital Expenditure - Functional Classification	0	–	–	–	–	–	–	–	0%	–
Governance and administration	0	**2.005**	**8.146**	**8.146**	**273**	**273**	**679**	(406)	-60%	**8.146**
Executive and council	0	–	–	–	–	–	–	–		–
Finance and administration	0	2.005	8.146	8.146	273	273	679	(406)	-60%	8.146
Internal audit	0	–	–	–	–	–	–	–		–
Community and public safety	0	–	–	–	–	–	–	–		–
Community and social services	0	–	–	–	–	–	–	–		–
Sport and recreation	0	–	–	–	–	–	–	–		–
Public safety	0	–	–	–	–	–	–	–		–
Housing	0	–	–	–	–	–	–	–		–
Health	0	–	–	–	–	–	–	–		–
Economic and environmental services	0	**294**	–	–	–	–	–	–		–
Planning and development	0	294	–	–	–	–	–	–		–
Road transport	0	–	–	–	–	–	–	–		–
Environmental protection	0	–	–	–	–	–	–	–		–
Trading services	0	–	–	–	–	–	–	–		–
Energy sources	0	–	–	–	–	–	–	–		–
Water management	0	–	–	–	–	–	–	–		–
Waste water management	0	–	–	–	–	–	–	–		–
Waste management	0	–	–	–	–	–	–	–		–
Other	0	–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**2.299**	**8.146**	**8.146**	**273**	**273**	**679**	**(406)**	**-60%**	**8.146**
Funded by:	0	–	–	–	–	–	–	–	0%	–
National Government	0	294	5.120	5.120	–	–	427	(427)	-100%	5.120
Provincial Government	0	136	–	–	–	–	–	–		–
District Municipality	0	–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	0	–	–	–	–	–	–	–		–
Transfers recognised - capital	0	**429**	**5.120**	**5.120**	–	–	**427**	**(427)**	**-100%**	**5.120**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds	0	1.870	3.026	3.026	273	273	252	21	8%	3.026
Total Capital Funding	0	**2.299**	**8.146**	**8.146**	**273**	**273**	**679**	**(406)**	**-60%**	**8.146**

PROJECT PLAN – CONFIRMATION OF COMPLIANCE

ANNEXURE "I1"

No	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
1	Irregular expenditure constituting theft, fraud/criminal offence reported to police.	MFMA 32(6)	2024-25	CFO/MM	Adhoc	✓
2	Impending shortfalls in budget revenue and over spending of budget reported to Council.	MFMA 70(1)	2024-25	Charles Steyn	Adhoc	✓
3	Report on any failure to adopt/implement budget related policies to Mayor, National and Provincial Treasury.	MFMA 73	2024-25	Charles Steyn	Adhoc	✓
4	Placing of documents on website within five days of tabling in Council.	MFMA 75	2024-25	Kajal Wieser Charles Steyn	Adhoc	✓
5	Reasons received from delegated officials when at least three quotations not received.	Notice 868 of 2005	2024-25	Kajal Wiese	Adhoc	✓
			2024-25			✓
6	Any contributions in respect of inducements, rewards, gifts and favours to officers notified to National Treasury.	Notice 868 of 2005	2024-25	Kajal Wiese		✓
7	Notification of intention to investigate public – private partnerships given to National Treasury prior to start of study.	0	2024-25	CFO	Adhoc	✓
		Reg 2(1)(a)	2024-25			✓
8	Report received from all entities of any irregular, fruitless or wasteful expenditure – submitted to Mayor, Auditor General.	MFMA 102(1)	2024-25		Adhoc	✓

PROJECT PLAN – CONFIRMATION OF COMPLIANCE

Monthly

ANNEXURE "I2"

No	Requirement	Compliance with	Period	Responsible Person	Target Date	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUNE
1	Monthly Go Muni uploads	MFMA 71(1)	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓											
a	E monitorimg uploads	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓											
b	FMCMM	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓											
c	Submission of C Schedule to the Mayor & MMC Finance	MFMA 71	Monthly	Charles Steyn Masechaba Magalefa	10 working days after month-end	✓											

PROJECT PLAN – CONFIRMATION OF COMPLIANCE **ANNEXURE "I3"**

Quarterly **10/31/2024**

No	Requirement	Compliance with	Period	Responsible Person	Target Date	SEPT	DEC	MAR	JUNE
1	Consolidated report submitted of all withdrawals for quarter, to Provincial Treasury and Auditor General.	MFMA 11(4)	Quarterly	Charles Steyn/ Masechaba Magalefa	30 days after month-end (3rd Month)				
2	Changes in banking details notified to National and Provincial Treasury and Auditor General.	MFMA 8(5) 9(a) 86(1)(a)	Quarterly	Lerato Tabane & Charles Steyn	Quarterly				
3	Overdrawn position of any bank accounts reported to National Treasury.	MFMA 70(2)	10/1/2024	Lerato Tabane& Charles Steyn					
4	Quarterly report to Council on implementation of Supply Chain Policy.	Notice 868 of 2005 Reg 6(3)	Quarterly	Charles Steyn	Quarterly				
5	Reasons for any deviations from any recommended tender submitted to National and Provincial Treasury and Auditor General.	MFMA 114(1) Notice 868 of 2005 Reg 29(7)		Charles Steyn	Quarterly				
6	DC42_BM (External Debt Created, Repaid or Redeemed)	MFMA	Quarterly	0	10 days after month-end (3rd Month)				
7	DC42_ME (Municipal Entity Quarterly Return)	MFMA	Quarterly	Charles Steyn/	10 days after month-end (3rd Month)				
7	DC42_LTC (Long Term Contracts Quarterly Return - > R1mil *AND* > 5yr)	MFMA	Quarterly	Charles Steyn/ Masechaba Magalefa	-33355698,19				
8	DC42_MFM1 (Quartely MFMA Implementation and Monitoring Checklist-Implementation Priorities)	MFMA	Quarterly		10 days after month-end (3rd Month)				
9	Quarterly Financial Early Warning Report	MFMA	Quarterly		10 days after month-end (3rd Month)				
10	Conduct a monthly performance review with staff.	Policy and Procedures	Quarterly		Quarterly				
11	Quartely report on the financial position of the Municipality	MFMA SECTION	Quarterly		Quarterly				

	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
Budget	Budget has been tabled and is ready for making public - DRAFT BUDGET	MFMA 22	Annually	CFO	90 days before financial year end	✓
	- FINAL BUDGET		Annually	CFO	30 days before financial year end	✓
Budget	Annual budget in both electronic and printed format submitted after tabling in Council to Public, National and Provincial Treasury.	MFMA 22(a) and (b)	10/1/2024	CFO	30-Jun	✓
Budget	Approved budget submitted to National and Provincial Treasury.	MFMA 24(3)	Annually	CFO	30-Jun	✓
SDBIP	**Draft service delivery and budget implementation plan (SDBIP) submitted to Mayor – within 14 days of approved budget.**	**MFMA 69(3)**	**Annually**	Director MM	**14-Jun**	✓
SDBIP	Performance agreements of Municipal Manager and Executives submitted to Mayor, Public, Council, MEC within 14 days after approval of SDBIP.	MFMA 69(3)(b) 53(3)(b)	Annually	Director MM	28-Jun	✓
Budget		MFMA 31	Annually	**CFO**	As required	✓
Yearly Reporting	Banking details notified before start of financial year to Provincial Treasury and Auditor General	MFMA 9(b) MFMA 86(1)(b) MFMA 82(2)	Annually	**CFO** **CFO** **CFO**	July	✓
Budget	**Table IDP & Budget timetable**	**MFMA 21(1)(b)**	**Annually**	**CFO**	**31-Aug**	✓
Budget	**DC42_BEC (Budget Evaluation Checklist Report)**	**MFMA**	**Annually**		**31-Aug**	
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually		31-Aug	
Annual Financial Statements	Submission of annual financial statements within two months of year end to Auditor General for both municipality and all entities.	MFMA 126(1)(a) MFMA 126(2)	Annually		31-Aug 30-Sep	✓
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually	**CFO**	31-Aug	
Yearly Reporting	Report submitted to Council on salaries, wages, allowances and benefits.	MFMA 66	Annually	**CFO**	31-Aug	✓
Annual Financial Statements	Consolidated annual statement submitted to Auditor General within three months after year end.	MFMA 126(1)(b)		**CFO**		
Annual Financial Statements	Submit to Auditor General, Provincial Treasury and Provincial Local Government copies of Minutes of Council relating to discussion on annual accounts.	MFMA 129(2)	Annually	**CFO**	31-Oct	✓
Annual Financial Statements	Audited accounts received from Auditor General within three months after submission.	MFMA 126(3)	Annually		30-Nov	✓
Annual Report	Received annual reports of all entities within six months of year end.	MFMA 127(1)	Annually		31-Dec	✓
Annual Report	Report received on state of all entities budget performance	MFMA 87(1)			end-December	✓
Budget & Performance	Assess performance of the municipality up to 31 December and submit (section 72) report on the assessment to the Mayor, Provincial Treasury and National Treasury. Consider an adjustment budget if necessary	MFMA 72	Annually		25-Jan	outstanding
Annual Report		MFMA 127(2) MFMA 127(5)	Annually	 Director MM	31-Jan	✓ ✓
Oversight Report	Oversight report (councils comments on annual report made public within seven days of adoption).	MFMA 129(3)	Annually		07-Feb	

<u>MONTHLY FINANCIAL MANAGEMENT REPORT AS AT END AUGUST 2025</u>

(9/1/3/6) **Cluster : Finance**
Portfolio : Financial Management

<u>1. PURPOSE</u>

The purpose of the report is to reflect the financial position of the Municipality for the month of August.

<u>2. OBJECTIVE</u>

The objective of this report is to assist Council to exercise their oversight function to:

a) Make rational decisions about the allocation of resources;
b) Assess the current provision of services, as well as the sustainability of future service delivery;
c) Assess how officials have discharged their accountability responsibilities;
d) Ensure transparency in respect of the municipality's financial position and operating results;
e) Assess the performance of the municipality measured against preset targets and objectives;
f) Inform Council on how cash and other liquid resources were obtained and utilized;
g) Assess whether financial resources were administered in accordance with legislative and regulatory requirements; and
h) Promote comparative information for prior periods and actual results against budgeted or planned results;

<u>3. LEGISLATIVE REQUIREMENTS:</u>

It is important for a municipality to report in order to comply with comprehensive legislative and contractual requirements, regulations, restriction and agreements. Effective financial reporting should therefore not only involve the presentation of bare financial facts but should also make provision for compliance issues, integration and interpretation. This will enable interested parties to readily comprehend the significant aspects of a municipality's financial operations.

This report is compiled as per the requirements of Sections 54 and 71 of the Local Government: Municipal Finance Management Act, 56 of 2003 (MFMA).

<u>4. BACKGROUND</u>

With reference to section 71 above, "*the accounting officer must by no later than 10 working days after the end of each month submit to National treasury and other spheres of government the* August 2025 *report of the municipality a statement on the implementation of the budget and the state of the financial affairs of the municipality*"
Financial reports are the primary means of communicating financial information to other interested parties. These reports are made accessible to the Executive for additional management and financial information that helps it carries out its planning, decision- making and control responsibilities, and therefore has the ability to determine the form and content of such additional information to meet its own needs.

Governance is built around the responsibilities of accountability and oversight requiring a culture of transparency and regular reporting. More detailed financial reporting to the Council will facilitate an

environment in which potential or real financial problems are reported in time and in an appropriate manner to allow the council to remedy the situation.

The financial situation of the municipality as at end of August 2025 is indicated in the different schedules as listed below.

5. EXECUTIVE SUMMARY

Item of Financial Position/ Performance	**Actual July 2025**	**Actual August 2025**	**Trend Analysis**
Current Assets			
(Table SC3) Debtors	R 855 279	R 538 540	Decrease due to year end transactions received and redeemed by Debtors. VAT refund settled by SARS in August.
Cash & cash equivalents:			
Cashbook balance (bank reconciliation) Primary	R 64 064 873	R 36 475 640	Increase due to transfers received and licensing fees to be paid in September.
Cashbook balance (bank reconciliation) Licensing	R 50 802 902	R 86 532 800	
Cashbook balance (bank reconcilliation) Call Account Nedbank	R 997 831	R 1 003 538	
Cashbook Balance(Bank reconciliation) Call Account Standard Bank	R 20 820 734	R 20 820 734	
Cashbook Balance (Bank reconciliation) Fresh produce Market	R 4 346 337	R 4 346 337	
Current Liabilities			
(Table SC4) Creditors	R 66 788 605	R 94 480 402	Increase due to fee to be paid in September.
Cash Flow			
(Table C7) Receipts	R 170 568 055	R 44 417 526	Decrease due to operational activities
Payments	R 88 392 807	R 36 192 676	
Cash flow closing balance	R 141 073 503	R 149 221 534	
Cost Coverage indicator	3.8	4.0	Increase due transfers received.
(Table C2) Operating Revenue for Month	R 134 321 177	R 8 109 027	Received to date 31.65% (benchmark 16.67%).
Operating Expenditure for Month	R 36 368 678	R 33 708 470	Spent to date 15.74 % (bench mark 16.67%).
(Table C5) Capital Expenditure	R 273 254	R 78 520	Total Capex budget spent to date is 4.0% (benchmark 16.77%) for the Month.

Item of Financial Position/ Performance	**Actual July 2025**	**Actual August 2025**	**Trend Analysis**
(Table C6) Total Assets	R 219 070 899	R 226 979 010	The municipality total assets for the month of August is favorable, The municipality is having a positive net asset value
Total Liabilities	R 109 234 517	R 142 347 022	
Total Net (Liabilities) / Assets	R 109 836 381	R 84 631 988	
MFMA Compliance			
Monthly reports	MFMA 71,66	MFMA 71,66	Submit monthly reports on budget implementation and employee costs.
Budget	MFMA 75(1) MFMA 53 MFMA 71 MFMA 66 MFMA 21 (1)(b)	MFMA 71 MFMA 54(1)	Submit monthly report on the budget Review implementation of budget and service delivery and budget implementation plan.
Quarterly Reports		MFMA 11 MFMA sec 52	Quarterly Withdrawals Statement.

