THABAZIMBI LOCAL MUNICIPALITY

LIM361

SECTION 71 DECEMBER 2025 REPORT

31 December 2025

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Quality Certificate

I, **GC LETSOALO** , the Municipal Manager of Thabazimbi Local Municipality, hereby certify that the monthly report for the period ending 31 December 2025 has been prepared in accordance with section 71 of the municipal finance management act, 52 of 2003 (hereinafter referred as MFMA) and regulations made under the act and accordingly submit the required monthly statements on the state of Thabazimbi Local Municipality's Budget reflecting the particulars up until the end of 31 December 2025.

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Name: Mr GC Letsoalo CA (SA)

Municipal manager of Thabazimbi Local Municipality – LIM361

Date: 13/01/2026

Contents

PART 1: THE MONTHLY REPORT

Executive Summary

1. Recommendation

It is recommended that the Accounting Officer -

1.1. takes note of the monthly budget statements as reported and the supporting documents for the period ending 30 September 2025.

2. Legislative Background

The purpose of this report is to adhere to the requirements of the legislation and regulations as quoted below.

2.1.1. Monthly budget statements - MFMA Section 71 states that:

(1) The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

(a) Actual revenue, per revenue source;

(b) actual borrowings.

(c) actual expenditure, per vote.

(d) actual capital expenditure, per vote.

(e) the amount of any allocations received.

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

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

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

(g) when necessary, an explanation of—

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

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

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

(2) The statement must include —

(a) a projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and (b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87(10).

(3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

(4) The statement to the provincial treasury must be in the format of a signed document and in electronic format.

(5) The accounting officer of a municipality which has received an allocation referred to in subsection (1) (e) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1) (e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.

(6) The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the municipalities' budgets, per municipality and per municipal entity.

2.1.2. Section 52 (d) of the MFMA states:

"The mayor of a municipality must, within 30 days of the end of each quarter, submit a report to council on the implementation of the budget and the financial state of affairs of the municipality".

2.1.3. Regulation 28 of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations published in Government Gazette No. 32141 on 17 April 2009 (MBRR) states:

"The In-Year Report of a municipality must be in the format specified as per Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Municipal Finance Management Act".

3. In Year Budget Statement Tables: September 2025 Report (Annexure A)

3.1.1. The financial results for the month ended 31st December 2025 are attached and consist of the prescribed tables in terms of Government Gazette 32141 of 17 April 2009 as indicated in Annexures A.

3.1.2. Table C1- of the said annexure provides a high-level summation of the operating and capital budgets, currents to date, financial position and cash flow.

3.1.3. Table C2 - of the said annexure is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

3.1.4. Table C3 - of the said annexure - shows budgeted financial performance in relation to the revenue and expenditure as well as the operating surplus or deficit.

3.1.5. Table C4 - of the said annexure is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

3.1.6. Table C5 - of the said annexure - reflects the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from national and provincial departments.

3.1.7. Table C6 - of the said annexure reflects the performance to date in relation to the financial position of the municipality.

3.1.8. Table C7- of the said annexure indicates the cash flow position and cash/cash equivalents.

This summary is based on financial information available at the time of preparation and is unaudited. The table above only shows summarised data; details are depicted on the Tables 1 – 7 as well as supporting tables that follow.

Table 1: MBRR C1 Monthly Budget Statement Summary

Choose name from list - Table C1 Monthly Budget Statement Summary - M06 - December									
	2024/25	Budget Year 2025/26							
Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	152,426	134,125	–	12,665	62,732	67,063	(4,331)	-6%	134,125
Service charges	185,038	258,918	–	14,655	91,807	129,459	(37,652)	-29%	258,918
Investment revenue	975	–	–	247	1,409	–	1,409	#DIV/0!	–
Transfers and subsidies - Operational	157,567	160,105	–	–	104,711	80,053	24,658	31%	160,105
Other own revenue	72,763	64,909	–	7,046	37,156	32,454	4,701	14%	64,909
Total Revenue (excluding capital transfers and contributions)	**568,768**	**618,057**	–	**34,613**	**297,815**	**309,028**	**(11,213)**	**-4%**	**618,057**
Employee costs	166,959	182,640	–	14,003	79,652	91,320	(11,668)	-13%	182,640
Remuneration of Councillors	10,236	12,658	–	899	5,362	6,329	(967)	-15%	12,658
Depreciation and amortisation	33,494	44,420	–	–	–	22,210	(22,210)	-100%	44,420
Interest	20,289	21,529	–	41	538	10,764	(10,227)	-95%	21,529
Inventory consumed and bulk purchases	159,902	193,136	–	1,016	72,073	96,568	(24,496)	-25%	193,136
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	213,509	147,021	–	16,811	76,662	73,511	3,152	4%	147,021
Total Expenditure	**604,388**	**601,405**	–	**32,772**	**234,286**	**300,703**	**(66,416)**	**-22%**	**601,405**
Surplus/(Deficit)	**(35,620)**	**16,652**	–	**1,841**	**63,528**	**8,326**	**55,203**	**663%**	**16,652**
Transfers and subsidies - capital (monetary allocations)	28,778	111,465	–	–	–	55,733	(55,733)	-100%	111,465
Transfers and subsidies - capital (in-kind)	38,077	47,000	–	–	–	23,500	(23,500)	-100%	47,000
Surplus/(Deficit) after capital transfers &	**31,235**	**175,117**	–	**1,841**	**63,528**	**87,558**	**(24,030)**	**-27%**	**175,117**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**31,235**	**175,117**	–	**1,841**	**63,528**	**87,558**	**(24,030)**	**-27%**	**175,117**
Capital expenditure & funds sources									
Capital expenditure	**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**
Capital transfers recognised	40,193	109,480	–	9,217	30,890	54,740	(23,850)	-44%	109,480
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	–	–	–	–	–	–		–
Total sources of capital funds	**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**
Financial position									
Total current assets	762,581	636,883	–		824,231				636,883
Total non current assets	823,118	971,134	–		854,008				971,134
Total current liabilities	682,809	970,534	–		703,044				970,534
Total non current liabilities	319,456	61,547	–		319,387				61,547
Community wealth/Equity	**633,889**	**575,937**	–		**654,507**				**575,937**
Cash flows									
Net cash from (used) operating	106,818	71,935	114,993	(37,710)	83,842	35,968	(47,875)	-133%	71,935
Net cash from (used) investing	14,664	(109,480)	(109,480)	(9,739)	(34,161)	(54,740)	(20,579)	38%	(109,480)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**132,811**	**156,415**	**199,473**	–	**85,268**	**175,188**	**89,920**	**51%**	**(1,958)**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	28,630	28,228	25,357	22,413	21,879	21,247	23,859	906,843	1,078,456
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

Table 1: Monthly Budget Statement Summary – M06 December 2025

For the period ending 31 December 2025, the Municipality achieved total operating revenue (excluding capital transfers) of R297.815 million against a year-to-date (YTD) budget of R309.028 million, resulting in an under-performance of R11.213 million (–3.63%).

Total operating expenditure amounted to R234.286 million compared to a YTD budget of R300.703 million, reflecting underspending of R66.416 million (–22.09%).

As a result, the Municipality recorded an operating surplus of R63.528 million against a budgeted surplus of R8.326 million, which is favourable by R55.203 million (663.03%). This favourable variance is mainly due to expenditure under-performance, while revenue collection challenges remain evident particularly within service charges.

When including capital transfers and contributions, the surplus after capital transfers is R63.528 million, compared to a YTD budget of R87.558 million, resulting in an unfavourable variance of R24.030 million (–27.44%) driven mainly by non-recognition of capital grant revenue by mid-year.

Based on December 2025 results, the following should be emphasised in Section 71 reporting:

- Service charge revenue underperformance (–29.08%) requires billing and collection stabilisation.
- Depreciation not processed (–100%) creates high GRAP compliance risk and misstatement risk.
- Finance charges materially understated (–95.01%) requires reconciliation with loan and creditor schedules.
- Capital spending delays (–43.57%) increased risk of poor service delivery and grant underperformance.
- Cash closing balance below budget (–43.79%) combined with poor December collection rate (42.03%) signals liquidity pressure and going concern risk if not corrected.
- Non-current liabilities variance (418.93%) requires urgent reclassification review and system/budget mapping correction.

Key Risks and Management Actions

- **Revenue Risk**: Service charges (electricity and water) remain below expected levels. Management is strengthening billing accuracy, credit control, and debt collection processes.
- **Expenditure Risk**: Contracted services expenditure is significantly front-loaded. Management will implement stricter contract management and spending controls.

- **Cash Flow Dependency**: High interest on receivables indicates elevated debtor levels, which may impact long-term cash sustainability.

Monthly Budget Statement Tables

The table below shows Monthly financial performance, by revenue source and expenditure item, for the period ended 31 December 2025.

