OPIBUS LOCA FETA

MUSINA

LOCAL MUNICIPALITY

Monthly Budget Statement

MFMA Section 71 Report for February 2026

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1. Introduction

1.1 Purpose

The purpose of this report is to comply with section 71 & 52 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

The monthly Budget Statement also aims to provide an update on indicators critical to the municipality's viability and serve as an early warning indicator where remedial action is required. The consolidated performance is a high level overview of the municipality's viability and sustainability.

1.2 Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating sustainability and better medium term planning and policy choices on service delivery.

The report has been prepared in terms of the following legislative framework:

i. The Municipal Finance Management Act – No.56 of 2003, Section 71 & 52
ii. And the Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

"28. the monthly budget statement of a municipality must be in the format specified in Schedule C and includes all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of Section 168 (1) of the Act."

The objective of these Regulations is to ensure sound and sustainable management of the budgeting and reporting practices of Municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

2. Summary of Overall Budget Performance for February 2026

The total budget approved for the 2025-26 financial year was R 759 146 Million.

The total expenditure for operating activities for the month amounts to R 373 363 Million.

Total revenue for the month amounts to R 22 744 Million.

The expenditure on Capital activities for the month amounts to R 8 880 Million.

The following table provides a summary of the municipality's performance as at 28 February 2026

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M08 Feb									
Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	31 189	40 964		1 796	22 728	27 309	(4 581)	-17%	22 698
Service charges	232 590	302 295		16 122	143 365	201 530	(58 165)	-29%	189 022
Investment revenue	10 539	2 514		–	18	1 676	(1 658)	-99%	1 244
Transfers and subsidies	237 135	248 520		–	183 032	165 680	17 352	10%	174 720
Other own revenue	37 431	164 853		4 826	48 437	22 708	25 729	113%	45 296
Total Revenue (excluding capital transfers and contributions)	**548 884**	**759 146**	**–**	**22 744**	**397 580**	**418 903**	**(21 323)**	**-5%**	**432 980**
Employee costs	175 217	182 656		14 692	125 388	121 771	3 617	3%	158 403
Remuneration of Councillors	11 805	12 549		1 362	10 790	8 366	2 424	29%	11 339
Depreciation & asset impairment	56 277	37 046		–	–	24 697	(24 697)	-100%	34 265
Finance charges	4 693	1 888		54	2 425	1 259	1 166	93%	1 777
Materials and bulk purchases	201 680	320 369		35 033	151 297	213 579	(62 282)	-29%	138 162
Transfers and subsidies	7 452	4 049		41	3 840	2 699	1 141	42%	6 073
Other expenditure	105 384	103 697		8 541	79 528	81 803	(2 275)	-3%	78 626
Total Expenditure	**562 508**	**662 254**	**–**	**59 723**	**373 268**	**454 174**	**(80 906)**	**-18%**	**428 645**
Surplus/(Deficit)	**(13 624)**	**96 892**	**–**	**(36 979)**	**24 312**	**(35 271)**	**59 583**	**-169%**	**4 335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	36 512	35 242	50 242	–	29 581	20 558	9 023	0	35 242
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**22 888**	**132 134**	**50 242**	**(36 979)**	**53 893**	**(14 713)**	**68 606**	**-466%**	**39 577**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**22 888**	**132 134**	**50 242**	**(36 979)**	**53 893**	**(14 713)**	**68 606**	**-466%**	**39 577**
Capital expenditure & funds sources									
Capital expenditure	**37 793**	**44 955**		**8 880**	**43 352**	**81 955**	**(38 603)**	**-47%**	**–**
Capital transfers recognised	34 900	35 242		3 246	24 930	20 558	4 373	21%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**40 524**	**87 689**	**–**	**5 634**	**18 422**	**51 152**	**(32 730)**	**(0)**	**87 689**
Total sources of capital funds	**75 424**	**122 931**	**–**	**8 880**	**43 352**	**71 710**	**(28 357)**	**-40%**	**87 689**
Financial position									
Total current assets	212 472	428 482	428 998		270 954				428 998
Total non current assets	767 315	776 621	807 572		810 144				807 572
Total current liabilities	370 106	509 356	509 356		426 747				509 356
Total non current liabilities	47 740	40 625	40 625		47 741				40 625
Community wealth/Equity	**561 941**	**655 122**	**686 589**		**606 610**				**686 589**
Cash flows									
Net cash from (used) operating	213 684	167 957	217 357	5 174	47 322	131 257	83 935	64%	167 957
Net cash from (used) investing	83 709	2 610	–	(8 880)	(41 852)	1 523	43 375	2849%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**307 720**	**170 567**	**217 357**	**(3 706)**	**26 901**	**14 214**	**–**		**–**
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	16 469	6 929	5 262	4 510	4 132	3 766	3 224	125 647	169 939
Creditors Age Analysis									
Total Creditors	41 956	22 457	2 987	19 825	17 499	13	–	18 545	123 282

