QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

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Part 1: Section 1: Budget Statement

1.1 Mayor’s Report

Purpose

The purpose of this report is to comply with Section 52 (d) of the Municipal Finance Management Act (MFMA No.56 of 2003) and the requirements Municipal budgeting and reporting requirements (MBRR) as promulgated in Government Gazette No 32141 of 17 April 2009.

Section 52(d) of the MFMA read together with Regulation 31 of the Municipal Budget and Reporting Regulations state that the Mayor of a municipality must, within 30 days after the end of each quarter submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality. Regulation 31 of the MBRR further states that the report in question must be prepared in accordance with format and content of the prescribed Schedule C of the MBRR.

Discussion

Moses Kotane Local Municipality complies the MFMA Section 71 and 52(d) in-year monitoring reports in the prescribed format as per the Municipal Budget and Reporting Regulations.

Monthly reporting

Monthly financial reporting as per DoRA and MFMA requirements to Council, National & Provincial Departments and other stakeholders have been adequately adhered to for the period under review.

1.2. Resolutions

The following recommendation will be presented to Council for its resolution when the in-year report is tabled.

Recommendations:

- That the Council considers the quarterly budget statement, performance assessment report and supporting documentation for the quarter ending 31 March 2026.
- That the Section 52 (d) report be submitted to Provincial and National Treasury as prescribed.

1.3. Executive Summary

The purpose of this report is to submit the Financial Quarterly Report in terms of Section 52(d) of the Municipal Finance Management Act, 2003 (Act 56 of 2003) for the 3rd Quarter of the 2025/2026 financial year.

The Municipal Budget and Reporting Regulation No. 31 states that the quarterly budget statement report on the implementation of the budget and state of financial affairs of the municipality as required by Section 52 (d) must be –

a) In the format specified in Schedule C and include all required tables, charts and explanatory notes, taking into account any guidelines issued by the Minister in terms of section 168 (1) of the MFMA.
b) Consistent with the monthly budget statements for the September, December, March and June as applicable; and
c) Submit to the National Treasury and relevant Provincial Treasury within 5 days of tabling of the report in Council.

The executive summary of the monthly statement must cover at least the following:

a) The municipality's consolidated performance, in relation to both the approved annual budget and the latest approved adjustments budget, with specific reference to the in-year report tables, charts and explanations.
b) Any material variances from service delivery and budget implementation plan.
c) Any remedial or corrective steps taken or be taken to ensure that the projected revenue and expenditure remain within the approved budget.

The contents of this reports is indicative of all financial transactions, including debtors, expenditure, revenue, investments, grants, cash flow and the budget implementation status as guided by MFMA and the relevant Regulations.

Moses Kotane Local Municipality's financial performance is discussed below from the performance against the approved budget. The report provides a synopsis of the financial status of the municipality.

The table below indicates the Financial Performance for the quarter ending 31st March 2026, reflecting the actual performance against the allocated budget.

1.4. Performance against the Operating Budget

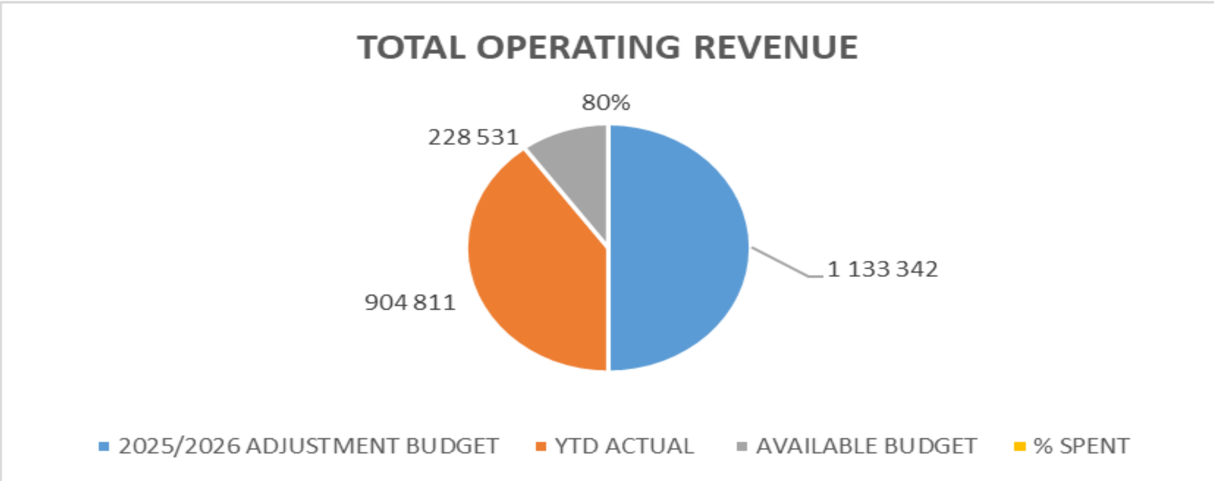
ACTUAL vs ORIGINAL BUDGET as at 31 MARCH 2026				
(R'000)	ADJUSTMENT BUDGET	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
TOTAL REVENUE	1,133,342	904,811	228,531	80%
TOTAL EXPENDITURE	1,450,634	772,349	678,284	53%
CAPITAL EXPENDITURE	235,890	108,051	127,839	46%

Operating revenue generated as at the reporting period amount to R904.8 million which translates to 80% when compared to the allocated budget. Year to date expenditure for the same period amounts to R772.3 million or 53% of the appropriated expenditure budget.

Operating Revenue

The table below reflects operating revenue performance per revenue item.

OPERATING REVENUE						
Revenue Sources	**2025/26 Budget**	**2025/26 Adjustment Budget**	**Actual**	**Year to date**	**Available**	**% Spent**
R'000	**MARCH 2026**					
Property Rates	174 056	174 056	14 434	129 852	44 204	75%
Service charges - water revenue	198 188	198 188	13 027	74 028	124 160	37%
Service charges - sanitation revenue	5 180	5 180	343	2 883	2 297	56%
Service charges - refuse revenue	14 109	14 109	1 142	10 370	3 740	73%
Interest earned - external investments	13 097	8 727	833	6 424	6 673	74%
Interest earned - outstanding debtors	96 057	96 057	7 139	53 535	42 522	56%
Traffic Fines	1 899	1 899	274	2 759	(861)	145%
Licence Applications	3 328	3 328	41	1 620	1 708	49%
Transfers recognised - operational	627 463	628 337	156 969	622 425	5 038	99%
Rental of facillities and equipment	101	31	7	30	71	97%
Other revenue	3 431	3 431	211	886	2 546	26%
TOTAL REVENUE	**1 136 908**	**1 133 342**	**194 419**	**904 811**	**232 097**	**80%**



The total revenue generated as at 31 March 2026 amounts to R904.8 million or 80% against the total adjusted budget of R1,133 billion. Of the total amount generated to date, 31% relates to own revenue while operational grants constitute 69%. This indicates that the municipality relies on government grants to fund its day to day expenses.

Over performance was recorded on operating grants and traffic fines while under performance is noted on service charge water and sanitation. This occurred as a result of reversal of estimates on water. This was further performed to ensure that billed revenue is credible. Over performance on grants is attributed to receipt of equitable share tranches which constitute a bigger portion of the operating grants.

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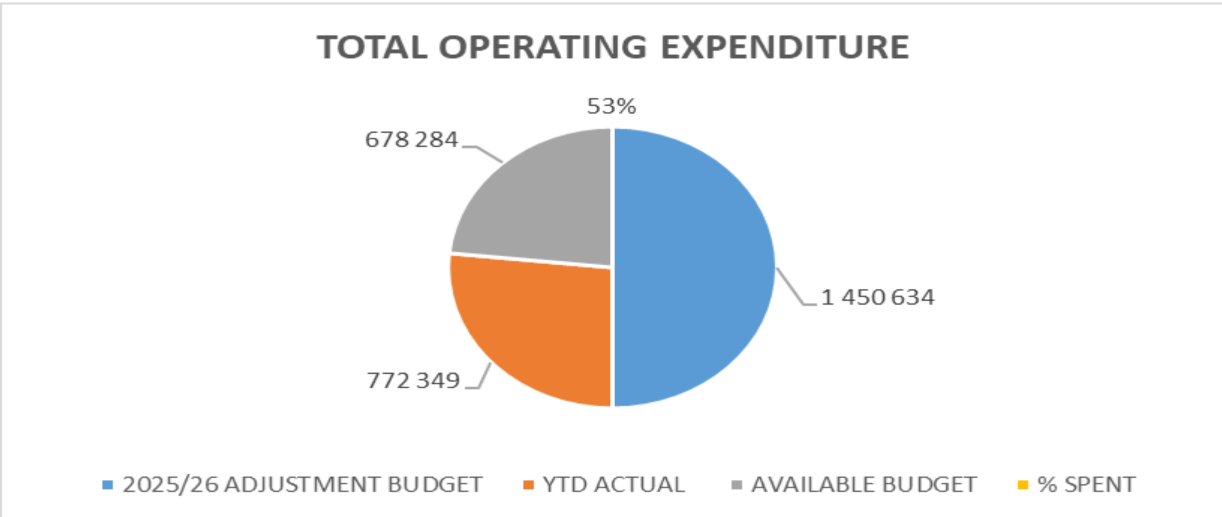
The table below reflects the performance of grants received in the 3rd quarter of the financial, indicating that R812.2 million or 94% was received when compared to the adjusted budget.

