



SECTION 71 FINANCIAL REPORT
NOVEMBER 2025

PURPOSE

To report on monthly actual performance and implementation of the municipality's budget for the period ending 30 November 2025

LEGAL/STATUTORY REQUIREMENT

Municipal Finance Management Act No. 56 of 2003.

Municipal Budget and Reporting Regulations gazette No 32141

BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, 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 on the financial performance of that municipality.

The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts, and explanatory information of financial performance.

Executive Mayors Report Summary

This report is a summary of the main budget, issues arising from the implementation of approved budget and in-year reporting monitoring process. It compares the progress in budget implementation to the projections as at the date of reporting.

a) Summary Statement of Financial Performance

The Summary Statement of Financial Performance shown below is prepared on a similar basis of the prescribed budget format, detailing revenue by source type and expenditure per vote.

EC121 Mbashe - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		3.895	500	-	322	1.746	208	1.538	738%	500
Sale of Goods and Rendering of Services		2.325	700	-	16	70	292	(222)	-76%	700
Agency services		(342)	1.700	-	733	1.845	708	1.137	160%	1.700
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		1.552	-	-	131	635	-	635	#DIV/0!	-
Interest from Current and Non Current Assets		45.354	32.000	-	35	11.064	13.333	-	-	32.000
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	2.000	-	274	1.361	833	528	-	2.000
Rental from Fixed Assets		3.191	270	-	32	174	113	62	55%	270
Licence and permits		1.945	-	-	-	-	-	-	-	-
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		428	1.210	-	19	286	504	(218)	-43%	1.210
Non-Exchange Revenue										
Property rates		21.099	10.000	-	406	18.102	4.167	13.935	334%	10.000
Surcharges and Taxes		615	27.057	-	5.792	21.441	11.274	10.167	-	27.057
Fines, penalties and forfeits		1.625	2.200	-	230	1.026	917	110	-	2.200
Licence and permits		574	1.000	-	154	807	417	390	-	1.000
Transfers and subsidies - Operational		382.941	373.535	-	10.702	163.319	155.639	7.680	-	373.535
Interest		4.130	-	-	222	1.105	-	1.105	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		469.331	452.172	-	19.069	222.982	188.405	34.577	18%	452.172

The billing for the Municipality has been done for the month of November 2025. Property rates variance percentage is 334%. Service charges variance is 738%. Interest from current and non current Assets (Which is Cash monies) is showing an amount of R35 265.00 for the month of November 2025.

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EC121 Mbashe - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M05 November 2025

Expenditure By Type									
Employee related costs	143.176	166.716	-	563	53.188	89.485	(18.277)	-23%	166.716
Remuneration of councillors	26.342	30.565	-	-	7.816	12.735	(4.920)	-39%	30.565
Bulk purchases - electricity	-	-	-	-	-	-	-	-	-
Inventory consumed	-	-	-	-	-	-	-	-	-
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation and amortisation	67.765	55.000	-	-	-	22.917	(22.917)	-100%	55.000
Interest	218	-	-	-	-	-	-	-	-
Contracted services	101.245	159.015	-	13.550	63.919	97.280	(33.361)	-34%	159.015
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off	19.176	2.000	-	-	71	833	(763)	-	2.000
Operational costs	74.613	64.263	-	5.305	22.941	27.800	(4.858)	-17%	64.263
Losses on Disposal of Assets	-	-	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	-	-	-
Total Expenditure	432.534	477.559	-	19.417	147.934	231.030	(83.096)	-36%	477.559

Municipality payroll integration and other earnings for the month were not done, the full payroll costs for November is shown on the Section 66 Report.

SECTION 66 REPORT FOR 2025/2026

Description	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Total
Total Earnings	12.112.252.98	12.447.242.72	12.475.561.43	15.101.441.63	11.985.175.83	64.121.674.59
Total Deductions	3.490.603.67	3.515.931.82	3.552.407.36	4.566.287.97	3.276.128.83	18.401.359.65
Net Salaries	8.621.649.31	8.931.310.90	8.923.154.07	10.535.153.66	8.709.047.00	45.720.314.94
Total Company Contributions	2.069.703.70	2.050.475.76	2.034.145.88	2.045.781.03	1.837.919.78	10.038.026.15
Total Cost to Company	14.181.956.68	14.497.718.48	14.509.707.31	17.147.222.66	13.823.095.61	74.159.700.74

Capital Expenditure

The following table provides a summary of the capital expenditure trends based on planned capital projects and actual spending.

