



# Monthly Budget Statement

MFMA Section 71 Report for May 2026

## **TABLE OF CONTENTS**

1. Introduction
  - 1.1 Purpose
  - 1.2 Legislative Framework
2. Summary of Overall Budget Performance
3. Operational Revenue
  - 3.1 Revenue by Source
  - 3.2 Summary of Revenue Trends
  - 3.3 Cash Flow Statements
4. Operational Expenditure
  - 4.1 Operational Expenditure by type
  - 4.2 Summary of Operational Expenditure Trends
  - 4.3 Material Variances
5. Capital Expenditure
  - 5.1 Capital Expenditure by Function/Department
  - 5.2 Summary of Capital Expenditure Trends
6. Grants Management
  - 6.1 Grants Expenditure per Category
  - 6.2 Capital Projects Trends
7. Debtors Management
  - 7.1 Disconnection List
8. Creditors Management
  - 8.1 Expenditure Analysis
  - 8.2 Outstanding Creditors
9. Cash Management
10. Recommendations

## **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 May 2026**

The total budget approved for the 2025-26 financial year was R 759 146Million, and it was adjusted to R 831 297Million.

The total expenditure for operating activities for the month amounts to R39 889Million.

Total revenue for the month amounts to R33 769Million.

The expenditure on Capital activities for the month amounts to R 5 441Million.

**The following table provides a summary of the municipality's performance as of 31 May 2026**

| LIM341 Musina - Table C1 Monthly Budget Statement Summary - M11 May                                                                                                                                                                                                        |                  |                     |                   |                    |                    |                    |                     |                 |                    |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|---------------------|-------------------|--------------------|--------------------|--------------------|---------------------|-----------------|--------------------|
| 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                                                                                                                                                                                                                                                                |                  |                     |                   |                    |                    |                    |                     | %               |                    |
| <b>Financial Performance</b>                                                                                                                                                                                                                                               |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Property rates                                                                                                                                                                                                                                                             | 31 189           | 40 964              | 40 964            | 2 236              | 29 309             | 37 550             | (8 241)             | -22%            | 22 698             |
| Service charges                                                                                                                                                                                                                                                            | 232 590          | 302 295             | 335 112           | 15 974             | 195 323            | 277 104            | (81 781)            | -30%            | 189 022            |
| Investment revenue                                                                                                                                                                                                                                                         | 10 539           | 2 514               | 2 514             | 209                | 795                | 7 218              | (6 423)             | -89%            | 1 244              |
| Transfers and subsidies                                                                                                                                                                                                                                                    | 237 135          | 248 520             | 248 520           | –                  | 242 094            | 227 810            | 14 284              | 6%              | 174 720            |
| Other own revenue                                                                                                                                                                                                                                                          | 37 431           | 164 853             | 204 187           | 2 221              | 52 471             | 31 224             | 21 247              | 68%             | 45 296             |
| <b>Total Revenue (excluding capital transfers and contributions)</b>                                                                                                                                                                                                       | <b>548 884</b>   | <b>759 146</b>      | <b>831 297</b>    | <b>20 640</b>      | <b>519 992</b>     | <b>580 906</b>     | <b>(60 914)</b>     | <b>-10%</b>     | <b>432 980</b>     |
| Employee costs                                                                                                                                                                                                                                                             | 175 217          | 182 656             | 182 669           | 19 834             | 173 457            | 167 435            | 6 022               | 4%              | 158 403            |
| Remuneration of Councillors                                                                                                                                                                                                                                                | 11 805           | 12 549              | 13 549            | 1 435              | 15 647             | 11 503             | 4 144               | 36%             | 11 339             |
| Depreciation & asset impairment                                                                                                                                                                                                                                            | 56 277           | 37 046              | 52 413            | 36 264             | 36 264             | 33 959             | 2 305               | 7%              | 34 265             |
| Finance charges                                                                                                                                                                                                                                                            | 4 693            | 1 888               | 3 467             | 2 690              | 6 885              | 1 731              | 5 154               | 298%            | 1 777              |
| Materials and bulk purchases                                                                                                                                                                                                                                               | 201 680          | 320 369             | 321 369           | 16 162             | 201 415            | 293 672            | (92 257)            | -31%            | 138 162            |
| Transfers and subsidies                                                                                                                                                                                                                                                    | 7 452            | 4 049               | 4 049             | (2 573)            | 6 061              | 3 712              | 2 349               | 63%             | 6 073              |
| Other expenditure                                                                                                                                                                                                                                                          | 105 384          | 103 697             | 140 421           | 12 762             | 110 213            | 94 719             | 15 494              | 16%             | 78 626             |
| <b>Total Expenditure</b>                                                                                                                                                                                                                                                   | <b>562 508</b>   | <b>662 254</b>      | <b>717 937</b>    | <b>86 574</b>      | <b>549 942</b>     | <b>606 730</b>     | <b>(56 788)</b>     | <b>-9%</b>      | <b>428 645</b>     |
| <b>Surplus/(Deficit)</b>                                                                                                                                                                                                                                                   | <b>(13 624)</b>  | <b>96 892</b>       | <b>113 360</b>    | <b>(65 934)</b>    | <b>(29 950)</b>    | <b>(25 824)</b>    | <b>(4 126)</b>      | <b>16%</b>      | <b>4 335</b>       |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)                                                                                                                                                                              | 36 512           | 35 242              | 55 242            | –                  | 30 268             | 49 305             | (19 037)            | (0)             | –                  |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all) | –                | –                   | –                 | –                  | –                  | –                  | –                   | –               | –                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>                                                                                                                                                                                                       | <b>22 888</b>    | <b>132 134</b>      | <b>168 602</b>    | <b>(65 934)</b>    | <b>318</b>         | <b>23 481</b>      | <b>(23 163)</b>     | <b>-99%</b>     | <b>4 335</b>       |
| Share of surplus/ (deficit) of associate                                                                                                                                                                                                                                   | –                | –                   | –                 | –                  | –                  | –                  | –                   | –               | –                  |
| <b>Surplus/ (Deficit) for the year</b>                                                                                                                                                                                                                                     | <b>22 888</b>    | <b>132 134</b>      | <b>168 602</b>    | <b>(65 934)</b>    | <b>318</b>         | <b>23 481</b>      | <b>(23 163)</b>     | <b>-99%</b>     | <b>4 335</b>       |
| <b>Capital expenditure &amp; funds sources</b>                                                                                                                                                                                                                             |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| <b>Capital expenditure</b>                                                                                                                                                                                                                                                 | <b>37 793</b>    | <b>44 955</b>       |                   | <b>5 441</b>       | <b>62 311</b>      | <b>147 567</b>     | <b>(85 256)</b>     | <b>-58%</b>     | <b>–</b>           |
| Capital transfers recognised                                                                                                                                                                                                                                               | 34 900           | 35 242              | 40 242            | 636                | 25 231             | 32 305             | (7 074)             | -22%            | –                  |
| Borrowing                                                                                                                                                                                                                                                                  | –                | –                   | –                 | –                  | –                  | –                  | –                   | –               | –                  |
| Internally generated funds                                                                                                                                                                                                                                                 | 40 263           | 97 439              | 128 390           | 4 805              | 37 080             | 89 319             | (76 250)            | (0)             | 128 390            |
| <b>Total sources of capital funds</b>                                                                                                                                                                                                                                      | <b>75 163</b>    | <b>132 681</b>      | <b>168 632</b>    | <b>5 441</b>       | <b>62 311</b>      | <b>121 624</b>     | <b>(59 313)</b>     | <b>-49%</b>     | <b>128 390</b>     |
| <b>Financial position</b>                                                                                                                                                                                                                                                  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total current assets                                                                                                                                                                                                                                                       | 212 495          | 428 481             | 428 998           |                    | 254 552            |                    |                     |                 | 428 998            |
| Total non current assets                                                                                                                                                                                                                                                   | 767 315          | 776 621             | 812 572           |                    | 796 019            |                    |                     |                 | 812 572            |
| Total current liabilities                                                                                                                                                                                                                                                  | 370 341          | 509 356             | 509 356           |                    | 440 783            |                    |                     |                 | 509 356            |
| Total non current liabilities                                                                                                                                                                                                                                              | 47 740           | 40 624              | 40 625            |                    | 47 741             |                    |                     |                 | 40 625             |
| Community wealth/Equity                                                                                                                                                                                                                                                    | 561 729          | 655 122             | 691 589           |                    | 562 047            |                    |                     |                 | 691 589            |
| <b>Cash flows</b>                                                                                                                                                                                                                                                          |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Net cash from (used) operating                                                                                                                                                                                                                                             | 217 278          | 167 957             | 222 357           | (6 078)            | 53 534             | 153 961            | (104 462)           | -68%            | 167 957            |
| Net cash from (used) investing                                                                                                                                                                                                                                             | 83 709           | 2 610               | 126 950           | (5 356)            | (59 654)           | 2 393              | 55 502              | 2320%           | –                  |
| Net cash from (used) financing                                                                                                                                                                                                                                             | –                | –                   | –                 | –                  | –                  | –                  | –                   | –               | –                  |
| <b>Cash/cash equivalents at the month/year end</b>                                                                                                                                                                                                                         | <b>311 314</b>   | <b>180 894</b>      | <b>359 634</b>    | <b>(11 434)</b>    | <b>4 058</b>       | <b>166 680</b>     | <b>–</b>            | <b>–</b>        | <b>–</b>           |
| <b>Debtors &amp; creditors analysis</b>                                                                                                                                                                                                                                    | <b>0-30 Days</b> | <b>31-60 Days</b>   | <b>61-90 Days</b> | <b>91-120 Days</b> | <b>121-150 Dys</b> | <b>151-180 Dys</b> | <b>181 Dys-1 Yr</b> | <b>Over 1Yr</b> | <b>Total</b>       |
| <b>Debtors Age Analysis</b>                                                                                                                                                                                                                                                |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total By Income Source                                                                                                                                                                                                                                                     | 17 151           | 6 260               | 5 441             | 4 680              | 4 496              | 4 161              | 3 670               | 129 323         | 175 182            |
| <b>Creditors Age Analysis</b>                                                                                                                                                                                                                                              |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total Creditors                                                                                                                                                                                                                                                            | 20 440           | 38 569              | 1 009             | 30 273             | –                  | –                  | –                   | 18 559          | 108 850            |