GRANT PERFORMANCE 31-Mar-26						
DESCRIPTION (R'000)	BUDGET	ADJUSTMENT	RECEIVED	EXPENDITURE	% Exp/ Budget	% Exp./ Received
EQUITABLE SHARE	615 410	615 410	613 696	342 410	56%	56%
MIG CAPITAL PROJECTS	175 068	180 575	135 068	64 896	36%	48%
WSIG CAPITAL PROJECTS	50 000	51 644	51 000	40 329	78%	79%
FMG GRANT	2 000	2 000	2 000	1 145	57%	57%
EPWP	1 895	1 895	1 895	1 529	81%	81%
PMU	7 000	7 437	7 437	3 944	53%	53%
LIBRARY	1 158	1 157	1 157	398	34%	34%
TOTAL	**852 531**	**860 119**	**812 253**	**454 650**	**53%**	**56%**

Operating Expenditure

OPERATING EXPENDITURE						
Expenditure Item	**2025/26 Budget**	**2025/26 Adjustment Budget**	**Actual**	**Year to date**	**Available**	**% Spent**
R'000	**MARCH 2026**					
Employee Related Cost and Allowance c	405 431	405 785	29 036	281 003	124 428	69%
Contracted Services	204 518	195 035	20 230	123 412	81 106	63%
Operational Cost	108 955	112 633	10 331	67 014	41 941	59%
Inventory Consumed	189 153	189 153	(1 101)	17 865	171 289	9%
Bulk Purchases Electricity	46 620	46 620	4 211	28 957	17 663	62%
Interest on External Loans	2 597	2 597	7	570	2 028	22%
Debt Impairment	309 909	309 909	–	151 580	158 329	49%
Bad debts Written Off	–	2 340	(37)	2 017	(2 017)	86%
Depreciation	186 561	186 561	11 081	99 933	86 628	54%
TOTAL EXPENDITURE	**1 453 744**	**1 450 634**	**73 758**	**772 349**	**681 395**	**53%**

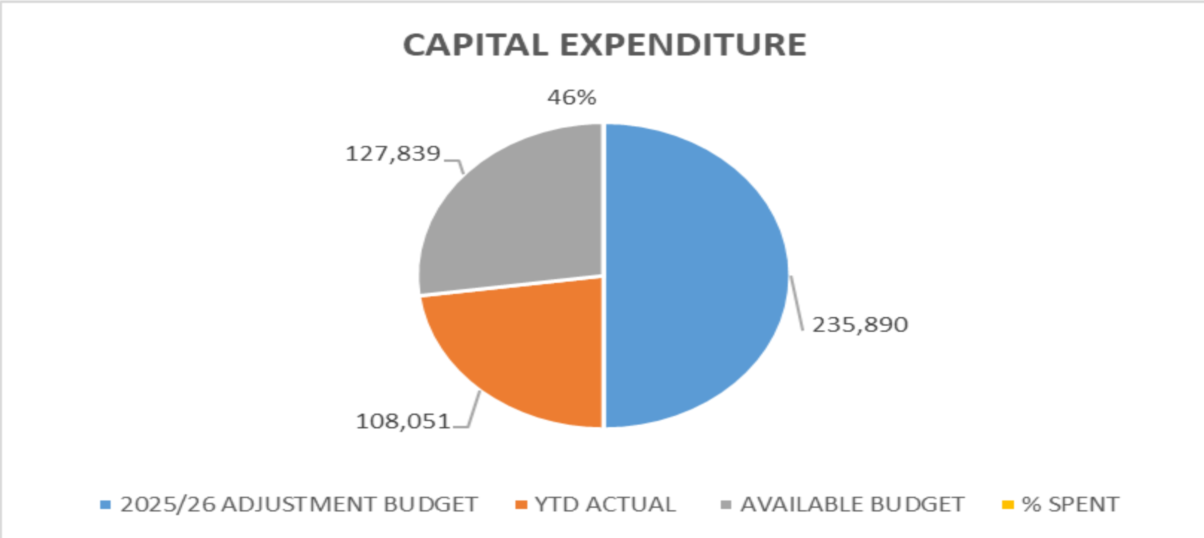
Total operating expenditure incurred as at 31st March 2026 amounted to R772.3 which equates 53% of the total adjusted budget of R1.450 billion. Underspending is noted debt impairment, depreciation as well as inventory consumed.



1.5 Capital Expenditure

The table below reflects capital expenditure for the 3rd quarter of 2025/2026 financial year.

ACTUAL vs ORIGINAL BUDGET as at 31 MARCH 2026				
(R'000)	2025/26 ADJUSTME	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
CAPITAL EXPENDITURE	235,890	108,051	127,839	46%



The capital expenditure reported for the period under review amounts to R108 million or 46% of allocated Adjusted budget of R235,8 million. The performance reflected above is VAT inclusive. This is underspending when compared to the expected 75% spending by the end of March 2026. It must further be noted that the year to date spending reflected on the C-schedule is VAT exclusive. The capital budget is mainly funded from MIG and WSIG grants for the current financial year

1.6 Material Variances From SDBIP

Under performance on water service charge occurred as a result of reversal of billing estimates and ensure that revenue performance is credible.

Underspending on operating expenditure occurred as a result of corrective journal processed on water inventory transactions and non-reporting of debt impairment. This was to align the water inventory reporting with mSCOA circulars.

Capital expenditure performed below the target by 29%. Amongst others, reasons for underspending are as follows;

- Delays in approval of environmental application from the DEDECT for cemetery and storm water projects which subsequently led to slow progress in project appraisal and registration.
- Delay of submission of technical reports from the consultants on three roads projects (Tlokweng, Mogwase and Welverdient internal roads). All three projects were appointed in November 2025.
- Stoppages by SMMEs on ongoing projects demanding work packages.

1.7 Remedial Corrective Steps

Strict expenditure and cash flow management will be enforced to save costs in order to improve the budget status of the municipality. SCM processes, without compromising compliance, will also be expedited to ensure that capital grants are fully spent at year end to avoid roll overs. In-year monitoring reports are being utilised as an early warning system and corrective measures are taken to curb non-compliance.

Section 2 - In-Year Budget Statement Tables

If a municipality does not have any municipalities, the in-year budget statement tables must consist of the following tables:

(a) Table C1 Monthly Budget Statement Summary

(b) Table C2 Monthly Budget Statement -Financial Performance (standard classification)

(c) Tale C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)

(d) Table C4 Monthly Budget Statement-Financial Performance (revenue and expenditure)

(e) Table C5 Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)

(f) Table C6 Monthly Budget Statement- Financial Position

(g) Table C7 Monthly Budget Statement Cash Flow

If a municipality does have one or more municipal entities, the adjustments budget tables must consist of -

(a) The tables mentioned above, and

(b) The tables in the Second Attachment to this Schedule, namely-

(i) Table C1 Consolidated Monthly Budget Statement Summary

(ii) Table C2 Consolidated Monthly Budget Statement -Financial Performance (standard classification)

(iii) Table C3 Consolidated Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)

(iv) Table C4 Consolidated Monthly Budget Statement -Financial Performance (revenue and expenditure)

(v) Table C5 Consolidated Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)

(vi) Table C6 Consolidated Monthly Budget Statement- Financial Position

(vii) Table C7 Consolidated Monthly Budget Statement -Cash Flow

Supporting information and explanations of trends must be presented for each table where such presentation will assist with the information contained in the tables.

2.1 Table C1: Monthly Budget Statements Summary

The table below comprises of a summary information from the statement of financial performance, capital expenditure and funding, financial position, cash flow debtors and creditors.

NW375 Moses Kotane - Table C1 Monthly Budget Statement Summary - M09 March

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	165,035	174,056	174,056	14,434	129,852	130,542	(690)	-1%	174,056
Service charges	149,003	217,477	217,477	14,512	87,280	163,108	(75,827)	-46%	217,477
Investment revenue	13,235	13,097	8,727	833	6,424	8,075	(1,651)	-20%	8,727
Transfers and subsidies - Operational	610,284	627,463	628,337	156,969	622,425	470,947	151,479	0	628,337
Other own revenue	113,577	102,802	102,732	7,671	58,830	77,074	(18,243)	-24%	102,732
Total Revenue (excluding capital transfers and contributions)	**1,051,132**	**1,134,895**	**1,131,328**	**194,419**	**904,811**	**849,744**	**55,067**	**6%**	**1,131,328**
Employee costs	320,836	373,102	373,456	28,816	261,163	279,970	(18,807)	-7%	373,456
Remuneration of Councillors	30,671	32,329	32,329	220	19,840	24,247	(4,407)	-18%	32,329
Depreciation and amortisation	135,999	186,561	186,561	11,081	99,933	139,921	(39,988)	-29%	186,561
Interest	4,616	2,597	2,597	7	570	1,948	(1,378)	-71%	2,597
Inventory consumed and bulk purchases	194,197	235,773	235,773	3,110	46,822	176,830	(130,008)	-74%	235,773
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	546,569	623,382	619,917	30,524	344,022	466,151	(122,129)	-26%	619,917
Total Expenditure	**1,232,888**	**1,453,744**	**1,450,634**	**73,758**	**772,349**	**1,089,066**	**(316,717)**	**-29%**	**1,450,634**
Surplus/(Deficit)	**(181,756)**	**(318,849)**	**(319,305)**	**120,660**	**132,462**	**(239,322)**	**371,784**	**-155%**	**(319,305)**
Transfers and subsidies - capital (monetary	215,615	225,068	232,220	2,449	101,222	171,662	###	-41%	232,220
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	**301,345**	**-445%**	**(87,086)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	**301,345**	**-445%**	**(87,086)**
Capital expenditure & funds sources									
Capital expenditure	**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**
Capital transfers recognised	47,963	225,068	232,220	4,172	92,914	171,662	(78,748)	-46%	232,220
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**1,014**	**–**	**3,670**	**(28)**	**379**	**1,468**	**(1,089)**	**-74%**	**3,670**
Total sources of capital funds	**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**
Financial position									
Total current assets	317,493	264,535	264,535		508,210				264,535
Total non current assets	3,338,908	3,492,726	3,503,548		3,333,105				3,503,548
Total current liabilities	357,366	217,306	209,281		307,101				209,281
Total non current liabilities	51,480	47,989	47,989		51,480				47,989
Community wealth/Equity	**3,197,553**	**3,583,734**	**3,595,885**		**3,359,342**				**3,595,885**
Cash flows									
Net cash from (used) operating	762,089	130,142	130,142	219,684	780,299	97,607	(682,692)	-699%	130,142
Net cash from (used) investing	(37,113)	(258,828)	(258,828)	(4,144)	(93,031)	(194,121)	(101,091)	52%	(258,828)
Net cash from (used) financing	(14,817)	(9,987)	(9,987)	(670)	(11,533)	(7,490)	4,042	-54%	(9,987)
Cash/cash equivalents at the month/year end	**753,745**	**329,602**	**329,602**	**731,300**	**731,300**	**364,270**	**(367,031)**	**-101%**	**(83,108)**
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	97,527	40,262	39,469	41,764	36,575	35,810	180,827	######	1,839,668
Creditors Age Analysis									
Total Creditors	27,288	29	–	–	–	–	–	–	27,317

2.2 Table C2: Monthly Budget Statement-Financial Performance (Standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications. Financed Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structure used by the different institutions.