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity								–		
Service charges - Water								–		
Service charges - Waste Water Management								–		
Service charges - Waste management								–		
Sale of Goods and Rendering of Services		183	198	198	18	34	33	1	4%	198
Agency services		80 571	91 161	91 161	7 390	7 390	15 193	(7 804)	-51%	91 161
Interest								–		
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		6 080	5 392	5 392	367	730	899	(168)	-19%	5 392
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		496	734	734	–	7	122	(115)	-94%	734
Licence and permits		–	–	–	–	–	–	–		–
Special rating levies								–		
Operational Revenue		5 501	5 494	5 494	22	64	916	(851)	-93%	5 494
Non-Exchange Revenue								–		
Property rates								–		
Surcharges and Taxes								–		
Fines, penalties and forfeits								–		
Licence and permits		264	1 500	1 500	20	40	250	(210)	-84%	1 500
Transfers and subsidies - Operational		328 246	341 603	341 603	293	134 164	56 934	77 231	136%	341 603
Interest								–		
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets		447	–	–	–	–	–	–		–
Other Gains		284 320	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**706 108**	**446 081**	**446 081**	**8 109**	**142 430**	**74 347**	**68 083**	**92%**	**446 081**
Expenditure By Type										
Employee related costs		326 005	339 137	339 137	27 039	53 150	56 523	(3 373)	-6%	339 137
Remuneration of councillors		14 935	16 078	16 078	1 189	2 369	2 680	(311)	-12%	16 078
Bulk purchases - electricity								–		
Inventory consumed		4 350	3 735	3 690	373	465	618	(153)	-25%	3 690
Debt impairment		–	–	–	–	–	–	–		–
Depreciation and amortisation		4 982	4 782	4 782	–	–	797	(797)	-100%	4 782
Interest								–		
Contracted services		37 680	41 772	41 711	2 529	3 772	6 956	(3 185)	-46%	41 711
Transfers and subsidies		3 919	4 562	4 562	168	327	760	(434)	-57%	4 562
Irrecoverable debts written off		–	–	–	–	–	–	–		–
Operational costs		34 683	35 041	35 147	2 410	9 995	5 850	4 145	71%	35 147
Losses on Disposal of Assets		14	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**426 568**	**445 108**	**445 108**	**33 708**	**70 077**	**74 185**	**(4 108)**	**-6%**	**445 108**
Surplus/(Deficit)		**279 540**	**974**	**974**	**(25 599)**	**72 353**	**162**	**72 192**	**0**	**974**
Transfers and subsidies - capital (monetary allocations)		372	5 000	5 000	–	–	833	(833)	**(0)**	5 000
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**279 912**	**5 974**	**5 974**	**(25 599)**	**72 353**	**995**	**71 358**	**0**	**5 974**
Income Tax								–		
Surplus/(Deficit) after income tax		**279 912**	**5 974**	**5 974**	**(25 599)**	**72 353**	**995**	**71 358**	**0**	**5 974**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**279 912**	**5 974**	**5 974**	**(25 599)**	**72 353**	**995**	71 358	0	**5 974**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**279 912**	**5 974**	**5 974**	**(25 599)**	**72 353**	**995**	**71 358**	**0**	**5 974**

Cash flow Analysis for the Month of August

Cash Flow Statement - July 2025 to June 2026

		ACTUAL				PROJECTED							
	July	August	September	October	November	December	January	February	March	April	May	June	Total
Opening Balance	13 893 652	64 064 296	36 471 066	15 716 220	(13 332 153)	(18 234 141)	5 724 212	(17 469 412)	(17 286 119)	(8 030 092)	(18 700 459)	(10 305 801)	13 893 652
													-
Cash Inflow	138 623 558	8 884 534	67 587 042	54 128 071	45 069 338	111 319 756	24 649 820	47 161 147	83 076 186	24 464 323	53 874 111	72 608 142	731 446 028
RSC Levies	-	-		-		-	-	-	-	-	-	-	-
Sundries	4 967 217	2 338 546	1 400 465	951 247	3 913 281	1 405 604	1 684 083	5 149 374	4 831 821	2 190 900	8 682 243	419 752	37 934 533
Licensing	-	-	66 000 000	53 000 000	41 000 000	5 000 000	21 000 000	41 000 000	-	22 000 000	45 000 000	47 000 000	341 000 000
Transfer from call / investment	-	-		-		-				-		25 000 000	25 000 000
Medical aid Pensioners income	196 341	170 795	186 577	176 824	156 057	167 152	165 737	191 773	189 365	182 585	191 868	188 390	2 163 464
Subsidies and Grants	133 460 000	6 375 193	-	-	-	104 747 000	1 800 000	820 000	78 055 000	90 838	-	-	325 348 031
Less RD Cheques	-		-	-			-	-	-	-	-	-	-
													-
Cash Outflow	(88 452 914)	(36 477 764)	(88 341 888)	(83 176 444)	(49 971 326)	(87 361 403)	(47 843 444)	(46 977 854)	(73 820 159)	(35 134 690)	(45 479 453)	(69 992 574)	(753 029 913)
Salaries	(28 966 223)	(28 496 308)	(30 375 025)	(31 359 674)	(29 776 226)	(23 506 840)	(28 127 910)	(30 300 623)	(28 509 092)	(28 237 863)	(30 527 075)	(28 471 575)	(346 654 434)
Capital Projects	-			-	-		-	-			-		-
Sundries	-	-	-	-	-	-	-	-	-	-	-	-	-
Licensing	(39 295 099)	-	(26 860 779)	(25 488 631)	-	(47 377 933)	(16 085 042)	-	-	-	-	(18 254 100)	(173 361 584)
Other Creditors	(20 191 592)	(7 981 456)	(31 106 084)	(26 328 139)	(20 195 100)	(16 476 630)	(3 630 492)	(16 677 231)	(15 311 067)	(6 896 827)	(14 952 378)	(23 266 899)	(203 013 895)
External Int/Red			-	-		-	-	-		-		-	-
Transfer to call	-		-	-	-			-	(30 000 000)			-	(30 000 000)
Closing Balance	64 064 296	36 471 066	15 716 220	(13 332 153)	(18 234 141)	5 724 212	(17 469 412)	(17 286 119)	(8 030 092)	(18 700 459)	(10 305 801)	(7 690 233)	(7 690 233)

5. DISCUSSIONS

The discussions below are broadly categorized under items of financial position (balance sheet), items of financial performance (income statement) and cash flow, as well as other information of key importance such as Asset Management and MFMA Compliance.

6.1 Financial Position

The balance sheet of Council is broadly distinguished into “Assets” (what Council owns) and “Liabilities” (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the “Net Assets.”

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves can be either ring-fenced for specific use only (non-distributable reserves), or redistributable for other use as determined by Council. It must be noted that these reserves are non-cash items and Council’s cash held as investments do not match these reserves.

DC42 Sedibeng - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>ASSETS</u>						
Current assets						
Cash and cash equivalents		59 172	69 159	69 159	149 220	69 159
Trade and other receivables from exchange transactions		405	–	–	405	–
Receivables from non-exchange transactions		271	–	–	88	–
Current portion of non-current receivables						
Inventory		–	–	–	–	–
VAT		325	42	42	(0)	42
Other current assets		325	270	270	45	270
Total current assets		**60 499**	**69 471**	**69 471**	**149 758**	**69 471**
Non current assets						
Investments						
Investment property						
Property, plant and equipment		71 826	70 824	70 824	72 178	70 824
Biological assets						
Living and non-living resources						
Heritage assets		4 842	4 842	4 842	4 842	4 842
Intangible assets		201	1 204	1 204	201	1 204
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		**76 869**	**76 870**	**76 870**	**77 221**	**76 870**
TOTAL ASSETS		**137 368**	**146 341**	**146 341**	**226 979**	**146 341**
<u>LIABILITIES</u>						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		225	106	106	229	106
Trade and other payables from exchange transactions		82 295	42 117	42 117	93 796	42 117
Trade and other payables from non-exchange transactions		12 867	12 270	12 270	18 537	12 270
Provision		29 672	11 602	11 602	29 100	11 602
VAT		31	–	–	684	–
Other current liabilities		–	–	–	–	–
Total current liabilities		**125 089**	**66 095**	**66 095**	**142 347**	**66 095**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		–	–	–	–	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**–**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES		**125 089**	**66 095**	**66 095**	**142 347**	**66 095**
NET ASSETS	2	**12 279**	**80 246**	**80 246**	**84 632**	**80 246**
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated surplus/(deficit)		12 279	80 246	80 246	84 632	80 246
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**12 279**	**80 246**	**80 246**	**84 632**	**80 246**

a) <u>Current Assets</u>

Debtors Management and Credit Control Status for the month ending August.

The debtor's book balance of the municipality as attached in annexure A is R 1 492 640 less bad debts impairment R 954 100 resulting to R 538 540.

0-30 days	31-60	61-90	91-120	121-150	151-180	181-1 Yr	Over 1 Yr	Total
	64 143	474 397	-	-	-	-	954 100	1 492 640

Bank reconciliation

Annexure" C1 – 4" indicate the bank reconciliations prepared for the month of August 2025 with the detail on the bank and cash book balances.

The Council has four operating bank accounts Account to be reported on namely:

- Two Primary bank accounts,
- Two License bank accounts and,

Council is operating four accounts. Bank reconciliations are completed monthly within three working days after the end of each month.

The cashbooks shows a favorable balance of R 149 221 534 as of end August.

The remaining cash balance must meet operational requirements till end of November 2025, until receipt of the next equitable Share tranche due in December.

b) Current Liabilities

Creditors' Age Analysis

Annexure "D" represents the creditors' age analysis of R 94 480 402 payable to the creditors in August 2025..

0-30 days	31-60	61-90	91-120	121-150	151-180	181-1 Yr	Over 1 Yr	Total
36 652 074	22 065 254	-	-	-	-	-	35 763 074	94 480 402

c) Net Assets

Reserves

The balance sheet of Council is broadly distinguished into "Assets" (what Council owns) and "Liabilities" (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the "Net Assets."

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves is that they are ring-fenced for specific use only (non-distributable reserves), as determined by accounting standards. It must be noted that reserves comprise of mostly accounting book-entries and are non-cash transactions. This implies that the reserves on the face of the financial statements do not equate to cash held as investments by Council.

As required by prescribed accounting standards (GRAP 01), only provisions are shown separately on the face of the Statement of Financial Position. All reserves are "ring-fenced" as internal reserves within the Accumulated Surplus. Ring-fenced reserves are as follows:

- Assets fair value reserve
- Government grant reserve (GGR)

These reserves not supported by cash but are only used for book entry purposes for the phasing in of increased depreciation charges as a result of the full implementation of GRAP 17.

According to GRAP standards, the GGR is created when the municipality receives government grants for the acquisition and/or construction of fixed assets. Once the conditions of the capital grant have been met, the funds are recognized as "revenue" (non-cash) on the statement of financial performance. This "revenue" recognized is then in turn transferred out of the Accumulated Surplus to the GGR on the Statement of Net Assets in order to offset the future depreciation of the property, plant and equipment in question. Hence, the reserve is committed solely for this purpose and cannot be utilized for any other purpose. This is referred to as the non-distributable portion of the reserves. Council must note that these are all non-cash entries.

The purpose of these reserves is to promote community equity and facilitate budgetary control by ensuring that sufficient funds (non-cash) are set aside on the accounting books to offset the future depreciation charges (non-cash) that will be incurred over the estimated useful life of the item of property, plant and equipment financed from government grants, public contributions or a (non-cash) surplus arising from the revaluation of property, plant and equipment.
Council must note that these are all non-cash entries performed only for compliance purposes in line with accounting standards prescribed by the Accounting Standards Board (ASB) and enforced by the Office of the Accountant-General.

d) Cash Flow

See Annexures "B"," C1- 4"," E"

Essentially, the cash flow statement is concerned with the flow of physical cash in and cash out of the municipality as we collect monies owed by debtors and pay out monies due to creditors.

Annexure "E" is Council's cash flow statement which indicates the movements on the main bank accounts. The incoming receipts amount to R 44 417 526, outgoing payments were made to the amount of R 36 192 676. Taking into account the opening cashbook balance, this left a unfavorable closing balance of R 149 221 534 as end of August 2025 period, which shows a increase margin from last month's closing balance.
Cost coverage indicator.

$$\text{The cost coverage formula} = \frac{\text{(All available cash at the end of the period in the cashbook) + (investments at hand less Provisions)}}{\text{Monthly fixed operating expenditure}}$$

$$\textit{The cost coverage formula} = \frac{R\ (149\ 221\ 534 + R0)}{R\ \ 37\ 092\ 324}$$

$$= \underline{4.0 \text{ TIMES}}$$

The cost coverage of the municipality indicates 4.0 monthly fixed operating expenditure and shows that the cash flow of the municipality is favorable. Our cash formula on hand must cover at least until end of Novemebr 2025 as the next equitable share allocation is in December 2026.The formula does not take into consideration the contingent assets and liabilities whereby if taken into consideration this will indicate that the municipality is having a liquidity problem as identified in the AG reports of 2022/2023 as well as 2023/2024.

Annexure “F” represents the Grants allocation and their expenditure.
Table SC6, 7(1) and 7(2) Grants received and spent for August

Description	Original Budget	Adjustment Budget	Grants Tranche received for the month	Total Grants Received July-date	Total Grants Spent July to date	Actual July 2025	Actual August 2025	Balance	Percentage
RAMS	2 856 000	-	1 999 000	-	233 055	132 990	100 064	2 622 945	8.2
FMG	1 500 000	-	1 500 000	-	144 697	119 448	25 249	1 355 303	9.6
EPWP	1 884 000	-	470 000	-	110 716	-	110 716	1 773 284	5.9
HIV&AIDS	13 392 000	-		-	215 918	158 875	57 043	13 176 082	1.6
ENERGY SERVICES	5 000 000	-	2 000 000	-	-	-	-	5 000 000	0.0
TOTAL	**24 632 000**	**-**	**5 969 000**	**-**	**704 386**	**411 313**	**293 073**	**23 927 614**	2.9

Financial Management Grant (FMG):

An amount of R 1 500 000 was gazetted for 2025-26 of which R 25 249 was spent in August , FMG Interns were involved in the following activities during the month as part of their training rotation plan:

Three interns in Supply Chain Management

The interns have attended CPMD training as part of the internship agreement with National Treasury.

Rural Roads Assets Management Grant

An amount of R 2 856 000 was gazetted for 2025-26 , R 1 999 000 has been received in August as the first tranche. Expenditure incurred for month of August amounts to R 100 064.

HIV/Aids

An amount of R 13 392 000 gazetted for 2025-26, Expenditure incurred for month of August amounts to R 57 043.

Extended Public Works Projects

An amount of R 1 884 000 was gazetted and R 470 000 has been received as the first tranche , expenditure incurred for August amount to R 110 716.

Energy Efficient Grant

An amount of R 5 000 000 was gazetted for 2025-26, R 2 000 0000 has been received for August and no expenditure incurred for month of August.

Grant payments to Local Municipalities:

No grant payments were scheduled for local municipalities for the month of August,

6.2 Financial Performance

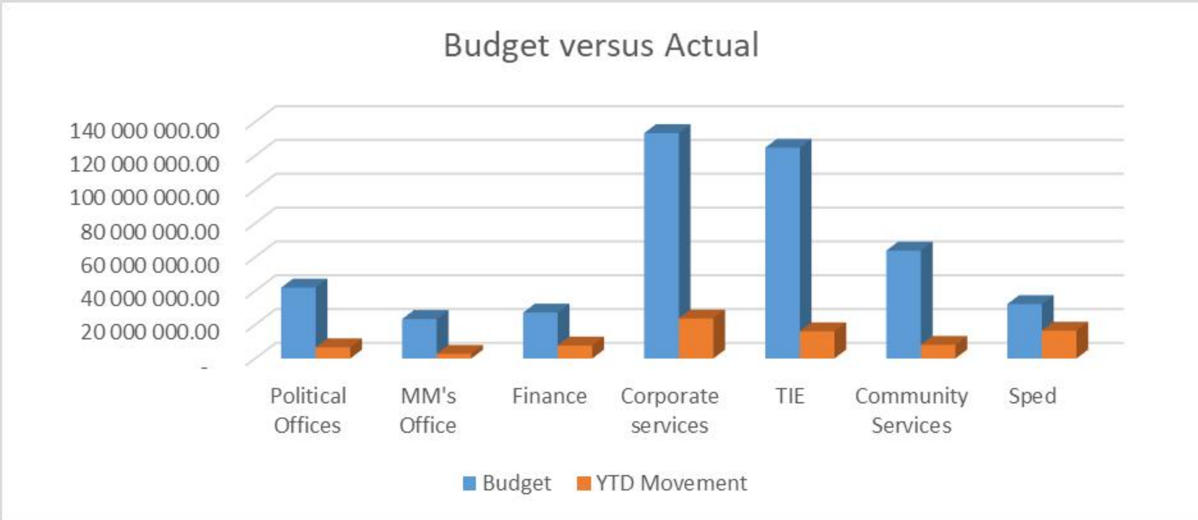
Financial performance shows the results of operations for the given period. It lists sources of revenue and expenses. The statement measures the performance of Council for a given period of time. Surplus or deficit is used to measure financial performance and directly related to the measurement of revenue and expenditure for the reporting period.