### 3. Operational Revenue

#### 3.1 Revenue Performance by Source/Classification as of 31 May 2026

| LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M11 MAY |     |                 |                     |                 |                |                |                |                 |              |                    |
|--------------------------------------------------------------------------------------------------------------|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|-----------------|--------------|--------------------|
| 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                                                                                                  |     |                 |                     |                 |                |                |                |                 | %            |                    |
| <b>Revenue By Source</b>                                                                                     |     |                 |                     |                 |                |                |                |                 |              |                    |
| Property rates                                                                                               |     | 31 189          | 40 964              | 40 964          | 2 236          | 29 309         | 37 550         | (8 241)         | -22%         | 40 964             |
| Service charges - electricity revenue                                                                        |     | 215 282         | 276 669             | 309 486         | 14 485         | 179 045        | 253 613        | (74 568)        | -29%         | 309 486            |
| Service charges - water revenue                                                                              |     | –               | –                   | –               | –              | –              | –              | –               |              | –                  |
| Service charges - sanitation revenue                                                                         |     | –               | –                   | –               | –              | –              | –              | –               |              | –                  |
| Service charges - refuse revenue                                                                             |     | 17 308          | 25 626              | 25 626          | 1 489          | 16 278         | 23 491         | (7 213)         | -31%         | 25 626             |
|                                                                                                              |     |                 |                     |                 |                |                |                | –               |              |                    |
| Rental of facilities and equipment                                                                           |     | 1 364           | 437                 | 437             | 0              | 19             | 401            | (382)           | -95%         | 437                |
| Interest earned - external investments                                                                       |     | 10 539          | 2 514               | 2 514           | 209            | 795            | 7 218          | (6 423)         | -89%         | 2 514              |
| Interest earned - outstanding debtors                                                                        |     | 12              | 7 874               | 7 874           | 64             | 855            | 2 305          | (1 450)         | -63%         | 7 874              |
| Dividends received                                                                                           |     | –               | –                   | –               | –              | –              | –              | –               |              | –                  |
| Fines, penalties and forfeits                                                                                |     | 5 407           | 4 185               | 4 185           | 93             | 1 910          | 3 836          | (1 926)         | -50%         | 4 185              |
| Licences and permits                                                                                         |     | 1 187           | 2 744               | 2 744           | 197            | 747            | 2 515          | (1 768)         | -70%         | 2 744              |
| Agency services                                                                                              |     | –               | –                   | –               | –              | –              | –              | –               |              | –                  |
| Transfers and subsidies                                                                                      |     | 237 135         | 248 520             | 248 520         | –              | 242 094        | 227 810        | 14 284          | 6%           | 248 520            |
| Other revenue                                                                                                |     | 10 757          | 16 308              | 45 642          | 1 867          | 48 940         | 14 949         | 33 991          | 227%         | 188 947            |
| Gains                                                                                                        |     | 18 704          | 133 305             | 143 305         | –              | –              | 122 196        | –               |              | –                  |
| <b>Total Revenue (excluding capital transfers and contributions)</b>                                         |     | <b>548 884</b>  | <b>759 146</b>      | <b>831 297</b>  | <b>20 640</b>  | <b>519 992</b> | <b>695 885</b> | <b>(53 696)</b> | <b>(0)</b>   | <b>831 297</b>     |