The main functions are Government and Administration, Community and Public Safety, Economic and Environmental and Trading Services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

NW375 Moses Kotane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**613,938**	**629,847**	**625,407**	**23,794**	**533,983**	**470,609**	63,373	13%	**625,407**
Executive and council		23,620	24,888	24,888	177	24,522	18,666	5,856	31%	24,888
Finance and administration		590,318	604,959	600,519	23,617	509,461	451,943	57,518	13%	600,519
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**17,416**	**24,435**	**18,871**	**360**	**7,968**	**16,101**	(8,133)	-51%	**18,871**
Community and social services		12,978	1,208	1,645	44	432	1,081	(649)	-60%	1,645
Sport and recreation		24	18,000	12,000	1	3,157	11,100	(7,943)	-72%	12,000
Public safety		4,413	5,227	5,227	314	4,380	3,920	459	12%	5,227
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**67,668**	**92,312**	**143,254**	**3,075**	**56,538**	**89,611**	(33,073)	-37%	**143,254**
Planning and development		5,684	7,312	7,749	922	4,125	5,659	(1,534)	-27%	7,749
Road transport		61,984	85,000	135,504	2,154	52,413	83,952	(31,539)	-38%	135,504
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**570,919**	**615,382**	**578,029**	**169,921**	**409,040**	**446,595**	**(37,556)**	-8%	**578,029**
Energy sources		6,563	7,000	14,562	2	1,481	8,275	(6,794)	-82%	14,562
Water management		428,070	468,370	423,455	168,433	273,583	333,312	(59,728)	-18%	423,455
Waste water management		30,492	31,358	31,358	343	29,061	23,519	5,542	24%	31,358
Waste management		105,794	108,653	108,653	1,142	104,914	81,490	23,424	29%	108,653
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1,269,941**	**1,361,976**	**1,365,561**	**197,150**	**1,007,528**	**1,022,916**	**(15,388)**	**-2%**	**1,365,561**
Expenditure - Functional										
Governance and administration		**420,732**	**441,308**	**453,518**	**27,257**	**280,814**	**335,866**	(55,052)	-16%	**453,518**
Executive and council		109,096	103,912	108,109	6,655	78,537	79,613	(1,076)	-1%	108,109
Finance and administration		305,295	331,088	339,068	20,019	196,389	251,509	(55,120)	-22%	339,068
Internal audit		6,342	6,308	6,341	584	5,888	4,744	1,144	24%	6,341
Community and public safety		**139,239**	**148,457**	**151,647**	**14,124**	**95,146**	**112,619**	(17,473)	-16%	**151,647**
Community and social services		43,450	40,717	43,779	2,493	24,753	31,763	(7,010)	-22%	43,779
Sport and recreation		47,605	56,966	57,394	5,025	37,471	42,896	(5,425)	-13%	57,394
Public safety		48,184	50,773	50,473	6,607	32,922	37,960	(5,038)	-13%	50,473
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**65,683**	**129,969**	**126,165**	**5,782**	**49,718**	**95,956**	(46,238)	-48%	**126,165**
Planning and development		24,141	55,208	52,854	2,318	19,508	40,465	(20,956)	-52%	52,854
Road transport		41,542	74,760	73,312	3,464	30,210	55,491	(25,281)	-46%	73,312
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**604,044**	**730,495**	**715,788**	**26,294**	**344,055**	**541,989**	**(197,934)**	-37%	**715,788**
Energy sources		51,358	63,956	63,956	4,951	38,364	47,967	(9,604)	-20%	63,956
Water management		456,506	553,818	556,523	16,320	256,073	416,446	(160,372)	-39%	556,523
Waste water management		38,748	54,288	34,506	1,310	14,712	32,803	(18,091)	-55%	34,506
Waste management		57,432	58,433	60,803	3,713	34,905	44,773	(9,867)	-22%	60,803
Other		**3,190**	**3,516**	**3,516**	**301**	**2,617**	**2,637**	**(20)**	**-1%**	**3,516**
Total Expenditure - Functional	3	**1,232,888**	**1,453,744**	**1,450,634**	**73,758**	**772,349**	**1,089,066**	**(316,717)**	**-29%**	**1,450,634**
Surplus/ (Deficit) for the year		**37,053**	**(91,768)**	**(85,072)**	**123,392**	**235,179**	**(66,150)**	**301,329**	**-4.555221**	**(85,072)**

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

2.3 Table C3: Monthly Budget Statement-Financial Performance

NW375 Moses Kotane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Municipal Council		23,620	24,888	24,888	177	24,522	18,666	5,856	31.4%	24,888
Vote 02 - Office Of The Accounting Officer		–	–	–	–	–	–	–		–
Vote 03 - Budget And Treasury Office		589,701	604,309	599,869	23,413	508,880	451,455	57,425	12.7%	599,869
Vote 04 - Corporate Services		617	650	650	204	580	488	93	19.0%	650
Vote 05 - Community Services		123,210	133,089	127,525	1,501	112,882	97,591	15,291	15.7%	127,525
Vote 06 - Planning & Development		198	312	312	84	182	234	(53)	-22.5%	312
Vote 07 - Infrastructure & Technical Services		532,595	598,728	612,317	171,771	360,482	454,482	(93,999)	-20.7%	612,317
Vote 08 -		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1,269,941**	**1,361,976**	**1,365,561**	**197,150**	**1,007,528**	**1,022,916**	**(15,388)**	**-1.5%**	**1,365,561**
Expenditure by Vote	1									
Vote 01 - Municipal Council		92,178	85,651	89,848	3,883	66,438	65,917	521	0.8%	89,848
Vote 02 - Office Of The Accounting Officer		28,947	30,688	30,721	3,938	22,738	23,029	(291)	-1.3%	30,721
Vote 03 - Budget And Treasury Office		185,057	202,483	208,772	9,181	111,229	154,378	(43,149)	-28.0%	208,772
Vote 04 - Corporate Services		101,748	111,629	113,319	9,827	74,284	84,398	(10,114)	-12.0%	113,319
Vote 05 - Community Services		205,815	215,407	220,167	18,346	134,850	163,460	(28,610)	-17.5%	220,167
Vote 06 - Planning & Development		22,492	48,360	46,368	2,019	17,580	35,474	(17,893)	-50.4%	46,368
Vote 07 - Infrastructure & Technical Services		596,650	759,526	741,438	26,565	345,229	562,410	(217,181)	-38.6%	741,438
Vote 08 -		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1,232,888**	**1,453,744**	**1,450,634**	**73,758**	**772,349**	**1,089,066**	**(316,717)**	**-29.1%**	**1,450,634**
Surplus/ (Deficit) for the year	2	**37,053**	**(91,768)**	**(85,072)**	**123,392**	**235,179**	**(66,150)**	**301,329**	**-455.5%**	**(85,072)**

Table C3 reflects the municipality’s revenue and expenditure by municipal vote.

2.4. Table C4: Financial Performance (Revenue & Expenditure)

NW375 Moses Kotane - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

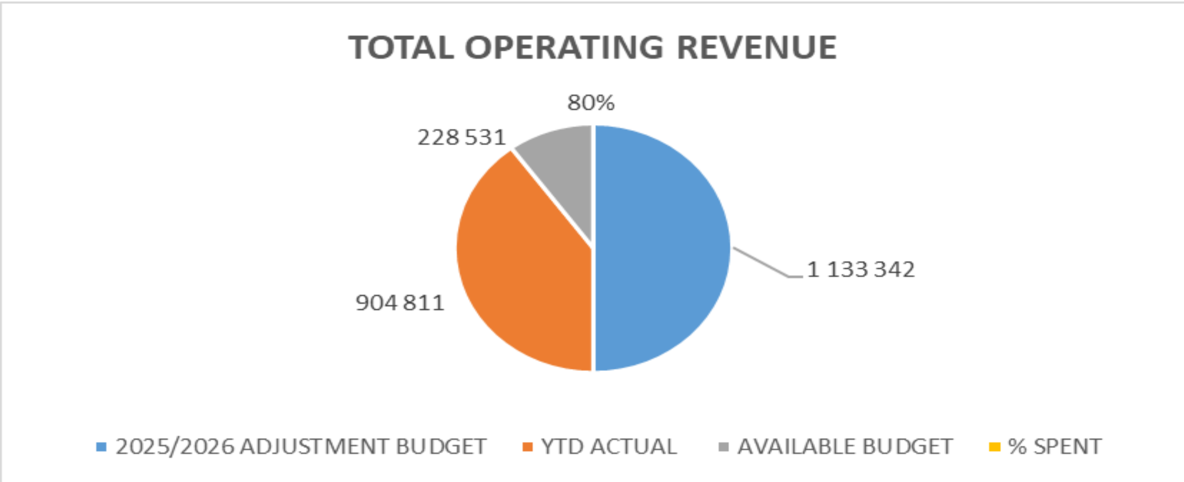
Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		–	–	–	–	–	(0)	0	-100%	–
Service charges - Water		130,832	198,188	198,188	13,027	74,028	148,641	(74,613)	-50%	198,188
Service charges - Waste Water Management		4,879	5,180	5,180	343	2,883	3,885	(1,002)	-26%	5,180
Service charges - Waste management		13,292	14,109	14,109	1,142	10,370	10,582	(212)	-2%	14,109
Sale of Goods and Rendering of Services		722	1,418	1,418	211	633	1,063	(431)	-40%	1,418
Agency services								–		
Interest								–		
Interest earned from Receivables		59,933	60,358	60,358	3,308	20,287	45,269	(24,982)	-55%	60,358
Interest from Current and Non Current Assets		13,235	13,097	8,727	833	6,424	8,075	(1,651)	-20%	8,727
Dividends		–	–	–	–	–	–	–		–
Rent on Land								–		
Rental from Fixed Assets		25	101	31	7	30	48	(18)	-37%	31
Licence and permits		2,588	3,328	3,328	41	1,620	2,496	(876)	-35%	3,328
Special rating levies								–		
Operational Revenue								–		
Non-Exchange Revenue								–		
Property rates		165,035	174,056	174,056	14,434	129,852	130,542	(690)	-1%	174,056
Surcharges and Taxes								–		
Fines, penalties and forfeits		1,826	1,899	1,899	274	2,759	1,424	1,335	94%	1,899
Licence and permits								–		
Transfers and subsidies - Operational		610,284	627,463	628,337	156,969	622,425	470,947	151,479	32%	628,337
Interest		36,388	35,698	35,698	3,831	33,248	26,774	6,474	24%	35,698
Fuel Levy								–		
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		11,863	–	–	–	253	–	253	#DIV/0!	–
Other Gains		232	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**1,051,132**	**1,134,895**	**1,131,328**	**194,419**	**904,811**	**849,744**	**55,067**	**6%**	**1,131,328**
Expenditure By Type										
Employee related costs		320,836	373,102	373,456	28,816	261,163	279,970	(18,807)	-7%	373,456
Remuneration of councillors		30,671	32,329	32,329	220	19,840	24,247	(4,407)	-18%	32,329
Bulk purchases - electricity		36,173	46,620	46,620	4,211	28,957	34,965	(6,008)	-17%	46,620
Inventory consumed		158,024	189,153	189,153	(1,101)	17,865	141,865	(124,000)	-87%	189,153
Debt impairment		252,411	309,909	309,909	–	151,580	232,432	(80,852)	-35%	309,909
Depreciation and amortisation		135,999	186,561	186,561	11,081	99,933	139,921	(39,988)	-29%	186,561
Interest		4,616	2,597	2,597	7	570	1,948	(1,378)	-71%	2,597
Contracted services		165,960	204,518	195,035	20,230	123,412	149,595	(26,184)	-18%	195,035
Transfers and subsidies		–	–	–	–	–	–	–		–
Irrecoverable debts written off		1,641	–	2,340	(37)	2,017	936	1,080	115%	2,340
Operational costs		112,564	108,955	112,633	9,910	66,026	83,187	(17,161)	-21%	112,633
Losses on Disposal of Assets		13,469	–	–	422	422	–	422	#DIV/0!	–
Other Losses		525	–	–	–	566	–	566	#DIV/0!	–
Total Expenditure		**1,232,888**	**1,453,744**	**1,450,634**	**73,758**	**772,349**	**1,089,066**	**(316,717)**	**-29%**	**1,450,634**
Surplus/(Deficit)		**(181,756)**	**(318,849)**	**(319,305)**	**120,660**	**132,462**	**(239,322)**	**371,784**	**(0)**	**(319,305)**
Transfers and subsidies - capital (monetary allocations)		215,615	225,068	232,220	2,449	101,222	171,662	(70,439)	**(0)**	232,220
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	**301,345**	**(0)**	**(87,086)**
Income Tax								–		
Surplus/(Deficit) after income tax		**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	**301,345**	**(0)**	**(87,086)**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	301,345	(0)	**(87,086)**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**33,859**	**(93,781)**	**(87,086)**	**123,109**	**233,684**	**(67,660)**	**301,345**	**(0)**	**(87,086)**