LIM361 Thabazimbi – Table C2 Monthly Budget Statement – Financial Performance (functional classification) – M05 – December 2025

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 - December										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Revenue - Functional										
Governance and administration		**383,910**	**401,969**	–	**19,932**	**205,692**	**200,984**	4,708	2%	**401,969**
Executive and council		156,615	159,871	–	–	104,711	79,935	24,776	31%	159,871
Finance and administration		227,295	242,098	–	19,932	100,981	121,049	(20,068)	-17%	242,098
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**429**	**5,906**	–	**21**	**168**	**2,953**	(2,785)	-94%	**5,906**
Community and social services		429	361	–	21	168	180	(13)	-7%	361
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	5,545	–	–	–	2,773	(2,773)	-100%	5,545
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**28,285**	**41,276**	–	**5**	**195**	**20,638**	(20,443)	-99%	**41,276**
Planning and development		526	1,575	–	5	192	788	(595)	-76%	1,575
Road transport		27,759	39,701	–	–	3	19,851	(19,848)	-100%	39,701
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**222,999**	**327,371**	–	**14,655**	**91,760**	**163,685**	**(71,926)**	-44%	**327,371**
Energy sources		91,111	165,635	–	8,119	49,254	82,818	(33,564)	-41%	165,635
Water management		46,643	59,888	–	2,257	17,532	29,944	(12,412)	-41%	59,888
Waste water management		31,220	33,278	–	2,540	15,344	16,639	(1,296)	-8%	33,278
Waste management		54,025	68,570	–	1,739	9,631	34,285	(24,654)	-72%	68,570
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**635,623**	**776,522**	–	**34,613**	**297,815**	**388,261**	**(90,446)**	**-23%**	**776,522**
Expenditure - Functional										
Governance and administration		**296,688**	**235,794**	–	**24,457**	**120,321**	**117,897**	2,424	2%	**235,794**
Executive and council		30,259	26,508	–	2,526	18,474	13,254	5,220	39%	26,508
Finance and administration		263,444	204,881	–	21,745	100,270	102,441	(2,170)	-2%	204,881
Internal audit		2,986	4,405	–	186	1,576	2,203	(626)	-28%	4,405
Community and public safety		**19,264**	**20,181**	–	**1,188**	**5,457**	**10,091**	(4,634)	-46%	**20,181**
Community and social services		13,242	14,011	–	472	2,189	7,006	(4,817)	-69%	14,011
Sport and recreation		6,592	5,164	–	717	3,268	2,582	686	27%	5,164
Public safety		(569)	1,006	–	–	–	503	(503)	-100%	1,006
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46,310**	**49,844**	–	**2,447**	**14,580**	**24,922**	(10,342)	-41%	**49,844**
Planning and development		8,340	16,519	–	658	4,186	8,259	(4,073)	-49%	16,519
Road transport		37,970	33,326	–	1,789	10,393	16,663	(6,269)	-38%	33,326
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**242,070**	**295,425**	–	**4,679**	**93,929**	**147,713**	**(53,783)**	-36%	**295,425**
Energy sources		123,986	170,010	–	983	57,317	85,005	(27,689)	-33%	170,010
Water management		77,116	87,040	–	1,410	23,056	43,520	(20,464)	-47%	87,040
Waste water management		32,304	26,751	–	1,540	9,434	13,376	(3,942)	-29%	26,751
Waste management		8,663	11,624	–	747	4,123	5,812	(1,689)	-29%	11,624
Other		**56**	**160**	–	–	–	**80**	**(80)**	**-100%**	**160**
Total Expenditure - Functional	3	**604,388**	**601,405**	–	**32,772**	**234,286**	**300,703**	**(66,416)**	**-22%**	**601,405**
Surplus/ (Deficit) for the year		**31,235**	**175,117**	–	**1,841**	**63,528**	**87,558**	**(24,030)**	**-27%**	**175,117**
References										
1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes										

Table 2: MBRR C2 Monthly Budget Statement - Financial Performance (revenue and expenditure)

Total functional revenue for the year-to-date (YTD) amounted to R297.815 million against a YTD budget of R388.261 million, resulting in an unfavourable variance of R90.446 million (–23.30%). The underperformance is driven mainly by Trading Services revenue, notably Energy sources, Water management and Waste management, which remain significantly below the YTD budget.

Total functional expenditure for the YTD amounted to R234.286 million compared to a YTD budget of R300.703 million, resulting in underspending of R66.416 million (–22.09%). The most notable underspending is recorded in Trading Services (Energy, Water, Wastewater and Waste) and Economic & Environmental Services / Road Transport / Community services, suggesting either delayed implementation, slower procurement, timing of invoices, or deferral of planned work programmes.

The Municipality recorded a YTD surplus of R63.528 million compared to a budgeted YTD surplus of R87.558 million, which is unfavourable by R24.030 million (–27.44%). Although operating expenditure underspending is supporting the surplus position, the revenue underperformance—particularly within trading services—remains a key risk to sustainability and cash flows.

Key Risks and Management Interventions

- Material revenue underperformance (–23.30%) is concentrated in Trading Services, especially Waste management (–71.91%), Water (–41.45%) and Energy (–40.53%). Management must prioritise billing completeness, meter reading stability, revenue protection and credit control enforcement.
- Expenditure underspending (–22.09%), while improving the in-year surplus, indicates delayed implementation and possible invoice processing delays—particularly within Trading Services and Economic & Environmental Services.
- Executive and Council expenditure overspend (39.38%) and Sport & Recreation overspend (26.55%) require cost driver analysis and corrective action to avoid further budget pressure.
- Extremely low revenue in Economic & Environmental Services and Road Transport suggests either budget credibility issues or functional classification/mapping errors and should be investigated as part of mSCOA and budget monitoring processes.
- The Municipality must implement a mid-year recovery plan focusing on
    - (i) service charge revenue enhancement,
    - (ii) accelerated operational programme execution, and
    - (iii) improved posting, classification and reconciliation controls to ensure credible reporting.

LIM361 Thabazimbi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M06 December 2025

Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 -

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands									%	
Revenue by Vote	1									
Vote 1 - Executive & Council		156,615	158,651	–	–	104,711	79,326	25,385	32.0%	158,651
Vote 2 - Municipal Manager		–	1,220	–	–	–	610	(610)	-100.0%	1,220
Vote 3 - Budget and Treasury		227,593	240,293	–	19,873	101,029	120,147	(19,117)	-15.9%	240,293
Vote 4 - Corporate Services		(4,408)	854	–	44	263	427	(164)	-38.5%	854
Vote 5 - Planning and Development		526	1,575	–	5	192	788	(595)	-75.6%	1,575
Vote 6 - Community Services		58,564	75,427	–	1,775	9,491	37,713	(28,223)	-74.8%	75,427
Vote 7 - Technical Services		196,733	298,502	–	12,916	82,129	149,251	(67,122)	-45.0%	298,502
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**635,623**	**776,522**	–	**34,613**	**297,815**	**388,261**	**(90,446)**	**-23.3%**	**776,522**
Expenditure by Vote	1									
Vote 1 - Executive & Council		15,706	14,079	–	1,043	6,399	7,040	(640)	-9.1%	14,079
Vote 2 - Municipal Manager		16,170	13,647	–	1,611	12,842	6,823	6,019	88.2%	13,647
Vote 3 - Budget and Treasury		176,049	134,543	–	10,635	53,545	67,271	(13,727)	-20.4%	134,543
Vote 4 - Corporate Services		73,674	65,613	–	9,795	40,534	32,806	7,727	23.6%	65,613
Vote 5 - Planning and Development		6,836	13,428	–	530	3,434	6,714	(3,281)	-48.9%	13,428
Vote 6 - Community Services		44,619	44,968	–	3,435	17,408	22,484	(5,076)	-22.6%	44,968
Vote 7 - Technical Services		271,335	315,127	–	5,722	100,125	157,564	(57,438)	-36.5%	315,127
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**604,388**	**601,405**	–	**32,772**	**234,286**	**300,703**	**(66,416)**	**-22.1%**	**601,405**
Surplus/ (Deficit) for the year	2	**31,235**	**175,117**	–	**1,841**	**63,528**	**87,558**	**(24,030)**	**-27.4%**	**175,117**

Table 3: MBRR C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

LIM361 Thabazimbi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M06 December 2025

Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - December										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		91,111	145,635	–	8,119	49,254	72,818	(23,564)	-32%	145,635
Service charges - Water		46,758	59,889	–	2,257	17,579	29,944	(12,365)	-41%	59,889
Service charges - Waste Water Management		31,220	33,278	–	2,540	15,344	16,639	(1,296)	-8%	33,278
Service charges - Waste management		15,948	20,116	–	1,739	9,631	10,058	(427)	-4%	20,116
Sale of Goods and Rendering of Services		703	1,861	–	23	415	930	(516)	-55%	1,861
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		47,309	54,370	–	6,961	36,685	27,185	9,500	35%	54,370
Interest from Current and Non Current Assets		975	–	–	247	1,409	–	1,409	#DIV/0!	–
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		527	675	–	44	276	337	(61)	-18%	675
Licence and permits		–	–	–	–	–	–	–		–
Special Rating Levies		–	–	–	–	–	–	–		–
Operational Revenue		1,772	1,507	–	3	90	753	(663)	-88%	1,507
Non-Exchange Revenue								–		
Property rates		152,426	134,125	–	12,665	62,732	67,063	(4,331)	-6%	134,125
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		758	914	–	12	(380)	457	(837)	-183%	914
Licence and permits		3,352	5,583	–	4	70	2,791	(2,722)	-98%	5,583
Transfers and subsidies - Operational		157,567	160,105	–	–	104,711	80,053	24,658	31%	160,105
Interest		22,799	–	–	–	–	–	–		–
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		(6,423)	–	–	–	–	–	–		–
Other Gains		1,966	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		**568,768**	**618,057**	–	**34,613**	**297,815**	**309,028**	**(11,213)**	**-4%**	**618,057**
Expenditure By Type										
Employee related costs		166,959	182,640	–	14,003	79,652	91,320	(11,668)	-13%	182,640
Remuneration of councillors		10,236	12,658	–	899	5,362	6,329	(967)	-15%	12,658
Bulk purchases - electricity		95,820	132,203	–	305	52,595	66,101	(13,506)	-20%	132,203
Inventory consumed		64,082	60,933	–	712	19,477	30,467	(10,989)	-36%	60,933
Debt impairment		121,576	31,271	–	–	–	15,636	(15,636)	-100%	31,271
Depreciation and amortisation		33,494	44,420	–	–	–	22,210	(22,210)	-100%	44,420
Interest		20,289	21,529	–	41	538	10,764	(10,227)	-95%	21,529
Contracted services		66,309	68,330	–	13,520	62,026	34,165	27,861	82%	68,330
Transfers and subsidies		–	–	–	–	–	–	–		–
Irrecoverable debts written off		–	5,000	–	–	–	2,500	(2,500)	-100%	5,000
Operational costs		25,625	42,420	–	3,291	14,637	21,210	(6,573)	-31%	42,420
Losses on Disposal of Assets		–	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–
Total Expenditure		**604,388**	**601,405**	–	**32,772**	**234,286**	**300,703**	**(66,416)**	**-22%**	**601,405**
Surplus/(Deficit)		**(35,620)**	**16,652**	–	**1,841**	**63,528**	**8,326**	**55,203**	**663%**	**16,652**
Transfers and subsidies - capital (monetary allocations)		28,778	111,465	–	–	–	55,733	(55,733)	-100%	111,465

Table 4: MBRR C4 Monthly Budget Statement - Financial Performance (standard classification)

Operating Revenue December Analysis

Exchange Revenue

Service Charges

1. Service charges revenue is the largest under-performing revenue stream, with YTD actual of R91.807 million against a YTD budget of R129.459 million, resulting in a shortfall of R37.652 million (–29.08%). December actual service charges amounted to R14.655 million, lower than November's R16.464 million, indicating inconsistent billing and/or collections. The underperformance in service charges is a key concern for cash sustainability and points to possible drivers such as:
    - billing inaccuracies and meter reading challenges,
    - Prepaid service vendor (Homegrown) not transferring electricity sales revenue to the municipality
    - increased debtor non-payment and affordability constraints,
    - delays in raising consumer accounts timeously,
    - gaps in credit control enforcement, and
    - system and revenue management process weaknesses.
    - This variance requires management intervention through improved billing completeness, targeted debtor follow-up, and enforcement of credit control measures aligned to Council policies.

2. **Investment Revenue**

   Investment revenue YTD amounted to R1.409 million against a budget of R0. December actual was R0.247 million. This favourable variance suggests that surplus cash was invested during the period, contributing positively to revenue. However, the Municipality must ensure investments are aligned to approved cash and investment policies, and that interest earnings are properly monitored against liquidity needs.

3. **Other Own Revenue**

   Other own revenue achieved YTD actual of R37.156 million against a YTD budget of R32.454 million, which is above target by R4.701 million (14.49%).

   December actual was R7.046 million, which is consistent with previous months and demonstrates stability in this revenue line item. Management should continue monitoring the sustainability of these revenue sources and ensure proper classification and billing.

Non-Exchange Revenue

4. **Property Rates**

Property rates revenue collected YTD amounted to R62.732 million compared to the YTD budget of R67.063 million, which is below target by R4.331 million (–6.46%). December actual property rates revenue amounted to R12.665 million, showing improved monthly performance compared to earlier months, however collection remains below the planned trajectory for mid-year. The Municipality must continue strengthening credit control, indigent management verification and follow-up on arrears to ensure the annual target of R134.125 million is achieved.

5. **Transfers and Subsidies – Operational**

Operational grants recognized YTD are R104.711 million compared to a YTD budget of R80.053 million, resulting in an over-performance of R24.658 million (30.80%). December actual is recorded as R0, while November reflected R51.884 million, suggesting grant recognition occurred as lump-sum postings rather than spread evenly across months. While this performance is positive, the Municipality must ensure that:

- grant revenue is recognized in line with grant conditions, and
- grant spending is aligned to the approved schedule to avoid underspending risks at year-end.

Operating Expenditure Analysis

1. **Employee Related Costs**

Employee costs YTD totalled R79.652 million compared to a YTD budget of R91.320 million, resulting in underspending of R11.668 million (–12.78%).
December actual is R14.003 million, slightly higher than prior months, possibly reflecting overtime, acting allowances or seasonal adjustments.
The underspending may indicate:

- vacant positions,
- delays in filling critical posts, or
- payroll processing timing differences.

Management must ensure that critical vacancies are filled to maintain service delivery, and that the compensation budget remains aligned to the approved organogram and funded positions.

2. Remuneration of Councillors

Councillor remuneration YTD is R5.362 million against a YTD budget of R6.329 million, with underspending of R0.967 million (–15.29%). This variance could be due to timing of payments or changes in councillor benefits/payroll processing. This should be investigated and corrected where required to avoid year-end pressures.

3. Depreciation and Amortisation

Depreciation is recorded as R0 YTD against a YTD budget of R22.210 million, resulting in 100% underspending (–R22.210 million). This is a significant budgeting and reporting concern, as depreciation is a non-cash expenditure item that should be processed monthly in accordance with GRAP and municipal accounting standards. Management must ensure depreciation is processed by mid-year to avoid material misstatements and compliance risks in the annual financial statements.

4. Finance Charges

Finance charges YTD are R0.538 million compared to a YTD budget of R10.764 million, reflecting underspending of R10.227 million (–95.01%).

December actual is only R0.041 million. Finance charges should be reconciled against creditor interest obligations to confirm completeness and accuracy.

5. **Inventory Consumed and Bulk Purchases**
   Inventory and bulk purchases YTD are R72.073 million against a YTD budget of R96.568 million, resulting in underspending of R24.496 million (–25.37%).
   December actual is R1.016 million, which is materially lower than earlier months such as August (R18.163 million).

6. **Other Expenditure**
   Other expenditure YTD totals R76.662 million compared to a YTD budget of R73.511 million, resulting in overspending of R3.152 million (4.29%).
   December actual is R16.811 million, reflecting increased activity compared to previous months. This line item should be analysed further at detail level to identify major cost drivers, ensure SCM compliance, and prevent UIFW expenditure risk.

7. **Total Expenditure**
   Total operating expenditure YTD is R234.286 million versus a YTD budget of R300.703 million, resulting in significant underspending of R66.416 million (–22.09%).
   While underspending improves the operating surplus, it may also indicate:
   delays in procurement implementation, postponed service delivery activities, and/or accounting processing backlogs (e.g., depreciation, finance charges).
   Management must ensure that underspending does not translate into service delivery failure and that spending is aligned with the IDP and SDBIP targets.