### 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 - M11 MAY |     |                     |         |         |         |         |         |         |         |         |         |         |        |                                                     |                        |                        |
|-------------------------------------------------------------------------------------------------------------------------|-----|---------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|--------|-----------------------------------------------------|------------------------|------------------------|
| 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 | Outcome | Outcome | Budget |                                                     |                        |                        |
| Cash Receipts By Source                                                                                                 |     |                     |         |         |         |         |         |         |         |         |         |         |        |                                                     |                        |                        |
| Property rates                                                                                                          |     | 1 836               | 5 967   | 1 584   | 2 816   | 1 797   | 1 567   | 1 568   | 2 269   | 2 159   | 2 009   | 1 823   | 2 815  | 33 783                                              | 47 799                 | 49 376                 |
| Service charges - electricity revenue                                                                                   |     | 14 467              | 15 630  | 18 939  | 18 591  | 20 624  | 21 503  | 15 927  | 18 147  | 16 617  | 16 346  | 16 838  | 19 555 | 267 476                                             | 348 921                | 356 150                |
| 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   | 1 924   | 151     | 1 705   | 1 815  | 21 782                                              | 30 148                 | 31 131                 |
|                                                                                                                         |     |                     |         |         |         |         |         |         |         |         |         |         |        |                                                     |                        |                        |
| Rental of facilities and equipment                                                                                      |     | 38                  | 39      | 51      | 51      | 41      | 20      | 55      | 32      | 44      | 37      | 23      | 36     | 437                                                 | 388                    | 401                    |
| Interest earned - external investments                                                                                  |     | -                   | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | 210    | 2 514                                               | 2 600                  | 2 686                  |
| Interest earned - outstanding debtors                                                                                   |     | -                   | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | 656    | 7 874                                               | 7 327                  | 7 569                  |
| Dividends received                                                                                                      |     | -                   | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -      | -                                                   | -                      | -                      |
| Fines, penalties and forfeits                                                                                           |     | 123                 | 137     | 254     | 359     | 124     | 168     | 94      | 93      | 378     | 89      | 93      | 349    | 4 185                                               | 3 895                  | 4 013                  |
| Licences and permits                                                                                                    |     | 128                 | 62      | 70      | 112     | 89      | 60      | 10      | 26      | 33      | 22      | 203     | 230    | 2 763                                               | 2 858                  | 2 952                  |
| Agency services                                                                                                         |     | -                   | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -      | -                                                   | -                      | -                      |
| Transfers and subsidies-Operational                                                                                     |     | 96 940              | 5 997   | (676)   | 2 364   | 1 931   | 79 958  | 776     | 16 240  | 43 777  |         | 1 481   | 20 153 | 241 840                                             | 237 236                | 237 115                |
| Other revenue                                                                                                           |     | 4 767               | 14 036  | 2 934   | 7 070   | 5 453   | 2 251   | 7 804   | 4 650   | 3 028   | 5 375   | 11 518  | 8 481  | 131 111                                             | 41 995                 | 43 384                 |
| Cash Receipts by Source                                                                                                 |     | 119 829             | 43 517  | 25 014  | 33 287  | 31 912  | 107 261 | 27 662  | 43 519  | 67 960  | 24 029  | 33 684  | 54 301 | 713 765                                             | 723 167                | 734 777                |
|                                                                                                                         |     |                     |         |         |         |         |         |         |         |         |         |         | -      |                                                     |                        |                        |

### 3.3 Cash Flow Statement

| LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M11 MAY |     |                 |                     |                 |                 |                 |                |                  |              |                    |
|-------------------------------------------------------------------------|-----|-----------------|---------------------|-----------------|-----------------|-----------------|----------------|------------------|--------------|--------------------|
|                                                                         | 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   |                 |                     |                 |                 |                 |                |                  | %            |                    |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                              |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| <b>Receipts</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Property rates                                                          |     | 25 156          | 33 783              | 33 783          | 1 823           | 25 395          | 30 968         | (5 572)          | -18%         | 33 783             |
| Service charges                                                         |     | 185 160         | 256 442             | 289 259         | 21 252          | 245 200         | 235 072        | (16 125)         | -7%          | 289 259            |
| Other revenue                                                           |     | 87 485          | 109 162             | 138 495         | 9 255           | 31 941          | 100 065        | (91 591)         | -92%         | 138 459            |
| Transfers and Subsidies - Operational                                   |     | 236 508         | 241 840             | 241 840         | 1 481           | 250 869         | 221 687        | 29 182           | 13%          | 241 840            |
| Transfers and Subsidies - Capital                                       |     | 30 559          | 35 242              | 55 242          | -               | 59 242          | 32 305         | 9 937            | 31%          | 55 242             |
| Interest                                                                |     | -               | 10 388              | 10 388          | -               | -               | 9 522          | (9 522)          | -100%        | 10 388             |
| Dividends                                                               |     | -               | -                   | -               | -               | -               | -              | -                |              | -                  |
| <b>Payments</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Suppliers and employees                                                 |     | (347 590)       | (514 012)           | (553 117)       | (39 758)        | (552 207)       | (471 178)      | 171 779          | -36%         | (553 117)          |
| Finance charges                                                         |     | -               | (1 888)             | 3 467           | (96)            | (3 423)         | (1 731)        | 2 994            | -173%        | 3 467              |
| Transfers and Grants                                                    |     | -               | (3 000)             | 3 000           | (36)            | (3 483)         | (2 750)        | 2 750            | -100%        | 3 000              |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>                        |     | <b>217 278</b>  | <b>167 957</b>      | <b>222 357</b>  | <b>(6 078)</b>  | <b>53 534</b>   | <b>153 961</b> | <b>(104 462)</b> | <b>-68%</b>  | <b>167 957</b>     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                             |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| <b>Receipts</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Proceeds on disposal of PPE                                             |     | 525             | 135 291             | 145 291         | -               | -               | 124 017        | (132 016)        | -106%        | 145 291            |
| Decrease (increase) in non-current receivables                          |     | -               | -                   | 145 291         | -               | -               | -              | -                |              | 145 291            |
| Decrease (increase) in non-current investments                          |     | 3 321           | -                   | -               | 85              | 2 657           | -              | 2 657            |              | -                  |
| <b>Payments</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Capital assets                                                          |     | 79 863          | (132 681)           | (163 632)       | (5 441)         | (62 311)        | (121 624)      | 74 448           | -61%         | (168 632)          |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>                        |     | <b>83 709</b>   | <b>2 610</b>        | <b>126 950</b>  | <b>(5 356)</b>  | <b>(59 654)</b> | <b>2 393</b>   | <b>55 502</b>    | <b>2320%</b> | <b>2 610</b>       |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                             |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| <b>Receipts</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Short term loans                                                        |     | -               | -                   | -               | -               | -               | -              | -                |              | -                  |
| Borrowing long term/refinancing                                         |     | -               | -                   | -               | -               | -               | -              | -                |              | -                  |
| Increase (decrease) in consumer deposits                                |     | -               | -                   | -               | -               | -               | -              | -                |              | -                  |
| <b>Payments</b>                                                         |     |                 |                     |                 |                 |                 |                |                  |              |                    |
| Repayment of borrowing                                                  |     | -               | -                   | -               | -               | -               | -              | -                |              | -                  |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>                        |     | <b>-</b>        | <b>-</b>            | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>-</b>       | <b>-</b>         |              | <b>-</b>           |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>                            |     | <b>300 987</b>  | <b>170 567</b>      | <b>349 307</b>  | <b>(11 434)</b> | <b>(6 120)</b>  | <b>156 353</b> |                  |              | <b>170 567</b>     |
| Cash/cash equivalents at beginning:                                     |     | 10 327          | 10 327              | 10 327          |                 | 10 178          | 10 327         |                  |              | -                  |
| Cash/cash equivalents at month/year end:                                |     | 311 314         | 180 894             | 359 634         | (11 434)        | 4 058           | 166 680        |                  |              | 170 567            |