Revenue

a) The Adjusted budget operating revenue for the 2025/2026 financial year to R1,133 billion.
b) Total year to date operating revenue for the reporting period amount to R904 million or 80% when compared to the allocated budget.
c) Operating revenue comprises of own revenue and grants at 31% and 69% respectively. The municipality depends on government grants to fund its operations as the municipality is predominately rural.

d) Own revenue generated for the reporting period amount to R282.3 million. Own revenue is mainly derived from property rates and service charges which contributed R217.1 million or 77% of the total own revenue generated for the reported period.
e) Interest earned on outstanding debtors amount to R53.5 million. This accounts for 25% of billed revenue for the reporting period. Low revenue collection remains a challenge and a threat to the financial viability of the municipality. It must however be noted that Council has approved a financial plan to gradually reduce the budget shortfall over the MTREF period wherein implementation is being monitored on regular basis.
f) Underperformance is noted on permits. Revenue derived from issuing of fines will continue to be recorded through a journal as the two systems are not seamlessly integrated. The issuing of fines has now exceeded the budget allocated, trusting that the actual revenue will increase over time

Graphical Illustration of operating revenue against the approved budget

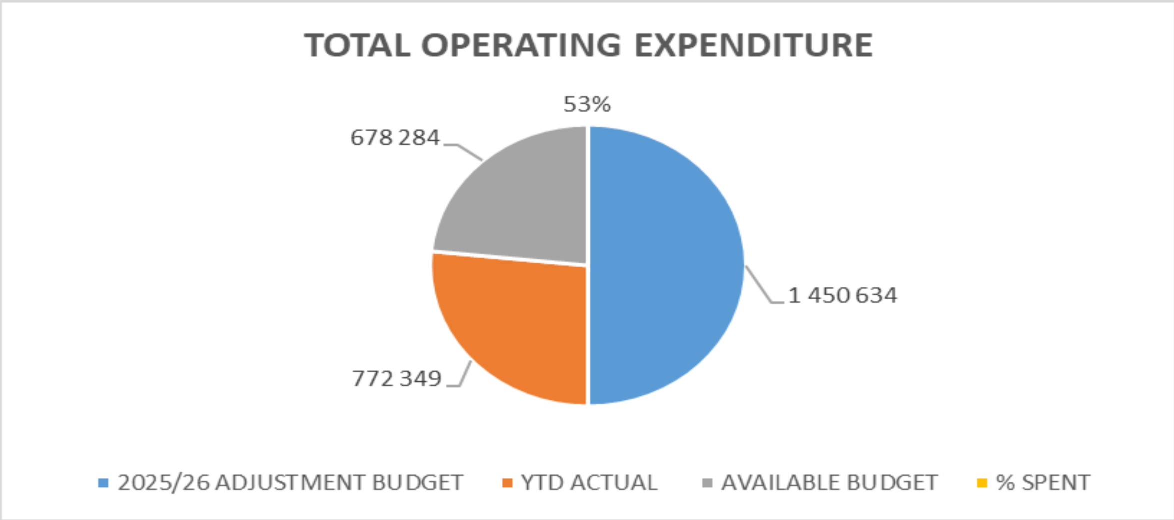


Expenditure

(a) Total Operating expenditure incurred to date amount to R772,3 million, translating to 53% against the adjusted operating expenditure budget of R1,450 billion.
(b) Inventory consumed has recorded a negative R1.1 million, this is due to a corrective journal processed for water inventory in order to align with mSCOA reporting requirements.
(c) Depreciation and debt impairment have underperformed at 54% and 49% respectively. The analysis and calculation for these two items are performed at the end of the financial year to ensure full alignment with the Municipal policy.
(d) Contracted services and operation cost have spent an average of 61%, this is attributed to cost reduction that have been implemented to improve budget funding position.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Graphical Illustration of operating expenditure against the approved budget



QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Table C5: Capital Expenditure by Vote

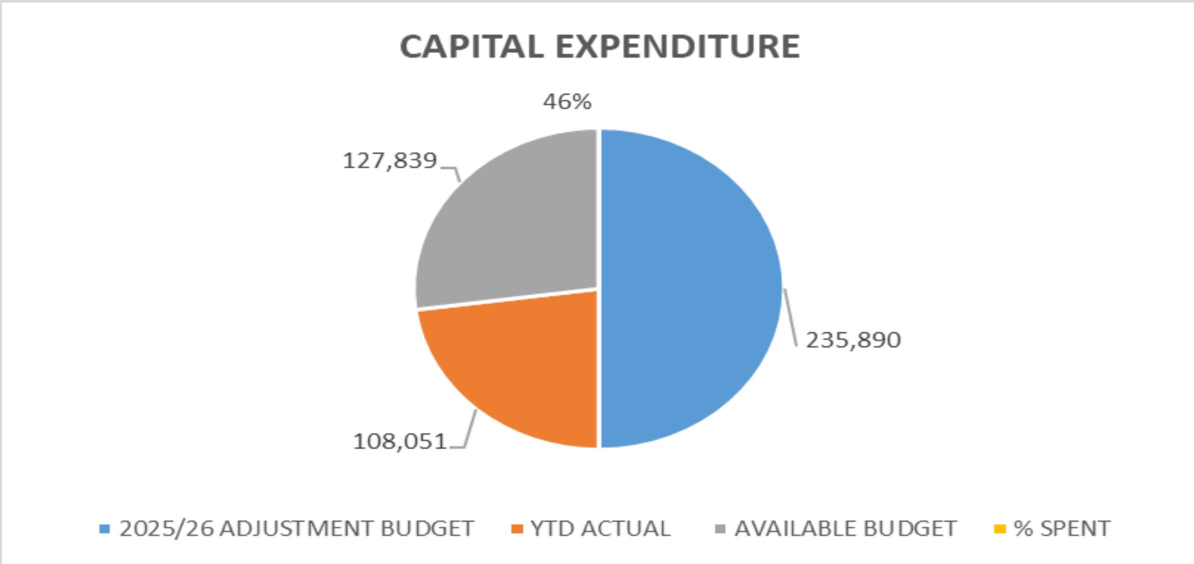
NW375 Moses Kotane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 01 - Municipal Council		–	–	–	–	–	–	–		–
Vote 02 - Office Of The Accounting Officer		–	–	–	–	–	–	–		–
Vote 03 - Budget And Treasury Office		678	–	1,200	(28)	379	480	(101)	-21%	1,200
Vote 04 - Corporate Services		–	–	–	–	–	–	–		–
Vote 05 - Community Services		2,863	18,000	12,970	–	2,731	11,488	(8,758)	-76%	12,970
Vote 06 - Planning & Development		–	–	–	–	–	–	–		–
Vote 07 - Infrastructure & Technical Services		45,435	207,068	221,720	4,172	90,183	161,162	(70,979)	-44%	221,720
Vote 08 -		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**
Single Year expenditure appropriation	2									
Vote 01 - Municipal Council		–	–	–	–	–	–	–		–
Vote 02 - Office Of The Accounting Officer		–	–	–	–	–	–	–		–
Vote 03 - Budget And Treasury Office		–	–	–	–	–	–	–		–
Vote 04 - Corporate Services		–	–	–	–	–	–	–		–
Vote 05 - Community Services		–	–	–	–	–	–	–		–
Vote 06 - Planning & Development		–	–	–	–	–	–	–		–
Vote 07 - Infrastructure & Technical Services		–	–	–	–	–	–	–		–
Vote 08 -		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	–	–	–	–	–	–	–		–
Total Capital Expenditure		**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**
Capital Expenditure - Functional Classification										
Governance and administration		**678**	**–**	**1,200**	**(28)**	**379**	**480**	(101)	-21%	**1,200**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		678	–	1,200	(28)	379	480	(101)	-21%	1,200
Internal audit								–		
Community and public safety		**336**	**16,000**	**12,970**	**–**	**2,731**	**10,788**	(8,058)	-75%	**12,970**
Community and social services		336	16,000	12,000	–	2,731	10,400	(7,670)	-74%	12,000
Sport and recreation		–	–	500	–	–	200	(200)	-100%	500
Public safety		–	–	470	–	–	188	(188)	-100%	470
Housing								–		
Health								–		
Economic and environmental services		**3,264**	**85,000**	**137,004**	**2,044**	**47,366**	**84,552**	(37,186)	-44%	**137,004**
Planning and development		–	–	–	–	–	–	–		–
Road transport		3,264	85,000	137,004	2,044	47,366	84,552	(37,186)	-44%	137,004
Environmental protection								–		
Trading services		**44,699**	**124,068**	**84,715**	**2,128**	**42,817**	**77,310**	(34,493)	-45%	**84,715**
Energy sources		–	7,000	14,562	2	1,150	8,275	(7,125)	-86%	14,562
Water management		42,171	88,068	50,304	1,186	27,295	50,946	(23,651)	-46%	50,304
Waste water management		–	27,000	19,849	939	14,373	17,390	(3,017)	-17%	19,849
Waste management		2,527	2,000	–	–	–	700	(700)	-100%	–
Other								–		
Total Capital Expenditure - Functional Classification	3	**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**
Funded by:										
National Government		47,963	225,068	232,220	4,172	92,914	171,662	(78,748)	-46%	232,220
Provincial Government		–	–	–	–	–	–	–		–
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–		–
Transfers recognised - capital		**47,963**	**225,068**	**232,220**	**4,172**	**92,914**	**171,662**	**(78,748)**	**-46%**	**232,220**
Borrowing	6							–		
Internally generated funds		1,014	–	3,670	(28)	379	1,468	(1,089)	-74%	3,670
Total Capital Funding		**48,976**	**225,068**	**235,890**	**4,144**	**93,292**	**173,130**	**(79,837)**	**-46%**	**235,890**

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Capital Adjusted budget for 2025/2026 financial year amount to R235.8 million. The budget is mainly funded by National grants, i.e. MIG and WSIG. Expenditure reported as at March 2026 amount to R93.2 million, VAT exclusive. (VAT inclusive amount – R108 million). Capital spending to date accounts for 46% against the appropriated budget. Capital expenditure performance is below the SDBIP of 75%, it must be noted that the acceleration is place and is being implemented and monitored to ensure uninterrupted service delivery.