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 28 February 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M08 Feb										
Description	**Ref**	**2024/25**	**Budget Year 2025/26**							
		Audited Outcome	**Original Budget**	**Adjusted Budget**	**Monthly Actual**	**YearTD actual**	**YearTD budget**	**YTD variance**	**YTD variance**	**Full Year Forecast**
R thousands									**%**	
Revenue By Source										
Property rates		31 189	40 964	40 964	1 796	22 728	27 309	(4 581)	-17%	40 964
Service charges - electricity revenue		215 282	276 669	309 486	14 659	131 534	184 446	(52 912)	-29%	276 669
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		17 308	25 626	25 626	1 463	11 831	17 084	(5 253)	-31%	25 626
							–			
Rental of facilities and equipment		1 364	437	437	–	18	291	(273)	-94%	437
Interest earned - external investments		10 539	2 514	2 514	–	18	1 676	(1 658)	-99%	2 514
Interest earned - outstanding debtors		12	7 874	7 874	82	724	5 249	(4 525)	-86%	7 874
Dividends received		–	–	–	–	–	–	–		
Fines, penalties and forfeits		5 407	4 185	4 185	93	1 351	2 790	(1 439)	-52%	4 185
Licences and permits		1 187	2 744	2 744	22	516	1 829	(1 313)	-72%	2 744
Agency services		–	–		–	–	–	–		
Transfers and subsidies		237 135	248 520	248 520	–	183 032	165 680	17 352	10%	248 520
Other revenue		10 757	16 308	45 642	4 629	45 828	10 872	34 956	322%	16 308
Gains		18 704	133 305	143 305		–	88 870	(88 870)	-100%	133 305
Total Revenue (excluding capital transfers and contributions)		**548 884**	**759 146**	**831 297**	**22 744**	**397 580**	**506 097**	**(108 517)**	**(0)**	**759 146**

3.2 Summary of Revenue Trends

The following table provides a summary of the monthly revenue trends based on current years actual own revenue.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M08 Feb

Description	Ref	Budget Year 2025/26												2024/25 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		1 836	5 967	1 584	2 816	1 797	1 567	1 568	2 269	2 815	2 815	2 815	2 815	33 783		
Service charges - electricity revenue		14 467	15 630	18 939	18 591	20 624	21 503	15 927	18 147	19 555	19 555	19 555	19 555	234 659		
Service charges - water revenue		–	–	–	–	–	–	–						–		
Service charges - sanitation revenue		–	–	–	–	–	–	–						–		
Service charges - refuse		1 530	1 649	1 858	1 924	1 853	1 734	1 428	2 062	1 815	1 815	1 815	1 815	21 782		
Rental of facilities and equipment		38	39	51	51	41	20	55	32	36	36	36	36	437		
Interest earned - external investments		–	–	–	–	–			–	210	210	210	210	2 514		
Interest earned - outstanding debtors		–	–	–	–	–			–	656	656	656	656	7 874		
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–		
Fines, penalties and forfeits		123	137	254	359	124	168	94	93	349	349	349	349	4 185		
Licences and permits		128	62	70	112	89	60	10	26	230	230	230	230	2 763		
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–		
Transfers and Subsidies - Operational		96 940	5 997	(676)	2 364	1 931	79 958	776	16 240	20 153	20 153	20 153	20 153	241 840		
Other revenue		4 767	14 036	2 934	7 070	5 453	2 251	7 804	5 184	8 481	8 481	8 481	8 481	101 777		
Cash Receipts by Source		119 829	43 517	25 014	33 287	31 912	107 261	27 662	44 053	54 301	54 301	54 301	54 301	651 614	–	–