## 4. Operational Expenditure

### 4.1 Operational Expenditure Performance by type as of 31 May 2026

| LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M11 MAY |     |                 |                     |                 |                |                |                |                 |              |                    |
|--------------------------------------------------------------------------------------------------------------|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|-----------------|--------------|--------------------|
| 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                                                                                                  |     |                 |                     |                 |                |                |                |                 | %            |                    |
| <b>Expenditure By Type</b>                                                                                   |     |                 |                     |                 |                |                |                |                 |              |                    |
| Employee related costs                                                                                       |     | 175 217         | 182 656             | 182 669         | 19 834         | 173 457        | 167 435        | 6 022           | 4%           | 182 669            |
| Remuneration of councillors                                                                                  |     | 11 805          | 12 549              | 13 549          | 1 435          | 15 647         | 11 503         | 4 144           | 36%          | 13 549             |
| Debt impairment                                                                                              |     | 16 309          | –                   | 15 367          | –              | –              | –              | –               |              | 15 367             |
| Depreciation & asset impairment                                                                              |     | 39 968          | 37 046              | 37 046          | 36 264         | 36 264         | 33 959         | 2 305           | 7%           | 37 046             |
| Finance charges                                                                                              |     | 4 693           | 1 888               | 3 467           | 2 690          | 6 885          | 1 731          | 5 154           | 298%         | 3 467              |
| Bulk purchases                                                                                               |     | 197 066         | 316 161             | 316 161         | 15 834         | 198 230        | 289 814        | (91 584)        | -32%         | 316 161            |
| Other materials                                                                                              |     | 4 614           | 4 208               | 5 208           | 328            | 3 185          | 3 857          | (672)           | -17%         | 5 208              |
| Contracted services                                                                                          |     | 45 849          | 49 155              | 66 872          | 3 467          | 44 651         | 45 059         | (408)           | -1%          | 66 872             |
| Transfers and subsidies                                                                                      |     | 7 452           | 4 049               | 4 049           | (2 573)        | 6 061          | 3 712          | 2 349           | 63%          | 4 049              |
| Operational Costs                                                                                            |     | 55 879          | 54 175              | 73 549          | 9 295          | 65 562         | 49 660         | 15 902          | 32%          | 73 549             |
| Losses                                                                                                       |     | 3 656           | 367                 | –               | –              | –              | 336            | –               |              | 0                  |
| <b>Total Expenditure</b>                                                                                     |     | <b>562 508</b>  | <b>662 254</b>      | <b>717 937</b>  | <b>86 574</b>  | <b>549 942</b> | <b>607 066</b> | <b>(56 788)</b> | <b>(0)</b>   | <b>717 937</b>     |

## 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 - M11 MAY |     |                     |               |               |               |               |               |               |               |                |               |               |               |                                                    |                        |                        |
|-------------------------------------------------------------------------------------------------------------------------|-----|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|----------------------------------------------------|------------------------|------------------------|
| Description                                                                                                             | Ref | Budget Year 2025/26 |               |               |               |               |               |               |               |                |               |               |               | 2025/26 medium Term Revenue & Expenditure Forecast |                        |                        |
|                                                                                                                         |     | 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        | Outcome       | Outcome       | Budget        |                                                    |                        |                        |
| <b>Cash Payments by Type</b>                                                                                            |     |                     |               |               |               |               |               |               |               |                |               |               | -             |                                                    |                        |                        |
| Employee related costs                                                                                                  |     | 14 790              | 15 289        | 15 765        | 16 400        | 15 387        | 17 198        | 15 867        | 14 692        | 13 098         | 15 138        | 19 834        | 15 270        | 183 255                                            | 192 803                | 195 647                |
| Remuneration of councillors                                                                                             |     | 1 338               | 1 328         | 1 334         | 1 344         | 1 350         | 1 364         | 1 371         | 1 362         | 1 985          | 1 436         | 1 435         | 997           | 12 963                                             | 13 649                 | 14 063                 |
| Interest paid                                                                                                           |     | 50                  | 96            | 17            | 885           | 97            | 16            | 853           | 526           | 60             | 1 298         | 96            | 157           | 3 467                                              | 3 625                  | 3 735                  |
| Bulk purchases - Electricity                                                                                            |     | 58 494              | 59            | 251           | 9 725         | 10 230        | 39 526        | 15 266        | 10 227        | 64 422         | 230           | 2 723         | 17 884        | 214 604                                            | 246 000                | 254 118                |
| Acquisitions-water & other inventory                                                                                    |     | -                   | -             | -             | -             | -             | -             | 419           | -             | -              | -             | -             | 351           | 5 208                                              | 8 401                  | 7 542                  |
| Other materials                                                                                                         |     | 64                  | 81            | 162           | 137           | 175           | 467           | -             | -             | 544            | 110           | 241           | -             | -                                                  | 109 420                | 103 433                |
| Contracted services                                                                                                     |     | 11 403              | 1 229         | 7 451         | 2 812         | 5 675         | 7 372         | 4 906         | 1 630         | 6 376          | 2 934         | 4 667         | 3 892         | 64 423                                             | -                      | -                      |
| Transfers and subsidies- other municipalities                                                                           |     | -                   | -             | -             | -             | -             | -             | -             | -             | -              | -             | -             | -             | -                                                  | 6 710                  | 5 024                  |
| Transfers and subsidies- other                                                                                          |     | 779                 | 509           | -             | 650           | 381           | 919           | 602           | -             | -              | -             | -             | 250           | 3 000                                              | 108 958                | 104 647                |
| Other expenditure                                                                                                       |     | 16 072              | 9 300         | 4 659         | 3 050         | 6 909         | 19 779        | 2 608         | 732           | 15 385         | 6 048         | 4 210         | 4 354         | 71 615                                             | -                      | -                      |
| <b>Cash Payments by Type</b>                                                                                            |     | <b>102 990</b>      | <b>27 891</b> | <b>29 639</b> | <b>35 003</b> | <b>40 204</b> | <b>86 641</b> | <b>41 892</b> | <b>29 169</b> | <b>101 871</b> | <b>27 194</b> | <b>33 206</b> | <b>43 154</b> | <b>558 535</b>                                     | <b>689 566</b>         | <b>688 209</b>         |
|                                                                                                                         |     |                     |               |               |               |               |               |               |               |                |               |               | -             |                                                    |                        |                        |