Financial position

7.1.1. **Liquidity** –the municipality is currently not financially liquid meaning it cannot pay its creditors with the prescribed period of 30 days. Further note that although the municipality is not in compliance with the section 65 of the

MFMA, the municipality has introduced various mechanisms of funding its working capital. The municipality does not meet the minimum threshold of liquidity ratio which is 2:1 as the current situation 1:1

7.1.2. **Going concern** – the municipality acknowledges that there's a challenge of going concern. This is a historical issue when the municipality was once put under administration and multiple creditor's outstanding balance were not paid, this then resulted into having a significant credit book. On the other hand, debtors were and still not paying their dues within the prescribed period

LIM361 Thabazimbi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) – M06 December 2025

Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 - December

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Multi-Year expenditure appropriation	2									
Vote 1 - Executive & Council		–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 3 - Budget and Treasury		–	–	–	–	–	–	–		–
Vote 4 - Corporate Services		–	–	–	–	–	–	–		–
Vote 5 - Planning and Development		–	–	–	–	–	–	–		–
Vote 6 - Community Services		–	–	–	–	–	–	–		–
Vote 7 - Technical Services		3,062	16,000	–	–	–	8,000	(8,000)	-100%	16,000
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**3,062**	**16,000**	–	–	–	**8,000**	**(8,000)**	**-100%**	**16,000**
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 3 - Budget and Treasury		–	–	–	–	–	–	–		–
Vote 4 - Corporate Services		–	–	–	–	–	–	–		–
Vote 5 - Planning and Development		–	–	–	–	–	–	–		–
Vote 6 - Community Services		20,387	–	–	–	–	–	–		–
Vote 7 - Technical Services		16,743	93,480	–	9,217	30,890	46,740	(15,850)	-34%	93,480
Vote 8 -		–	–	–	–	–	–	–		–
Vote 9 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	37,130	93,480	–	9,217	30,890	46,740	**(15,850)**	**-34%**	93,480
Total Capital Expenditure		**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**
Capital Expenditure - Functional Classification										
Governance and administration		–	–	–	–	–	–	–		–
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	–	–	–	–	–	–		–
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	–	–	–	–	–	–		–
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**11,836**	**41,716**	–	**2,893**	**18,387**	**20,858**	(2,471)	-12%	**41,716**
Planning and development		–	–	–	–	–	–	–		–
Road transport		11,836	41,716	–	2,893	18,387	20,858	(2,471)	-12%	41,716
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**7,970**	**67,764**	–	**6,323**	**12,503**	**33,882**	(21,379)	-63%	**67,764**
Energy sources		–	20,000	–	6,323	12,503	10,000	2,503	25%	20,000
Water management		3,062	47,764	–	–	–	23,882	(23,882)	-100%	47,764
Waste water management		4,907	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other		20,387	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**
Funded by:										
National Government		40,193	109,480	–	9,217	30,890	54,740	(23,850)	-44%	109,480
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		–	–	–	–	–	–	–		–
Transfers recognised - capital		**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		–	–	–	–	–	–	–		–
Total Capital Funding		**40,193**	**109,480**	–	**9,217**	**30,890**	**54,740**	**(23,850)**	**-44%**	**109,480**

Table 5: MBRR C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification, and funding).

For the period ending 31 December 2025, the Municipality spent R30.890 million on capital projects year-to-date (YTD) against a YTD budget of R54.740 million, resulting in underspending of R23.850 million (–43.57%). Capital implementation is therefore substantially behind the planned mid-year spending trajectory.

Capital expenditure is fully funded from National Government capital transfers, with no borrowing and no internally generated funding reflected in the statement. The low level of spending indicates that while funding is available in the budget, project execution and/or invoice certification and payment processing is lagging behind schedule.

Key Risks and Management Interventions

Given the capital underspending trends, Management should highlight the following actions:

- Accelerate Water Management projects by finalising procurement processes, awarding contracts, and implementing project readiness plans to address the 100% underspending by mid-year.
- Strengthening project management controls: improve project cashflow planning, milestone tracking, and contractor performance monitoring to ensure delivery in Q3 and Q4.
- Improve invoice certification and payment processing for capital projects to reduce timing delays between work completed and expenditure recorded.
- Review the capital SDBIP and re-phase budgets where projects are no longer deliverable within the remaining months, to maintain budget credibility and prevent large year-end rollovers.

LIM361 Thabazimbi - Table C6 Monthly Budget Statement - Financial Position M06 December 2025

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M06 - December						
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		35,586	156,415	–	26,535	156,415
Trade and other receivables from exchange transactions		343,659	169,993	–	383,491	169,993
Receivables from non-exchange transactions		129,916	60,818	–	151,811	60,818
Current portion of non-current receivables		–	–	–	–	–
Inventory		4,004	11,047	–	6,711	11,047
VAT		249,416	238,610	–	255,683	238,610
Other current assets		0	–	–	0	–
Total current assets		**762,581**	**636,883**	–	**824,231**	**636,883**
Non current assets						
Investments		–	–	–	–	–
Investment property		0	–	–	0	–
Property, plant and equipment		822,291	970,299	–	853,181	970,299
Biological assets		827	836	–	827	836
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		0	–	–	0	–
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**823,118**	**971,134**	–	**854,008**	**971,134**
TOTAL ASSETS		**1,585,699**	**1,608,017**	–	**1,678,239**	**1,608,017**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		0	–	–	0	–
Consumer deposits		5,237	4,796	–	5,353	4,796
Trade and other payables from exchange transactions		525,141	817,044	–	534,658	817,044
Trade and other payables from non-exchange transactions		(0)	2,851	–	20,737	2,851
Provision		20,486	2,545	–	20,486	2,545
VAT		131,945	143,298	–	121,810	143,298
Other current liabilities		–	–	–	–	–
Total current liabilities		**682,809**	**970,534**	–	**703,044**	**970,534**
Non current liabilities						
Financial liabilities		594	–	–	525	–
Provision		71,695	61,547	–	71,695	61,547
Long term portion of trade payables		201,900	–	–	201,900	–
Other non-current liabilities		45,267	–	–	45,267	–
Total non current liabilities		**319,456**	**61,547**	–	**319,387**	**61,547**
TOTAL LIABILITIES		**1,002,265**	**1,032,081**	–	**1,022,431**	**1,032,081**
NET ASSETS	2	**583,434**	**575,937**	–	**655,808**	**575,937**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		633,889	575,937	–	647,002	575,937
Reserves and funds		–	–	–	7,505	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**633,889**	**575,937**	–	**654,507**	**575,937**

Table 6: MBRR C6 Financial Position as at 31 December 2025

Total current assets reflect YTD actual of R558.098 million compared to YTD budget of R593.519 million, under by R35.421 million (–5.97%). This reduction may relate to weaker cash balances, lower receivables, or timing of grant receipts and billing.

Non-current assets are R836.421 million compared to a budget of R915.105 million, under by R78.684 million (–8.60%). Current liabilities are R698.578 million against a budget of R958.698 million, favourable by R260.120 million (–27.13%).

Non-current liabilities are significantly higher than budget at R319.387 million versus R61.547 million, a variance of R257.840 million (418.93%).

This is a major anomaly requiring urgent investigation and may be due to:

- misclassification of current liabilities to non-current,
- incorrect posting of long-term provisions,
- system mapping issues, or
- adjustments not aligned to budget reporting structures.

Key Risks and Management Actions

Key Risks

- **Liquidity Risk**: Cash balances remain below budget, requiring close monitoring.
- **Receivables Risk**: Growth in receivables from both exchange and non-exchange transactions may impact cash flow.
- **Classification Risk**: Significant variances in non-current liabilities require further validation.

Management Actions

- Intensification of **credit control and debt collection measures**,
- Monthly reconciliation and ageing of receivables and payables,
- Review of long-term liabilities and provisions during the **mid-year review (Section 72)**,
- Alignment of capital project implementation with asset capitalisation.

LIM361 Thabazimbi - Table C7 Monthly Budget Statement - Cash Flow – M06 December 20

Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - M06 - December

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		78,989	120,694	120,694	5,868	53,109	60,347	(7,238)	-12%	120,694
Service charges		118,410	206,666	206,666	8,643	77,928	103,333	(25,405)	-25%	206,666
Other revenue		22,495	40,957	40,957	(414)	35,801	20,478	15,323	75%	40,957
Transfers and Subsidies - Operational		143,811	160,108	160,108	1,138	116,745	80,054	36,691	46%	160,108
Transfers and Subsidies - Capital		–	111,465	111,465	–	–	55,732	(55,732)	-100%	111,465
Interest		–	–	–	–	–	–	–		–
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(256,887)	(546,425)	(546,425)	(52,945)	(199,739)	(273,213)	73,473	-27%	(546,425)
Interest		–	(21,529)	21,529	–	–	(10,764)	10,764	-100%	(21,529)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**106,818**	**71,935**	**114,993**	**(37,710)**	**83,842**	**35,968**	**(47,875)**	**-133%**	**71,935**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		14,664	(109,480)	(109,480)	(9,739)	(34,161)	(54,740)	20,579	-38%	(109,480)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**14,664**	**(109,480)**	**(109,480)**	**(9,739)**	**(34,161)**	**(54,740)**	**(20,579)**	**38%**	**(109,480)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		**121,481**	**(37,545)**	**5,513**	**(47,449)**	**49,682**	**(18,772)**			**(37,545)**
Cash/cash equivalents at beginning:		11,329	193,960	193,960		35,586	193,960			35,586
Cash/cash equivalents at month/year end:		132,811	156,415	199,473		85,268	175,188			(1,958)

Table 7: MBRR C7 Monthly Budget Statement – Cash

Cash Flow Narrative – December 2025

Net cash from operating activities YTD is R87.437 million versus a budget of R35.968 million, which is favourable by R51.469 million (143.10%). However, December reflects a negative operating cash flow of (R37.710 million), indicating that cash inflows in December were insufficient to cover operating commitments.