3.3 Cash Flow Statement

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M08 Feb

	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		25 156	33 783	33 783	2 269	19 404	22 522	(3 118)	-14%	33 783
Service charges		185 160	256 442	289 259	23 733	181 810	170 961	10 849	6%	256 442
Other revenue		87 485	109 162	138 495	981	21 703	72 775	(51 072)	-70%	109 162
Transfers and Subsidies - Operational		236 485	241 840	241 840	16 240	204 684	141 073	63 611	45%	241 840
Transfers and Subsidies - Capital		30 559	35 242	50 242	–	29 581	20 558	9 023	44%	35 242
Interest		–	10 388	10 388	–	–	6 060	(6 060)	-100%	10 388
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(351 161)	(514 012)	(553 117)	(37 954)	(408 017)	(299 840)	108 177	-36%	(514 012)
Finance charges		–	(1 888)	3 467	(54)	(1 843)	(1 101)	742	-67%	(1 888)
Transfers and Grants		–	(3 000)	3 000	(41)	–	(1 750)	(1 750)	100%	(3 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**213 684**	**167 957**	**217 357**	**5 174**	**47 322**	**131 257**	**83 935**	**64%**	**167 957**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		525	135 291	–	–	–	78 920	(78 920)		135 291
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		3 321	–	–	–	1 500	–	1 500		–
Payments										
Capital assets		79 863	(132 681)	–	(8 880)	(43 352)	(77 397)	(34 045)	44%	(132 681)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**83 709**	**2 610**	**–**	**(8 880)**	**(41 852)**	**1 523**	**43 375**	**2849%**	**2 610**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing			–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**297 393**	**170 567**	**217 357**	**(3 706)**	**5 470**	**14 214**			**170 567**
Cash/cash equivalents at beginning:		10 327	–	–		21 431	–			–
Cash/cash equivalents at month/year end:		307 720	170 567	217 357	(3 706)	26 901	14 214			170 567

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 28 February 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M08 Feb

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type										
Employee related costs		175 217	182 656	182 669	14 692	125 388	121 771	3 617	3%	182 656
Remuneration of councillors		11 805	12 549	13 549	1 362	10 790	8 366	2 424	29%	12 549
Debt impairment		16 309	–	15 367	–	–	–	–		–
Depreciation & asset impairment		39 968	37 046	37 046	–	–	24 697	(24 697)	-100%	37 046
Finance charges		4 693	1 888	3 467	54	2 425	1 259	1 166	93%	1 888
Bulk purchases		197 066	316 161	316 161	34 830	149 942	210 774	(60 832)	-29%	316 161
Other materials		4 614	4 208	5 208	203	1 355	2 805	(1 450)	-52%	4 208
Contracted services		45 849	49 155	66 872	3 371	33 159	32 770	389	1%	49 155
Transfers and subsidies		7 452	4 049	4 049	41	3 840	2 699	1 141	42%	4 049
Operational Costs		55 879	54 175	73 549	5 170	46 369	49 032 666.67	(2 664)	-5%	54 175
Losses		3 656	367	–		–	245	(245)	-100%	367
Total Expenditure		**562 508**	**662 254**	**717 937**	**59 723**	**373 268**	**454 419**	**(81 151)**	**(0)**	**662 254**

4.2 Summary of Expenditure Trends

The following table provides a summary of the expenditure trends based on current year's actual spending.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M08 Feb

Description	Ref	Budget Year 2025/26												2024/25 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget			
Cash Payments by Type													–			
Employee related costs		14 790	15 289	15 765	16 400	15 387	17 198	15 867	14 692	15 270	15 270	15 270	15 270	183 242		
Remuneration of councillors		1 338	1 328	1 334	1 344	1 350	1 364	1 371	1 362	997	997	997	997	11 963		
Interest paid		50	96	17	885	97	16	853	54	157	157	157	157	1 888		
Bulk purchases - Electricity		58 494	59	251	9 725	10 230	39 526	15 266	10 227	17 884	17 884	17 884	17 884	214 604		
Acquisitions-water & other inventory		–	–	–	–	–	–	419	–	351	351	351	351	4 208		
Other materials		64	81	162	137	175	467	–	203	–	–	–	–	–		
Contracted services		11 403	1 229	7 451	2 812	5 675	7 372	4 906	1 630	3 892	3 892	3 892	3 892	46 705		
Transfers and subsidies- other municipalities		–	–	–	–	–	–	–	–	–	–	–	–	–		
Transfers and subsidies- other		779	509	–	650	381	919	602	41	250	250	250	250	3 000		
Other expenditure		16 072	9 300	4 659	3 050	6 909	19 779	2 608	1 494	4 354	4 354	4 354	4 354	52 242		
Cash Payments by Type		102 990	27 891	29 639	35 003	40 204	86 641	41 892	29 703	43 154	43 154	43 154	43 154	517 852	–	–