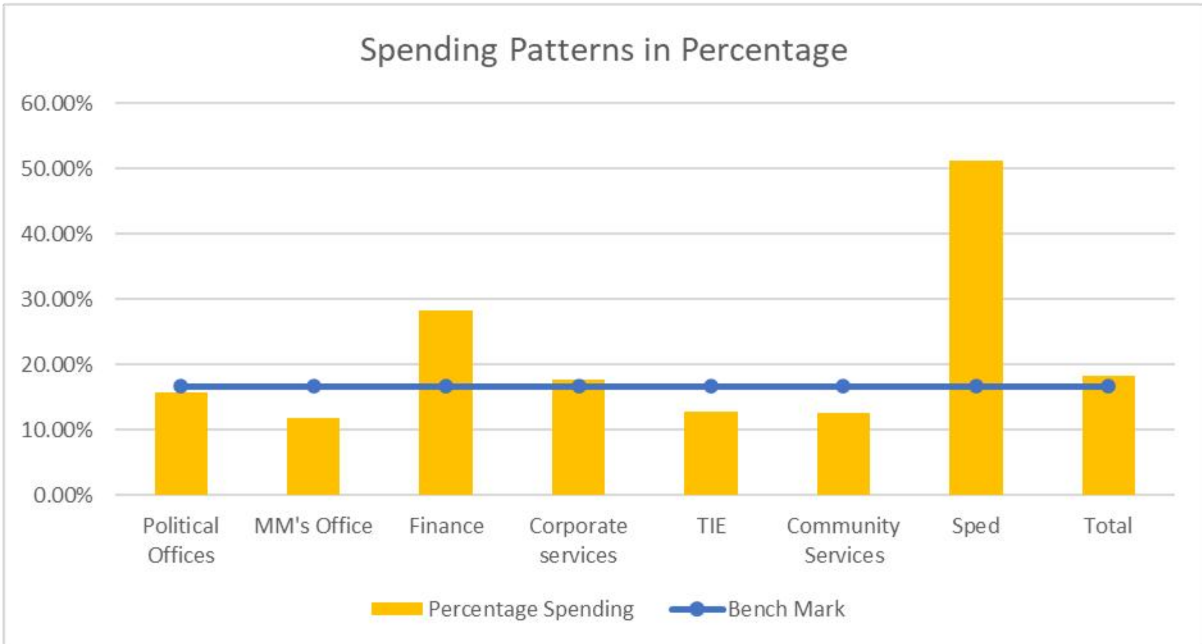
Operating expenses are incurred in the course of conducting normal Council business. They are classified by function such as employee related costs, general expenses, finance charges and contributions to provisions.

“See Annexures G, H & I”

Actual revenue and expenditure

Annexure “G” represents the organizational Operating Revenue and Expenditure which illustrates that R 8 109 027 was generated in revenue, while R 33 708 470 was spent on expenditure.





a) <u>Pro-Rata Operating Comparative Analysis (Budget vs. Actual by Cluster)</u>

The Total Performance of the municipality as per our findings and reviews are as follows:

As the month of August 2025 signals the 2nd month of the first quarter of 2025-26 financial year, spending trends ought to be around 16.67% “Other Income” consists of income items such as, profit on sale of assets; skills levy income, tender income and commission on salaries.

The monthly performance indicates that total operating expenditure rate is standing at 15.74% and revenue is at 31.65% of the total budget.

Intervention, measures:
The Supply Chain Management Unit together with Financial Management both serve on the Contract Management Committee chaired by Corporate Services: Legal & Support to monitor contractual obligations and performance management of service providers.
Cost Containment measures are still in place to cut down on expenditure. Council manages to have cost saving within all areas. Refer to the table below for detail;

Annexure D: Total Cost Savings Disclosure in the In-Year and Annual Report					
Detail expenses per class					
	Savings Amount Q1	Savings Amount Q2	Savings Amount Q3	Savings Amount Q4	TOTAL SAVING YTD
Cost Containment In-Year Report Measures					
Use of consultants & Professional fees	(371 793.81)	-	-	-	(371 793.81)
Travel and subsistence	21 037.37	-	-	-	21 037.37
Domestic accommodation	31 902.34	-	-	-	31 902.34
Sponsorships, events and catering	(17 469.42)	-	-	-	(17 469.42)
Other related expenditure items	337 452.31	-	-	-	337 452.31
Total	1 128.79	-	-	-	1 128.79

b) Pro-Rata Capital Comparative Analysis (Budget vs. Actual)

“Annexure H” represents the Capital expenditure and Revenue sources. Expenditure incurred for the month of August is R 778 520.
An amount of R 3 145 738 is funded internally for various moveable assets such as furniture & equipment, computers & printers and vehicles, and R 120 000 was funded from the Financial Management Grant for the procurement of office Equipment and R5 000 000 earmarked for the energy saving project funded from a grant.

(Annexure I) The spending analysis on own fixed assets as at end of August August August 2025 is shown in the table below:

Description	**Budget**	**Adjustment Budget**	**August**	**Commitment**	**YTD Movements**	**Balance**	**percentage**
Furniture and Equipment	750 000	0	1 199		1 199	748 801	16%
Computer Equipment and Networks	358 929	0	53 541	0	53 541	305 388	15%
New Ict Equipment	1 216 809	0	23 780	21 726	275 309	898 050	23%
Expenditure On New Ict Equipment	120 000	0	0	0	0	120 000	0%
Vehicle	700 000	0	0	0	0	700 000	0%
Enery savings	5 000 000	0	0	0	0	5 000 000	0%
Total	**8 145 738**	**0**	**78 520**	**21 726**	**330 049**	**7 793 963**	4%

The indication for capital projects is that all expenses is funded internally for the various components of assets as per the above table.

Asset Management

A scheduled year-end asset stock takes place and during this stock-take the physical condition and location of assets were verified in order to ensure completeness and accuracy of the fixed asset register. Currently, asset verification stock take takes place twice a year.

No other matters of material significance to report for Asset Management.

6.3 Monitoring of Compliance

Policy Governance of Municipal Finance and MFMA Compliance
As part of improving Sedibeng District Municipality's MFMA reporting module, the project plan report indicates our compliance to the requirements as outlined per the MFMA for the financial year 1 July 2024 to June 2025, which has been divided into timeframes of reporting: Annually, Quarterly, Monthly & Ad-hoc.

Finance is pleased to inform the Committee that our obligations in terms of compiling the annual financial statements within the prescripts of GRAP and the requirements of the MFMA have been duly met on time.

It must be noted that the individual Clusters are responsible to action projects and programed based on their planned OPEX and CAPEX budgets as aligned with their overall SDBIPs. Finance facilitates and supports the Clusters in an overview capacity to ensure that required targets are met. However, without full cooperation of the Clusters in providing substantiation to the comparative reports, Finance cannot completely assure the quality and accuracy of the information disclosed in this report.

See Attached Annexures reflecting detail information:

"A"	–	Debtors Age Analysis
"B"	–	Investment Schedule
"C"	–	Bank Reconciliations
"D"	–	Creditors Age Analysis
"E"	–	Cash Flow Statement
"F"	–	Grants Allocation and Expenditure
"G"	–	Operating Revenue and Expenditure
"H"	–	Capital Expenditure and Revenue Source
"I"	–	Capital Projects Progress

RECOMMENDED:

THAT the financial management report as at the end August 2025 as per attach as annexure "A" to "I" be considered as prescribed by section 54(1) of the Local Government: Municipal Finance Management Act, 56 of 2003.

____
Ms. Mathapelo Masisi
Chief Financial Officer

____
Date

____
Ms.Madisebo Khomoesera
Acting: MMC Finance

____
Date

DC42 Sedibeng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

Annexure"A"

Description R thousands	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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
	0	Budget Year 2025/26											
Debtors Age Analysis By Income Source	0	0	0	0	0	0	0	0	0	0	0	0	0
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	64	474	–	–	–	–	954	1.493	954	–	954
Total By Income Source	**2000**	**–**	**64**	**474**	**–**	**–**	**–**	**–**	**954**	**1.493**	**954**	**–**	**954**
2024/25 - totals only	**0**	–	558	–	–	–	–	–	2.092	2.650	2.092	–	2.092
Debtors Age Analysis By Customer Group	0	–	–	–	–	–	–	–	–	–	–	–	–
Organs of State	2200	–	64	474	–	–	–	–	954	1.493	954	–	954
Commercial	2300	–	–	–	–	–	–	–	–	–	–	–	–
Households	2400	–	–	–	–	–	–	–	–	–	–	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**–**	**64**	**474**	**–**	**–**	**–**	**–**	**954**	**1.493**	**954**	**–**	**954**
Notes	**0**	–	–	–	–	–	–	–	–	–	–	–	–
Material increases in value of debtors' categories compared to previous month to be explained	0	0	0	0	0	0	0	0	0	0	0	0	0

DC42 Sedibeng - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02

Annexure" B"

R thousands	Ref	Yrs/Months		Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate [3]	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance
Municipality										
Municipality sub-total										–
				0						
Entities sub-total										–

References

2. List investments in expiry date order

3. If 'variable' is selected in column F, input interest rate range

4. Withdrawals to be entered as negative

BANK RECONCILIATION AS AT
31 August 2025

ANNEXUI

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

CASH BOOK BALANCE AS AT	**1-Aug-25**	**R**	**1.144.523,78**
PLUS : INCOME RECEIVED		**R**	**39.433,00**

TRANSFER TO STANDARD	0,00
SUNDRY INCOME	9.206,85
AMBULANCE FEES	0,00
INVESTMENTS WITHDRAWN	0,00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0,00
OTHER DIRECT BANKINGS	9.696,60
TRANSFERS RECEIVED	0,00
INTEREST	20.529,55
LICENCE INCOME	0,00
LESS: RD CHEQUES / (re deposit)	0,00

MINUS : EXPENDITURE	**R**	**-7.343,26**

ORDER PAYMENTS	0,00
SUNDRY PAYMENTS	0,00
SALARIES	0,00
YEAR END PAYMENT	0,00
TRANSFERS MADE	0,00
BANK ERROR	0,00
DIRECT BANK EXPENDITURE	-7.343,26

CASHBOOK BALANCE AS AT	**31-Aug-25**	**R**	**1.176.613,52**

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0,00
PLUS: Receipts updated following month	40,00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0,00

REVISED BALANCE AFTER CANCELATIONS	**R**	**1.176.653,52**

PLUS: **OUTSTANDING CHEQUES**	R	-
MINUS: **OUTSTANDING DEPOSITS**	R	-4.574,16
PLUS: **UNCASHED ELE'S**		
PLUS: Receipts updated following month		
PLUS : **DEPOSITS NOT YET LINKED**	R	-

BANK BALANCE AS AT	**31-Aug-25**	**R**	**1.172.079,36**

RE "C1"

BANK RECONCILIATION AS AT
31 August 2025

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK	**1-Aug-25**	**R**	**62.920.349,40**
PLUS : INCOME RECEIVED		**R**	**8.252.433,04**
SURPLUS (DEFICIT)	0,00		
SUNDRY INCOME	0,00		
AMBULANCE SUBSIDY ARREARS	0,00		
INVESTMENTS WITHDRAWN	0,00		
DIRECT BANKINGS FROM PROVINCIAL & NATI(	5.969.000,00		
OTHER DIRECT BANKINGS	1.850.473,05		
TRANSFERS	0,00		
INTEREST	416.831,99		
LICENCE INCOME	16.128,00		
LESS: RD CHEQUES / (re deposit)	0,00		
MINUS : EXPENDITURE		**R**	**-35.873.796,36**
ORDER PAYMENTS	-2.659.221,60		
SUNDRY PAYMENTS	-4.562.963,56		
SALARIES	-28.496.308,16		
ACTUAL PAYMENT (BILLING)	0,00		
INVESTMENTS MADE / TRANSFERS	0,00		
BANK ERROR	0,00		
DIRECT BANK EXPENDITURE	-155.303,04		
CASHBOOK 31-Aug-25		**R**	**35.298.986,08**
PLUS: CHEQUE/ELE CANCELLED FOLLOWING	0,00		
Less/plus: Receipts updated/not from previous mo	0,00		
LESS: RECEIPTS PREVIOUS MONTH	0,00		
REVISED BALANCE		**R**	**35.298.986,08**
PLUS: **OUTSTANDING CHEQUES**		R	-
MINUS: **OUTSTANDING DEPOSITS**		R	-
PLUS: **UNCASHED ELE'S**		R	-
PLUS : **DEPOSITS NOT YET LINKED**		R	-
BANK BALANCE AS	**31-Aug-25**	**R**	**35.298.986,08**

ANNEXURE "C2"

ANNEXURE "C3"

BANKRECONCILIATION AS AT 31/Aug/2025

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 332150206900000000000

CASH BOOK BALANCE AS AT	1/Aug/2025	R	2.501.082,54
PLUS : INCOME RECEIVED		R	1.987.458,30

LICENCE INCOME	1.987.458,30
FUEL SALES	0,00
LESS: RD CHEQUES	0,00

MINUS : EXPENDITURE		R	-75,00

TRANSFER TO MAIN ACCOUNT	0,00
BANK CHARGES	0,00
BANK CHARGES CARD FEES	-75,00
BANK COST	0,00

CASHBOOK BALANCE AS AT	31/Aug/2025	R	4.488.465,84

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT	31/Aug/2025	R	4.488.465,84

BANKRECONCILIATION AS AT 31/Aug/2025

ANNEXURE "C4"

LICENSING BANK ACCOUNT STANDARD: 21781494
GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE AS AT	**1/Aug/2025**	**R**	**48.301.819,93**
PLUS : INCOME RECEIVED		**R**	**34.132.495,22**
LICENCE INCOME	33.964.267,60		
INTEREST	168.227,62		
LESS: RD CHEQUES	0,00		
MINUS : EXPENDITURE		**R**	**-389.980,91**
TRANSFER TO MAIN ACCOUNT	0,00		
BANK CHARGES	-43.315,28		
BANK CHARGES CARD FEES	-346.665,63		
BANK COST	0,00		
CASHBOOK BALANCE AS AT	**31/Aug/2025**	**R**	**82.044.334,24**
PLUS: **OUTSTANDING CHEQUES**		R	-
MINUS: **OUTSTANDING DEPOSITS**		R	-
PLUS : **DEPOSITS NOT YET LINKED**		R	-
BANK BALANCE AS AT	**31/Aug/2025**	**R**	**82.044.334,24**

CALL ACCOUNT RECONCILIATION AS AT 31/Aug/2025

ANNEXURE "C5"

BANK ACCOUNT NEDBANK: 037881172932

GL VOTE NUMBER - 33215040190ZZZZZZZWD

CASH BOOK BALANCE AS	**1/Aug/2025**	**R**	**1.003.538,24**
PLUS : INCOME RECEIVED		**R**	**5.752,98**
INTEREST RECEIVED NO 1	7,13		
INTEREST RECEIVED NO 2	5.745,85		
DEPOSIT MADE	0,00		
MINUS : EXPENDITURE		**R**	**-**
WITHDRAWALS MADE	0,00		
CASHBOOK BALANCE AS	**31/Aug/2025**	**R**	**1.009.291,22**

CALL ACCOUNT RECONCILIATION AS AT 31/Aug/2025

ANNEXURE "C6"

BANK ACCOUNT STANDARD BANK: 228499054

GL VOTE NUMBER - 33215040210ZZZZZZZWD

CASH BOOK	**1/Aug/2025**	**R**	**20.820.733,95**
PLUS : INCOME RECEIVED		**R**	**137.733,90**

INTEREST RECEIVED NO 1	37.945,22
INTEREST RECEIVED NO 2	99.788,68
DEPOSIT MADE	0,00

MINUS : EXPENDITURE		**R**	**-**

WITHDRAWALS MADE	0,00

CASHBOOK	**31/Aug/2025**	**R**	**20.958.467,85**

DC42 Sedibeng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

0 **ANNEXURE "D"**

Description R thousands	NT Code	Budget Year 2025/26 0 - 30 Days	0 31 - 60 Days	0 61 - 90 Days	0 91 - 120 Days	0 121 - 150 Days	0 151 - 180 Days	0 181 Days - 1 Year	0 Over 1 Year	0 Total	Prior year totals for chart (same period)
Creditors Age Analysis By Customer Type	0	0	0	0	0	0	0	0	0	0	0
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	684	–	–	–	–	–	–	–	**684**	639
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	–	–	–	–	–	–	–	–	–	–
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	35.968	22.065	–	–	–	–	–	35.763	**93.796**	197.183
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	###	**36.652**	**22.065**	–	–	–	–	–	**35.763**	**94.480**	197.822
Notes	0	–	–	–	–	–	–	–	–	–	0