## 4.3 Material Variances

| LIM341 Musina - Supporting Table SC1 Material variance explanations - M11 MAY |                                     |             |                                                                                       |                                                                          |
|-------------------------------------------------------------------------------|-------------------------------------|-------------|---------------------------------------------------------------------------------------|--------------------------------------------------------------------------|
| Ref                                                                           | Description                         | Variance    | Reasons for material deviations                                                       | Remedial or corrective steps/remarks                                     |
|                                                                               | R thousands                         |             |                                                                                       |                                                                          |
| 1                                                                             | <b>Revenue By Source</b>            |             |                                                                                       |                                                                          |
|                                                                               | Service Charges-Electricity revenue | (100 822)   | New tariffs hikes                                                                     | Monitor this line item and ensure that the income is allocated correctly |
|                                                                               | Rental of facilities                | (382)       | Low bookings of municipal facilities                                                  | Monitor this line item and ensure that the income is allocated correctly |
|                                                                               | Fines,penalties and forfeits        | (1 926)     | Low collection and non- payment                                                       | Apply credit control measures and follow-up on issued fines              |
|                                                                               | Licence and permits                 | (1 769)     | This is due to lower registration of vehicles                                         | Monitor this line item and ensure that the income is allocated correctly |
| 2                                                                             | <b>Expenditure By Type</b>          |             |                                                                                       |                                                                          |
|                                                                               | Employee related cost               | 6 013       | Appointment of Vacant posts                                                           | Work in progress                                                         |
|                                                                               | Dept Impairment and Depreciation    | (12 294)    | Asset model not migrated with Financial system                                        | Actioned at year end                                                     |
|                                                                               | Bulk Electricity                    | (91 584)    | Payment made after receipt of Equitable Share                                         | Work in progress                                                         |
|                                                                               | Contracted Services                 | (14 581)    | Appointment of new contractors                                                        | Work in progress                                                         |
| 3                                                                             | <b>Capital Expenditure</b>          |             |                                                                                       |                                                                          |
|                                                                               | Mig Projects                        | (12 824)    | SCM process underway                                                                  | Work in progress                                                         |
|                                                                               | Own Funded projects                 | (76 250)    | SCM process underway                                                                  | Work in progress                                                         |
| 4                                                                             | <b>Financial Position</b>           |             |                                                                                       |                                                                          |
|                                                                               | Total assets                        | (1 050 571) | The municipality is still working on its improving financial status                   | Implementation of funding Plan                                           |
|                                                                               | Total liabilities                   | 488 524     | The municipality is still working on its improving financial status                   | Implementation of funding Plan                                           |
|                                                                               | Net assets                          | 562 047     | The municipality is still working on its improving financial status                   | Implementation of funding Plan                                           |
| 5                                                                             | <b>Cash Flow</b>                    |             |                                                                                       |                                                                          |
|                                                                               | Cash/cash equivalents at month end  | 4 058       | 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                                                                             | <b>Measureable performance</b>      |             |                                                                                       |                                                                          |
|                                                                               |                                     |             |                                                                                       |                                                                          |
|                                                                               |                                     |             |                                                                                       |                                                                          |
| 7                                                                             | <b>Municipal Entities</b>           |             |                                                                                       |                                                                          |
|                                                                               | N/A                                 |             | N/A                                                                                   | N/A                                                                      |

## 5. Capital Expenditure

### 5.1 Capital Expenditure by Function/Department 31 May 2026

| LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 MAY |     |                 |                     |                 |                |               |               |              |              |                    |
|-------------------------------------------------------------------------------------------------------------------------------------------|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|--------------|--------------------|
| 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   |                 |                     |                 |                |               |               |              | %            |                    |
| <b>Governance and administration</b>                                                                                                      |     | 13 790          | 22 970              | 23 119          | 66             | 4 410         | 21 056        | (16 841)     | -80%         | 23 119             |
| Executive and council                                                                                                                     |     | –               | 2 547               | –               | –              | –             | 2 335         | (297)        | -13%         | (0)                |
| Finance and administration                                                                                                                |     | 13 790          | 20 423              | 23 119          | 66             | 4 410         | 18 721        | (16 544)     | -88%         | 23 119             |
| Internal audit                                                                                                                            |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| <b>Community and public safety</b>                                                                                                        |     | –               | 1 190               | 1 500           |                | –             | 1 091         | (1 472)      | -135%        | 1 500              |
| Community and social services                                                                                                             |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| Sport and recreation                                                                                                                      |     | –               | 500                 | –               | –              | –             | 458           | (58)         | -13%         | (0)                |
| Public safety                                                                                                                             |     | –               | 690                 | 1 500           | –              | –             | 633           | (1 414)      | -224%        | 1 500              |
| Housing                                                                                                                                   |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| Health                                                                                                                                    |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| <b>Economic and environmental services</b>                                                                                                |     | 36 999          | 82 492              | 103 263         | 2 109          | 38 306        | 75 618        | (57 786)     | -76%         | 108 263            |
| Planning and development                                                                                                                  |     | 27 737          | 49 392              | 86 763          | 970            | 36 245        | 45 276        | (38 927)     | -86%         | 86 763             |
| Road transport                                                                                                                            |     | 9 262           | 33 100              | 16 500          | 1 139          | 2 061         | 30 342        | (18 858)     | -62%         | 21 500             |
| Environmental protection                                                                                                                  |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| <b>Trading services</b>                                                                                                                   |     | 25 082          | 25 780              | 35 500          | 3 266          | 19 350        | 49 573        | (12 991)     | -26%         | 35 750             |
| Energy sources                                                                                                                            |     | 19 724          | –                   | 28 300          | 790            | 10 020        | 25 942        | (13 918)     | -54%         | 28 300             |
| Water management                                                                                                                          |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| Waste water management                                                                                                                    |     | 2 565           | –                   | –               | –              | –             | –             | –            |              | –                  |
| Waste management                                                                                                                          |     | 2 793           | 25 780              | 7 200           | 2 476          | 9 330         | 23 632        | 927          | 4%           | 7 200              |
| <b>Other</b>                                                                                                                              |     | –               | 250                 | 250             | –              | 245           | 229           | 15           | 7%           | 250                |
| <b>Total Capital Expenditure - Functional Classification</b>                                                                              | 3   | 75 871          | 132 682             | 163 632         | 5 441          | 62 311        | 147 567       | (89 074)     | -60%         | 168 632            |
| <b>Funded by:</b>                                                                                                                         |     |                 |                     |                 |                |               |               |              |              |                    |
| National Government                                                                                                                       |     | 34 900          | 35 242              | 40 242          | 636            | 25 231        | 32 305        | (12 824)     | -40%         | 40 242             |
| Provincial Government                                                                                                                     |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| District Municipality                                                                                                                     |     | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| <b>Transfers recognised - capital</b>                                                                                                     |     | 34 900          | 35 242              | 40 242          | 636            | 25 231        | 32 305        | (12 824)     | -40%         | 40 242             |
| <b>Borrowing</b>                                                                                                                          | 6   | –               | –                   | –               | –              | –             | –             | –            |              | –                  |
| <b>Internally generated funds</b>                                                                                                         |     | 40 263          | 97 439              | 128 390         | 4 805          | 37 080        | 89 319        | (76 250)     | -85%         | 128 390            |
| <b>Total Capital Funding</b>                                                                                                              |     | 75 163          | 132 681             | 168 632         | 5 441          | 62 311        | 121 624       | (89 074)     | -73%         | 168 632            |

