OPIBUS LOCA FETA

MUSINA

LOCAL MUNICIPALITY

Monthly Budget Statement

MFMA Section 52 Report for April to June

2026

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1. Introduction

1.1 Purpose

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

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

1.2 Legislative Framework

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

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

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

The MBRR highlights the format of the monthly budget statements.

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

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

2. Summary of Overall Budget Performance for 4th Quarter 2026

The total budget approved for the 2025-26 financial year is R 759 146Million and it was adjusted to R831 297Million.

The total expenditure for operating activities for the Fourth Quarter April to June amounts to R100 234Million.

Total revenue for the Fourth Quarter April to June amounts to R85 948Million.

The expenditure on Capital activities for the Fourth Quarter April to June amounts to R12 222Million.

The following table provides a summary of the municipality's performance for 01 April to 30 June 2026

LIM341 Musina - Table C1 Monthly Budget Statement Summary - Quarter 4									
Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	31,189	40,964	40,964	2,202	31,511	40,964	(9,453)	-23%	22,698
Service charges	232,590	302,295	335,112	19,749	215,071	335,112	(120,041)	-36%	189,022
Investment revenue	10,539	2,514	2,514	116	911	2,514	(1,603)	-64%	1,244
Transfers and subsidies	237,135	248,520	248,520	(33)	242,061	248,520	(6,459)	-3%	174,720
Other own revenue	37,431	164,853	204,187	5,045	56,602	63,396	(6,794)	-11%	45,296
Total Revenue (excluding capital transfers and contributions)	**548,884**	**759,146**	**831,297**	**27,079**	**546,156**	**690,506**	**(144,350)**	**-21%**	**432,980**
Employee costs	175,217	182,656	182,669	7,377	180,834	182,669	(1,835)	-1%	158,403
Remuneration of Councillors	11,805	12,549	13,549	1,436	17,083	13,549	3,534	26%	11,339
Depreciation & asset impairment	56,277	37,046	52,413	4,610	40,874	52,413	(11,539)	-22%	34,265
Finance charges	4,693	1,888	3,467	1,414	8,299	3,467	4,832	139%	1,777
Materials and bulk purchases	201,680	320,369	321,369	18,875	220,290	321,369	(101,079)	-31%	138,162
Transfers and subsidies	7,452	4,049	4,049	199	6,260	4,049	2,211	55%	6,073
Other expenditure	105,384	103,697	140,421	14,884	125,097	140,421	(15,324)	-11%	78,626
Total Expenditure	**562,508**	**662,254**	**717,937**	**48,795**	**598,737**	**717,937**	**(119,200)**	**-17%**	**428,645**
Surplus/(Deficit)	**(13,624)**	**96,892**	**113,360**	**(21,716)**	**(52,581)**	**(27,431)**	**(25,150)**	**92%**	**4,335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	36,512	35,242	55,242	–	59,242	55,242	–		–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**22,888**	**132,134**	**168,602**	**(21,716)**	**6,661**	**27,811**	**(21,150)**	**-76%**	**4,335**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**22,888**	**132,134**	**168,602**	**(21,716)**	**6,661**	**27,811**	**(21,150)**	**-76%**	**4,335**
Capital expenditure & funds sources									
Capital expenditure	**37,793**	**44,955**		**12,222**	**74,533**	**163,632**	**(89,099)**	**-54%**	**–**
Capital transfers recognised	34,900	35,242	40,242	652	25,883	40,242	(14,359)	-36%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**40,263**	**97,439**	**128,390**	**11,570**	**48,650**	**128,390**	**(79,740)**	**(0)**	**128,390**
Total sources of capital funds	**75,163**	**132,681**	**168,632**	**12,222**	**74,533**	**168,632**	**(94,099)**	**-56%**	**128,390**
Financial position									
Total current assets	212,495	428,481	428,998		263,790				428,998
Total non current assets	767,315	776,621	812,572		803,675				812,572
Total current liabilities	370,341	509,356	509,356		476,642				509,356
Total non current liabilities	47,740	40,624	40,625		47,740				40,625
Community wealth/Equity	**561,729**	**655,122**	**691,589**		**543,083**				**691,589**
Cash flows									
Net cash from (used) operating	217,278	200,774	222,357	9,713	71,196	216,357	(104,462)	-48%	167,957
Net cash from (used) investing	83,709	2,610	126,950	(12,178)	(71,832)	23,667	55,502	235%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**311,314**	**213,711**	**359,634**	**(2,465)**	**3,422**	**250,351**	**–**		–
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	10,670	6,022	5,078	5,051	4,282	3,853	3,726	130,172	168,854
Creditors Age Analysis									
Total Creditors	42,831	20,339	38,569	1,009	30,273	–	–	18,624	151,645

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as of 30 June 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -Quarter 4