DC42 Sedibeng - Table C7 Monthly Budget Statement - Cash Flow - M02 August

ANNEXURE "E"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
CASH FLOW FROM OPERATING ACTIVITIES	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Receipts	0									
Property rates	0	–	–	–	–	–	–	–		–
Service charges	0	–	–	–	–	–	–	–		–
Other revenue	0	420.868	448.939	448.939	37.675	74.420	74.823	(403)	-1%	448.939
Transfers and Subsidies - Operational	0	323.619	339.802	339.802	4.375	137.835	56.634	81.202	143%	339.802
Transfers and Subsidies - Capital	0	5.000	5.000	5.000	2.000	2.000	833	1.167	140%	5.000
Interest	0	6.080	5.392	5.392	367	730	899	(168)	-19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	0%	–
Suppliers and employees	0	(723.777)	(781.621)	(781.621)	(36.193)	(124.585)	(130.270)	(5.685)	4%	(781.621)
Interest	0	–	–	–	–	–	–	–		–
Transfers and Subsidies	0	–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES	0	**31.790**	**17.511**	**17.511**	**8.225**	**90.400**	**2.919**	**(87.482)**	**-2997%**	**17.511**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM INVESTING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
Receipts	0	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	0	447	–	–	–	–	–	–		–
0	0	–	–	–	–	–	–	–	0%	–
Decrease (increase) in non-current receivables	0	–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	–	–
Capital assets	0	(2.299)	(9.368)	(9.368)	(79)	(352)	(1.561)	(1.209)	77%	(9.368)
NET CASH FROM/(USED) INVESTING ACTIVITIES	0	**(1.852)**	**(9.368)**	**(9.368)**	**(79)**	**(352)**	**(1.561)**	**(1.209)**	**77%**	**(9.368)**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM FINANCING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD	0	**29.935**	**8.144**	**8.144**	**8.148**	**90.050**	**1.357**	**–**	**–**	**8.144**
Cash/cash equivalents at beginning:	0	29.231	61.016	61.016	141.074	59.172	61.016	–	–	59.172
Cash/cash equivalents at month/year end:	0	59.166	69.159	69.159	149.222	149.222	62.373	–	–	67.315

DC42 Sedibeng - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August

ANNEXURE "F"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	0	0	0	0	0	0	0	0	%	0
EXPENDITURE	0	–	–	–	–	–	–	–	0,0%	–
0	0	–	–	–	–	–	–	–	0,0%	–
Operating expenditure of Transfers and Grants	0	–	–	–	–	–	–	–	0,0%	–
National Government:	0	**396.645**	**410.766**	**410.766**	**31.354**	**66.073**	**68.462**	**(2.389)**	**-3,5%**	**410.766**
0	0	–	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management Grant	0	5.000	–	–	–	–	–	–		–
Equitable Share	0	385.965	404.646	404.646	31.118	65.584	67.442	(1.858)	-2,8%	404.646
Expanded Public Works Programme Integrated Grant	0	1.222	1.884	1.884	111	111	314	(203)	-64,7%	1.884
Local Government Financial Management Grant	0	1.400	1.380	1.380	25	145	230	(85)	-37,1%	1.380
Municipal Disaster Relief Grant	0	–	–	–	–	–	–	–		–
Public Transport Network Grant	0	–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant	0	3.058	2.856	2.856	100	233	476	(243)	-51,0%	2.856
Water Services Infrastructure Grant	0	–	–	–	–	–	–	–		–
Provincial Government:	0	11.523	15.060	15.060	95	289	2.510	(2.221)	-88,5%	15.060
0	0	–	–	–	–	–	–	–		–
Capacity Building and Other Grants	0	**11.523**	**15.060**	**15.060**	**95**	**289**	**2.510**	(2.221)	-88,5%	**15.060**
District Municipality:	0	–	–	–	–	–	–	–		–
0	0	–	–	–	–	–	–	–		–
Other grant providers:	0	–	–	–	–	–	–	–		–
National Youth Development Agency	0	–	–	–	–	–	–	–		–
Parent Municipality	0	–	–	–	–	–	–	–		–
Public Service Commission	0	–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:	0	408.168	425.826	425.826	31.449	66.362	70.972	(4.610)	-6,5%	425.826
0	0	–	–	–	–	–	–	–	0,0%	–
Capital expenditure of Transfers and Grants	0	–	–	–	–	–	–	–	**0,0%**	–
National Government:	0	294	5.120	5.120	–	–	853	(853)	-100,0%	5.120
Other grant providers:	0	–	–	–	–	–	–	–		–
Parent Municipality	0	–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants	0	429	5.120	5.120	–	–	853	(853)	-100,0%	5.120
0	**0**	–	–	–	–	–	–	–	0,0%	–
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	0	**408.598**	**430.946**	**430.946**	**31.449**	**66.362**	**71.825**	**(5.463)**	**()**	**430.946**

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August ANNEXURE "G"

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	0	0	0	0	0	0	0	0	%	0
Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Exchange Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Service charges - Electricity	0	–	–	–	–	–	–	–		–
Service charges - Water	0	–	–	–	–	–	–	–		–
Service charges - Waste Water Man	0	–	–	–	–	–	–	–		–
Service charges - Waste manageme	0	–	–	–	–	–	–	–		–
Sale of Goods and Rendering of Se	0	183	198	198	18	34	33	1	4%	198
Agency services	0	80.571	91.161	91.161	7.390	7.390	15.193	(7.804)	-51%	91.161
Interest	0	–	–	–	–	–	–	–		–
Interest earned from Receivables	0	–	–	–	–	–	–	–		–
Interest from Current and Non Curre	0	6.080	5.392	5.392	367	730	899	(168)	-19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Rent on Land	0	–	–	–	–	–	–	–		–
Rental from Fixed Assets	0	496	734	734	–	7	122	(115)	-94%	734
Licence and permits	0	–	–	–	–	–	–	–		–
Special rating levies	0	–	–	–	–	–	–	–		–
Operational Revenue	0	5.501	5.494	5.494	22	64	916	(851)	-93%	5.494
Non-Exchange Revenue	0	–	–	–	–	–	–	–		–
Property rates	0	–	–	–	–	–	–	–		–
Surcharges and Taxes	0	–	–	–	–	–	–	–		–
Fines, penalties and forfeits	0	–	–	–	–	–	–	–		–
Licence and permits	0	264	1.500	1.500	20	40	250	(210)	-84%	1.500
Transfers and subsidies - Operation	0	328.246	341.603	341.603	293	134.164	56.934	77.231	136%	341.603
Interest	0	–	–	–	–	–	–	–		–
Fuel Levy	0	–	–	–	–	–	–	–		–
Operational Revenue	0	–	–	–	–	–	–	–		–
Gains on disposal of Assets	0	447	–	–	–	–	–	–		–
Other Gains	0	284.320	–	–	–	–	–	–		–
Discontinued Operations	0	–	–	–	–	–	–	–		–
Total Revenue (excluding capital tran	0	706.108	446.081	446.081	8.109	142.430	74.347	68.083	0	446.081
Expenditure By Type	0	–	–	–	–	–	–	–	0%	–
Employee related costs	0	326.005	339.137	339.137	27.039	53.150	56.523	(3.373)	-6%	339.137
Remuneration of councillors	0	14.935	16.078	16.078	1.189	2.369	2.680	(311)	-12%	16.078
Bulk purchases - electricity	0	–	–	–	–	–	–	–		–
Inventory consumed	0	4.350	3.735	3.690	373	465	618	(153)	-25%	3.690
Debt impairment	0	–	–	–	–	–	–	–		–
Depreciation and amortisation	0	4.982	4.782	4.782	–	–	797	(797)	-100%	4.782
Interest	0	–	–	–	–	–	–	–		–
Contracted services	0	37.680	41.772	41.711	2.529	3.772	6.956	(3.185)	-46%	41.711
Transfers and subsidies	0	3.919	4.562	4.562	168	327	760	(434)	-57%	4.562
Irrecoverable debts written off	0	–	–	–	–	–	–	–		–
Operational costs	0	34.683	35.041	35.147	2.410	9.995	5.850	4.145	71%	35.147
Losses on Disposal of Assets	0	14	–	–	–	–	–	–		–
Other Losses	**0**	–	–	–	–	–	–	–		–
Total Expenditure	0	**426.568**	**445.108**	**445.108**	**33.708**	**70.077**	**74.185**	**(4.108)**	**(0)**	**445.108**
Surplus/(Deficit)	0	279.540	974	974	(25.599)	72.353	162	72.192	**0**	974
Transfers and subsidies - capital (monetary allocations)	0	372	5.000	5.000	–	–	833	(833)	**(0)**	5.000
Transfers and subsidies - capital (in-kind)	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfe	0	279.912	5.974	5.974	(25.599)	72.353	995	71.358	0	5.974
Income Tax	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax	0	279.912	5.974	5.974	(25.599)	72.353	995	71.358	0	5.974
Share of Surplus/Deficit attributable	0	–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to muni	0	279.912	5.974	5.974	(25.599)	72.353	995	71.358	0	5.974
Share of Surplus/Deficit attributable	0	–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary trans	0	–	–	–	–	–	–	–		–

ANNEXURE "H"

DC42 Sedibeng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	Ref	2024/25	Budget Year 2025/26		0					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
Multi-Year expenditure appropriation	2	–	–	–	–	–	–	–	–	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	–	–	–	–	–	–		–
Vote 03 - Corporate Services	0	–	5.000	5.000	–	–	833	(833)	-100%	5.000
Vote 04 - Roads And Transport	0	–	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	–	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Vote 08 -	0	–	–	–	–	–	–	–		–
Vote 09 -	0	–	–	–	–	–	–	–		–
Vote 10 -	0	–	–	–	–	–	–	–		–
Vote 11 -	0	–	–	–	–	–	–	–		–
Vote 12 -	0	–	–	–	–	–	–	–		–
Vote 13 -	0	–	–	–	–	–	–	–		–
Vote 14 -	0	–	–	–	–	–	–	–		–
Vote 15 - Other	0	–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**–**	**5.000**	**5.000**	**–**	**–**	**833**	**(833)**	**-100%**	**5.000**
Single Year expenditure appropriation	2	–	–	–	–	–	–	–	0%	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	120	120	–	–	20	(20)	-100%	120
Vote 03 - Corporate Services	0	1.927	3.026	3.026	79	352	504	(153)	-30%	3.026
Vote 04 - Roads And Transport	0	294	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	78	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	2.299	3.146	3.146	79	352	524	**(173)**	**-33%**	3.146
Total Capital Expenditure	**0**	**2.299**	**8.146**	**8.146**	**79**	**352**	**1.358**	**(1.006)**	**-74%**	**8.146**
Capital Expenditure - Functional Classification	0	–	–	–	–	–	–	–	0%	–
Governance and administration	0	**2.005**	**8.146**	**8.146**	**79**	**352**	**1.358**	(1.006)	-74%	**8.146**
Executive and council	0	–	–	–	–	–	–	–		–
Finance and administration	0	2.005	8.146	8.146	79	352	1.358	(1.006)	-74%	8.146
Internal audit	0	–	–	–	–	–	–	–		–
Community and public safety	0	**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Community and social services	0	–	–	–	–	–	–	–		–
Sport and recreation	0	–	–	–	–	–	–	–		–
Public safety	0	–	–	–	–	–	–	–		–
Housing	0	–	–	–	–	–	–	–		–
Health	0	–	–	–	–	–	–	–		–
Economic and environmental services	0	**294**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development	0	294	–	–	–	–	–	–		–
Road transport	0	–	–	–	–	–	–	–		–
Environmental protection	0	–	–	–	–	–	–	–		–
Trading services	0	**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Energy sources	0	–	–	–	–	–	–	–		–
Water management	0	–	–	–	–	–	–	–		–
Waste water management	0	–	–	–	–	–	–	–		–
Waste management	0	–	–	–	–	–	–	–		–
Other	0	–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**2.299**	**8.146**	**8.146**	**79**	**352**	**1.358**	**(1.006)**	**-74%**	**8.146**
Funded by:	0	–	–	–	–	–	–	–	0%	–
National Government	0	294	5.120	5.120	–	–	853	(853)	-100%	5.120
Provincial Government	0	136	–	–	–	–	–	–		–
District Municipality	0	–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	0	–	–	–	–	–	–	–		–
Transfers recognised - capital	0	**429**	**5.120**	**5.120**	**–**	**–**	**853**	**(853)**	**-100%**	**5.120**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds	0	1.870	3.026	3.026	79	352	504	(153)	-30%	3.026
Total Capital Funding	0	**2.299**	**8.146**	**8.146**	**79**	**352**	**1.358**	**(1.006)**	**-74%**	**8.146**

PROJECT PLAN – CONFIRMATION OF COMPLIANCE **ANNEXURE "I1"**

No	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
1	Irregular expenditure constituting theft, fraud/criminal offence reported to police.	MFMA 32(6)	2024-25	CFO/MM	Adhoc	✓
2	Impending shortfalls in budget revenue and over spending of budget reported to Council.	MFMA 70(1)	2024-25	Charles Steyn	Adhoc	✓
3	Report on any failure to adopt/implement budget related policies to Mayor, National and Provincial Treasury.	MFMA 73	2024-25	Charles Steyn	Adhoc	✓
4	Placing of documents on website within five days of tabling in Council.	MFMA 75	2024-25	Kajal Wieser Charles Steyn	Adhoc	✓
5	Reasons received from delegated officials when at least three quotations not received.	Notice 868 of 2005	2024-25	Kajal Wiese	Adhoc	✓
			2024-25			✓
6	Any contributions in respect of inducements, rewards, gifts and favours to officers notified to National Treasury.	Notice 868 of 2005	2024-25	Kajal Wiese		✓
7	Notification of intention to investigate public – private partnerships given to National Treasury prior to start of study.	0	2024-25	CFO	Adhoc	✓
		Reg 2(1)(a)	2024-25			✓
8	Report received from all entities of any irregular, fruitless or wasteful expenditure – submitted to Mayor, Auditor General.	MFMA 102(1)	2024-25		Adhoc	✓

PROJECT PLAN – CONFIRMATION OF COMPLIANCE

\## Monthly

ANNEXURE "I2"

No	Requirement	Compliance with	Period	Responsible Person	Target Date	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUNE
1	Monthly Go Muni uploads	MFMA 71(1)	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✔	✔										
a	E monitorimg uploads	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✔	✔										
b	FMCMM	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✔	✔										
c	Submission of C Schedule to the Mayor & MMC Finance	MFMA 71	Monthly	Charles Steyn Masechaba Magalefa	10 working days after month-end	✔	✔										

PROJECT PLAN – CONFIRMATION OF COMPLIANCE **ANNEXURE "I3"**

Quarterly **10/31/2024**

No	Requirement	Compliance with	Period	Responsible Person	Target Date	SEPT	DEC	MAR	JUNE
1	Consolidated report submitted of all withdrawals for quarter, to Provincial Treasury and Auditor General.	MFMA 11(4)	Quarterly	Charles Steyn/ Masechaba Magalefa	30 days after month-end (3rd Month)				
2	Changes in banking details notified to National and Provincial Treasury and Auditor General.	MFMA 8(5) 9(a) 86(1)(a)	Quarterly	Lerato Tabane & Charles Steyn	Quarterly				
3	Overdrawn position of any bank accounts reported to National Treasury.	MFMA 70(2)	10/1/2024	Lerato Tabane& Charles Steyn					
4	Quarterly report to Council on implementation of Supply Chain Policy.	Notice 868 of 2005	Quarterly	Charles Steyn	Quarterly				
		Reg 6(3)							
5	Reasons for any deviations from any recommended tender submitted to National and Provincial Treasury and Auditor General.	MFMA 114(1)		Charles Steyn	Quarterly				
		Notice 868 of 2005							
		Reg 29(7)							
6	DC42_BM (External Debt Created, Repaid or Redeemed)	MFMA	Quarterly	0	10 days after month-end (3rd Month)				
7	DC42_ME (Municipal Entity Quarterly Return)	MFMA	Quarterly	Charles Steyn/	10 days after month-end (3rd Month)				
7	DC42_LTC (Long Term Contracts Quarterly Return - > R1mil *AND* > 5yr)	MFMA	Quarterly	Charles Steyn/ Masechaba Magalefa	-33355698,19				
8	DC42_MFM1 (Quartely MFMA Implementation and Monitoring Checklist-Implementation Priorities)	MFMA	Quarterly		10 days after month-end (3rd Month)				
9	Quarterly Financial Early Warning Report	MFMA	Quarterly		10 days after month-end (3rd Month)				
10	Conduct a monthly performance review with staff.	Policy and Procedures	Quarterly		Quarterly				
11	Quartely report on the financial position of the Municipality	MFMA SECTION	Quarterly		Quarterly				