Graphical Illustration of capital expenditure against the approved budget



QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

2.5. Table C6: Financial Position

NW375 Moses Kotane - Table C6 Monthly Budget Statement - Financial Position - M09 March

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		55,565	619	619	185,994	619
Trade and other receivables from exchange transactions		75,828	121,731	121,731	31,838	121,731
Receivables from non-exchange transactions		96,581	99,947	99,947	127,543	99,947
Current portion of non-current receivables						
Inventory		32,437	23,430	23,430	106,151	23,430
VAT		31,990	13,519	13,519	31,830	13,519
Other current assets		25,092	5,289	5,289	24,855	5,289
Total current assets		**317,493**	**264,535**	**264,535**	**508,210**	**264,535**
Non current assets						
Investments		–	–	–	–	–
Investment property		161,643	153,482	153,482	161,643	153,482
Property, plant and equipment		3,164,924	3,326,552	3,337,374	3,160,793	3,337,374
Biological assets						
Living and non-living resources						
Heritage assets		14	14	14	14	14
Intangible assets		12,328	12,678	12,678	10,654	12,678
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets						
Total non current assets		**3,338,908**	**3,492,726**	**3,503,548**	**3,333,105**	**3,503,548**
TOTAL ASSETS		**3,656,402**	**3,757,261**	**3,768,083**	**3,841,315**	**3,768,083**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		2,703	1,107	1,107	(8,829)	1,107
Consumer deposits		758	605	605	764	605
Trade and other payables from exchange transactions		275,871	209,171	209,171	137,522	209,171
Trade and other payables from non-exchange transactions		9,740	–	(8,025)	97,908	(8,025)
Provision		59,988	6,423	6,423	55,328	6,423
VAT		8,305	–	–	24,409	–
Other current liabilities		–	–	–	–	–
Total current liabilities		**357,366**	**217,306**	**209,281**	**307,101**	**209,281**
Non current liabilities						
Financial liabilities		9,029	603	603	9,029	603
Provision		42,450	47,386	47,386	42,450	47,386
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**51,480**	**47,989**	**47,989**	**51,480**	**47,989**
TOTAL LIABILITIES		**408,846**	**265,295**	**257,270**	**358,581**	**257,270**
NET ASSETS	2	**3,247,556**	**3,491,967**	**3,510,813**	**3,482,734**	**3,510,813**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		3,197,553	3,583,734	3,595,885	3,359,342	3,595,885
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**3,197,553**	**3,583,734**	**3,595,885**	**3,359,342**	**3,595,885**

The municipality closed the month with a favourable cash balance which comprises of call accounts and the main account.

2.6. Table C7: Cash Flow

NW375 Moses Kotane - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		63,602	90,509	90,509	13,838	51,889	67,882	(15,993)	-24%	90,509
Service charges		27,379	82,666	82,666	688	67,503	61,999	5,504	9%	82,666
Other revenue		(346,769)	42,032	42,032	75,883	(36,709)	31,524	(68,233)	-216%	42,032
Transfers and Subsidies - Operational		604,194	627,463	627,463	155,566	620,462	470,597	149,865	32%	627,463
Transfers and Subsidies - Capital		222,552	225,068	225,068	25,883	193,068	168,801	24,267	14%	225,068
Interest		21,892	19,678	19,678	1,123	11,343	14,759	(3,416)	-23%	19,678
Dividends								–		
Payments										
Suppliers and employees		169,238	(957,274)	(957,274)	(53,296)	(127,257)	(717,955)	(590,699)	82%	(957,274)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**762,089**	**130,142**	**130,142**	**219,684**	**780,299**	**97,607**	**(682,692)**	**-699%**	**130,142**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		11,863	–	–	–	262	–	262	#DIV/0!	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		(48,976)	(258,828)	(258,828)	(4,144)	(93,292)	(194,121)	(100,829)	52%	(258,828)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(37,113)**	**(258,828)**	**(258,828)**	**(4,144)**	**(93,031)**	**(194,121)**	**(101,091)**	**52%**	**(258,828)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		(13,805)	–	–	–	–	–	–		–
Borrowing long term/refinancing		(94)	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		(1)	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		(917)	(9,987)	(9,987)	(670)	(11,533)	(7,490)	4,042	-54%	(9,987)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(14,817)**	**(9,987)**	**(9,987)**	**(670)**	**(11,533)**	**(7,490)**	**4,042**	**-54%**	**(9,987)**
NET INCREASE/ (DECREASE) IN CASH HELD		**710,158**	**(138,673)**	**(138,673)**	**214,870**	**675,736**	**(104,005)**			**(138,673)**
Cash/cash equivalents at beginning:		43,587	468,275	468,275	516,430	55,565	468,275			55,565
Cash/cash equivalents at month/year end:		753,745	329,602	329,602	731,300	731,300	364,270			(83,108)

The cash flow statement must reflect receipts and payments for the reporting month. The above table depicts revenue received from property rates, service charges, national and provincial grants as well as other receipts. It further reflects payments made to suppliers and employees and loan repayments.

It must be noted that the above cash flow statement does not reflect a true cash position of the municipality due to misalignment identified on other revenue item which resulted in an overstated closing balance. The municipality has developed a road map in an effort to improve credibility of the information contained in the data strings. It must further be noted that there is progress recorded on payments of supplier and employees.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Part 2: Supporting Documents

Section 3: Performance Indicators

3.1 Supporting Table SC2

NW375 Moses Kotane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M09 March

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		0.3%	13.0%	13.0%	1.5%	2.4%
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/ Funds & Reserves		9.3%	5.9%	5.6%	7.0%	5.6%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	88.8%	121.7%	126.4%	165.5%	126.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		15.5%	0.3%	0.3%	60.6%	0.3%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		18.8%	20.0%	20.1%	20.4%	20.1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		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		30.5%	32.9%	33.0%	28.9%	33.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		6.3%	8.7%	7.9%	6.0%	7.9%
Interest & Depreciation	I&D/Total Revenue - capital revenue		13.4%	16.7%	16.7%	1.3%	3.1%
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 received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

Section 4 – Aged Debtors' Analysis

The debtor's analysis comprises of debtors age analysis by income sources and debtors age analysis by customer group.

4.1 Supporting Table SC3

NW375 Moses Kotane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	NT Code	Budget Year 2025/26											
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	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	52,412	20,140	19,577	22,814	20,081	19,448	78,575	627,497	860,546	768,416	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300									–	–		
Receivables from Non-exchange Transactions - Property Rates	1400	25,923	11,092	10,997	10,067	7,860	7,807	45,174	428,378	547,299	499,287	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	804	367	401	426	377	398	2,256	10,263	15,291	13,720	–	–
Receivables from Exchange Transactions - Waste Management	1600	2,612	1,295	1,291	1,312	1,289	1,311	7,610	44,025	60,745	55,547	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810	15,099	7,215	7,055	6,914	6,817	6,697	46,081	228,186	324,064	294,695	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	677	153	148	231	151	148	1,131	29,085	31,723	30,745	–	–
Total By Income Source	**2000**	**97,527**	**40,262**	**39,469**	**41,764**	**36,575**	**35,810**	**180,827**	**1,367,435**	**1,839,668**	**1,662,411**	**–**	**–**
2024/25 - totals only		81232108	39364998	37800594	95892837	114016367	32183009	174564917	##########	1,639,604	**1,481,207**	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	17,590	8,156	8,057	8,213	7,836	7,772	46,087	251,234	354,945	321,142	–	–
Commercial	2300	32,098	13,208	12,302	11,606	9,941	8,559	25,331	317,013	430,058	372,450	–	–
Households	2400	47,513	18,796	19,012	21,765	18,698	19,383	108,686	793,285	1,047,138	961,817	–	–
Other	2500	325	101	98	180	101	96	723	5,901	7,526	7,002	–	–
Total By Customer Group	**2600**	**97,527**	**40,262**	**39,469**	**41,764**	**36,575**	**35,810**	**180,827**	**1,367,435**	**1,839,668**	**1,662,411**	**–**	**–**

The municipality has noted the following challenges:

The above tables reflect gross debtors' book of the municipality. The balance at the end of the reporting month amounts to R1.839 billion. Of the total balance, 90% is older than 90 days, rendering it difficult to collect.

The value reflected on the Financial Position will not reconcile to the Debtor's Age Analysis shown on Supporting Table SC3 as the balance is inclusive of debt impairment. Furthermore, the statement financial Position reflects the net consumer debtors and other debtor classifications which do not form part of the consumer debtors, whereas the age analysis only includes those consumer amounts which have become due prior to debt impairment.

Section 5 - Aged Creditors Analysis

5.1 Supporting Table SC4

NW375 Moses Kotane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

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	1,232	–	–	–	–	–	–	–	**1,232**	
Bulk Water	0200									**–**	
PAYE deductions	0300									**–**	
VAT (output less input)	0400									**–**	
Pensions / Retirement deductions	0500									**–**	
Loan repayments	0600									**–**	
Trade Creditors	0700	22,237	29	–	–	–	–	–	–	**22,266**	12
Auditor General	0800									**–**	
Other	0900	5,051	–	–	–	–	–	–	–	**5,051**	
Medical Aid deductions	0950									**–**	
Total By Customer Type	**1000**	**28,520**	**29**	**–**	**–**	**–**	**–**	**–**	**–**	**28,548**	12

The creditors balance for March 2026 amount to R28.5 million. Total outstanding creditors are payable to Bulk electricity, trade creditors and other.