Cash from investing activities YTD is (R34.161 million) compared to a budget of (R54.740 million), indicating slower spending on capital investment consistent with capital underspending. Cash and cash equivalents at the end of December is R98.479 million compared to the budgeted R175.188 million, which is below target by R76.709 million (–43.79%).

Although operating cash flows are favourable YTD, the lower cash closing position indicates liquidity pressure and collection risks, requiring urgent revenue enhancement interventions.

Key Risks and Management Actions

Key Risks

- **Liquidity Risk**: Cash balances remain below budget despite strong operating cash inflows.
- **Revenue Collection Risk**: Continued under-collection of service charges may negatively impact cash sustainability.
- **Capital Grant Risk**: Delayed capital grant receipts linked to slow project implementation.

Management Actions

- Intensification of **credit control and debt collection measures**,
- Improved alignment between **grant drawdowns and project implementation**,
- Monthly cash flow monitoring and forecasting,
- Strengthening revenue management and billing accuracy.

PART 2 – SUPPORTING DOCUMENTATION

Performance Indicators

LIM361 Thabazimbi - Supporting Table SC2 Monthly Budget Statement - performance indicators – M06 December 2025

Choose name from list - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 - December

Description of financial indicator	Basis of calculation	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		3.4%	11.0%	0.0%	0.2%	5.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		90.1%	142.4%	0.0%	91.9%	142.4%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	111.7%	65.6%	0.0%	117.2%	65.6%
Liquidity Ratio	Monetary Assets/Current Liabilities		5.2%	16.1%	0.0%	3.8%	16.1%
Revenue Management							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		83.3%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors >		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		29.4%	29.6%	0.0%	26.7%	29.6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		1.1%	3.0%	0.0%	1.7%	3.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		9.5%	10.7%	0.0%	0.2%	5.5%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational						
References							
1. Consumer debtors > 12 months old are excluded from current assets.							
2. Material variances to be explained.							
Calculations							
Financial liabilities			594			525	
Total Assets			1,585,699	1,608,017		1,678,239	1,608,017
Employee related costs			166,959	182,640		79,652	182,640
Repairs & Maintenance			6,037	18,580		5,164	18,580
Interest (finance charges)			20,289	21,529		538	21,529
Principal paid							
Depreciation			33,494	44,420			12,658
Operating expenditure			604,388	601,405		234,286	601,405
Total Capital Expenditure			40,193	109,480		9,217	30,890
Borrowed funding for capital							
Debt			571,002	819,895		601,187	819,895
Equity			633,889	575,937		654,507	575,937
Reserves and funds							
Borrowing			594			525	
Current assets			762,581	636,883		824,231	636,883
Current liabilities			682,809	970,534		703,044	970,534
Monetary assets			35,586	156,415		26,535	156,415
Total Revenue (excluding capital transfers and contributions)			568,768	618,057		297,815	618,057
Transfers and subsidies - Operational			157,567				
Transfers and subsidies - capital (monetary allocations)			28,778	111,465			111,465
Debt service payments							(21,529)
Outstanding debtors (receivables)			473,575				
Annual services revenue			337,464	393,043		27,320	154,539
Cash + investments	Including LT investments		35,586	156,415		26,535	156,415
Fixed operational expend. (monthly)							
Longstanding debtors outstanding							
Longstanding debtors recovered							
Attorney collections							

Table 8: MBRR SC2 Monthly Budget Statement - performance indicators

Water and electricity losses are captured manually. Reports from Technical Services need to be captured on the system. This process will form a part of the MSCOA roadmap timelines to ensure accurate reporting.

Debtors Age Analysis

LIM361 Thabazimbi - Supporting Table SC3 Monthly Budget Statement - aged debtors – M06 December 2025

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 - December													
Description		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													
Trade and Other Receivables from Exchange Transactions - Water	1200	2,319	2,922	2,299	1,463	1,787	2,345	2,048	175,940	191,123	183,582	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	4,535	4,763	3,107	2,469	2,977	1,927	1,827	36,299	57,905	45,500	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	10,731	9,471	9,377	8,609	7,764	7,739	10,954	182,222	246,865	217,287	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	2,472	2,450	2,329	1,984	1,968	1,997	1,875	130,281	145,356	138,104	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,589	1,519	1,448	1,281	913	881	827	78,258	86,717	82,161	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	345	345	345	–	–
Interest on Arrear Debtor Accounts	1810	6,982	6,931	6,779	6,565	6,435	6,309	6,188	272,395	318,584	297,891	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	1	171	18	42	36	49	140	31,103	31,561	31,371	–	–
Total By Income Source	**2000**	**28,630**	**28,228**	**25,357**	**22,413**	**21,879**	**21,247**	**23,859**	**906,843**	**1,078,456**	**996,241**	–	–
2024/25 - totals only		–	–	–	–	–	–	–	–	–	–	–	–
Debtors Age Analysis By Customer Group													
Organs of State	2200	1,869	1,736	1,650	1,239	1,218	1,808	1,127	39,471	50,119	44,864	–	–
Commercial	2300	13,103	13,709	11,709	9,732	9,782	8,329	10,395	197,024	273,784	235,263	–	–
Households	2400	13,658	12,783	11,998	11,442	10,879	11,109	12,336	670,347	754,553	716,114	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**28,630**	**28,228**	**25,357**	**22,413**	**21,879**	**21,247**	**23,859**	**906,843**	**1,078,456**	**996,241**	–	–

Table 9: MBRRSC 3: Monthly Budget Statement - Debtor's age analysis

For the month ending 31 December 2025, the Municipality reported total outstanding consumer debtors of R1.078 billion, of which only R28.630 million (2.7%) relates to accounts in the 0–30 days category. The balance of debt is significantly aged, with R996.241 million (92.4%) falling into the over 90 days category. This indicates a high level of long-outstanding debt, creating material pressure on the Municipality's cash flow position, liquidity sustainability and the ability to fund operational service delivery requirements.

The December 2025 debtors age analysis reflects a highly unfavourable collection environment, with more than 92% of the total debt book older than 90 days. This debtor profile poses a significant risk to the Municipality's liquidity, cash-backed budget funding, and the ability to meet creditor obligations. Management corrective actions should prioritise revenue enhancement, credit control enforcement, billing accuracy, indigent register validation, and structured debt collection strategies (including repayment arrangements and legal recovery where applicable), with specific attention on households and long-outstanding property rates and service charges.

Management Interventions and Corrective Actions

In response to the ageing debtor profile, the Municipality is implementing the following actions:

- Intensification of **credit control and debt collection measures**, including disconnections where legally permissible.
- Review and enforcement of **payment arrangements**, particularly for high-value commercial consumers.
- Engagement with **Organs of State** to regularise outstanding balances.
- Ongoing review of **indigent registers** to ensure accurate targeting of relief.
- Application of **debt impairment policies** in accordance with GRAP and MFMA requirements.
- Strengthening of **billing accuracy and data quality** to prevent future accumulation of arrears.

Creditor Aged Analysis

LIM361 Thabazimbi - Supporting Table SC4 Monthly Budget Statement - aged creditors – M06 December 2025

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 - December											
Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	–	99	23,040	–	14,130	13,186	12	118,388	**168,856**	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	3,421	1,517	(1,108)	1,167	(6,052)	(3,852)	8,340	464,108	**467,540**	–
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**1000**	**3,421**	**1,615**	**21,932**	**1,167**	**8,078**	**9,335**	**8,353**	**582,495**	**636,396**	–

Table 10: MBRR SC4 Monthly Budget Statement – creditor aged analysis

For the month ending 31 December 2025, the Municipality reported total outstanding creditors of R636.396 million. The creditor profile is significantly aged, with only R3.421 million (0.5%) falling within the 0–30 days category and R1.615 million (0.3%) in the 31–60 days category. Most creditors, R609.427 million (95.8%), are older than 90 days, indicating a materially unfavourable payment position and heightened exposure to supplier disputes, interest charges, supply interruptions and liquidity distress.

The creditor age analysis as at December 2025 reflects material liquidity constraints, evidenced by 95.8% of total creditors being older than 90 days. The Municipality's payment cycle is significantly behind acceptable norms and presents a risk to operational continuity, supplier confidence, and long-term financial sustainability.