	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
Budget	Budget has been tabled and is ready for making public - DRAFT BUDGET	MFMA 22	Annually	CFO	90 days before financial year end	✓
	- FINAL BUDGET		Annually	CFO	30 days before financial year end	✓
Budget	Annual budget in both electronic and printed format submitted after tabling in Council to Public, National and Provincial Treasury.	MFMA 22(a) and (b)	10/1/2024	CFO	30-Jun	✓
Budget	Approved budget submitted to National and Provincial Treasury.	MFMA 24(3)	Annually	CFO	30-Jun	✓
SDBIP	**Draft service delivery and budget implementation plan (SDBIP) submitted to Mayor – within 14 days of approved budget.**	**MFMA 69(3)**	**Annually**	Director MM	**14-Jun**	✓
SDBIP	Performance agreements of Municipal Manager and Executives submitted to Mayor, Public, Council, MEC within 14 days after approval of SDBIP.	MFMA 69(3)(b) 53(3)(b)	Annually	Director MM	28-Jun	✓
Budget		MFMA 31	Annually	**CFO**	As required	✓
Yearly Reporting	Banking details notified before start of financial year to Provincial Treasury and Auditor General	MFMA 9(b)	Annually	**CFO**	July	✓
		MFMA 86(1)(b)		**CFO**		
		MFMA 82(2)		**CFO**		
Budget	**Table IDP & Budget timetable**	**MFMA 21(1)(b)**	**Annually**	**CFO**	**31-Aug**	
Budget	**DC42_BEC (Budget Evaluation Checklist Report)**	**MFMA**	**Annually**		**31-Aug**	✓
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually		31-Aug	
Annual Financial Statements	Submission of annual financial statements within two months of year end to Auditor General for both municipality and all entities.	MFMA 126(1)(a)	Annually		31-Aug	
		MFMA 126(2)			30-Sep	✓
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually	**CFO**	31-Aug	
Yearly Reporting	Report submitted to Council on salaries, wages, allowances and benefits.	MFMA 66	Annually	**CFO**	31-Aug	✓
Annual Financial Statements	Consolidated annual statement submitted to Auditor General within three months after year end.	MFMA 126(1)(b)		**CFO**		
Annual Financial Statements	Submit to Auditor General, Provincial Treasury and Provincial Local Government copies of Minutes of Council relating to discussion on annual accounts.	MFMA 129(2)	Annually	**CFO**	31-Oct	✓
Annual Financial Statements	Audited accounts received from Auditor General within three months after submission.	MFMA 126(3)	Annually		30-Nov	✓
Annual Report	Received annual reports of all entities within six months of year end.	MFMA 127(1)	Annually		31-Dec	✓
Annual Report	Report received on state of all entities budget performance	MFMA 87(1)			end-December	✓
Budget & Performance	Assess performance of the municipality up to 31 December and submit (section 72) report on the assessment to the Mayor, Provincial Treasury and National Treasury. Consider an adjustment budget if necessary	MFMA 72	Annually		25-Jan	outstanding
Annual Report		MFMA 127(2)	Annually		31-Jan	✓
		MFMA 127(5)		Director MM		✓
Oversight Report	Oversight report (councils comments on annual report made public within seven days of adoption).	MFMA 129(3)	Annually		07-Feb	

MONTHLY FINANCIAL MANAGEMENT REPORT AS AT END SEPTEMBER 2025

(9/1/3/6) **Cluster : Finance**
Portfolio : Financial Management

1. PURPOSE

The purpose of the report is to reflect the financial position of the Municipality for the month of September.

2. OBJECTIVE

The objective of this report is to assist Council to exercise their oversight function to:

a) Make rational decisions about the allocation of resources;
b) Assess the current provision of services, as well as the sustainability of future service delivery;
c) Assess how officials have discharged their accountability responsibilities;
d) Ensure transparency in respect of the municipality's financial position and operating results;
e) Assess the performance of the municipality measured against preset targets and objectives;
f) Inform Council on how cash and other liquid resources were obtained and utilized;
g) Assess whether financial resources were administered in accordance with legislative and regulatory requirements; and
h) Promote comparative information for prior periods and actual results against budgeted or planned results;

3. LEGISLATIVE REQUIREMENTS:

It is important for a municipality to report in order to comply with comprehensive legislative and contractual requirements, regulations, restriction and agreements. Effective financial reporting should therefore not only involve the presentation of bare financial facts but should also make provision for compliance issues, integration and interpretation. This will enable interested parties to readily comprehend the significant aspects of a municipality's financial operations.

This report is compiled as per the requirements of Sections 54 and 71 of the Local Government: Municipal Finance Management Act, 56 of 2003 (MFMA).

4. BACKGROUND

With reference to section 71 above, "*the accounting officer must by no later than 10 working days after the end of each month submit to National treasury and other spheres of government the* September 2025 *report of the municipality a statement on the implementation of the budget and the state of the financial affairs of the municipality*"
Financial reports are the primary means of communicating financial information to other interested parties. These reports are made accessible to the Executive for additional management and financial information that helps it carries out its planning, decision- making and control responsibilities, and therefore has the ability to determine the form and content of such additional information to meet its own needs.

Governance is built around the responsibilities of accountability and oversight requiring a culture of transparency and regular reporting. More detailed financial reporting to the Council will facilitate an

environment in which potential or real financial problems are reported in time and in an appropriate manner to allow the council to remedy the situation.

The financial situation of the municipality as at end of September 2025 is indicated in the different schedules as listed below.

5. EXECUTIVE SUMMARY

Item of Financial Position/ Performance	Actual August 2025	Actual September 2025	Trend Analysis
Current Assets			
(Table SC3) Debtors	R 538 540	R 441 338	Decrease due to payments received from debtors.
Cash & cash equivalents:			
Cashbook balance (bank reconciliation) Primary	R 36 475 600	R 16 507 649	Decrease due to operational activities.
Cashbook balance (bank reconciliation) Licensing	R 86 532 800	R 76 523 316	
Cashbook balance (bank reconcilliation) Call Account Nedbank	R 1 003 538	R 1 014 891	
Cashbook Balance(Bank reconciliation) Call Account Standard Bank	R 20 820 734	R 21 084 080	
Cashbook Balance (Bank reconciliation) Fresh produce Market	R 4 346 337	R 4 346 337	
Current Liabilities			
(Table SC4) Creditors	R 94 480 402	R 90 932 340	Decrease due to licensing transactions.
Cash Flow			
(Table C7) Receipts	R 44 417 526	R 31 623 677	Decrease due to operational activities,
Payments	R 36 192 676	R 61 305 785	
Cash flow closing balance	R 149 219 834	R 119 509 021	
Cost Coverage indicator	4.0	3.2	Decrease due to operational activities.
(Table C2) Operating Revenue for Month	R 8 109 027	R 8 947 825	Received to date 33 64% (benchmark 25%).
Operating Expenditure for Month	R 33 708 470	R 34 557 976	Spent to date 23.50 % (bench mark 25%).
(Table C5) Capital Expenditure	R 78 520	R 31 226	Total Capex budget spent to date is 21.43% (benchmark 25%) for the Month.

Item of Financial Position/ Performance	Actual August 2025	Actual September 2025	Trend Analysis
(Table C6) Total Assets	R 226 979 010	R 197 201 522	The municipality total assets for the month of September is favorable, the municipality is grant dependent and the only source of revenue is minor tariffs charges after equitable share.
Total Liabilities	R 142 347 022	R 138 179 685	
Total Net (Liabilities) / Assets	R 84 631 988	R 59 021 837	
MFMA Compliance			
Monthly reports	MFMA 71,66	MFMA 71,66	Submit monthly reports on budget implementation and employee costs.
Budget	MFMA 75(1) MFMA 53 MFMA 71 MFMA 66 MFMA 21 (1)(b)	MFMA 71 MFMA 54(1)	Submit monthly report on the budget Review implementation of budget and service delivery and budget implementation plan.
Quarterly Reports		MFMA 11 MFMA sec 52	Quarterly Withdrawals Statement.

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity								–		
Service charges - Water								–		
Service charges - Waste Water Management								–		
Service charges - Waste management								–		
Sale of Goods and Rendering of Services		183	198	198	19	53	50	3	7%	198
Agency services		80 571	91 161	91 161	7 613	15 002	22 790	(7 788)	-34%	91 161
Interest								–		
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		6 080	5 392	5 392	873	1 603	1 348	255	19%	5 392
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		496	734	734	38	45	183	(138)	-75%	734
Licence and permits		–	–	–	–	–	–	–		–
Special rating levies								–		
Operational Revenue		5 501	5 494	5 494	64	128	1 374	(1 245)	-91%	5 494
Non-Exchange Revenue								–		
Property rates								–		
Surcharges and Taxes								–		
Fines, penalties and forfeits								–		
Licence and permits		264	1 500	1 500	40	80	375	(295)	-79%	1 500
Transfers and subsidies - Operational		328 246	341 603	341 603	301	134 466	85 401	49 065	57%	341 603
Interest								–		
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets		447	–	–	1	1	–	1	#DIV/0!	–
Other Gains		284 320	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**706 108**	**446 081**	**446 081**	**8 948**	**151 378**	**111 520**	**39 858**	**36%**	**446 081**
Expenditure By Type										
Employee related costs		326 005	339 137	339 137	29 558	82 708	84 785	(2 077)	-2%	339 137
Remuneration of councillors		14 935	16 078	16 078	1 280	3 649	4 020	(371)	-9%	16 078
Bulk purchases - electricity								–		
Inventory consumed		4 350	3 735	3 688	168	634	925	(292)	-32%	3 688
Debt impairment		–	–	–	–	–	–	–		–
Depreciation and amortisation		4 982	4 782	4 782	–	–	1 196	(1 196)	-100%	4 782
Interest								–		
Contracted services		37 680	41 772	41 711	1 215	4 987	10 432	(5 445)	-52%	41 711
Transfers and subsidies		3 919	4 562	4 562	180	507	1 141	(634)	-56%	4 562
Irrecoverable debts written off		–	–	–	–	–	–	–		–
Operational costs		34 683	35 041	35 149	2 156	12 150	8 780	3 371	38%	35 149
Losses on Disposal of Assets		14	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**426 568**	**445 108**	**445 108**	**34 558**	**104 635**	**111 278**	**(6 643)**	**-6%**	**445 108**
Surplus/(Deficit)		**279 540**	**974**	**974**	**(25 610)**	**46 743**	**242**	**46 501**	**0**	**974**
Transfers and subsidies - capital (monetary allocations)		372	5 000	5 000	–	–	1 250	(1 250)	**(0)**	5 000
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**279 912**	**5 974**	**5 974**	**(25 610)**	**46 743**	**1 492**	**45 251**	**0**	**5 974**
Income Tax								–		
Surplus/(Deficit) after income tax		**279 912**	**5 974**	**5 974**	**(25 610)**	**46 743**	**1 492**	**45 251**	**0**	**5 974**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**279 912**	**5 974**	**5 974**	**(25 610)**	**46 743**	**1 492**	45 251	0	**5 974**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**279 912**	**5 974**	**5 974**	**(25 610)**	**46 743**	**1 492**	**45 251**	**0**	**5 974**

Cash flow Analysis for the Month of September

Cash Flow Statement - July 2025 to June 2026

	ACTUAL					PROJECTED							
	July	August	September	October	November	December	January	February	March	April	May	June	Total
Opening Balance	13 893 652	64 064 296	36 471 066	16 507 649	(12 540 724)	(17 442 712)	6 515 641	(16 677 983)	(16 494 690)	(7 238 663)	(17 909 030)	(9 514 372)	13 893 652
													-
Cash Inflow	138 623 558	8 884 534	41 543 778	54 128 071	45 069 338	111 319 756	24 649 820	47 161 147	83 076 186	24 464 323	53 874 111	72 608 142	705 402 764
RSC Levies	-	-		-		-	-	-	-	-	-	-	-
Sundries	4 967 217	2 338 546	1 344 508	951 247	3 913 281	1 405 604	1 684 083	5 149 374	4 831 821	2 190 900	8 682 243	419 752	37 878 576
Licensing	-	-	40 000 000	53 000 000	41 000 000	5 000 000	21 000 000	41 000 000	-	22 000 000	45 000 000	47 000 000	315 000 000
Transfer from call / investment	-	-		-		-				-		25 000 000	25 000 000
Medical aid Pensioners income	196 341	170 795	199 270	176 824	156 057	167 152	165 737	191 773	189 365	182 585	191 868	188 390	2 176 157
Subsidies and Grants	133 460 000	6 375 193	-	-	-	104 747 000	1 800 000	820 000	78 055 000	90 838	-	-	325 348 031
Less RD Cheques	-		-	-			-	-	-	-	-	-	-
													-
Cash Outflow	(88 452 914)	(36 477 764)	(61 507 195)	(83 176 444)	(49 971 326)	(87 361 403)	(47 843 444)	(46 977 854)	(73 820 159)	(35 134 690)	(45 479 453)	(69 992 574)	(726 195 220)
Salaries	(28 966 223)	(28 496 308)	(32 429 661)	(31 359 674)	(29 776 226)	(23 506 840)	(28 127 910)	(30 300 623)	(28 509 092)	(28 237 863)	(30 527 075)	(28 471 575)	(348 709 070)
Capital Projects	-			-	-		-	-			-		-
Sundries	-	-	-	-	-	-	-	-	-	-	-	-	-
Licensing	(39 295 099)	-	(22 945 248)	(25 488 631)	-	(47 377 933)	(16 085 042)	-	-	-	-	(18 254 100)	(169 446 053)
Other Creditors	(20 191 592)	(7 981 456)	(6 132 286)	(26 328 139)	(20 195 100)	(16 476 630)	(3 630 492)	(16 677 231)	(15 311 067)	(6 896 827)	(14 952 378)	(23 266 899)	(178 040 097)
External Int/Red			-	-		-	-	-		-		-	-
Transfer to call	-		-	-	-			-	(30 000 000)			-	(30 000 000)
Closing Balance	64 064 296	36 471 066	16 507 649	(12 540 724)	(17 442 712)	6 515 641	(16 677 983)	(16 494 690)	(7 238 663)	(17 909 030)	(9 514 372)	(6 898 804)	(6 898 804)

5. DISCUSSIONS

The discussions below are broadly categorized under items of financial position (balance sheet), items of financial performance (income statement) and cash flow, as well as other information of key importance such as Asset Management and MFMA Compliance.

6.1 Financial Position

The balance sheet of Council is broadly distinguished into “Assets” (what Council owns) and “Liabilities” (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the “Net Assets.”

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves can be either ring-fenced for specific use only (non-distributable reserves), or redistributable for other use as determined by Council. It must be noted that these reserves are non-cash items and Council’s cash held as investments do not match these reserves.