## 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 - M11 MAY |     |                 |                     |                 |                |                |                |                 |                |                    |
|--------------------------------------------------------------------------------------------------------------|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|-----------------|----------------|--------------------|
| 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                                                                                                  |     |                 |                     |                 |                |                |                |                 |                |                    |
| <b>EXPENDITURE</b>                                                                                           |     |                 |                     |                 |                |                |                |                 |                |                    |
| <b>Operating expenditure of Transfers and Grants</b>                                                         |     |                 |                     |                 |                |                |                |                 |                |                    |
| National Government:                                                                                         |     | 229 123         | 240 827             | 240 827         | –              | –              | 220 758        | (7 489)         | -3.4%          | 8 170              |
| Local Government Equitable Share                                                                             |     | 229 123         | 232 657             | 232 657         | –              | 232 657        | 213 269        | –               |                | –                  |
| Expanded Public Works Programme Intergrated Grant                                                            |     |                 | 1 986               | 1 986           | –              | 1 986          | 1 821          | (1 821)         | -100.0%        | 1 986              |
| Infrastructure Skills Development Grant                                                                      |     |                 | 3 184               | 3 184           | –              | 1 049          | 2 919          | (2 918)         | -100.0%        | 3 184              |
| Local Government Financial Management Grant                                                                  |     |                 | 3 000               | 3 000           | 36             | 2 891          | 2 750          | (2 750)         | -100.0%        | 3 000              |
| Other transfers and grants [insert description]                                                              |     |                 |                     |                 | –              | –              | –              | –               |                | –                  |
| <b>Total operating expenditure of Transfers and Grants:</b>                                                  |     | <b>229 123</b>  | <b>240 827</b>      | <b>240 827</b>  | <b>36</b>      | <b>238 583</b> | <b>220 758</b> | <b>(7 489)</b>  | <b>-3.4%</b>   | <b>8 170</b>       |
| <b>Capital expenditure of Transfers and Grants</b>                                                           |     |                 |                     |                 |                |                |                |                 |                |                    |
| National Government:                                                                                         |     | 10 506          | 35 242              | 55 242          | –              | 32 007         | 50 639         | (78 279)        | -154.6%        | 55 242             |
| MDRG                                                                                                         |     | 5 953           | –                   | –               | –              | –              | –              | –               |                | –                  |
| MIG                                                                                                          |     | 4 553           | 35 242              | 35 242          | –              | 32 007         | 32 305         | (41 279)        | -127.8%        | 35 242             |
| Other capital transfers [insert description]                                                                 |     | –               | –                   | 20 000          | –              | –              | 18 333         | (37 000)        | -201.8%        | 20 000             |
| Provincial Government:                                                                                       |     | –               | –                   | –               | –              | –              | –              | –               |                | –                  |
|                                                                                                              |     |                 |                     |                 |                | –              | –              | –               |                | –                  |
| District Municipality:                                                                                       |     | –               | –                   | –               | –              | –              | –              | –               |                | –                  |
| Other grant providers:                                                                                       |     | –               | –                   | –               | –              | –              | –              | –               |                | –                  |
| <b>Total capital expenditure of Transfers and Grants</b>                                                     |     | <b>10 506</b>   | <b>35 242</b>       | <b>55 242</b>   | <b>–</b>       | <b>32 007</b>  | <b>50 639</b>  | <b>(78 279)</b> | <b>-100.0%</b> | <b>55 242</b>      |
| <b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>                                                             |     | <b>239 629</b>  | <b>276 069</b>      | <b>296 069</b>  | <b>36</b>      | <b>270 591</b> | <b>271 397</b> | <b>(85 768)</b> | <b>(0)</b>     | <b>63 412</b>      |

## 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 - M11 MAY |                 |                     |                 |                |               |               |              |              |                            |
|------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|--------------|----------------------------|
| 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                                                                                          |                 |                     |                 |                |               |               |              | %            |                            |
| <b>Monthly expenditure performance trend</b>                                                         |                 |                     |                 |                |               |               |              |              |                            |
| July                                                                                                 | 4 127           | 10 244              | 11 057          | 11 451         | 11 451        | 11 057        | (394)        | -3.6%        | 9%                         |
| August                                                                                               | 11 915          | 10 244              | 11 057          | 2 003          | 13 454        | 22 114        | 8 660        | 39.2%        | 11%                        |
| September                                                                                            | 1 394           | 10 244              | 11 057          | 5 870          | 19 324        | 33 171        | 13 847       | 41.7%        | 16%                        |
| October                                                                                              | 594             | 10 244              | 11 057          | 1 964          | 21 288        | 44 228        | 22 940       | 51.9%        | 17%                        |
| November                                                                                             | 1 766           | 10 244              | 11 057          | 5 416          | 26 704        | 55 285        | 28 581       | 51.7%        | 22%                        |
| December                                                                                             | 2 203           | 10 244              | 11 057          | 5 620          | 32 324        | 66 342        | 34 018       | 51.3%        | 26%                        |
| January                                                                                              | 3 444           | 10 244              | 11 057          | 2 146          | 34 470        | 77 399        | 42 929       | 55.5%        | 28%                        |
| February                                                                                             | 9 835           | 10 244              | 17 247          | 8 983          | 43 453        | 94 646        | 51 193       | 54.1%        | 35%                        |
| March                                                                                                | 11 816          | 10 244              | 17 247          | 6 067          | 49 520        | 111 893       | 62 373       | 55.7%        | 40%                        |
| April                                                                                                | 7 364           | 10 244              | 17 247          | 7 349          | 56 869        | 129 140       | 72 271       | 56.0%        | 46%                        |
| May                                                                                                  | 5 245           | 10 244              | 17 247          | 5 441          | 62 310        | 146 387       | 84 077       | 57.4%        | 51%                        |
| June                                                                                                 | 16 429          | 10 244              | 17 247          | -              |               | 163 634       | -            |              |                            |
| <b>Total Capital expenditure</b>                                                                     | <b>76 132</b>   | <b>122 928</b>      | <b>163 634</b>  | <b>62 310</b>  |               |               |              |              |                            |