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M08 Feb				
Ref	Description			
		Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	**Revenue By Source**			
	Service Charges-Electricity revenue	(59 476)	New tarrifs hikes	Monitor this line Item and ensure that the income is allocated correctly
	Rental of facilities	(274)	Low bookings of municipal facilities	Monitor this line Item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(1 439)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licences and permits	(1 314)	This is due to lower registration of vehicles	Monitor this line Item and ensure that the income is allocated correctly
2	**Expenditure By Type**			
	Employee related cost	3 614	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depriciation	(24 698)	Asset model not migrated with Finacial system	Actioned at year end
	Bulk Electricity	(60 831)	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	3 154	Appointment of new contractors	Work in progress
3	**Capital Expenditure**			
	Mig Projects	(12 543)	SCM process underway	Work in progress
	Own Funded projects	(31 421)	SCM process underway	Work in progress
4	**Financial Position**			
	Total assets	1 081 098	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Total liabilities	474 488	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Net assets	606 610	The municipality is still working on its improving financial status	Implementation of fundind Plan
5	**Cash Flow**			
	Cash/cash equivalents at month end	26 901	The municipality is still in financial distress not all creditors are paid in 30 days	Work in progress, monitoring and implementation of funding Plan.
6	**Measureable performance**			
7	**Municipal Entities**			
	N/A		N/A	N/A

5. Capital Expenditure

5.1 Capital Expenditure by Function/Department 28 February 2026

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08 Feb

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Governance and administration		**14 050**	**15 670**	**21 619**	**1 998**	**3 979**	**10 447**	(6 468)	-62%	**15 670**
Executive and council		–	2 547	–		–	1 698	(1 698)	-100%	2 547
Finance and administration		14 050	13 123	21 619	1 998	3 979	8 749	(4 770)	-55%	13 123
Internal audit		–	–	–		–	–	–		–
Community and public safety		**–**	**740**	**1 500**	**–**	**0**	**493**	(493)	-100%	**740**
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	500	–	–	0	333	(333)	-100%	500
Public safety		–	240	1 500	–	0	160	(160)	-100%	240
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**36 999**	**80 492**	**90 863**	**3 246**	**30 573**	**53 661**	(23 088)	-43%	**80 492**
Planning and development		27 737	47 392	74 363	3 246	23 436	31 595	(8 159)	-26%	47 392
Road transport		9 262	33 100	16 500	–	7 137	22 067	(14 930)	-68%	33 100
Environmental protection		–	–	–		–	–	–		–
Trading services		**25 082**	**26 030**	**35 750**	**3 636**	**5 163**	**17 353**	(12 190)	-70%	**25 780**
Energy sources		19 724	–	28 300	848	5 594	–	5 594	#DIV/0!	–
Water management		–	–	–	–	–	–	–		–
Waste water management		2 565	–	–	–	–	–	–		–
Waste management		2 793	25 780	7 200	2 788	3 206	17 187	(13 981)	-81%	25 780
Other		–	250	250	–	–	167	(167)	-100%	250
Total Capital Expenditure - Functional Classifi	3	**76 131**	**122 932**	**149 732**	**8 880**	**43 352**	**81 955**	**(42 406)**	**-52%**	**122 932**
Funded by:										
National Government		34 900	35 242	–	3 246	24 930	20 558	4 373	21%	35 242
Provincial Government					–	–	–	–		–
District Municipality					–	–	–	–		–
Transfers recognised - capital		**34 900**	**35 242**	**–**	**3 246**	**24 930**	**20 558**	**4 373**	**21%**	**35 242**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		40 524	87 689	–	5 634	18 422	51 152	(32 730)	-64%	87 689
Total Capital Funding		**75 424**	**122 931**	**–**	**8 880**	**43 352**	**71 710**	**(28 357)**	**-40%**	**122 931**