DC42 Sedibeng - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>ASSETS</u>						
Current assets						
Cash and cash equivalents		59 172	69 159	69 159	119 507	69 159
Trade and other receivables from exchange transactions		405	–	–	405	–
Receivables from non-exchange transactions		271	–	–	–	–
Current portion of non-current receivables						
Inventory		–	–	–	–	–
VAT		325	42	42	1	42
Other current assets		325	270	270	35	270
Total current assets		**60 499**	**69 471**	**69 471**	**119 950**	**69 471**
Non current assets						
Investments						
Investment property						
Property, plant and equipment		71 826	70 824	70 824	72 209	70 824
Biological assets						
Living and non-living resources						
Heritage assets		4 842	4 842	4 842	4 842	4 842
Intangible assets		201	1 204	1 204	201	1 204
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		**76 869**	**76 870**	**76 870**	**77 252**	**76 870**
TOTAL ASSETS		**137 368**	**146 341**	**146 341**	**197 202**	**146 341**
<u>LIABILITIES</u>						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		225	106	106	232	106
Trade and other payables from exchange transactions		82 295	42 117	42 117	90 198	42 117
Trade and other payables from non-exchange transactions		12 867	12 270	12 270	18 236	12 270
Provision		29 672	11 602	11 602	28 779	11 602
VAT		31	–	–	734	–
Other current liabilities		–	–	–	–	–
Total current liabilities		**125 089**	**66 095**	**66 095**	**138 180**	**66 095**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		–	–	–	–	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**–**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES		**125 089**	**66 095**	**66 095**	**138 180**	**66 095**
NET ASSETS	2	**12 279**	**80 246**	**80 246**	**59 022**	**80 246**
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated surplus/(deficit)		12 279	80 246	80 246	59 022	80 246
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**12 279**	**80 246**	**80 246**	**59 022**	**80 246**

a) <u>Current Assets</u>

Debtors Management and Credit Control Status for the month ending September,

The debtor's book balance of the municipality as attached in annexure A is R 1 395 438 less bad debts impairment R 954 100 resulting to R 441 338.

0-30 days	31-60	61-90	91-120	121-150	151-180	181-1 Yr	Over 1 Yr	Total
-	-	441 338	-	-	-	-	954 100	1 395 438

<u>Bank reconciliation</u>
Annexure" C1 – 4" indicate the bank reconciliations prepared for the month of September 2025 with the detail on the bank and cash book balances.

The Council has four operating bank accounts Account to be reported on namely:

- Two Primary bank accounts,
- Two License bank accounts and,

Council is operating four accounts. Bank reconciliations are completed monthly within three working days after the end of each month.

The cashbooks shows a favorable balance of R 119 509 021 as of end September.

The remaining cash balance must meet operational requirements till end of November 2025, until receipt of the next equitable Share tranche due in December.

b) <u>Current Liabilities</u>
Creditors' Age Analysis
Annexure "D" represents the creditors' age analysis of R 90 932 340 payable to the creditors in September 2025.

0-30 days	31-60	61-90	91-120	121-150	151 - 180	181 -1 Yr	Over 1 Yr	Total
31 628 671	23 540 595	-	-	-	-	-	35 763 074	90 932 340

c) <u>Net Assets</u>
Reserves

The balance sheet of Council is broadly distinguished into "Assets" (what Council owns) and "Liabilities" (what Council owes) as per General Recognized Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the "Net Assets."

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves is that they are ring-fenced for specific use only (non-distributable reserves), as determined by accounting standards. It must be noted that reserves comprise of mostly accounting book-entries and are non-cash transactions. This implies that the reserves on the face of the financial statements do not equate to cash held as investments by Council.
As required by prescribed accounting standards (GRAP 01), only provisions are shown separately on the face of the Statement of Financial Position. All reserves are "ring-fenced" as internal reserves within the Accumulated Surplus. Ring-fenced reserves are as follows:

- Assets fair value reserve
- Government grant reserve (GGR)

These reserves not supported by cash but are only used for book entry purposes for the phasing in of increased depreciation charges as a result of the full implementation of GRAP 17.

According to GRAP standards, the GGR is created when the municipality receives government grants for the acquisition and/or construction of fixed assets. Once the conditions of the capital grant have been met, the funds are recognized as “revenue” (non-cash) on the statement of financial performance. This “revenue” recognized is then in turn transferred out of the Accumulated Surplus to the GGR on the Statement of Net Assets in order to offset the future depreciation of the property, plant and equipment in question. Hence, the reserve is committed solely for this purpose and cannot be utilized for any other purpose. This is referred to as the non-distributable portion of the reserves. Council must note that these are all non-cash entries.

The purpose of these reserves is to promote community equity and facilitate budgetary control by ensuring that sufficient funds (non-cash) are set aside on the accounting books to offset the future depreciation charges (non-cash) that will be incurred over the estimated useful life of the item of property, plant and equipment financed from government grants, public contributions or a (non-cash) surplus arising from the revaluation of property, plant and equipment.
Council must note that these are all non-cash entries performed only for compliance purposes in line with accounting standards prescribed by the Accounting Standards Board (ASB) and enforced by the Office of the Accountant-General.

d) Cash Flow
See Annexures “B”,” C1- 4”,” E”

Essentially, the cash flow statement is concerned with the flow of physical cash in and cash out of the municipality as we collect monies owed by debtors and pay out monies due to creditors.

Annexure “E” is Council’s cash flow statement which indicates the movements on the main bank accounts. The incoming receipts amount to R 31 623 677, outgoing payments were made to the amount of R 61 305 785 Taking into account the opening cashbook balance, this left a unfavorable closing balance of R 119 509 021 as end of September 2025 period, which shows a increase margin from last month’s closing balance.
Cost coverage indicator.

$$\text{The cost coverage formula} = \frac{\text{(All available cash at the end of the period in the cashbook) + (investments at hand less Provisions)}}{\text{Monthly fixed operating expenditure}}$$

$$\textit{The cost coverage formula} = \frac{R\ (119\ 509\ 021 + R0)}{R\ \ 37\ 092\ 324}$$

$$= \underline{3.2\ \text{TIMES}}$$

The cost coverage of the municipality indicates 3.2 monthly fixed operating expenditure and shows that the cash flow of the municipality is favorable. Our cash formula on hand must cover at least until end of Novemeber 2025 as the next equitable share allocation is in December 2025.

Annexure “F” represents the Grants allocation and their expenditure.
Table SC6, 7(1) and 7(2) Grants received and spent for September

Description	Original Budget	Adjustment Budget	Grants Tranche received for the month	Total Grants Received July-date	Total Grants Spent July to date	Actual August 2025	Actual September 2025	Balance	Percentage
RAMS	2 856 000	-	1 999 000	-	329 074	100 064	96 019	2 526 926	11.5
FMG	1 500 000	-	1 500 000	-	169 946	25 249	25 249	1 330 054	11.3
EPWP	1 884 000	-	470 000	-	230 300	110 716	119 584	1 653 700	12.2
HIV&AIDS	13 392 000	-		-	276 250	57 043	60 331	13 115 750	2.1
ENERGY SERVICES	5 000 000	-	2 000 000	-	-	-	-	5 000 000	0.0
TOTAL	**24 632 000**	**-**	**5 969 000**	**-**	**1 005 569**	**293 073**	**301 183**	**23 626 431**	4.1

Financial Management Grant (FMG):

An amount of R 1 500 000 was gazetted for 2025-26 of which R 25 249 was spent in September, FMG Interns were involved in the following activities during the month as part of their training rotation plan:

Three interns in Supply Chain Management

The interns have attended CPMD training as part of the internship agreement with National Treasury.

Rural Roads Assets Management Grant

An amount of R 2 856 000 was gazette for 2025-26 , R 1 999 000 has been received in August as the first tranche. Expenditure incurred for month of September amounts to R 96 019

HIV/Aids

An amount of R 13 392 000 gazetted for 2025-26, Expenditure incurred for month of September amounts to R 60 331.

Extended Public Works Projects

An amount of R 1 884 000 was gazetted and R 470 000 has been received as the first tranche , expenditure incurred for September amount to R 119 583.80.

Energy Efficient Grant

An amount of R 5 000 000 was gazette for 2025-26, R 2 000 0000 has been received for August and no expenditurewas incurred for month of September.

Grant payments to Local Municipalities:

No grant payments were scheduled for local municipalities for the month of September.

6.2 Financial Performance

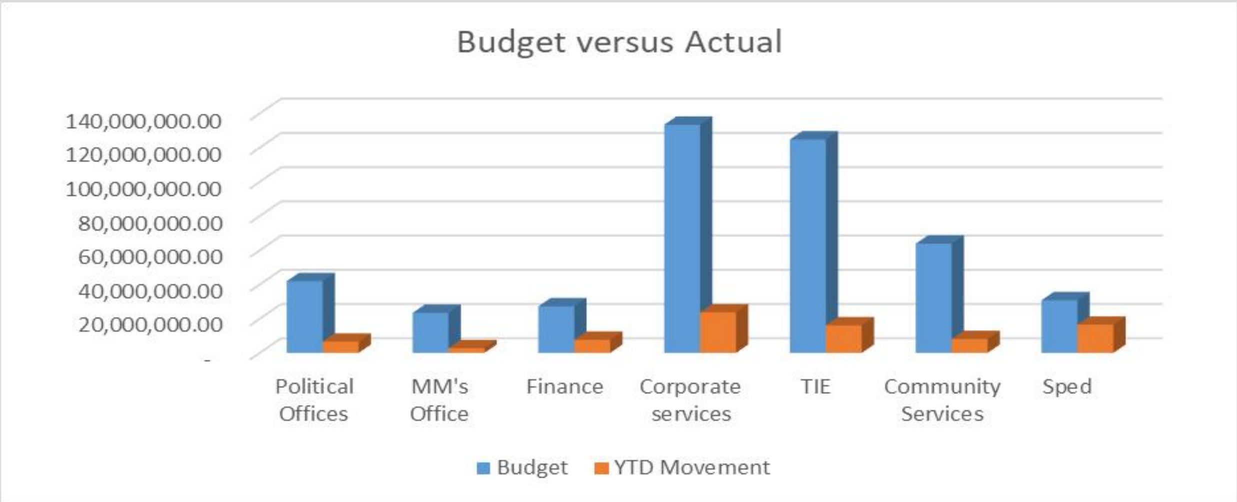
Financial performance shows the results of operations for the given period. It lists sources of revenue and expenses. The statement measures the performance of Council for a given period of time. Surplus or deficit is used to measure financial performance and directly related to the measurement of revenue and expenditure for the reporting period.

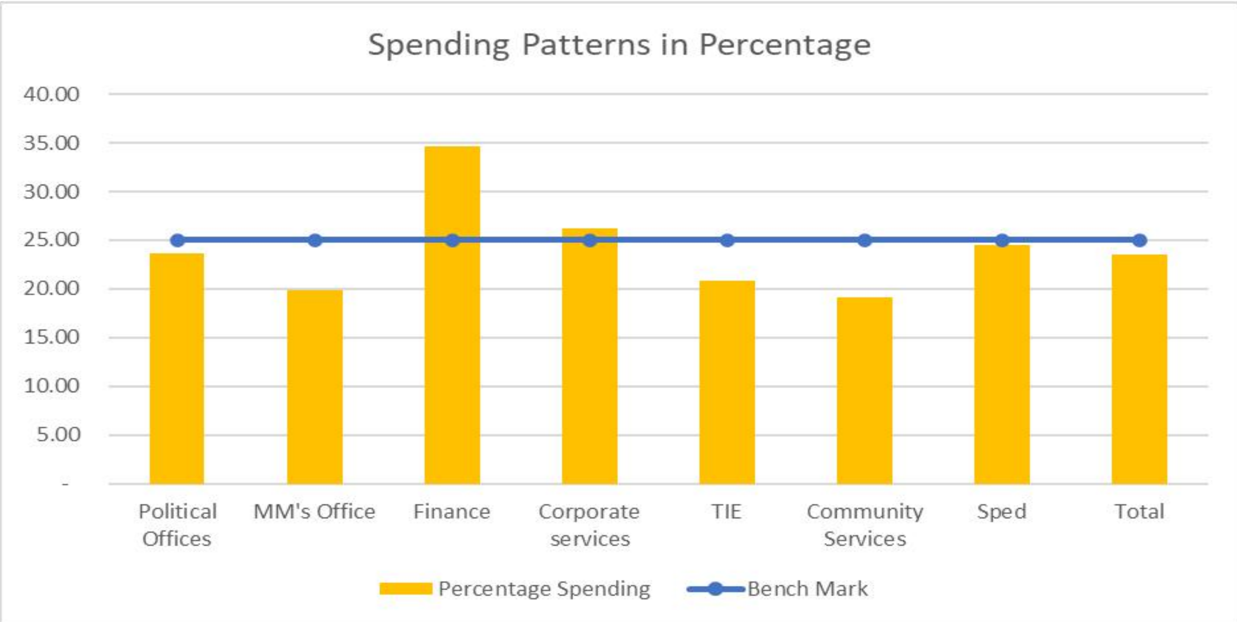
Operating expenses are incurred in the course of conducting normal Council business. They are classified by function such as employee related costs, general expenses, finance charges and contributions to provisions.

"See Annexures G, H & I"

Actual revenue and expenditure

Annexure "G" represents the organizational Operating Revenue and Expenditure which illustrates that R 8 947 825 was generated in revenue, while R 34 557 976 was spent on expenditure.





a) <u>Pro-Rata Operating Comparative Analysis (Budget vs. Actual by Cluster)</u>

The Total Performance of the municipality as per our findings and reviews are as follows:

As the month of September 2025 signals the 3rd month of the first quarter of 2025-26 financial year, spending trends ought to be around 25% “Other Income” consists of income items such as, profit on sale of assets; skills levy income, tender income and commission on salaries.

The monthly performance indicates that total operating expenditure rate is standing at 23.50 % and revenue is at 33.64% of the total budget.

Intervention, measures:
The Supply Chain Management Unit together with Financial Management both serve on the Contract Management Committee chaired by Corporate Services: Legal & Support to monitor contractual obligations and performance management of service providers.
Cost Containment measures are still in place to cut down on expenditure. Council manages to have cost saving within all areas. Refer to the table below for detail;

Annexure D: Total Cost Savings Disclosure in the In-Year and Annual Report					
Detail expenses per class					
	Savings Amount Q1	Savings Amount Q2	Savings Amount Q3	Savings Amount Q4	TOTAL SAVING YTD
Cost Containment In-Year Report Measures					
Use of consultants & Professional fees	(215 107.11)	-	-	-	(215 107.11)
Travel and subsistence	31 169.75	-	-	-	31 169.75
Domestic accommodation	7 570.44	-	-	-	7 570.44
Sponsorships, events and catering	54 546.28	-	-	-	54 546.28
Other related expenditure items	3 336 606.61	-	-	-	3 336 606.61
Total	3 214 785.97	-	-	-	3 214 785.97

b) Pro-Rata Capital Comparative Analysis (Budget vs. Actual)

“Annexure H” represents the Capital expenditure and Revenue sources. Expenditure incurred for the month of September is R 31 226. An amount of R 3 145 738 is funded internally for various moveable assets such as furniture & equipment, computers & printers and vehicles, and R 120 000 is funded from the Financial Management Grant for the procurement of office Equipment and R5 000 000 earmarked for the energy saving project funded from a grant.

(Annexure I) The spending analysis on own fixed assets as at end of September 2025 is shown in the table below:

Description	Budget	Adjustment Budget	September	Commitment	YTD Movements	Balance	percentage
Furniture and Equipment	750 000	0	9 500		10 699	737 101	1%
Computer Equipment and Networks	358 929	0	0	0	53 541	305 388	15%
New Ict Equipment	1 216 809	0	21 726		318 760	898 050	26%
Capital Expenditure On New Ict Equipment Finance	120 000	0	0	0	0	120 000	0%
Vehicle	700 000	0	0	0	0	700 000	0%
Enery savings	5 000 000	0	0	0	0	5 000 000	0%
Total	**8 145 738**	**0**	**31 226**	**0**	**383 000**	**7 762 739**	4.70

The indication for capital projects is that all expenses is funded internally for the various components of assets as per the above table.

Asset Management

A scheduled year-end asset stock takes place and during this stock-take the physical condition and location of assets were verified in order to ensure completeness and accuracy of the fixed asset register. Currently, asset verification stock take takes place twice a year.

No other matters of material significance to report for Asset Management.

6.3 Monitoring of Compliance

Policy Governance of Municipal Finance and MFMA Compliance
As part of improving Sedibeng District Municipality's MFMA reporting module, the project plan report indicates our compliance to the requirements as outlined per the MFMA for the financial year 1 July 2025 to June 2026, which has been divided into timeframes of reporting: Annually, Quarterly, Monthly & Ad-hoc.