EC121 Mbashe - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November

Month	Budget Year 2025/26								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	115.812	10.633	-	15.742	15.742	10.633	(5.110)	-48.1%	12%
August	115.812	10.633	-	5.368	21.110	21.265	155	0.7%	17%
September	115.812	10.633	-	10.897	32.007	31.898	(109)	-0.3%	25%
October	115.812	10.633	-	22.367	54.374	42.531	(11.843)	-27.8%	43%
November	115.812	10.633	-	18.093	72.467	53.163	(19.304)	-36.3%	57%
December	115.812	10.633	-	4.951	77.418	63.796	(13.622)	-21.4%	61%
January	115.812	10.633	-	-	-	74.428	-	-	-
February	115.812	10.633	-	-	-	85.061	-	-	-
March	115.812	10.633	-	-	-	95.694	-	-	-
April	115.812	10.633	-	-	-	106.326	-	-	-
May	115.812	10.633	-	-	-	116.959	-	-	-
June	115.812	10.633	-	-	-	127.592	-	-	-
Total Capital expenditure	1.389.745	127.592	-	77.418					

Based on the above table total capital expenditure as at November 2025 is R72.46 million, most of this expenditure is capital projects for Infrastructure.

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Outstanding Creditors

The municipality strives to pay its creditors within 30 days. Below is the balance of creditors as at 30 November 2025.

EC121 Mbashe - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November												
Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)	
		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	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deduction	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	3	-	14	223	183	350	1 201	(1 444)	571	571	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	(9)	9	(2 753)	3 031	278	278	
Total By Customer Type	1000	3	-	14	223	174	399	(1 552)	1 587	849	849	

Debt Management Outstanding debtors

DEBTORS AGE ANALYSIS AS AT 30 NOVEMBER 2025									
CATEGORY	180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Balance	
AGRICULTURE	-53 402.49	2 172.50	2 160.51	2 260.51	2 260.51	5 763.58	2 492.08	-36 292.80	
BUSINESS	9 613 685.71	369 640.57	261 089.85	171 025.81	181 595.00	135 769.58	233 509.73	10 966 316.25	
GOVERNMENT	34 062 588.13	-63 958.42	8 887 332.02	49 219.18	39 633.36	23 654.10	5 112 871.06	48 091 339.43	
MUNICIPAL	549 779.61	-28 724.71	14 933.83	14 939.87	14 927.13	10 770.31	11 075.07	587 701.11	
OTHER	2 555 684.76	33 208.85	215 657.54	37 164.89	17 605.79	15 601.04	28 422.83	2 903 345.50	
PLACE OF WORSHIP	582 587.42	7 844.98	18 590.87	8 040.40	8 076.69	3 628.12	3 601.07	632 369.55	
PUBLIC SERVICE INFRASTRUCTURE	-109.73	0.00	0.00	0.00	0.00	0.00	0.00	-109.73	
RESIDENTIAL	33 409 875.81	632 135.76	734 328.88	627 306.60	603 458.94	435 286.66	531 153.79	36 973 546.64	
VACANT LAND	2 062 631.93	-69 750.53	72 052.88	49 234.19	49 607.96	30 552.65	37 476.77	2 231 805.85	
GRAND TOTAL	82 783 321.15	882 569.00	10 186 146.38	959 191.25	917 165.38	661 026.24	5 960 602.40	102 350 021.80	

As at the end of November 2025 the Municipality's total debtors accounts amounted to R102 350 021.80 million, substantial portion of this debt relates to residential and government.

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Expenditure on Employee Related Costs

The municipality has done integration up to 31 October 2025.

All monies that were due to third parties such as SARS, Pensions and Medical Aids have been paid according, including other employee deductions such as insurance, garnishes and bonds have been paid. No SARS interest or penalties that have been incurred in the month that ended 30 November 2025.

The table below is an extract from C – Schedule which details integrated remuneration for Councilors, Senior Managers (Including MM), Interns, Securities, EPWP and Permanent Staff.