6. Grants Management

6.1 Monthly grants cumulative expenditure performance trend Expenditure per Category

LIM341 Musina - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 Feb

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	240 827	240 827	–	–	162 275	16 901	10.4%	8 170
Local Government Equitable Share			232 657	232 657	–	174 492	155 105	19 387	12.5%	–
Expanded Public Works Programme Intergrated Grant			1 986	1 986	–	1 986	1 986	0	0.0%	1 986
Infrastructure Skills Development Grant			3 184	3 184	–	–	3 184	(3 184)	-100.0%	3 184
Local Government Financial Management Grant			3 000	3 000	41	2 698	2 000	698	34.9%	3 000
Other transfers and grants [insert description]					–	–	–	–		
Total operating expenditure of Transfers and Grants:		–	240 827	240 827	41	179 176	162 275	16 901	10.4%	8 170
Capital expenditure of Transfers and Grants										
National Government:		10 506	35 242	–	3 246	24 930	23 495	1 436	6.1%	35 242
MDRG		5 953	–	–	–	–	–	–		
MIG		4 553	35 242	–	3 246	24 930	23 495	1 436	6.1%	35 242
Other capital transfers [insert description]		–	–	–	–	–	–	–		
Provincial Government:		–	–	–	–	–	–	–		–
							–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		10 506	35 242	–	3 246	24 930	23 495	1 436	-100.0%	35 242
				–	–					
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		10 506	276 069	240 827	3 287	204 106	185 769	18 337	(0)	43 412

6.2 Grants Expenditure Trends

The table below outlines the expenditure trend on Capital Projects:

LIM341 Musina - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M08 Feb

Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	4 127	10 244	–	11 451	11 451	10 244	(1 207)	-11.8%	9%
August	11 915	10 244	–	2 003	13 454	20 488	7 034	34.3%	11%
September	1 394	10 244	–	5 870	19 324	30 732	11 408	37.1%	16%
October	594	10 244	–	1 964	21 288	40 976	19 688	48.0%	17%
November	1 766	10 244	–	5 416	26 704	51 220	24 516	47.9%	22%
December	2 203	10 244	–	5 620	32 324	61 464	29 140	47.4%	26%
January	3 444	10 244	–	2 146	34 470	71 708	37 238	51.9%	28%
February	9 835	10 244	–	8 880	43 350	81 952	38 602	47.1%	35%
March	11 816	10 244	–	–		92 196	–		
April	7 364	10 244	–	–		102 440	–		
May	5 245	10 244	–	–		112 684	–		
June	16 429	10 244	–	–		122 928	–		
Total Capital ex	**76 132**	**122 928**	**–**	**43 350**					

MIG Projects 2025/2026	Budget	July	August	September	October	November	December	January	February	March	April	May	June
Nancefield ext 9&10 paved road phase 3	11 000 000.00	5 826 935.00	175 476.29	3 968 438.47	-	-	845 535.82	-					
Masisi streets phase 1	7 739 950.00	2 922 860.43	-	2 442 860.68	1 182 444.15	1 023 678.39	988 645.55	-					
Shakadza access street	7 000 000.00	492 005.17	1 177 676.30	-	-	1 552 188.26		-					
Tshikotoni bridge	7 739 950.00	236 342.15	-	-	-	-		-					
PMU Management fees	1 762 100.00	264 438.83	198 358.42	198 358.42	198 046.98	109 305.56	304 235.13	189 518.44					
	35 242 000.00	**9 742 581.58**	**1 551 511.01**	**6 609 657.57**	**1 380 491.13**	**2 685 172.21**	**2 138 416.50**	**189 518.44**	**-**	**-**	**-**	**-**	**-**

7. Debtors Management

The age analysis of the outstanding trade debtors as at 28 February 2026 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 Feb

Description		Budget Year 2025/26											
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	2 395	1 375	972	783	680	616	400	16 139	23 360	18 618	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	8 418	2 385	1 477	1 033	912	723	519	14 284	29 751	17 471	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	2 243	1 119	1 013	984	907	862	866	45 877	53 871	49 496	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	625	297	246	223	202	188	151	5 599	7 531	6 363	–	–
Receivables from Exchange Transactions - Waste Management	1600	1 659	690	528	478	435	400	373	15 007	19 570	16 693	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	137	137	137	–	–
Interest on Arrear Debtor Accounts	1810	1 127	1 063	1 026	1 009	996	977	914	28 318	35 430	32 214	850	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	2	–	–	–	–	–	1	286	289	287	–	–
Total By Income Source	**2000**	**16 469**	**6 929**	**5 262**	**4 510**	**4 132**	**3 766**	**3 224**	**125 647**	**169 939**	**141 279**	**850**	**–**
2024/25 - totals only		**16 817**	**7 048**	**5 950**	**4 244**	**3 791**	**3 457**	**3 455**	**111 414**	156 176	**126 361**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 705	729	663	680	687	595	586	29 007	34 652	31 555	166	–
Commercial	2300	6 299	1 945	1 084	888	873	792	570	23 893	36 344	27 016	169	–
Households	2400	8 465	4 255	3 515	2 942	2 572	2 379	2 068	72 747	98 943	82 708	515	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**16 469**	**6 929**	**5 262**	**4 510**	**4 132**	**3 766**	**3 224**	**125 647**	**169 939**	**141 279**	**850**	**–**