Finance is pleased to inform the Committee that our obligations in terms of compiling the annual financial statements within the prescripts of GRAP and the requirements of the MFMA have been duly met on time.

It must be noted that the individual Clusters are responsible to action projects and programed based on their planned OPEX and CAPEX budgets as aligned with their overall SDBIPs. Finance facilitates and supports the Clusters in an overview capacity to ensure that required targets are met. However, without full cooperation of the Clusters in providing substantiation to the comparative reports, Finance cannot completely assure the quality and accuracy of the information disclosed in this report.

See Attached Annexures reflecting detail information:

"A"	–	Debtors Age Analysis
"B"	–	Investment Schedule
"C"	–	Bank Reconciliations
"D"	–	Creditors Age Analysis
"E"	–	Cash Flow Statement
"F"	–	Grants Allocation and Expenditure
"G"	–	Operating Revenue and Expenditure
"H"	–	Capital Expenditure and Revenue Source
"I"	–	Capital Projects Progress

RECOMMENDED:

THAT the financial management report as at the end September 2025 as per attach as annexure "A" to "I" be considered as prescribed by section 54(1) of the Local Government: Municipal Finance Management Act, 56 of 2003.

________________	________________
Ms. Mathapelo Masisi	Ms.Madisebo Khomoesera
Chief financial Officer	Acting: MMC Finance
________________	________________
Date	Date

DC42 Sedibeng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Annexure "A"

Description R thousands	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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
	0	Budget Year 2025/26											
Debtors Age Analysis By Income Source	0	0	0	0	0	0	0	0	0	0	0	0	0
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	441	–	–	–	–	954	1.395	954	–	954
Total By Income Source	**2000**	**–**	**–**	**441**	**–**	**–**	**–**	**–**	**954**	**1.395**	**954**	**–**	**954**
2024/25 - totals only	**0**	–	–	546	–	–	–	–	2.092	2.638	2.092	–	2.092
Debtors Age Analysis By Customer Group	0	–	–	–	–	–	–	–	–	–	–	–	–
Organs of State	2200	–	–	441	–	–	–	–	954	1.395	954	–	954
Commercial	2300	–	–	–	–	–	–	–	–	–	–	–	–
Households	2400	–	–	–	–	–	–	–	–	–	–	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**–**	**–**	**441**	**–**	**–**	**–**	**–**	**954**	**1.395**	**954**	**–**	**954**
Notes	**0**	–	–	–	–	–	–	–	–	–	–	–	–
Material increases in value of debtors' categories compared to previous month to be explained	0	0	0	0	0	0	0	0	0	0	0	0	0
Bad debts = amounts actually written off in the month	0	0	0	0	0	0	0	0	0	0	0	0	0

DC42 Sedibeng - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 Annexure" B"

R thousands	Ref	Yrs/Months		Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate [3]	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance
Municipality										
Municipality sub-total										–
				0						
Entities sub-total										–

References
2. List investments in expiry date order
3. If 'variable' is selected in column F, input interest rate range
4. Withdrawals to be entered as negative

BANK RECONCILIATION AS AT
30 September 2025

ANNEXUI

MAIN BANK ACCOUNT NEDBANK : 1152944835

3321502059000000000

CASH BOOK BALANCE AS AT	**1-Sep-25**	**R**	**1.176.613,52**
PLUS : INCOME RECEIVED		**R**	**38.870,75**

TRANSFER TO STANDARD	0,00
SUNDRY INCOME	2.236,00
AMBULANCE FEES	0,00
INVESTMENTS WITHDRAWN	0,00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0,00
OTHER DIRECT BANKINGS	9.958,60
TRANSFERS RECEIVED	0,00
INTEREST	26.676,15
LICENCE INCOME	0,00
LESS: RD CHEQUES / (re deposit)	0,00

MINUS : EXPENDITURE — **R** **-8.288,71**

ORDER PAYMENTS	0,00
SUNDRY PAYMENTS	0,00
SALARIES	0,00
YEAR END PAYMENT	0,00
TRANSFERS MADE	0,00
BANK ERROR	0,00
DIRECT BANK EXPENDITURE	-8.288,71

CASHBOOK BALANCE AS AT	**30-Sep-25**	**R**	**1.207.195,56**

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0,00
PLUS: Receipts updated following month	0,00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0,00

REVISED BALANCE AFTER CANCELATIONS — **R** **1.207.195,56**

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-575,01
PLUS: UNCASHED ELE'S		
PLUS: Receipts updated following month		
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT	**30-Sep-25**	**R**	**1.206.620,55**

ꝛE "C1"

BANK RECONCILIATION AS AT
30 September 2025

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK 1-Sep-25		R	35.298.986,08
PLUS : INCOME RECEIVED		R	40.911.525,60
SURPLUS (DEFICIT)	0,00		
SUNDRY INCOME	0,00		
AMBULANCE SUBSIDY ARREARS	0,00		
INVESTMENTS WITHDRAWN	0,00		
DIRECT BANKINGS FROM PROVINCIAL & NATIO	0,00		
OTHER DIRECT BANKINGS	641.534,64		
TRANSFERS	40.000.000,00		
INTEREST	263.426,96		
LICENCE INCOME	6.564,00		
LESS: RD CHEQUES / (re deposit)	0,00		
MINUS : EXPENDITURE		R	-60.919.833,50
ORDER PAYMENTS	-1.640.140,65		
SUNDRY PAYMENTS	-27.390.185,34		
SALARIES	-31.077.754,44		
ACTUAL PAYMENT (BILLING)	0,00		
INVESTMENTS MADE / TRANSFERS	0,00		
BANK ERROR	0,00		
DIRECT BANK EXPENDITURE	-811.753,07		
CASHBOOK 30-Sep-25		R	15.290.678,18
PLUS: CHEQUE/ELE CANCELLED FOLLOWING M	10.350,00		
Less/plus: Receipts updated/not from previous mor	0,00		
LESS: RECEIPTS PREVIOUS MONTH	0,00		
REVISED BALANCE		R	15.301.028,18
PLUS: **OUTSTANDING CHEQUES**		R	-
MINUS: **OUTSTANDING DEPOSITS**		R	-
PLUS: **UNCASHED ELE'S**		R	-
PLUS : **DEPOSITS NOT YET LINKED**		R	-
BANK BALANCE AS 30-Sep-25		R	15.301.028,18

ANNEXURE "C2"

BANK RECONCILIATION AS AT 30/Sep/2025

ANNEXURE "C3"

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 332150206900000000000

CASH BOOK BALANCE AS AT	1/Sep/2025	R	4.488.465,84
PLUS : INCOME RECEIVED		R	1.107.263,70

LICENCE INCOME	1.107.263,70
FUEL SALES	0,00
LESS: RD CHEQUES	0,00

MINUS : EXPENDITURE	R -75,00

TRANSFER TO MAIN ACCOUNT	0,00
BANK CHARGES	0,00
BANK CHARGES CARD FEES	-75,00
BANK COST	0,00

CASHBOOK BALANCE AS AT	30/Sep/2025	R	5.595.654,54

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT	30/Sep/2025	R	5.595.654,54

BANK RECONCILIATION AS AT 30/Sep/2025

ANNEXURE "C4"

LICENSING BANK ACCOUNT STANDARD: 21781494
GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE AS AT	**1/Sep/2025**	**R**	**82.044.334,24**
PLUS : INCOME RECEIVED		**R**	**29.292.140,61**

LICENCE INCOME	28.984.203,12
INTEREST	307.937,49
LESS: RD CHEQUES	0,00

MINUS : EXPENDITURE	**R**	**-40.408.814,22**

TRANSFER TO MAIN ACCOUNT	-40.000.000,00
BANK CHARGES	-36.019,78
BANK CHARGES CARD FEES	-372.794,44
BANK COST	0,00

CASHBOOK BALANCE AS AT	**30/Sep/2025**	**R**	**70.927.660,63**

PLUS: **OUTSTANDING CHEQUES**	R	-
MINUS: **OUTSTANDING DEPOSITS**	R	-
PLUS : **DEPOSITS NOT YET LINKED**	R	-

BANK BALANCE AS AT	**30/Sep/2025**	**R**	**70.927.660,63**

ANNEXURE "C5"

BANK RECONCILIATION AS AT 30/Sep/2025

LICENSING BANK ACCOUNT STANDARD: 21781494
GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE AS	**1/Sep/2025**	**R**	**82.044.334,24**
PLUS : INCOME RECEIVED		**R**	**29.292.140,61**
LICENCE INCOME	28.984.203,12		
INTEREST	307.937,49		
LESS: RD CHEQUES	0,00		
MINUS : EXPENDITURE		**R**	**-40.408.814,22**
TRANSFER TO MAIN ACCOUNT	-40.000.000,00		
BANK CHARGES	-36.019,78		
BANK CHARGES CARD FEES	-372.794,44		
BANK COST	0,00		
CASHBOOK BALANCE AS	**30/Sep/2025**	**R**	**70.927.660,63**
PLUS: **OUTSTANDING CHEQUES**		R	-
MINUS: **OUTSTANDING DEPOSITS**		R	-
PLUS : **DEPOSITS NOT YET LINKED**		R	-
BANK BALANCE AS AT	**30/Sep/2025**	**R**	**70.927.660,63**

CALL ACCOUNT RECONCILIATION AS AT 30/Sep/2025

ANNEXURE "C6"

BANK ACCOUNT STANDARD BANK: 228499054

GL VOTE NUMBER - 33215040210ZZZZZZZWD

CASH BOOK	**1/Sep/2025**	**R**	**20.958.467,85**
PLUS : INCOME RECEIVED		**R**	**125.611,87**

INTEREST RECEIVED NO 1	34.583,75
INTEREST RECEIVED NO 2	91.028,12
DEPOSIT MADE	0,00

MINUS : EXPENDITURE	**R**	**-**

WITHDRAWALS MADE	0,00

CASHBOOK	**30/Sep/2025**	**R**	**21.084.079,72**

DC42 Sedibeng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

0 ANNEXURE "D"

Description R thousands	NT Code	Budget Year 2025/26 0 - 30 Days	0 31 - 60 Days	0 61 - 90 Days	0 91 - 120 Days	0 121 - 150 Days	0 151 - 180 Days	0 181 Days - 1 Year	0 Over 1 Year	0 Total	Prior year totals for chart (same period)
Creditors Age Analysis By Customer Type	0	0	0	0	0	0	0	0	0	0	0
Bulk Electricity	0100	–	–	–	–	–	–	–	–	–	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	734	–	–	–	–	–	–	–	**734**	806
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	–	–	–	–	–	–	–	–	–	–
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	30.895	23.541	–	–	–	–	–	35.763	**90.198**	171.569
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	###	**31.629**	**23.541**	–	–	–	–	–	**35.763**	**90.932**	172.375
Notes	0	–	–	–	–	–	–	–	–	–	0

DC42 Sedibeng - Table C7 Monthly Budget Statement - Cash Flow - M03 September

ANNEXURE "E"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
CASH FLOW FROM OPERATING ACTIVITIES	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Receipts	0									
Property rates	0	–	–	–	–	–	–	–		–
Service charges	0	–	–	–	–	–	–	–		–
Other revenue	0	420.868	448.939	448.939	30.751	105.171	112.235	(7.064)	-6%	448.939
Transfers and Subsidies - Operational	0	323.619	339.802	339.802	–	137.835	84.951	52.885	62%	339.802
Transfers and Subsidies - Capital	0	5.000	5.000	5.000	–	2.000	1.250	750	60%	5.000
Interest	0	6.080	5.392	5.392	873	1.603	1.348	255	19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	0%	–
Suppliers and employees	0	(723.777)	(781.621)	(781.621)	(61.306)	(185.891)	(195.405)	(9.514)	5%	(781.621)
Interest	0	–	–	–	–	–	–	–		–
Transfers and Subsidies	0	–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES	0	**31.790**	**17.511**	**17.511**	**(29.682)**	**60.718**	**4.378**	**(56.340)**	**-1287%**	**17.511**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM INVESTING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
Receipts	0	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	0	447	–	–	1	1	–	1	#DIV/0!	–
0	0	–	–	–	–	–	–	–	0%	–
Decrease (increase) in non-current receivables	0	–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments	0	–	–	–	–	–	–	–		–
Payments	0	–	–	–	–	–	–	–	–	–
Capital assets	0	(2.299)	(9.368)	(9.368)	(31)	(383)	(2.342)	(1.959)	84%	(9.368)
NET CASH FROM/(USED) INVESTING ACTIVITIES	0	**(1.852)**	**(9.368)**	**(9.368)**	**(30)**	**(382)**	**(2.342)**	**(1.960)**	**84%**	**(9.368)**
0	0	–	–	–	–	–	–	–	–	–
CASH FLOWS FROM FINANCING ACTIVITIES	0	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD	0	**29.935**	**8.144**	**8.144**	**(29.713)**	**60.338**	**2.036**	**–**	**–**	**8.144**
Cash/cash equivalents at beginning:	0	29.231	61.016	61.016	149.222	59.172	61.016	–	–	59.172
Cash/cash equivalents at month/year end:	0	59.166	69.159	69.159	119.509	119.509	63.051	–	–	67.315

DC42 Sedibeng - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

ANNEXURE "F"

Description	Ref	2024/25	Budget Year 2025/26	0	0	0	0	0	0	0
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	0	0	0	0	0	0	0	0	%	0
RECEIPTS:	1,2	–	–	–	–	–	–	–	0,0%	–
0	0	–	–	–	–	–	–	–	0,0%	–
Operating Transfers and Grants	0	–	–	–	–	–	–	–	0,0%	–
National Government:	0	**320.422**	**326.543**	**326.543**	**241**	**134.189**	**81.636**	**52.554**	**64,4%**	**326.543**
Energy Efficiency and Demand Side Management Grant	0	5.000	–	–	–	–	–	–		–
Equitable Share	0	309.742	320.303	320.303	–	133.460	80.076	53.384	66,7%	320.303
Expanded Public Works Programme Integrated Grant	0	1.222	1.884	1.884	120	230	471	(241)	-51,1%	1.884
Local Government Financial Management Grant	0	1.400	1.500	1.500	25	170	375	(205)	-54,7%	1.500
Municipal Disaster Relief Grant	0	–	–	–	–	–	–	–		–
Public Transport Network Grant	3	–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant	0	3.058	2.856	2.856	96	329	714	(385)	-53,9%	2.856
Water Services Infrastructure Grant	0	–	–	–	–	–	–	–		–
Other transfers and grants [insert description]	0	–	–	–	–	–	–	–		–
Provincial Government:	0	7.824	15.060	15.060	60	276	3.765	(3.489)	-92,7%	15.060
Capacity Building and Other Grants	0	7.824	15.060	15.060	60	276	3.765	(3.489)	-92,7%	15.060
Other transfers and grants [insert description]	0	–	–	–	–	–	–	–		–
District Municipality:	0	–	–	–	–	–	–	–		–
[insert description]	0	–	–	–	–	–	–	–		–
Other grant providers:	0	–	–	–	–	–	–	–		–
National Youth Development Agency	0	–	–	–	–	–	–	–		–
Parent Municipality	0	–	–	–	–	–	–	–		–
Public Service Commission	0	–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	328.246	341.603	341.603	301	134.466	85.401	49.065	57,5%	341.603
0	0	–	–	–	–	–	–	–	0,0%	–
Capital Transfers and Grants	0	–	–	–	–	–	–	–	**0,0%**	–
National Government:	0	–	–	–	–	–	–	–		–
0	0	–	–	–	–	–	–	–	0,0%	–
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	**328.246**	**341.603**	**341.603**	**301**	**134.466**	**85.401**	**49.065**	**57,5%**	**341.603**
References	0	–	–	–	–	–	–	–	0,0%	–
1. Each grant is listed by name as gazetted together with the name of	0	–	–	–	–	–	–	–	0,0%	–

2. Grant expenditure must be separately listed for each grant received 0

DC42 Sedibeng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

ANNEXURE "G"