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EC121 Mbbshhe - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November										
Summary of Employee and Councillor remuneration	Ref	2022/23			Budget Year 2023/24			YTD variance	YTD variance %	Full Year Forecast
		Revised Estimate	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget			
Thousands		A	B	C					D	
Councillors (Political Office Expenses plus Other)										
Basic Salaries and Wages		23,712	27,042			7,686	11,267	(3,581)	-32%	37,542
Pension and URF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance										
Cellphone Allowance		2,438	3,523			1,297	1,468	(1,130)	-91%	3,523
Housing Allowances										
Other benefits and allowances										
Sub Total - Councillors		26,150	30,565			8,983	12,735	(4,752)	-38%	38,548
% increase			16.9%							16.9%
Senior Managers of the Municipality										
Basic Salaries and Wages		7,293	8,722			2,336	2,801	(465)	-17%	6,722
Pension and URF Contributions		26	2,528			9	1,053	(1,044)	-99%	2,528
Medical Aid Contributions			1,549				645	(645)	100%	1,549
Overtime										
Performance Bonus		2,170	1,538				641	(641)	100%	1,538
Motor Vehicle Allowance		2,185	2,730			711	1,136	(425)	-37%	2,730
Cellphone Allowance			667				274	(274)	100%	667
Housing Allowances										
Other benefits and allowances		376	5			8	2	374	311%	5
Payments in lieu of leave		215								
Long service awards										
Post retirement benefit obligations										
Entertainment										
Sundry										
Acting and post related allowance										
In kind benefits										
Sub Total - Senior Managers of Municipality		12,184	15,128			3,064	6,554	(3,490)	-52%	15,728
% increase			24.9%							26.2%
Other Municipal Staff										
Basic Salaries and Wages		91,233	105,859			31,982	44,108	(12,126)	-27%	105,859
Pension and URF Contributions		12,474	12,122			5	5,051	2,209	44%	12,122
Medical Aid Contributions		8,204	17,014			2,811	7,089	(4,278)	-60%	17,014
Overtime		2,804	1,776			983	740	243	33%	1,776
Performance Bonus		5,297	5,782			2,134	2,401	(267)	-11%	5,782
Motor Vehicle Allowance		48	387			42	161	(119)	-74%	387
Cellphone Allowance		3,887	1,126			508	2,774	469	491%	1,126
Housing Allowances		2,783	3,784			914	1,577	(663)	-42%	3,784
Other benefits and allowances		794	2,158			232	899	(667)	-74%	2,158
Payments in lieu of leave		2,580				787		787	100%	
Long service awards		856	1,000			204	417	(213)	-51%	1,000
Post retirement benefit obligations										
Entertainment										
Sundry										
Acting and post related allowance										
In kind benefits										
Sub Total - Other Municipal Staff		131,811	150,987			563	66,123	(22,786)	-28%	150,987
% increase			15.2%							15.2%
Total Person Municipality		169,518	197,281			563	81,083	(21,197)	-26%	197,281
Support salary, allowances & benefits in arrears										
Board Members of Entities										
Basic Salaries and Wages										
Pension and URF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance										
Cellphone Allowance										
Housing Allowances										
Other benefits and allowances										
Board Fees										
Payments in lieu of leave										
Long service awards										
Post retirement benefit obligations										
Entertainment										
Sundry										
Acting and post related allowance										
In kind benefits										
Sub Total - Executive members Board										
% increase										
Senior Managers of Entities										
Basic Salaries and Wages										
Pension and URF 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										
Sundry										
Acting and post related allowance										
In kind benefits										
Sub Total - Senior Managers of Entities										
% increase										
Other Staff of Entities										
Basic Salaries and Wages										
Pension and URF 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										
Sundry										
Acting and post related allowance										
In kind benefits										
Sub Total - Other Staff of Entities										
% increase										
Total Municipality of Entities										
% increase										
TOTAL SALARY, ALLOWANCES & BENEFITS		169,518	197,281			563	81,083	(21,197)	-26%	197,281
% increase			16.4%							16.4%
TOTAL MANAGERS AND STAFF		143,176	166,715			563	69,180	(16,277)	-23%	166,716

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Recommendations

1. That the monthly report for period ending 30 November 2025 **BE NOTED AND ACCEPTED.**



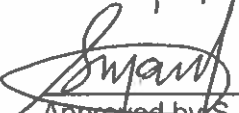
Prepared by: N.Sichwe
Junior Budget Accountant
Date: 09/12/2025



Reviewed by: B.September
Financial Reporting Manager
Date: 09/12/2025



Reviewed by: V.Jam Jam
Chief Financial Officer
Date: 10/12/2025



Approved by: S. Janda
Executive Mayor
Date: 11/12/2025