Investment Register

THABAZIMBI LOCAL MUNICIPALITY

SUMMARY OF THE SHORT-TERM INVESTMENT REGISTER FROM 01 December 2025- 31 December 2025

FINANCIAL INSTITUTION	ACCOUNT TYPE	ACCOUNT NUMBER	BALANCE AT 01-12-2025	INVESTMENT MADE	INTEREST EARNED	SUB - TOTAL	INVESTMENT WITHDRAW	BANK CHARGES	BALANCE AT 31-12-2025
SANLAM	UNIT TRUST	1136899	57,877.05			57,877.05		-	57,877.05
SANLAM	UNIT TRUST	1185152	95,057.19			95,057.19		-	95,057.19
ABSA	CALL ACCOUNT	93-0124-4384	11,204,562.77	55,000,000.00	100,364.15	66,304,926.92	- 53,400,000.00		12,904,926.92
ABSA	FIXED DEPOSIT	20-5764-9514	98,493.62			98,493.62		-	98,493.62
TOTAL			11,455,990.63	55,000,000.00	100,364.15	66,556,354.78	- 53,400,000.00	-	13,156,354.78

The investment register above is compiled manually using the bank statements received from the respective financial institutions. As at 31 December 2025, the closing balance on the investment register amounts to R13.1 million. During the month of December, a total interest amount of R100 thousand was earned on investment account number 93-0124-4384.

Sanlam Unit Trust Accounts

Sanlam Unit Trust statements are normally received on a **quarterly basis**. However, for the current month, the municipality **did not receive the statement**. As a result, investment information for this period could not be updated, and the latest available figures remain those from the previous quarter. Follow-up action will be taken with Sanlam to obtain the outstanding statement to ensure accurate and complete reporting in the next cycle.

Transfer and Grant Expenditure

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 - December										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		155,455	160,105	–	–	105,365	80,053	25,312	31.6%	160,105
Expanded Public Works Programme Integrated Grant		952	1,454	–	–	654	727	(73)	-10.0%	1,454
Local Government Financial Management Grant	3	888	3,000	–	–	–	1,500	(1,500)	-100.0%	3,000
Equitable Share		153,615	155,651	–	–	104,711	77,826	26,885	34.5%	155,651
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		155,455	160,105	–	–	105,365	80,053	25,312	31.6%	160,105
Capital Transfers and Grants										
National Government:		15,140	111,465	–	–	20,083	55,732	(35,649)	-64.0%	111,465
Municipal Infrastructure Grant		17,649	39,701	–	–	6,719	19,851	(13,131)	-66.2%	39,701
Integrated National Electrification Programme Grant		(4,480)	20,000	–	–	13,364	10,000	3,364	33.6%	20,000
Water Services Infrastructure Grant		1,971	51,764	–	–	–	25,882	(25,882)	-100.0%	51,764
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		15,140	111,465	–	–	20,083	55,732	(35,649)	-64.0%	111,465
TOTAL RECEIPTS OF TRANSFERS & GRANTS		170,595	271,570	–	–	125,448	135,785	(10,337)	-7.6%	271,570

Table 11: Supporting Table SC6 Monthly budget statements – Transfer and Grant Receipts

Transfer and Grant Expenditure

Choose name from list - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 - December										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		952	1,454	–	–	–	727	(727)	-100.0%	1,454
Expanded Public Works Programme Integrated Grant		952	1,454	–	–	–	727	(727)	-100.0%	1,454
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		952	1,454	–	–	–	727	(727)	-100.0%	1,454
Capital Transfers and Grants										
National Government:		23,643	111,465	–	–	–	55,733	(55,733)	-100.0%	111,465
Municipal Infrastructure Grant		21,672	39,701	–	–	–	19,851	(19,851)	-100.0%	39,701
Integrated National Electrification Programme Grant		–	20,000	–	–	–	10,000	(10,000)	-100.0%	20,000
Water Services Infrastructure Grant		1,971	51,764	–	–	–	25,882	(25,882)	-100.0%	51,764
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		23,643	111,465	–	–	–	55,733	(55,733)	-100.0%	111,465
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		24,595	112,919	–	–	–	56,460	(56,460)	-100.0%	112,919

Table 12: Supporting Table SC7 (1) Monthly budget statements – Transfer and Grant expenditure

Tables SC6 and SC7 will be corrected through the MSCOA roadmap as the alignment of the balance sheet budgeting is not correct.

Councilors and Employee Benefits

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 - December

Summary of Employee and Councillor remuneration	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
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		7,252	7,842	7,842	629	3,698	3,921	(222)	-6%	7,842
Pension and UIF Contributions		804	1,615	1,615	69	405	807	(402)	-50%	1,615
Medical Aid Contributions		–	65	65	–	–	32	(32)	-100%	65
Motor Vehicle Allowance		1,291	1,902	1,902	111	719	951	(232)	-24%	1,902
Cellphone Allowance		890	1,234	1,234	90	539	617	(79)	-13%	1,234
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Sub Total - Councillors		**10,236**	**12,658**	**12,658**	**899**	**5,362**	**6,329**	**(967)**	**-15%**	**12,658**
% increase	4		**23.7%**	**23.7%**						**23.7%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		9,419	5,862	5,862	1,141	5,390	2,931	2,458	84%	5,862
Pension and UIF Contributions		145	11	11	15	82	5	76	1437%	11
Medical Aid Contributions		351	–	–	46	225	–	225	#DIV/0!	–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		736	–	–	126	529	–	529	#DIV/0!	–
Motor Vehicle Allowance		2,263	–	–	237	1,243	–	1,243	#DIV/0!	–
Cellphone Allowance		122	90	90	14	78	45	33	73%	90
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		3	1	1	0	2	1	1	116%	1
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		(10)	234	234	–	–	117	(117)	-100%	234
In kind benefits		9	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		**13,037**	**6,199**	**6,199**	**1,579**	**7,548**	**3,099**	**4,448**	**144%**	**6,199**
% increase	4		-52.5%	-52.5%						-52.5%
Other Municipal Staff										
Basic Salaries and Wages		83,899	99,462	99,462	6,935	41,510	49,731	(8,221)	-17%	99,462
Pension and UIF Contributions		19,103	16,379	16,379	1,610	9,695	8,189	1,506	18%	16,379
Medical Aid Contributions		7,390	8,601	8,601	618	4,030	4,300	(271)	-6%	8,601
Overtime		9,464	13,670	13,670	667	3,577	6,835	(3,258)	-48%	13,670
Performance Bonus		8,109	7,901	7,901	736	3,523	3,951	(427)	-11%	7,901
Motor Vehicle Allowance		13,495	20,532	20,532	1,152	6,953	10,266	(3,312)	-32%	20,532
Cellphone Allowance		175	–	–	16	94	–	94	#DIV/0!	–
Housing Allowances		146	255	255	6	115	128	(13)	-10%	255
Other benefits and allowances		2,791	5,262	5,262	216	1,231	2,631	(1,400)	-53%	5,262
Payments in lieu of leave		0	4,381	4,381	454	1,306	2,190	(884)	-40%	4,381
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	9,219	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		128	–	–	14	71	–	71	#DIV/0!	–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		**153,921**	**176,441**	**176,441**	**12,424**	**72,104**	**88,221**	**(16,116)**	**-18%**	**176,441**
% increase	4		14.6%	14.6%						14.6%
Total Parent Municipality		**177,195**	**195,298**	**195,298**	**14,903**	**85,014**	**97,649**	**(12,635)**	**-13%**	**195,298**
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Board Fees	5	–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations		–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Executive members Board	2	–	–	–	–	–	–	–		–
% increase	4									
Senior Managers of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
% increase	4									
Other Staff of Entities										
Basic Salaries and Wages		–	–	–	–	–	–	–		–
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations		–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
% increase	4									
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		**177,195**	**195,298**	**195,298**	**14,903**	**85,014**	**97,649**	**(12,635)**	**-13%**	**195,298**
% increase	4		10.2%	10.2%						10.2%
TOTAL MANAGERS AND STAFF		**166,959**	**182,640**	**182,640**	**14,003**	**79,652**	**91,320**	**(11,668)**	**-13%**	**182,640**

Table 13: MBRR SC8 Monthly Budget Statement – Councillors and Employee Benefits

Actual and Receipts Targets for Cash Receipts

Choose name from list - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 - December