Section 6 - Investment Portfolio Analysis

The investment portfolio analysis must include information consistent with the requirements of the Municipal Investment Regulations.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

6.1 Table SC5: Investments Portfolio

NW375 Moses Kotane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
														–
Municipality sub-total										–	–	–	–	–
Entities														
														–
														–
														–
														–
														–
														–
														–
Entities sub-total										–	–	–	–	–
TOTAL INVESTMENTS AND INTEREST	2									–	–	–	–	–

INVESTMENTS MOSES KOTANE 2025/2026							
SUMMARY OF INVESTMENTS							
ACCOUNT	TYPE OF	BALANCE	BANK	DEPOSIT	INTEREST	WITHDREW	BALANCE
NUMBER	INVESTMENT	01/07/2025	CHARGES		CAPITALIZED		31/03/2026
228810957(002)	CALL MKLM MAIN STANDARD BANK	930,171.04	0.00	50,000,000.00	226,019.43	0.00	51,156,190.47
2062250801	12 MONTHS CEEDED ESCOM	502,452.95		0.00	45,845.73		548,298.68
228810957(004)	CALL - MIG STANDARD BANK	127,083.00	0.00	162,068,000.00	1,855,694.65	82,509,850.00	81,540,927.65
228810957(003)	CALL WSIG GRANT	4,138,235.83		51,000,000.00	911,104.16	39,200,064.91	16,849,275.08
228810957(001)	CALL FLEET	411,345.49	0.00	0.00	20,385.00	0.00	431,730.49
BALANCE		**6,109,288.31**		**263,068,000.00**	**3,059,048.97**	**121,709,914.91**	**150,526,422.37**

The investment reported as at 31 March 2026 amount to R150.5 million. An additional investment reconciliation has been attached since the municipality's investment information could not be updated on the reporting system. The municipality is currently working on addressing the challenge as per the Road Map and progress will be reported.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Section 7- Allocation and grant receipts and expenditure

7.1 Supporting Table SC6

NW375 Moses Kotane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>RECEIPTS:</u>	1,2									
<u>Operating Transfers and Grants</u>										
National Government:		**608,679**	**626,305**	**626,742**	**156,927**	**622,027**	**469,904**	**152,124**	**32.4%**	**626,742**
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		600,070	615,410	615,410	155,566	615,410	461,557	153,852	33.3%	615,410
Expanded Public Works Programme Integrated Grant		1,124	1,895	1,895	177	1,529	1,421	107	7.5%	1,895
Local Government Financial Management Grant		2,000	2,000	2,000	347	1,145	1,500	(355)	-23.7%	2,000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant	3	5,486	7,000	7,437	838	3,944	5,425	(1,481)	-27.3%	7,437
Other transfers and grants [insert description]								–		
Provincial Government:		**1,604**	**1,158**	**1,594**	**42**	**398**	**1,043**	**(645)**	**-61.8%**	**1,594**
Capacity Building and Other Grants		1,604	1,158	1,594	42	398	1,043	(645)	-61.8%	1,594
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
National Library South Africa		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	**610,284**	**627,463**	**628,337**	**156,969**	**622,425**	**470,947**	**151,479**	**32.2%**	**628,337**
<u>Capital Transfers and Grants</u>										
National Government:		–	–	–	–	–	–	–		–
								–		
Provincial Government:		–	–	–	–	–	–	–		–
[insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Capital Transfers and Grants	5	–	–	–	–	–	–	–		–
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	610,284	627,463	628,337	156,969	622,425	470,947	151,479	32.2%	628,337

The disclosure on allocation and grant receipts and expenditure must reflect particulars of –

a) Allocation and grant receipts and expenditure against each allocation or grant; and
b) Any change in allocations and a result.
   i. An adjustments of the national, provincial government, district, Local municipalities and
   ii. Changes in grants from other providers

The following grants were received to date;

- Equitable Shares – R613.9 million
- WSIG – R 51 million
- MIG – R 135.06 million
- EPWP – R 1.8 million
- FMG – R 2 million
- Library R1.1 million

7.2 Supporting Table SC7 (1)

The below attached table shows the expenditure per grant (operating and capital)

NW375 Moses Kotane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**550,076**	**626,305**	**630,663**	**44,624**	**348,905**	**471,474**	**(122,569)**	**-26.0%**	**630,663**
								–		
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		542,424	615,410	619,331	44,077	342,410	463,128	(120,718)	-26.1%	619,331
Expanded Public Works Programme Integrated Grant		1,403	1,895	1,895	82	1,529	1,421	108	7.6%	1,895
Local Government Financial Management Grant		1,165	2,000	2,000	49	1,054	1,500	(446)	-29.8%	2,000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		5,085	7,000	7,437	415	3,912	5,425	(1,513)	-27.9%	7,437
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
National Library South Africa		–	–	–	–	–	–	–		–
North West Provincial Arts and Culture Council		–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:		**550,076**	**626,305**	**630,663**	**44,624**	**348,905**	**471,474**	**(122,569)**	**-26.0%**	**630,663**
Capital expenditure of Transfers and Grants										
National Government:		47,963	225,068	232,220	4,172	92,914	171,662	(78,748)	**-45.9%**	232,220
Municipal Infrastructure Grant		47,963	175,068	180,575	2,047	57,127	133,504	(76,377)	-57.2%	180,575
Water Services Infrastructure Grant		0	50,000	51,644	2,125	35,786	38,158	(2,372)	-6.2%	51,644
Provincial Government:		–	–	–	–	–	–	–		–
Infrastructure Grant		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
Municipal Infrastructure Investment Unit		–	–	–	–	–	–	–		–
National Small Business Council		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		**47,963**	**225,068**	**232,220**	**4,172**	**92,914**	**171,662**	**(78,748)**	**-45.9%**	**232,220**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**598,039**	**851,373**	**862,883**	**48,796**	**441,818**	**643,135**	**(201,317)**	**-31.3%**	**862,883**

7.3 Supporting Table SC7 (2) Monthly Budget Statement-Expenditure against approved rollovers-

The municipality's approved roll overs of MIG and WSIG have been incorporated in the budget and the plan is to ensure that funds are fully spent at year end.

Section 8- Expenditure on councillor and board members allowances and employee benefits

8.1 Supporting Table SC8

NW375 Moses Kotane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		23,040	23,864	23,864	87	17,138	17,898	(760)	-4%	23,864
Pension and UIF Contributions		3,209	3,322	3,322	98	48	2,492	(2,444)	-98%	3,322
Medical Aid Contributions		289	314	314	35	6	235	(230)	-98%	314
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		3,173	3,204	3,204	–	2,092	2,403	(311)	-13%	3,204
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		959	1,625	1,625	–	557	1,219	(662)	-54%	1,625
Sub Total - Councillors		**30,671**	**32,329**	**32,329**	**220**	**19,840**	**24,247**	**(4,407)**	**-18%**	**32,329**
% increase	4		**5.4%**	**5.4%**						**5.4%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2,958	9,950	9,950	175	2,027	7,462	(5,436)	-73%	9,950
Pension and UIF Contributions		617	1,774	1,774	179	235	1,331	(1,095)	-82%	1,774
Medical Aid Contributions		–	165	165	–	–	124	(124)	-100%	165
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		238	281	281	–	175	210	(35)	-17%	281
Motor Vehicle Allowance		541	541	541	40	401	406	(5)	-1%	541
Other benefits and allowances		0	1	1	0	0	1	(1)	-76%	1
Sub Total - Senior Managers of Municipality		**4,354**	**12,711**	**12,711**	**394**	**2,838**	**9,534**	**(6,696)**	**-70%**	**12,711**
% increase	4		**191.9%**	**191.9%**						**191.9%**
Other Municipal Staff										
Basic Salaries and Wages		213,589	245,997	245,247	19,083	176,283	184,198	(7,914)	-4%	245,247
Pension and UIF Contributions		39,416	47,739	47,738	3,781	34,199	35,804	(1,605)	-4%	47,738
Medical Aid Contributions		17,688	21,559	21,559	1,907	14,742	16,169	(1,428)	-9%	21,559
Overtime		18,552	18,420	19,526	1,673	16,080	14,258	1,822	13%	19,526
Performance Bonus		14,977	18,204	18,204	1,420	11,440	13,654	(2,213)	-16%	18,204
Motor Vehicle Allowance		770	1,193	1,193	92	676	895	(219)	-24%	1,193
Cellphone Allowance								–		
Housing Allowances		853	901	901	81	727	676	51	7%	901
Other benefits and allowances		3,982	5,123	5,122	363	3,265	3,842	(576)	-15%	5,122
Payments in lieu of leave		4,035	–	–	–	–	–	–		–
Long service awards		1,079	–	–	–	–	–	–		–
Acting and post related allowance		1,542	1,255	1,255	21	913	941	(28)	-3%	1,255
Sub Total - Other Municipal Staff		**316,482**	**360,391**	**360,745**	**28,422**	**258,325**	**270,436**	**(12,111)**	**-4%**	**360,745**
% increase	4		**13.9%**	**14.0%**						**14.0%**
Total Parent Municipality		**351,507**	**405,431**	**405,785**	**29,036**	**281,003**	**304,217**	**(23,214)**	**-8%**	**405,785**
			15.3%	**15.4%**						**15.4%**
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
% increase	4									
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		**351,507**	**405,431**	**405,785**	**29,036**	**281,003**	**304,217**	**(23,214)**	**-8%**	**405,785**
% increase	4		**15.3%**	**15.4%**						**15.4%**
TOTAL MANAGERS AND STAFF		**320,836**	**373,102**	**373,456**	**28,816**	**261,163**	**279,970**	**(18,807)**	**-7%**	**373,456**

The disclosure on councillor and board members allowances and employee benefits must include a comparison of actual