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	0	0	0	0	0	0	0	0	%	0
Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Exchange Revenue	0	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Service charges - Electricity	0	–	–	–	–	–	–	–		–
Service charges - Water	0	–	–	–	–	–	–	–		–
Service charges - Waste Water Mana	0	–	–	–	–	–	–	–		–
Service charges - Waste managemen	0	–	–	–	–	–	–	–		–
Sale of Goods and Rendering of Serv	0	183	198	198	19	53	50	3	7%	198
Agency services	0	80.571	91.161	91.161	7.613	15.002	22.790	(7.788)	-34%	91.161
Interest	0	–	–	–	–	–	–	–		–
Interest earned from Receivables	0	–	–	–	–	–	–	–		–
Interest from Current and Non Curren	0	6.080	5.392	5.392	873	1.603	1.348	255	19%	5.392
Dividends	0	–	–	–	–	–	–	–		–
Rent on Land	0	–	–	–	–	–	–	–		–
Rental from Fixed Assets	0	496	734	734	38	45	183	(138)	-75%	734
Licence and permits	0	–	–	–	–	–	–	–		–
Special rating levies	0	–	–	–	–	–	–	–		–
Operational Revenue	0	5.501	5.494	5.494	64	128	1.374	(1.245)	-91%	5.494
Non-Exchange Revenue	0	–	–	–	–	–	–	–		–
Property rates	0	–	–	–	–	–	–	–		–
Surcharges and Taxes	0	–	–	–	–	–	–	–		–
Fines, penalties and forfeits	0	–	–	–	–	–	–	–		–
Licence and permits	0	264	1.500	1.500	40	80	375	(295)	-79%	1.500
Transfers and subsidies - Operational	0	328.246	341.603	341.603	301	134.466	85.401	49.065	57%	341.603
Interest	0	–	–	–	–	–	–	–		–
Fuel Levy	0	–	–	–	–	–	–	–		–
Operational Revenue	0	–	–	–	–	–	–	–		–
Gains on disposal of Assets	0	447	–	–	1	1	–	1	#DIV/0!	–
Other Gains	0	284.320	–	–	–	–	–	–		–
Discontinued Operations	0	–	–	–	–	–	–	–		–
Total Revenue (excluding capital tran	0	706.108	446.081	446.081	8.948	151.378	111.520	39.858	0	446.081
Expenditure By Type	0	–	–	–	–	–	–	–	0%	–
Employee related costs	0	326.005	339.137	339.137	29.558	82.708	84.785	(2.077)	-2%	339.137
Remuneration of councillors	0	14.935	16.078	16.078	1.280	3.649	4.020	(371)	-9%	16.078
Bulk purchases - electricity	0	–	–	–	–	–	–	–		–
Inventory consumed	0	4.350	3.735	3.688	168	634	925	(292)	-32%	3.688
Debt impairment	0	–	–	–	–	–	–	–		–
Depreciation and amortisation	0	4.982	4.782	4.782	–	–	1.196	(1.196)	-100%	4.782
Interest	0	–	–	–	–	–	–	–		–
Contracted services	0	37.680	41.772	41.711	1.215	4.987	10.432	(5.445)	-52%	41.711
Transfers and subsidies	0	3.919	4.562	4.562	180	507	1.141	(634)	-56%	4.562
Irrecoverable debts written off	0	–	–	–	–	–	–	–		–
Operational costs	0	34.683	35.041	35.149	2.156	12.150	8.780	3.371	38%	35.149
Losses on Disposal of Assets	0	14	–	–	–	–	–	–		–
Other Losses	**0**	–	–	–	–	–	–	–		–
Total Expenditure	0	**426.568**	**445.108**	**445.108**	**34.558**	**104.635**	**111.278**	**(6.643)**	**(0)**	**445.108**
Surplus/(Deficit)	0	279.540	974	974	(25.610)	46.743	242	46.501	**0**	974
Transfers and subsidies - capital (monetary allocations)	0	372	5.000	5.000	–	–	1.250	(1.250)	**(0)**	5.000
Transfers and subsidies - capital (in-kind)	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers	0	279.912	5.974	5.974	(25.610)	46.743	1.492	45.251	0	5.974
Income Tax	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax	0	279.912	5.974	5.974	(25.610)	46.743	1.492	45.251	0	5.974
Share of Surplus/Deficit attributable to	0	–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities	0	–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municip	0	279.912	5.974	5.974	(25.610)	46.743	1.492	45.251	0	5.974
Share of Surplus/Deficit attributable to	0	–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary trans	0	–	–	–	–	–	–	–		–

DC42 Sedibeng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

ANNEXURE "H"

Vote Description	Ref	2024/25	Budget Year 2025/26	0						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	0	0	0	0	0	0	0	%	0
Multi-Year expenditure appropriation	2	–	–	–	–	–	–	–	–	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	–	–	–	–	–	–		–
Vote 03 - Corporate Services	0	–	5.000	5.000	–	–	1.250	(1.250)	-100%	5.000
Vote 04 - Roads And Transport	0	–	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	–	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Vote 08 -	0	–	–	–	–	–	–	–		–
Vote 09 -	0	–	–	–	–	–	–	–		–
Vote 10 -	0	–	–	–	–	–	–	–		–
Vote 11 -	0	–	–	–	–	–	–	–		–
Vote 12 -	0	–	–	–	–	–	–	–		–
Vote 13 -	0	–	–	–	–	–	–	–		–
Vote 14 -	0	–	–	–	–	–	–	–		–
Vote 15 - Other	0	–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**–**	**5.000**	**5.000**	**–**	**–**	**1.250**	**(1.250)**	**-100%**	**5.000**
Single Year expenditure appropriation	2	–	–	–	–	–	–	–	0%	–
Vote 01 - Executive & Council	0	–	–	–	–	–	–	–		–
Vote 02 - Budget & Treasury Office	0	–	120	120	–	–	30	(30)	-100%	120
Vote 03 - Corporate Services	0	1.927	3.026	3.026	31	383	756	(373)	-49%	3.026
Vote 04 - Roads And Transport	0	294	–	–	–	–	–	–		–
Vote 05 - Planning & Development	0	–	–	–	–	–	–	–		–
Vote 06 - Community & Social Services	0	78	–	–	–	–	–	–		–
Vote 07 -	0	–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	2.299	3.146	3.146	31	383	786	**(403)**	**-51%**	3.146
Total Capital Expenditure	**0**	**2.299**	**8.146**	**8.146**	**31**	**383**	**2.036**	**(1.653)**	**-81%**	**8.146**
Capital Expenditure - Functional Classification	0	–	–	–	–	–	–	–	0%	–
Governance and administration	0	**2.005**	**8.146**	**8.146**	**31**	**383**	**2.036**	(1.653)	-81%	**8.146**
Executive and council	0	–	–	–	–	–	–	–		–
Finance and administration	0	2.005	8.146	8.146	31	383	2.036	(1.653)	-81%	8.146
Internal audit	0	–	–	–	–	–	–	–		–
Community and public safety	0	**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Community and social services	0	–	–	–	–	–	–	–		–
Sport and recreation	0	–	–	–	–	–	–	–		–
Public safety	0	–	–	–	–	–	–	–		–
Housing	0	–	–	–	–	–	–	–		–
Health	0	–	–	–	–	–	–	–		–
Economic and environmental services	0	**294**	**–**	**–**	**–**	**–**	**–**	–		**–**
Planning and development	0	294	–	–	–	–	–	–		–
Road transport	0	–	–	–	–	–	–	–		–
Environmental protection	0	–	–	–	–	–	–	–		–
Trading services	0	**–**	**–**	**–**	**–**	**–**	**–**	–		**–**
Energy sources	0	–	–	–	–	–	–	–		–
Water management	0	–	–	–	–	–	–	–		–
Waste water management	0	–	–	–	–	–	–	–		–
Waste management	0	–	–	–	–	–	–	–		–
Other	0	–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**2.299**	**8.146**	**8.146**	**31**	**383**	**2.036**	**(1.653)**	**-81%**	**8.146**
Funded by:	0	–	–	–	–	–	–	–	0%	–
National Government	0	294	5.120	5.120	–	–	1.280	(1.280)	-100%	5.120
Provincial Government	0	136	–	–	–	–	–	–		–
District Municipality	0	–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	0	–	–	–	–	–	–	–		–
Transfers recognised - capital	0	**429**	**5.120**	**5.120**	**–**	**–**	**1.280**	**(1.280)**	**-100%**	**5.120**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds	0	1.870	3.026	3.026	31	383	756	(373)	-49%	3.026
Total Capital Funding	0	**2.299**	**8.146**	**8.146**	**31**	**383**	**2.036**	**(1.653)**	**-81%**	**8.146**

PROJECT PLAN – CONFIRMATION OF COMPLIANCE **ANNEXURE "I1"**

No	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
1	Irregular expenditure constituting theft, fraud/criminal offence reported to police.	MFMA 32(6)	2024-25	CFO/MM	Adhoc	✓
2	Impending shortfalls in budget revenue and over spending of budget reported to Council.	MFMA 70(1)	2024-25	Charles Steyn	Adhoc	✓
3	Report on any failure to adopt/implement budget related policies to Mayor, National and Provincial Treasury.	MFMA 73	2024-25	Charles Steyn	Adhoc	✓
4	Placing of documents on website within five days of tabling in Council.	MFMA 75	2024-25	Kajal Wieser Charles Steyn	Adhoc	✓
5	Reasons received from delegated officials when at least three quotations not received.	Notice 868 of 2005	2024-25	Kajal Wiese	Adhoc	✓
			2024-25			✓
6	Any contributions in respect of inducements, rewards, gifts and favours to officers notified to National Treasury.	Notice 868 of 2005	2024-25	Kajal Wiese		✓
7	Notification of intention to investigate public – private partnerships given to National Treasury prior to start of study.	0	2024-25	CFO	Adhoc	✓
		Reg 2(1)(a)	2024-25			✓
8	Report received from all entities of any irregular, fruitless or wasteful expenditure – submitted to Mayor, Auditor General.	MFMA 102(1)	2024-25		Adhoc	✓

PROJECT PLAN – CONFIRMATION OF COMPLIANCE

Monthly

ANNEXURE "I2"

No	Requirement	Compliance with	Period	Responsible Person	Target Date	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUNE
1	Monthly Go Muni uploads	MFMA 71(1)	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓	✓	✓									
a	E monitorimg uploads	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓	✓	✓									
b	FMCMM	MFMA 71	Monthly	Charles Steyn/Masechaba Magalefa/Lerato Tabane /Kajal Wiese	10 working days after month-end	✓	✓	✓									
c	Submission of C Schedule to the Mayor & MMC Finance	MFMA 71	Monthly	Charles Steyn Masechaba Magalefa	10 working days after month-end	✓	✓	✓									

PROJECT PLAN – CONFIRMATION OF COMPLIANCE **ANNEXURE "I3"**

Quarterly **10/31/2024**

No	Requirement	Compliance with	Period	Responsible Person	Target Date	SEPT	DEC	MAR	JUNE
1	Consolidated report submitted of all withdrawals for quarter, to Provincial Treasury and Auditor General.	MFMA 11(4)	Quarterly	Charles Steyn/ Masechaba Magalefa	30 days after month-end (3rd Month)				
2	Changes in banking details notified to National and Provincial Treasury and Auditor General.	MFMA 8(5) 9(a) 86(1)(a)	Quarterly	Lerato Tabane & Charles Steyn	Quarterly				
3	Overdrawn position of any bank accounts reported to National Treasury.	MFMA 70(2)	10/1/2024	Lerato Tabane& Charles Steyn					
4	Quarterly report to Council on implementation of Supply Chain Policy.	Notice 868 of 2005	Quarterly	Charles Steyn	Quarterly				
		Reg 6(3)							
5	Reasons for any deviations from any recommended tender submitted to National and Provincial Treasury and Auditor General.	MFMA 114(1)		Charles Steyn	Quarterly				
		Notice 868 of 2005							
		Reg 29(7)							
6	DC42_BM (External Debt Created, Repaid or Redeemed)	MFMA	Quarterly	0	10 days after month-end (3rd Month)				
7	DC42_ME (Municipal Entity Quarterly Return)	MFMA	Quarterly	Charles Steyn/	10 days after month-end (3rd Month)				
7	DC42_LTC (Long Term Contracts Quarterly Return - > R1mil *AND* > 5yr)	MFMA	Quarterly	Charles Steyn/ Masechaba Magalefa	-33355698,19				
8	DC42_MFM1 (Quartely MFMA Implementation and Monitoring Checklist-Implementation Priorities)	MFMA	Quarterly		10 days after month-end (3rd Month)				
9	Quarterly Financial Early Warning Report	MFMA	Quarterly		10 days after month-end (3rd Month)				
10	Conduct a monthly performance review with staff.	Policy and Procedures	Quarterly		Quarterly				
11	Quartely report on the financial position of the Municipality	MFMA SECTION 52D	Quarterly		Quarterly				

	Requirement	Compliance with	Period	Responsible Person	Target Date	TICK
Budget	Budget has been tabled and is ready for making public - DRAFT BUDGET	MFMA 22	Annually	CFO	90 days before financial year end	✓
	- FINAL BUDGET		Annually	CFO	30 days before financial year end	✓
Budget	Annual budget in both electronic and printed format submitted after tabling in Council to Public, National and Provincial Treasury.	MFMA 22(a) and (b)	10/1/2024	CFO	30-Jun	✓
Budget	Approved budget submitted to National and Provincial Treasury.	MFMA 24(3)	Annually	CFO	30-Jun	✓
SDBIP	**Draft service delivery and budget implementation plan (SDBIP) submitted to Mayor – within 14 days of approved budget.**	**MFMA 69(3)**	**Annually**	Director MM	**14-Jun**	✓
SDBIP	Performance agreements of Municipal Manager and Executives submitted to Mayor, Public, Council, MEC within 14 days after approval of SDBIP.	MFMA 69(3)(b) 53(3)(b)	Annually	Director MM	28-Jun	✓
Budget		MFMA 31	Annually	**CFO**	As required	✓
Yearly Reporting	Banking details notified before start of financial year to Provincial Treasury and Auditor General	MFMA 9(b) MFMA 86(1)(b) MFMA 82(2)	Annually	**CFO** **CFO** **CFO**	July	✓
Budget	**Table IDP & Budget timetable**	**MFMA 21(1)(b)**	**Annually**	**CFO**	**31-Aug**	✓
Budget	**DC42_BEC (Budget Evaluation Checklist Report)**	**MFMA**	**Annually**		**31-Aug**	
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually		31-Aug	
Annual Financial Statements	Submission of annual financial statements within two months of year end to Auditor General for both municipality and all entities.	MFMA 126(1)(a) MFMA 126(2)	Annually		31-Aug 30-Sep	✓
Annual Financial Statements	Deviations from procurement process notified to Council and noted in annual financial statements	MFMA 114(1) Notice 868 of 2005 Reg 36(2)	Annually	**CFO**	31-Aug	
Yearly Reporting	Report submitted to Council on salaries, wages, allowances and benefits.	MFMA 66	Annually	**CFO**	31-Aug	✓
Annual Financial Statements	Consolidated annual statement submitted to Auditor General within three months after year end.	MFMA 126(1)(b)		**CFO**		
Annual Financial Statements	Submit to Auditor General, Provincial Treasury and Provincial Local Government copies of Minutes of Council relating to discussion on annual accounts.	MFMA 129(2)	Annually	**CFO**	31-Oct	✓
Annual Financial Statements	Audited accounts received from Auditor General within three months after submission.	MFMA 126(3)	Annually		30-Nov	✓
Annual Report	Received annual reports of all entities within six months of year end.	MFMA 127(1)	Annually		31-Dec	✓
Annual Report	Report received on state of all entities budget performance	MFMA 87(1)			end-December	✓
Budget & Performance	Assess performance of the municipality up to 31 December and submit (section 72) report on the assessment to the Mayor, Provincial Treasury and National Treasury. Consider an adjustment budget if necessary	MFMA 72	Annually		25-Jan	outstanding
Annual Report		MFMA 127(2) MFMA 127(5)	Annually	 Director MM	31-Jan	✓ ✓
Oversight Report	Oversight report (councils comments on annual report made public within seven days of adoption).	MFMA 129(3)	Annually		07-Feb	