| MIG Projects 2025/2026                 | Budget        | July         | August     | September    | October      | November | December     | January    | February | March        | April      | May | June | Total         |
|----------------------------------------|---------------|--------------|------------|--------------|--------------|----------|--------------|------------|----------|--------------|------------|-----|------|---------------|
| Nancefield ext 9&10 paved road phase 3 | 11 000 000.00 | 6 474 372.22 |            | 4 409 376.07 |              | -        | 941 944.29   |            |          | 477 776.17   |            |     |      | 12 303 468.75 |
| Masisi streets phase 1                 | 7 739 950.00  | 2 589 867.27 |            | 2 442 860.68 | 1 313 825.61 | -        | 2 122 173.45 |            |          | 2 862 359.66 |            |     |      | 11 331 086.67 |
| Shakadza access street                 | 7 000 000.00  | 249 904.06   |            | 1 308 529.23 |              | -        | 1 724 653.63 |            |          | 2 193 547.73 | 870 901.89 |     |      | 6 347 536.54  |
| Tshikotoni bridge                      | 7 739 950.00  |              |            |              |              | -        |              |            |          | 263 151.15   |            |     |      | 263 151.15    |
| PMU Management fees                    | 1 762 100.00  | 264 438.83   | 198 358.42 | 198 358.42   | 198 046.98   | -        | 304 235.13   | 189 518.44 |          | 373 517.58   | 35 626.20  |     |      | 1 762 100.00  |
|                                        | 35 242 000.00 | 9 578 582.38 | 198 358.42 | 8 359 124.40 | 1 511 872.59 | -        | 5 093 006.50 | 189 518.44 | -        | 6 170 352.29 | 906 528.09 | -   |      | 32 007 343.11 |

## 7. Debtors Management

The age analysis of the outstanding trade debtors as of 31 May 2026 is reflected in the table below.

| LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 MAY |             |               |              |              |              |              |              |              |                |                |                    |                                              |                                             |
|----------------------------------------------------------------------------------------|-------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------|----------------|--------------------|----------------------------------------------|---------------------------------------------|
| Description                                                                            |             | 2025/26       |              |              |              |              |              |              |                |                |                    |                                              |                                             |
|                                                                                        | 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 |
| R thousands                                                                            |             |               |              |              |              |              |              |              |                |                |                    |                                              |                                             |
| <b>Debtors Age Analysis By Income Source</b>                                           |             |               |              |              |              |              |              |              |                |                |                    |                                              |                                             |
| Trade and Other Receivables from Exchange Transactions - Water                         | 1200        | 2 496         | 1 142        | 914          | 837          | 858          | 709          | 601          | 16 464         | 24 021         | 19 469             | –                                            | –                                           |
| Trade and Other Receivables from Exchange Transactions - Electricity                   | 1300        | 8 855         | 1 952        | 1 570        | 1 059        | 1 117        | 1 032        | 704          | 14 579         | 30 868         | 18 491             | –                                            | –                                           |
| Receivables from Non-exchange Transactions - Property Rates                            | 1400        | 2 233         | 1 105        | 978          | 966          | 860          | 839          | 836          | 46 692         | 54 509         | 50 193             | –                                            | –                                           |
| Receivables from Exchange Transactions - Waste Water Management                        | 1500        | 634           | 294          | 291          | 233          | 203          | 187          | 178          | 5 714          | 7 734          | 6 515              | –                                            | –                                           |
| Receivables from Exchange Transactions - Waste Management                              | 1600        | 1 643         | 676          | 587          | 497          | 432          | 401          | 378          | 15 230         | 19 844         | 16 938             | –                                            | –                                           |
| Receivables from Exchange Transactions - Property Rental Debtors                       | 1700        | 0             | 0            | 0            | 0            | 0            | 0            | 0            | 137            | 137            | 137                | –                                            | –                                           |
| Interest on Arrear Debtor Accounts                                                     | 1810        | 1 153         | 1 091        | 1 101        | 1 088        | 1 026        | 993          | 973          | 30 223         | 37 648         | 34 303             | –                                            | –                                           |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure                | 1820        | –             | –            | –            | –            | –            | –            | –            | –              | –              | –                  | –                                            | –                                           |
| Other                                                                                  | 1900        | 137           | –            | –            | –            | –            | –            | –            | 284            | 421            | 284                | –                                            | –                                           |
| <b>Total By Income Source</b>                                                          | <b>2000</b> | <b>17 151</b> | <b>6 260</b> | <b>5 441</b> | <b>4 680</b> | <b>4 496</b> | <b>4 161</b> | <b>3 670</b> | <b>129 323</b> | <b>175 182</b> | <b>146 330</b>     | <b>–</b>                                     | <b>–</b>                                    |
| <b>2024/25 - totals only</b>                                                           |             | –             | –            | –            | –            | –            | –            | –            | –              | –              | –                  | –                                            | –                                           |
| <b>Debtors Age Analysis By Customer Group</b>                                          |             |               |              |              |              |              |              |              |                |                |                    |                                              |                                             |
| Organs of State                                                                        | 2200        | 1 630         | 737          | 660          | 625          | 617          | 565          | 625          | 29 898         | 35 357         | 32 330             | –                                            | –                                           |
| Commercial                                                                             | 2300        | 7 025         | 1 669        | 1 592        | 1 077        | 1 124        | 890          | 732          | 24 520         | 38 629         | 28 343             | –                                            | –                                           |
| Households                                                                             | 2400        | 8 496         | 3 854        | 3 189        | 2 978        | 2 755        | 2 706        | 2 313        | 74 905         | 101 196        | 85 657             | –                                            | –                                           |
| Other                                                                                  | 2500        | –             | –            | –            | –            | –            | –            | –            | –              | –              | –                  | –                                            | –                                           |
| <b>Total By Customer Group</b>                                                         | <b>2600</b> | <b>17 151</b> | <b>6 260</b> | <b>5 441</b> | <b>4 680</b> | <b>4 496</b> | <b>4 161</b> | <b>3 670</b> | <b>129 323</b> | <b>175 182</b> | <b>146 330</b>     | <b>–</b>                                     | <b>–</b>                                    |

## 7.1 Disconnection List

| DISCONNECTION LIST MAY 2026 |                       |               |                           |
|-----------------------------|-----------------------|---------------|---------------------------|
|                             | ELECTRICITY<br>MUSINA | MUSINA        | ELECTRICITY<br>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                         |
| BUILEGEBIED                 | 3                     |               | 0                         |
| DISCONNECTIONS              | 90                    | 4             | 3948                      |
| ARRANGEMENTS                | 0                     | 0             | 0                         |
| TOTAL DISCONNECTED          | 0                     | 0             | 2562                      |
| PAID/RESPONDED              | 54                    | 0             | 136                       |
| TOTAL NOT DISCONNECTED      | 90                    | 4             | 1386                      |
| AMOUNT COLLECTED-TOWN       | R 2 654 256.22        |               | R 258 481.00              |
| CREDIT CONTROL COLLECTION   |                       | R2 912 737.22 |                           |