7.1 Disconnection List

DISCONNECTION LIST FEBRUARY 2026			
	ELECTRICITY MUSINA	MUSINA	ELECTRICITY NANCEFIELD
TOWN	32	4	101
EXTENTION 1	13		328
EXTENTION 2	11		241
EXTENSION 3	2		0
EXTENSION 4	9		313
EXTENTION 5	6		505
EXTENSION 6	3		185
EXTENTION 7	2		387
EXTENTION 8	0		356
EXTENTION 9	0		397
EXTENTION 10	0		527
EXTENTION 11	1		119
EXTENTION 12	0		0
EXTENTION 14	8		489
MUSINA 4 MT	0		0
MUSINA EXT 17	0		0
VOGELZANG 3 MT	0		0
BUITEGEBIED	3		0
DISCONNECTIONS	90	4	3948
ARRANGEMENTS	5	0	23
TOTAL DISCONNECTED	17	0	1756
PAID/RESPONDED	12	2	1125
TOTAL NOT DISCONNECTED	68	4	2169
AMOUNT COLLECTED-TOWN	R 925 475.55		R 452 658.00
CREDIT CONTROL COLLECTION		R1 378 133.55	

8. Creditors Management

The age analysis of the outstanding creditors as at **28 February 2026** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 Feb

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	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	39 828	19 844	–	19 825	16 649	–	–	–	**96 146**	44 773
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–		–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	2 128	2 613	2 987	–	850	13	–	18 544	**27 135**	9 747
Auditor General	0800	–	–	–	–	–	–	–	1	**1**	1
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**1000**	**41 956**	**22 457**	**2 987**	**19 825**	**17 499**	**13**	**–**	**18 545**	**123 282**	54 521

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 28 February 2026

MUSINA LOCAL MUNICIPALITY.

EXPENDITURE ANALYSIS

MONTH-END FEBRUARY 2026

DESCRIPTION	AMOUNT
ESKOM	10 055 263.47
TELKOM	33 731.92
SALARIES	12 437 772.77
SUNDRY CREDITORS	1 939 255.38
TRADE CREDITORS	39 675.00
SARS (PAYE VAT)	3 134 495.77
PK CONSULTANTS	739 276.26
UKUKHOMBA	706 035.60
GONDOLISWA	1 192 950.72
BANK CHARGES	53 951.55
DEBIT ORDERS	2 295 950.63
PORVERTY ALLIVIATION WORKERS	414 868.19
WARD COMMITTEE MEMBERS -STIPENS	178 500.00
SUB-TOTAL	**33 221 727.26**
REFURBISHMENT OF NANCEFIELD MUNICIPAL OFFICE	118 306.92
ELECTRIFICATION OF RHINO RIDGE DEVELOPMENT	975 663.55
CONSTRUCTION OF MASISI PAVED ROAD PHASE 1	2 576 123.69
CONSTRUCTION OF TSHIKOTONI BRIDGE	263 151.15
CONSTRUCTION OF SHAKADZA ACCESS STREET	893 549.67
SUB-TOTAL	**4 826 794.98**
TOTAL EXPENDITURE	**38 048 522.24**

VDM	
TELKOM	1 233.03
ESKOM RIOOLDAMME	96 750.57
	101 260.08
	38 149 782.32

8. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 28 February 2026

MUSINA LOCAL MUNICIPALITY

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 28 FEBRUARY 2026

	BALANCE AS ON 31 JANUARY 2026		21 431 021.01
LESS:	EXPENDITURE	38 048 522.24	
	JOUNAL DEBIT	-	
	JOUNAL DEBIT	-	
	TOTAL EXPENDITURE	38 048 522.24	
PLUS:	INCOME	43 518 986.54	
	INCOME NOT RECEIPTED	-	
	JOUNAL CREDITED	-	
	DAY CALL	-	
	TOTAL REVENUE	43 518 986.54	
	BALANCE AS ON 28 FEBRUARY 2026		26 901 485.31

	BALANCE AS PER BANK STATEMENT	26 901 485.31
LESS:	OUTSTANDING CHEQUE	-
		26 901 485.31

TRAFFIC	-
BALANCE AS ON 28 FEBRUARY 2026	601 684.89

The municipality closed the financial month of February 2026 with a positive bank balance.

10. Recommendations

It is recommended that the Finance Committee consider and approves the report.