Expenditure and budgeted expenditure on -

(a) Councillor allowances

(b) Board member allowances; and

(c) Employee benefits

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

Section 9: Actual & Revised Targets for Cash Receipts

9.1 Supporting Table SC9

NW375 Moses Kotane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M09 March

Description	Ref	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		1,562	14,915	6,600	4,244	850	1,726	1,106	7,048	13,838	7,542	7,542	23,535	90,509	125,178	133,621
Service charges - Electricity revenue													–			
Service charges - Water revenue		(7,640)	(6,003)	(35,982)	86,395	6,812	14,311	5,936	1,191	645	6,326	6,326	(2,401)	75,918	72,812	75,215
Service charges - Waste Water Management		206	140	149	353	69	389	17	232	20	164	164	65	1,968	2,571	2,656
Service charges - Waste Mangement		47	54	16	22	23	24	18	35	23	398	398	3,721	4,780	5,144	5,314
													–			
Rental of facilities and equipment		3	4	1	3	4	–	3	5	7	8	8	54	101	31	31
Interest earned - external investments		206	1,030	1,387	701	222	817	568	659	833	1,091	1,091	4,490	13,097	8,774	8,995
Interest earned - outstanding debtors		345	829	640	261	91	623	150	1,689	290	548	548	566	6,582	30,355	33,247
Dividends received													–			
Fines, penalties and forfeits		29	14	8	9	32	64	32	18	15	30	30	79	361	290	305
Licences and permits		29	49	49	57	37	42	43	1,273	41	277	277	1,153	3,328	2,611	2,690
Agency services													–			
Transfers and Subsidies - Operational		256,421	2,474	–	1,157	853	203,423	–	568	155,566	52,289	52,289	(97,576)	627,463	636,332	649,206
Other revenue		(328,326)	23,232	54,461	(88,672)	47,712	86,996	4,066	86,130	75,821	3,187	3,187	70,450	38,242	2,964	3,051
Cash Receipts by Source		**(77,117)**	**36,740**	**27,330**	**4,530**	**56,707**	**308,416**	**11,938**	**98,847**	**247,097**	**71,862**	**71,862**	**4,136**	**862,348**	**887,061**	**914,330**
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		60,434	–	–	15,000	46,844	–	–	44,907	25,883	18,756	18,756	(5,511)	225,068	229,311	253,824
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		–	–	–	9	–	–	–	253	–	–	–	(262)	–	–	–
Short term loans		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
VAT Control (receipts)		–	–	–	–	–	–	–	–	–	–	–	–	–	34,397	38,074
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source		**(16,683)**	**36,740**	**27,330**	**19,539**	**103,551**	**308,416**	**11,938**	**144,007**	**272,980**	**90,618**	**90,618**	**(1,637)**	**1,087,416**	**1,150,769**	**1,206,227**
Cash Payments by Type													–			
Employee related costs		335	100	(305)	656	(4,701)	5,390	(2,183)	105	607	31,092	31,092	310,914	373,102	379,062	398,782
Remuneration of councillors		(107)	36	(111)	(102)	(529)	353	2,262	–	(381)	2,694	2,694	25,520	32,329	32,529	33,602
Interest		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases - Electricity		1,582	453	20	1,293	59	284	–	1,056	2	3,885	3,885	34,100	46,620	48,205	49,796
Acquisitions - water & other inventory		51,589	–	–	–	–	–	–	–	–	13,763	13,763	86,039	165,153	182,246	190,709
Contracted services		–	–	–	–	–	89,748	10,323	9,729	33,377	–	–	(143,177)	–	–	–
Transfers and subsidies - other municipalities													–			
Transfers and subsidies - other													–			
Other expenditure		(216,109)	49,256	18,272	17,768	(26,032)	53,686	1,949	7,837	18,289	28,339	28,339	358,477	340,070	279,187	284,561
Cash Payments by Type		**(162,711)**	**49,846**	**17,875**	**19,615**	**(31,204)**	**149,461**	**12,351**	**18,728**	**51,895**	**79,773**	**79,773**	**671,872**	**957,274**	**921,230**	**957,451**
Other Cash Flows/Payments by Type																
Capital assets		–	9,248	7,238	20,029	4	37,555	1,701	13,374	4,144	21,569	21,569	122,398	258,828	240,261	252,717
Repayment of borrowing		–	–	–	4,498	901	3,614	919	930	670	832	832	(3,210)	9,987	–	–
Other Cash Flows/Payments		–	–	–	–	–	–	–	–	1,401	–	–	(1,401)	–	–	–
Total Cash Payments by Type		**(162,711)**	**59,094**	**25,113**	**44,142**	**(30,298)**	**190,629**	**14,971**	**33,032**	**58,110**	**102,174**	**102,174**	**789,659**	**1,226,089**	**1,161,491**	**1,210,168**
NET INCREASE/(DECREASE) IN CASH HELD		**146,028**	**(22,354)**	**2,217**	**(24,603)**	**133,849**	**117,787**	**(3,033)**	**110,975**	**214,870**	**(11,556)**	**(11,556)**	**(791,296)**	**(138,673)**	**(10,722)**	**(3,940)**
Cash/cash equivalents at the month/year beginning:		55,565	201,593	179,238	181,455	156,852	290,701	408,488	405,455	516,430	731,300	719,744	708,188	55,565	(83,108)	(93,830)
Cash/cash equivalents at the month/year end:		201,593	179,238	181,455	156,852	290,701	408,488	405,455	516,430	731,300	719,744	708,188	(83,108)	(83,108)	(93,830)	(97,770)

9.2 Supporting Table SC1

NW375 Moses Kotane - Supporting Table SC1 Material variance explanations - M09 March

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	**Revenue**			
	Transfers and Subsidies	-32%	Receipt of Equitable shares tranche	As as when we receive the trenche we align it to out payment schedule
	Interest on current and non current assets	-20%	Reduced bank balances	Budget was reduced during adjustment budget to cater for the reduced bank balances
	Fines	94%	Lack of seamless intergration between two systems	JNL will be processed to account for the revenue derived from issuing of fines
2	**Expenditure By Type**			
	Interest financed cost	-71%	Early repayment of lease agreement	
	Debt impairment and depreciation	-32%	Debtors and assets are not fully impaired. Debt Impairment is mistated	JNL will be processed to correct the mistatement
	Water consumed	-87%	Inventory recorded a negative amount	JNL will be processed to correct the misallocation
3	**Capital Expenditure**			
	Variances was Not Calculated			
4	**Financial Position**			
	Cash		Not all bank account balances are included in C6	the system vendor is being enganged to asssit with the mapping to correct misallignment
5	**Cash Flow**			
	Payment to suppliers and employees		Incorrect mappingf of vote numbers in the system	This mistatement wil be investigated and corrected according
6	**Measureable performance**			
7	**Municipal Entities**			

Section 10: Capital Programme Performance

10. Supporting table SC12

NW375 Moses Kotane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March

Month R thousands	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	8,901	18,756	18,756	–	–	18,756	18,756	100.0%	0%
August	5,461	18,756	18,756	9,248	9,248	37,511	28,263	75.3%	4%
September	23,087	18,756	18,756	7,238	7,238	56,267	49,029	87.1%	3%
October	24,189	18,756	18,756	20,029	20,029	75,023	54,994	73.3%	8%
November	17,738	18,756	18,756	4	4	93,778	93,774	100.0%	0%
December	7,794	18,756	18,756	37,555	37,555	112,534	74,979	66.6%	16%
January	6,308	18,756	18,756	1,701	1,701	131,290	129,589	98.7%	1%
February	8,768	20,920	20,920	13,374	13,374	152,210	138,835	91.2%	6%
March	8,559	20,920	20,920	4,144	4,144	173,130	168,986	97.6%	2%
April	11,637	20,920	20,920	–	–	194,050	194,050	100.0%	–
May	8,783	20,920	20,920	–	–	214,970	214,970	100.0%	–
June	50,879	20,920	20,920	–	–	235,890	235,890	100.0%	–
Total Capital expenditure	**182,102**	**235,890**	**235,890**	**93,292**					

10.2 Supporting Table SC13

Supporting Table SC13 include the following:

(a)SC13a: Capital Expenditure on new assets by asset class

(b) SC13b: Capital Expenditure on renewal of existing assets by asset class

(c) SC13c: Expenditure on repairs and maintenance by asset class

(d) SC13d: Expenditure on depreciation by asset class

(e) SC13e: Expenditure on upgrading of existing assets by asset class

10.2.1 Supporting Table SC13a

NW375 Moses Kotane - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		**44,699**	**84,100**	**60,370**	**1,189**	**27,633**	**53,583**	25,950	**48.4%**	**60,370**
Roads Infrastructure		–	1,500	3,000	–	–	1,725	1,725	**100.0%**	3,000
Roads		–	1,500	3,000	–	–	1,725	1,725	**100.0%**	3,000
Storm water Infrastructure		–	–	1,550	–	–	620	620	**100.0%**	1,550
Drainage Collection		–	–	1,550	–	–	620	620	**100.0%**	1,550
Storm water Conveyance								–		
Attenuation								–		
Electrical Infrastructure		–	7,000	14,562	2	1,150	8,275	7,125	**86.1%**	14,562
LV Networks		–	7,000	14,562	2	1,150	8,275	7,125	**86.1%**	14,562
Capital Spares								–		
Water Supply Infrastructure		42,171	63,600	37,910	1,186	23,571	37,424	13,853	**37.0%**	37,910
Water Treatment Works		23,598	–	735	–	–	294	294	**100.0%**	735
Bulk Mains		–	9,000	15,096	–	9,273	9,188	(84)	**-0.9%**	15,096
Distribution		18,573	39,600	19,678	1,186	13,511	21,731	8,220	**37.8%**	19,678
Distribution Points		–	15,000	2,400	–	787	6,210	5,423	**87.3%**	2,400
Sanitation Infrastructure		–	10,000	3,349	–	2,912	4,840	1,927	**39.8%**	3,349
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		–	10,000	3,349	–	2,912	4,840	1,927	**39.8%**	3,349
Solid Waste Infrastructure		2,527	2,000	–	–	–	700	700	**100.0%**	–
Landfill Sites		2,527	2,000	–	–	–	700	700	**100.0%**	–
Community Assets		**–**	**–**	**100**	**–**	**–**	**40**	**40**	**100.0%**	**100**
Community Facilities		–	–	100	–	–	40	40	**100.0%**	100
Capital Spares		–	–	100	–	–	40	40	100.0%	100
Furniture and Office Equipment		**678**	**–**	**1,200**	**(28)**	**379**	**480**	**101**	21.1%	**1,200**
Furniture and Office Equipment		678	–	1,200	(28)	379	480	101	21.1%	1,200
Machinery and Equipment		**–**	**–**	**2,370**	**–**	**–**	**948**	**948**	100.0%	**2,370**
Machinery and Equipment		–	–	2,370	–	–	948	948	100.0%	2,370
Transport Assets		**336**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Transport Assets		336	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on new assets	1	**45,712**	**84,100**	**64,040**	**1,160**	**28,012**	**55,051**	**27,039**	**49.1%**	**64,040**