Description	Ref	Budget Year 2025/26												2023/24 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2026/27	Budget Year 2026/26	Budget Year 2027/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		12,319	10,751	9,854	5,626	8,690	5,868	31,341	31,341	31,341	31,341	31,341	31,341	120,694	126,125	129,278
Service charges - Electricty revenue		9,476	11,640	10,718	4,683	10,618	6,529	34,125	34,125	34,125	34,125	34,125	34,125	131,413	137,327	140,760
Service charges - Water revenue		3,741	2,472	5,481	2,084	3,323	1,400	12,135	12,135	12,135	12,135	12,135	12,135	46,729	48,832	50,053
Service charges - Waste Water Management		–	–	0	–	–	–	3,233	3,233	3,233	3,233	3,233	3,233	12,451	13,011	13,336
Service charges - Waste Mangement		1,063	848	1,409	655	1,075	714	4,174	4,174	4,174	4,174	4,174	4,174	16,073	16,796	17,216
Rental of facilities and equipment		18	17	17	49	39	38	158	158	158	158	158	158	607	634	650
Interest earned - external investments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest earned - outstanding debtors		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		27	(421)	3	–	–	12	213	213	213	213	213	213	822	859	881
Licences and permits		–	–	–	–	–	–	1,296	1,296	1,296	1,296	1,296	1,296	4,991	5,215	5,346
Agency services		310	166	355	152	287	124	395	395	395	395	395	395	1,520	1,588	1,628
Transfers and Subsidies - Operational		55,196	2,322	2,758	1,229	54,103	1,138	41,941	41,941	41,941	41,941	41,941	41,941	160,108	167,828	175,351
Other revenue		15,489	808	4,053	(561)	15,408	(588)	7,072	7,072	7,072	7,072	7,072	7,072	33,017	34,323	17,530
Cash Receipts by Source		**97,637**	**28,602**	**34,647**	**13,917**	**93,544**	**15,235**	**136,083**	**136,083**	**136,083**	**136,083**	**136,083**	**136,083**	**528,424**	**552,539**	**552,028**
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National /		–	–	–	–	–	–	30,479	30,479	30,479	30,479	30,479	30,479	111,465	123,975	130,313
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Short term loans		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source		**97,637**	**28,602**	**34,647**	**13,917**	**93,544**	**15,235**	**166,562**	**166,562**	**166,562**	**166,562**	**166,562**	**166,562**	**639,889**	**676,514**	**682,341**
Cash Payments by Type													–			
Employee related costs		–	–	–	–	7	–	49,449	49,449	49,449	49,449	49,449	49,449	188,744	198,623	206,020
Remuneration of councillors		–	–	–	–	–	–	2,303	2,303	2,303	2,303	2,303	2,303	8,869	9,268	9,499
Interest		–	–	–	–	–	–	5,591	5,591	5,591	5,591	5,591	5,591	21,529	22,498	23,060
Bulk purchases - Electricty		21,419	1,685	4,079	4,557	4,537	15,144	34,330	34,330	34,330	34,330	34,330	34,330	132,203	138,152	141,606
Acquisitions - water & other inventory		1,628	2,762	1,191	3,541	696	13,901	29,901	29,901	29,901	29,901	29,901	29,900	115,145	120,327	123,335
Contracted services		5,627	12,438	7,873	7,294	10,639	16,319	15,978	15,978	15,978	15,978	15,978	15,978	61,530	64,299	65,906
Transfers and subsidies - other municipalities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure		29,012	12,741	2,129	5,301	4,044	7,581	10,180	10,180	10,180	10,180	10,180	10,180	39,934	41,698	40,531
Cash Payments by Type		**57,685**	**29,627**	**15,271**	**20,692**	**19,924**	**52,945**	**147,731**	**147,731**	**147,731**	**147,731**	**147,731**	**147,731**	**567,954**	**594,865**	**609,957**
Other Cash Flows/Payments by Type																
Capital assets		4,360	13,087	1,718	–	5,257	9,739	29,949	29,949	29,949	29,949	29,949	29,949	109,480	121,829	128,074
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments		549	–	–	3,045	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type		**62,595**	**42,714**	**16,989**	**23,737**	**25,181**	**62,684**	**177,680**	**177,680**	**177,680**	**177,680**	**177,680**	**177,679**	**677,434**	**716,694**	**738,031**
NET INCREASE/(DECREASE) IN CASH HELD		**35,042**	**(14,112)**	**17,658**	**(9,820)**	**68,363**	**(47,449)**	**(11,118)**	**(11,118)**	**(11,118)**	**(11,118)**	**(11,118)**	**(11,117)**	**(37,545)**	**(40,180)**	**(55,690)**
Cash/cash equivalents at the month/year beginning:		35,586	70,628	56,516	74,174	64,354	132,716	85,268	74,150	63,032	51,914	40,796	29,678	35,586	(1,958)	(42,139)
Cash/cash equivalents at the month/year end:		70,628	56,516	74,174	64,354	132,716	85,268	74,150	63,032	51,914	40,796	29,678	18,561	(1,958)	(42,139)	(97,829)

Table 14: Supporting Table SC9 Monthly budget statements – Actual and receipts targets for cash receipts

Annexure 2 - Municipal Debt Relief

Municipal Debt Relief Performance across the period of debt relief participation

The table below shows the municipality's overall relief compliance across the months of its debt relief participation since the National Treasury debt relief approval.

Annexure A2 - Monthly

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

Mpumalanga Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Dec'25
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	LIM361
District	**Waterberg**
Demarcation Description	**Thabazimbi**

I, Ms Gugu Mashiteng , hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in **MFMA Circular No. 124** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition	6,3 + 6,12	**Maintaining the Eskom and bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption):	
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- refer condition 6.12 .2*	Yes
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Yes
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	Yes
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes
	6.4	**Compliance with a funded MTREF –** ***(choose from drop down list the MTREF assessed)***	Select
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note *- For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*	

10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note *- If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*	
11	6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes
		Note *- if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*	
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note*** *- only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	Yes
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes
14	6.5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes
	6.6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	No
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note*** *– the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.*	No
	6.6	***Supporting evidence*** *: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*	
	6.7	**Maintain a minimum average quarterly collection of property rates and services charges –**	
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No
		Note *- although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.*	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	not yet the end of a quarter
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	No
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes
	6.8	**Municipality's Completeness of the revenue base –**	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	No
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? ***Note*** *- monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	Yes
28	6.8.2	- **For the latest ending Quarter** -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes
	6.9	**Monitor and report on implementation –**	

29	6.9.1	- **MFMA section 71 reporting –** has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? ***Note -*** *condition 6.9.2 has a typing error and must refer to 6.9.1.*	Yes
31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
		Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.	
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? ***Note -*** *in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	Yes
		Note *- if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.*	
36	**6.11**	**Limitation on municipality borrowing powers -** has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
		Note - *there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.*	
	6.12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**	
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of the** Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes
		Note: *Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).*	
39		***Supporting evidence*** : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	Yes
40	**6.13**	**Accounting Treatment -** has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? ***Note -*** *to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	Yes
41	**6.14**	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes
		Note: *By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.*	

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Province		
LP		
Code	District	Code Description
LIM361	Waterberg	Thabazimbi

Monthly Performance Report

Municipal Details

Month	Code Descr	Code	Part A: Eskom And Bulk water current account C1	C2	C3	C4	C5	C6	Part B: Compliance with a funded MTREF C7	C8	C9	C10	C11
25.July25	Thabazimbi	LIM361	No	No	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
26.August25	Thabazimbi	LIM361	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
27.September25	Thabazimbi	LIM361	No	No	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
28.October25	Thabazimbi	LIM361	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
29.November25	Thabazimbi	LIM361	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
30.December25	Thabazimbi	LIM361	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
31.January26	Thabazimbi	LIM361											
32.February26	Thabazimbi	LIM361											
33.March26	Thabazimbi	LIM361											
34.April26	Thabazimbi	LIM361											
35.May26	Thabazimbi	LIM361											
36.June26	Thabazimbi	LIM361											
37.July26	Thabazimbi	LIM361											
38.August26	Thabazimbi	LIM361											
39.September26	Thabazimbi	LIM361											
40.October26	Thabazimbi	LIM361											
41.November26	Thabazimbi	LIM361											

Month	Part C: FRP/BFP & Tariff Assessment C12	C13	C14	Part D: Electricity and water as collection tools C15	C16	C17	C18	Part C: Quarterly collection of property rates and services charges C19	C20	C21	C22	C23	C24	C25	Maximization of Revenue Base C26	C27	C28
25.July25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
26.August25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
27.September25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
28.October25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
29.November25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
30.December25	Yes	Yes	Yes	Yes	Yes	No	No	No	N/A	No	Yes	Yes	Yes	Yes	No	Yes	Yes
31.January26																	
32.February26																	
33.March26																	
34.April26																	
35.May26																	
36.June26																	
37.July26																	
38.August26																	
39.September26																	
40.October26																	
41.November26																	

Month	Part E: Oversight C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Scoring and Rating: Score	Rating
25.July25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	76%	Moderate compliance
26.August25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	83%	Above Moderate
27.September25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	76%	Moderate compliance
28.October25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	83%	Above Moderate
29.November25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	83%	Above Moderate
30.December25	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	No	83%	Above Moderate
31.January26														0%	Not completed
32.February26														0%	Not completed
33.March26														0%	Not completed
34.April26														0%	Not completed
35.May26														0%	Not completed
36.June26														0%	Not completed
37.July26														0%	Not completed
38.August26														0%	Not completed
39.September26														0%	Not completed
40.October26														0%	Not completed
41.November26														0%	Not completed

MFMA Circular 124 – Condition 6.6 (Electricity and Water as Collection Tools) & Condition 6.7 (Maintain a minimum average quarterly collection of property rates and services charges)