## 8. Creditors Management

The age analysis of the outstanding creditors as of **31 May 2026** was as outlined below:

| LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 MAY |             |                        |                 |                 |                  |                   |                   |                      |                |                |                                                 |
|------------------------------------------------------------------------------------------|-------------|------------------------|-----------------|-----------------|------------------|-------------------|-------------------|----------------------|----------------|----------------|-------------------------------------------------|
| Description                                                                              | NT Code     | Budget Year<br>2025/26 |                 |                 |                  |                   |                   |                      |                |                | Prior year totals<br>for chart (same<br>period) |
|                                                                                          |             | 0 -<br>30 Days         | 31 -<br>60 Days | 61 -<br>90 Days | 91 -<br>120 Days | 121 -<br>150 Days | 151 -<br>180 Days | 181 Days -<br>1 Year | Over 1<br>Year | Total          |                                                 |
| R thousands                                                                              |             |                        |                 |                 |                  |                   |                   |                      |                |                |                                                 |
| Creditors Age Analysis By Customer Type                                                  |             |                        |                 |                 |                  |                   |                   |                      |                |                |                                                 |
| Bulk Electricity                                                                         | 0100        | 17 953                 | 36 842          | -               | 30 273           | -                 | -                 | -                    | -              | 85 068         | 47 494                                          |
| Bulk Water                                                                               | 0200        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| PAYE deductions                                                                          | 0300        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| VAT (output less input)                                                                  | 0400        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| Pensions / Retirement deductions                                                         | 0500        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| Loan repayments                                                                          | 0600        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| Trade Creditors                                                                          | 0700        | 2 487                  | 1 727           | 1 009           | -                | -                 | -                 | -                    | 18 558         | 23 781         | 7 102                                           |
| Auditor General                                                                          | 0800        | -                      | -               | -               | -                | -                 | -                 | -                    | 1              | 1              | 1                                               |
| Other                                                                                    | 0900        | -                      | -               | -               | -                | -                 | -                 | -                    | -              | -              | -                                               |
| <b>Total By Customer Type</b>                                                            | <b>1000</b> | <b>20 440</b>          | <b>38 569</b>   | <b>1 009</b>    | <b>30 273</b>    | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>18 559</b>  | <b>108 850</b> | <b>54 597</b>                                   |

## 8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 31 May 2026

| <b>MUSINA LOCAL MUNICIPALITY.</b>              |                      |
|------------------------------------------------|----------------------|
| <b>EXPENDITURE ANALYSIS</b>                    |                      |
| <b>MONTH-END MAY 2026</b>                      |                      |
| <b>DESCRIPTION</b>                             | <b>AMOUNT</b>        |
| ESKOM                                          | 5 054 884.95         |
| TELKOM                                         | 31 603.50            |
| SALARIES                                       | 12 009 307.27        |
| SUNDRY CREDITORS                               | 4 376 789.37         |
| TRADE CREDITORS                                | 7 514 875.53         |
| SARS ( PAYE VAT )                              | 4 567 559.27         |
| PK CONSULTING                                  | 1 188 478.36         |
| UKUKHOMBA                                      | 706 035.60           |
| BANK CHARGES                                   | 95 638.50            |
| DEBIT ORDERS                                   | 2 244 902.34         |
| PORVERTY ALLIVATION WORKERS                    | 404 239.63           |
| WARD COMMITTEE MEMBERS -STIPENS                | 181 500.00           |
| <b>SUB-TOTAL</b>                               | <b>38 375 814.32</b> |
| ELECTRIFICATION OF RHINO RIDGE DEVELOPMENT     | 396 431.82           |
| ENHANCING SECURITY FEATURES OF MAIN OFFICE     | 342 273.10           |
| REFURBISHMENT OF NANCEFIELD MUNICIPAL BUILDING | 774 785.56           |
| <b>SUB-TOTAL</b>                               | <b>1 513 490.48</b>  |
| <b>TOTAL EXPENDITURE</b>                       | <b>39 889 304.80</b> |
| VDM                                            |                      |
| TELKOM                                         | 1 585.43             |
| ESKOM RIOOLDAMME                               | 103 487.50           |
|                                                | <b>105 072.93</b>    |
|                                                | <b>39 994 377.73</b> |

## 8.2 Outstanding Creditors

| <b>OUTSTANDING CREDITORS</b> | <b>May-26</b>         |
|------------------------------|-----------------------|
| SUPPLIERS                    | 8 925 088.71          |
| MIG PROJECTS/TENDERS         | 6 186 729.31          |
| ESKOM                        | 85 191 655.09         |
| OWN PROJECTS                 | 18 475 970.25         |
| CATERING AND TRANSPORT       | 158 599.40            |
| CONTRACTS                    | 220 150.00            |
| REFUNDS                      | 19 617.68             |
| <b>TOTAL</b>                 | <b>119 177 810.44</b> |

## 9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 May 2026

| MUSINA LOCAL MUNICIPALITY                        |                      |                      |                     |
|--------------------------------------------------|----------------------|----------------------|---------------------|
| <u>MONTHLY REPORT</u>                            |                      |                      |                     |
| <u>DEPARTMENT OF THE CHIEF FINANCIAL OFFICER</u> |                      |                      |                     |
| <u>BANK RECONCILIATION AS 31 MAY 2026</u>        |                      |                      |                     |
| BALANCE AS ON 30 APRIL 2026                      |                      |                      | 10 178 363.24       |
| <u>LESS:</u>                                     | EXPENDITURE          | 39 889 304.80        |                     |
|                                                  | JOURNAL DEBIT        | -                    |                     |
|                                                  | SHORTAGE             | -                    |                     |
|                                                  | TOTAL EXPENDITURE    | <u>39 889 304.80</u> |                     |
| <u>PLUS:</u>                                     | INCOME               | 33 769 172.26        |                     |
|                                                  | INCOME NOT RECEIPTED | -                    |                     |
|                                                  | JOURNAL CREDITED     | -                    |                     |
|                                                  | DAY CALL             | -                    |                     |
|                                                  | TOTAL REVENUE        | <u>33 769 172.26</u> |                     |
| BALANCE AS ON 31 MAY 2026                        |                      |                      | <u>4 058 230.70</u> |
| BALANCE AS PER BANK STATEMENT                    |                      |                      | <u>4 058 230.70</u> |
| <u>LESS:</u>                                     | OUTSTANDING CHEQUE   |                      |                     |
|                                                  |                      |                      | <u>4 058 230.70</u> |
| TRAFFIC                                          |                      |                      | -                   |
| BALANCE AS ON 31 MAY 2026                        |                      |                      | <u>2 155 142.69</u> |

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

## 10. Recommendations

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