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

10.2.2 Supporting Table SC13b

NW375 Moses Kotane - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		**–**	**15,000**	**26,000**	**–**	**7,680**	**15,650**	7,970	**50.9%**	**26,000**
Roads Infrastructure		–	15,000	26,000	–	7,680	15,650	7,970	**50.9%**	26,000
Roads		–	15,000	26,000	–	7,680	15,650	7,970	**50.9%**	26,000
Community Assets		**–**	**4,468**	**–**	**–**	**–**	**1,564**	**1,564**	**100.0%**	**–**
Community Facilities		–	4,468	–	–	–	1,564	1,564	**100.0%**	–
Cemeteries/Crematoria		–	4,468	–	–	–	1,564	1,564	100.0%	–
Other assets		**–**	**2,000**	**–**	**–**	**–**	**700**	**700**	**100.0%**	**–**
Operational Buildings		–	2,000	–	–	–	700	700	**100.0%**	–
Training Centres		–	2,000	–	–	–	700	700	100.0%	–
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Zoo's, Marine and Non-biological Animals								–		
Living resources		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on renewal of existing assets	1	**–**	**21,468**	**26,000**	**–**	**7,680**	**17,914**	**10,233**	57.1%	**26,000**

10.2.3 Supporting Table SC13c

NW375 Moses Kotane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**48,930**	**65,374**	**51,531**	**4,303**	**37,360**	**43,493**	6,133	**14.1%**	**51,531**
Roads Infrastructure		394	3,300	1,800	–	215	1,875	1,661	**88.6%**	1,800
Roads		394	3,000	1,500	–	215	1,650	1,436	**87.0%**	1,500
Road Structures								–		
Road Furniture		–	300	300	–	–	225	225	**100.0%**	300
Electrical Infrastructure		375	100	100	–	–	75	75	**100.0%**	100
MV Networks								–		
LV Networks		375	100	100	–	–	75	75	**100.0%**	100
Capital Spares								–		
Water Supply Infrastructure		29,963	36,500	32,030	3,228	27,969	25,587	(2,382)	**-9.3%**	32,030
Dams and Weirs								–		
Boreholes								–		
Reservoirs		–	6,500	–	–	–	2,275	2,275	**100.0%**	–
Pump Stations								–		
Water Treatment Works		29,963	30,000	32,030	3,228	27,969	23,312	(4,657)	**-20.0%**	32,030
Sanitation Infrastructure		5,029	2,000	2,000	–	578	1,500	922	**61.5%**	2,000
Pump Station		–	–	–	–	–	–	–		–
Reticulation								–		
Waste Water Treatment Works		5,029	2,000	2,000	–	578	1,500	922	**61.5%**	2,000
Solid Waste Infrastructure		13,169	23,474	15,601	1,075	8,599	14,456	5,857	**40.5%**	15,601
Landfill Sites		13,169	23,474	15,601	1,075	8,599	14,456	5,857	**40.5%**	15,601
Community Assets		**30**	**350**	**350**	**(191)**	**8**	**263**	**254**	**96.9%**	**350**
Community Facilities		–	100	100	–	–	75	75	**100.0%**	100
Libraries								–		
Cemeteries/Crematoria		–	100	100	–	–	75	75	100.0%	100
Sport and Recreation Facilities		30	250	250	(191)	8	188	179	**95.6%**	250
Indoor Facilities								–		
Outdoor Facilities		30	250	250	(191)	8	188	179	95.6%	250
Other assets		**6,468**	**8,600**	**8,600**	**336**	**5,350**	**6,450**	**1,100**	**17.1%**	**8,600**
Operational Buildings		6,468	8,600	8,600	336	5,350	6,450	1,100	**17.1%**	8,600
Municipal Offices		6,468	8,600	8,600	336	5,350	6,450	1,100	17.1%	8,600
Intangible Assets		**7,125**	**9,000**	**9,000**	**463**	**2,425**	**6,750**	**4,325**	64.1%	**9,000**
Servitudes								–		
Licences and Rights		7,125	9,000	9,000	463	2,425	6,750	4,325	**64.1%**	9,000
Computer Software and Applications		7,125	9,000	9,000	463	2,425	6,750	4,325	64.1%	9,000
Computer Equipment		**34**	**50**	**50**	**1**	**4**	**38**	**34**	89.8%	**50**
Computer Equipment		34	50	50	1	4	38	34	89.8%	50
Furniture and Office Equipment		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Furniture and Office Equipment		–	–	–	–	–	–	–		–
Machinery and Equipment		**–**	**100**	**100**	**–**	**–**	**75**	**75**	100.0%	**100**
Machinery and Equipment		–	100	100	–	–	75	75	100.0%	100
Transport Assets		**3,775**	**14,750**	**20,250**	**2,662**	**8,973**	**13,263**	**4,289**	32.3%	**20,250**
Transport Assets		3,775	14,750	20,250	2,662	8,973	13,263	4,289	32.3%	20,250
Policing and Protection								–		
Zoological plants and animals								–		
Total Repairs and Maintenance Expenditure	1	**66,362**	**98,224**	**89,881**	**7,573**	**54,120**	**70,331**	**16,211**	**23.0%**	**89,881**

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

10.2.4 Supporting Table SC13d

NW375 Moses Kotane - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M09 March

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Depreciation by Asset Class/Sub-class										
Infrastructure		**104,019**	**141,156**	**141,156**	**8,323**	**74,910**	**105,867**	30,957	**29.2%**	**141,156**
Roads Infrastructure		34,881	53,345	53,345	2,234	20,105	40,009	19,904	**49.7%**	53,345
Roads		34,881	53,345	53,345	2,234	20,105	40,009	19,904	**49.7%**	53,345
Road Structures		–	–	–	–	–	–	–		–
Road Furniture		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Storm water Infrastructure		5,019	5,927	5,927	423	3,810	4,445	635	**14.3%**	5,927
Drainage Collection		5,019	5,927	5,927	423	3,810	4,445	635	**14.3%**	5,927
Storm water Conveyance		–	–	–	–	–	–	–		–
Attenuation		–	–	–	–	–	–	–		–
Electrical Infrastructure		3,724	4,251	4,251	312	2,806	3,188	382	**12.0%**	4,251
Power Plants		3,724	4,251	4,251	312	2,806	3,188	382	**12.0%**	4,251
Water Supply Infrastructure		57,599	74,316	74,316	5,101	45,910	55,737	9,827	**17.6%**	74,316
Distribution		57,593	74,316	74,316	5,101	45,910	55,737	9,827	**17.6%**	74,316
Sanitation Infrastructure		2,134	2,542	2,542	179	1,609	1,907	298	**15.6%**	2,542
Pump Station		–	–	–	–	–	–	–		–
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		2,134	2,542	2,542	179	1,609	1,907	298	**15.6%**	2,542
Outfall Sewers		–	–	–	–	–	–	–		–
Toilet Facilities		–	–	–	–	–	–	–		–
Capital Spares		–	–	–	–	–	–	–		–
Solid Waste Infrastructure		662	776	776	74	670	582	(88)	**-15.2%**	776
Landfill Sites		662	776	776	74	670	582	(88)	**-15.2%**	776
Community Assets		**16,647**	**24,672**	**24,672**	**1,384**	**12,453**	**18,504**	**6,051**	**32.7%**	**24,672**
Community Facilities		16,647	24,672	24,672	1,384	12,453	18,504	6,051	**32.7%**	24,672
Halls		14,681	20,772	20,772	1,220	10,978	15,579	4,601	29.5%	20,772
Centres		1,966	3,899	3,899	164	1,475	2,925	1,450	49.6%	3,899
Other assets		**6,190**	**8,288**	**8,288**	**518**	**4,659**	**6,216**	**1,557**	**25.0%**	**8,288**
Operational Buildings		6,190	8,288	8,288	518	4,659	6,216	1,557	**25.0%**	8,288
Municipal Offices		6,190	8,288	8,288	518	4,659	6,216	1,557	25.0%	8,288
Intangible Assets		**2,244**	**2,856**	**2,856**	**189**	**1,673**	**2,142**	**469**	21.9%	**2,856**
Servitudes								–		
Licences and Rights		2,244	2,856	2,856	189	1,673	2,142	469	**21.9%**	2,856
Computer Software and Applications		2,244	2,856	2,856	189	1,673	2,142	469	21.9%	2,856
Furniture and Office Equipment		**2,295**	**3,071**	**3,071**	**196**	**1,889**	**2,304**	**415**	18.0%	**3,071**
Furniture and Office Equipment		2,295	3,071	3,071	196	1,889	2,304	415	18.0%	3,071
Machinery and Equipment		**219**	**305**	**305**	**15**	**108**	**229**	**121**	52.9%	**305**
Machinery and Equipment		219	305	305	15	108	229	121	52.9%	305
Transport Assets		**4,385**	**6,212**	**6,212**	**456**	**4,241**	**4,659**	**419**	9.0%	**6,212**
Transport Assets		4,385	6,212	6,212	456	4,241	4,659	419	9.0%	6,212
Policing and Protection								–		
Zoological plants and animals								–		
Total Depreciation	1	**135,999**	**186,561**	**186,561**	**11,081**	**99,933**	**139,921**	**39,988**	**28.6%**	**186,561**

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 31st MARCH 2026 - MOSES KOTANE LOCAL MUNICIPALITY

10.2.5 Supporting Table SC13e

NW375 Moses Kotane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class -

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		**3,264**	**105,500**	**133,849**	**2,983**	**54,869**	**90,465**	35,596	**39.3%**	**133,849**
Roads Infrastructure		3,264	68,500	104,954	2,044	39,685	65,957	26,272	**39.8%**	104,954
Roads		3,264	68,500	87,954	2,044	39,685	59,157	19,472	**32.9%**	87,954
Road Structures								–		
Road Furniture		–	–	17,000	–	–	6,800	6,800	**100.0%**	17,000
Water Supply Infrastructure		–	20,000	12,395	–	3,724	11,958	8,234	**68.9%**	12,395
Bulk Mains		–	20,000	12,395	–	3,724	11,958	8,234	**68.9%**	12,395
Sanitation Infrastructure		–	17,000	16,500	939	11,461	12,550	1,089	**8.7%**	16,500
Pump Station								–		
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		–	17,000	16,500	939	11,461	12,550	1,089	**8.7%**	16,500
Community Assets		**–**	**14,000**	**12,000**	**–**	**2,731**	**9,700**	**6,970**	**71.9%**	**12,000**
Community Facilities		–	14,000	12,000	–	2,731	9,700	6,970	**71.9%**	12,000
Libraries								–		
Cemeteries/Crematoria		–	14,000	12,000	–	2,731	9,700	6,970	71.9%	12,000
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Zoo's, Marine and Non-biological Animals								–		
Living resources		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Capital Expenditure on upgrading of existing assets	1	**3,264**	**119,500**	**145,849**	**2,983**	**57,600**	**100,165**	**42,565**	**42.5%**	**145,849**