MFMA Circular 124 – Condition 6.8

All Properties in The GV are not on the Billing Report

- All Properties in the GV does not have Unique Property Identifiers linked to the Billing
- All Properties on the Billing report are not traced back to the Approved GV

Property Rates Reconciliation	
Province	LP
District	Waterberg District
Type	LM
Municipal Name	Thabazimbi
GV Period	01/07/2019 - 30/06/2024
Financial Year	
Reconciliation Period	Quarter 2
Reconciliation Overview	

High Level Reconciliation

Propety Categories	# of Properties			Market Values		
Propety Categories	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	9932	9888	44	6,369,484,030.00	7,885,848,846.00	- 1,516,364,816.00
Industrial	40	44	-4	124,500,000.00	127,926,569.00	- 3,426,569.00
Business and Commercial	476	402	74	3,153,901,015.68	1,533,721,412.00	1,620,179,603.68
Agricultural	1184	459	725	4,213,865,000.00	2,049,915,200.00	2,163,949,800.00
Mining	16	21	-5	190,460,000.00	73,928,977.00	116,531,023.00
State Owned for Public Purpose	40	39	1	343,630,000.00	77,806,248.00	265,823,752.00
PSI	90	98	-8	27,031,000.00	259,978,427.00	- 232,947,427.00
PBO	26	38	-12	46,990,000.00	59,568,190.00	- 12,578,190.00
Multi Use	7	4	3	458,040,000.00	129,210,000.00	328,830,000.00
Vacant	5365	5183	182	6,474,291,365.00	9,810,479,410.00	- 3,336,188,045.00
POW	0	0	0	-	-	-
Municipal	0	4	-4	-	3,520,000.00	- 3,520,000.00
Other	0	0	0	-	-	-
	17176	16679	996	21,402,192,410.68	22,011,903,279.00	- 609,710,868.32

Detailed Reconciliation

Propety Categories	Monthly Billing			Quarterly		
Propety Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	4,139,828	5,958,832	- 1,819,003	12,419,484.35	17,876,494.50	- 5,457,010.15
Industrial	180,525	171,672	8,853	541,575.00	515,015.49	26,559.51
Business and Commercial	#REF!	1,216,480	#REF!	#REF!	3,649,441.35	#REF!
Agricultural	772,542	543,960	228,582	2,317,625.75	1,631,879.10	685,746.65
Mining	763,427	15,447	747,981	2,290,281.50	46,339.80	2,243,941.70
State Owned for Public Purpose	-	37,728	- 37,728	-	113,183.88	- 113,183.88
PSI	-	105,364	- 105,364	-	316,092.81	- 316,092.81
PBO	9,006	18,286	- 9,280	27,019.25	54,858.60	- 27,839.35
Multi Use	#VALUE!	387,151	#VALUE!	#VALUE!	1,161,453.93	#VALUE!
Vacant	10,466,771	4,730,273	5,736,498	31,400,313.12	14,190,818.46	17,209,494.66
POW	-	-	-	-	-	-
Municipal	-	4,506	- 4,506	-	13,518.51	- 13,518.51
Other	-	-	-	-	-	-
Total	#REF!	R13,189,698.81	#REF!	#REF!	39,569,096.43	#REF!

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

Thabazimbi Local Municipality OCPO December 2025

					Bank		Item		MSCOA Posting Level		Financial		Payment	
Supplier Name	CSD Number	CIPC Legal Name	Registration Number	Internal Number	Bank Name	Account Number	Description	Code	Description	Code	Year	Period	Date	Amount
Mmeshi Distributors	MAA0950390	Mmeshi Distributors	2020/57654/07	N/A	FNB	62861421510	Supply and delivery of 12 laptops :Notebook 12th General Intel Core i5	N/A	N/A	N/A	2025/26	N/A	N/A	R 240 603.00
Prime Ridge Holdings	MAAA1595131	Prme Ridge Holdings	2024/239712/07	N/A	FNB	63101191996	Supply and delivery of Pole mounted transformer	N/A	N/A	N/A	2025/26	N/A	N/A	R 278 356.07
Thabazimbi Country Lodge	MAAA0428337	Zimbili Country Lodge	2012/013128/07	N/A	Std Bank	273227823	Accommodation	N/A	N/A	N/A	2025/26	N/A	N/A	R 191 360.00
Teffo Coatings Construction	MAAA0704376	Teffo Coatings Construction	2018/572785/07	N/A	Std Bank	331642948	Digging of graves	N/A	N/A	N/A	2025/26	N/A	N/A	R 297 000.00
Nteka Platinum Group	MAAA0822173	Nteka Platinum Group	2017/525607/07	N/A	Std Bank	10153845870	Repairing of municipal building due to storm damage	N/A	N/A	N/A	2025/26	N/A	N/A	R 224 310.00
Platinum Publishers	MAAA0038399	Platinum Publishers	2013/218339/07	N/A	Absa	4086111922	Adertising costs	N/A	N/A	N/A	2025/26	N/A	N/A	R 67 691.73
Rorisang Group 1972	MAAA1634992	Rorisang Group 1972	1972/006782/07	N/A	Absa	4120980942	Supply and delivery of Trash Pump	N/A	N/A	N/A	2025/26	N/A	N/A	R 298 087.00
Nthusikeneilwe Trading	MAAA1240514	Nthusikeneilwe Tradings	2022/255789/07	N/A	FNB	62934459018	Catering for Municipal Manager office unit	N/A	N/A	N/A	2025/26	N/A	N/A	R 50 025.00
Mosi Surprise Holdings	MAAA1513640	Mosi Surprise Holdings	2017/336093/07	N/A	FNB	65857125663	Supply and delivery of 4 rear suspension ballons	N/A	N/A	N/A	2025/26	N/A	N/A	R 45 000.00
JTK Airtek and Projects	MAAA1498339	JTK Airtek and Projects	2024/182453/07	N/A	Absa	4113899447	Supply and delivery of threated PLVC Ball Valves 15mm	N/A	N/A	N/A	2025/26	N/A	N/A	R 98 600.00
G Kays Rentals	MAAA0695778	G Kays Rentals	2017/254591/07	N/A	FNB	62923652756	Asphalt bags 25 kg Coldmix	N/A	N/A	N/A	2025/26	N/A	N/A	R 285 000.00
High Points Services	MAAA1563014	High Point Services	2024/437714/07	N/A	Absa	4115429000	Catering	N/A	N/A	N/A	2025/26	N/A	N/A	R 19 139.10
Mokopa Security Servicces	MAAA0007587	Malesolo Trading and Projects	2008/028926/23	N/A	Std Bank	420358811	Supply and delivery of water materials(water meters)	N/A	N/A	N/A	2025/26	N/A	N/A	R 296 800.00
Bonza Supply	MAAA1662434	Bonza Supply	2025/731787/07	N/A	FNB	63175730192	Supply and delivery of water material	N/A	N/A	N/A	2025/26	N/A	N/A	R 295 700.00
Brad Mokwena Holdings	MAAA1668237	Brad Mokwena Holdings	2025/906758/07	N/A	FNB	6318461053	Supply and selivery of water material	N/A	N/A	N/A	2025/26	N/A	N/A	R 296 550.00
Sedilathaba	MAAA1208036	Sedilathaba	2018/553985/07	N/A	FNB	63107592396	Asphalt bags 25 kg Coldmix	N/A	N/A	N/A	2025/26	N/A	N/A	R 270 000.00
Obaro Handel	MAAA00119636	Obaro Handel	1998/001675/07	N/A	Netbank	1115275984	Gloves PVC Heavy Duty Bruin 35cm	N/A	N/A	N/A	2025/26	N/A	N/A	R 1 960.00
Renata	MAAA0329515	Renata	2002/002905/23	N/A	FNB	62539404426	Repair of tires(Patch)	N/A	N/A	N/A	2025/26	N/A	N/A	R 1 960.00
Nteka Platinum Group	MAAA0822173	Nteka Platinum Group	2017/525607/07	N/A	Std Bank	10153845870	Repairing of municipal building due to storm damage	N/A	N/A	N/A	2025/26	N/A	N/A	R 256 700.00
Gaisanang Trading Enterprise	MAAA0567630	Gaisanang Trading Enterprise	2013/043448/07	N/A	Absa	9352991645	Hiring of mobile toilets for gender basedd violence events	N/A	N/A	N/A	2025/26	N/A	N/A	R 13 000.00
Phenyoentle Trading and Project	MAAA0758459	Phenyoentle Trading Enterprise	2018/373352/07	N/A	FNB	62841938212	Catering for GBV event	N/A	N/A	N/A	2025/26	N/A	N/A	R 51 793.00
Obaro Handel	MAAA00119636	Obaro Handel	1998/001675/07	N/A	Netbank	1115275984	Supply of water material	N/A	N/A	N/A	2025/26	N/A	N/A	R 6 155.00

END