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue By Source										
Property rates		31,189	40,964	40,964	2,202	31,511	40,964	(9,453)	-23%	40,964
Service charges - electricity revenue		215,282	276,669	309,486	18,455	197,499	309,486	(111,987)	-36%	309,486
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		17,308	25,626	25,626	1,294	17,572	25,626	(8,054)	-31%	25,626
								–		
Rental of facilities and equipment		1,364	437	437	–	19	437	(418)	-96%	437
Interest earned - external investments		10,539	2,514	2,514	116	911	2,514	(1,603)	-64%	2,514
Interest earned - outstanding debtors		12	7,874	7,874	74	929	7,874	(6,945)	-88%	7,874
Dividends received		–	–	–	(16)	–	–	–		–
Fines, penalties and forfeits		5,407	4,185	4,185	84	1,994	4,185	(2,191)	-52%	4,185
Licences and permits		1,187	2,744	2,744	868	1,615	2,744	(1,129)	-41%	2,744
Agency services		–	–		–	–	–	–		–
Transfers and subsidies		237,135	248,520	248,520	(33)	242,061	248,520	(6,459)	-3%	248,520
Other revenue		10,757	16,308	45,642	4,035	52,045	45,642	6,403	14%	188,947
Gains		18,704	133,305	143,305	–	–	143,305	(143,305)	-100%	–
Total Revenue (excluding capital transfers and contributions)		**548,884**	**759,146**	**831,297**	**27,079**	**546,156**	**831,297**	**(285,141)**	**(0)**	**831,297**

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 - Quarter4

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	Outcome			
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	2 619	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	14 489	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	2 187	21 782	30 148	31 131
Rental of facilities and equipment		38	39	51	51	41	20	55	32	44	37	23	40	437	388	401
Interest earned - external investments		–	–	–	–	–			–	–	–	–	–	2 514	2 600	2 686
Interest earned - outstanding debtors		–	–	–	–	–			–	–	–	–	–	7 874	7 327	7 569
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		123	137	254	359	124	168	94	93	378	89	93	83	4 185	3 895	4 013
Licences and permits		128	62	70	112	89	60	10	26	33	22	203	872	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	2 786	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	4 709	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**	**27 785**	**713 765**	**723 167**	**734 777**
													–			

3.3 Cash Flow Statement

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - Quarter 4

	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		25,156	33,783	33,783	2,619	28,014	33,783	(5,769)	-17%	33,783
Service charges		185,160	289,259	289,259	30,891	276,091	289,259	(13,168)	-5%	289,259
Other revenue		87,485	109,162	138,495	1,882	33,823	138,495	(104,672)	-76%	138,459
Transfers and Subsidies - Operational		236,508	241,840	241,840	2,786	253,656	241,840	11,816	5%	241,840
Transfers and Subsidies - Capital		30,559	35,242	55,242	–	59,242	55,242	4,000	7%	55,242
Interest		–	10,388	10,388	–	–	10,388	(10,388)	-100%	10,388
Dividends		–	–	–	–	–	–	–		–
Payments								–		
Suppliers and employees		(347,590)	(514,012)	(553,117)	(28,450)	(572,724)	(553,117)	(19,607)	4%	(553,117)
Finance charges		–	(1,888)	3,467	(15)	(3,423)	3,467	(6,890)	-199%	3,467
Transfers and Grants		–	(3,000)	3,000	–	(3,483)	(3,000)	(483)	16%	3,000
NET CASH FROM/(USED) OPERATING ACTIVITIES		217,278	200,774	222,357	9,713	71,196	216,357	(104,462)	-48%	167,957
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		525	135,291	145,291	–	–	145,291	(145,291)	-100%	145,291
Decrease (increase) in non-current receivables		–	–	145,291	–	–	–	–		145,291
Decrease (increase) in non-current investments		3,321	–	–	44	2,701	–	2,701		–
Payments										
Capital assets		79,863	(132,681)	(163,632)	(12,222)	(74,533)	(121,624)	88,696	-73%	(168,632)
NET CASH FROM/(USED) INVESTING ACTIVITIES		83,709	2,610	126,950	(12,178)	(71,832)	23,667	55,502	235%	2,610
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing			–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		300,987	203,384	349,307	(2,465)	(636)	240,024			170,567
Cash/cash equivalents at beginning:		10,327	10,327	10,327		4,058	10,327			–
Cash/cash equivalents at month/year end:		311,314	213,711	359,634	(2,465)	3,422	250,351			170,567

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as of 30 June 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -Quarter 4

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type										
Employee related costs		175,217	182,656	182,669	7,377	180,834	182,669	(1,835)	-1%	182,669
Remuneration of councillors		11,805	12,549	13,549	1,436	17,083	13,549	3,534	26%	13,549
Debt impairment		16,309	–	15,367	–	–	15,367	(15,367)	-100%	15,367
Depreciation & asset impairment		39,968	37,046	37,046	4,610	40,874	37,046	3,828	10%	37,046
Finance charges		4,693	1,888	3,467	1,414	8,299	3,467	4,832	139%	3,467
Bulk purchases		197,066	316,161	316,161	17,991	216,221	316,161	(99,940)	-32%	316,161
Other materials		4,614	4,208	5,208	884	4,069	5,208	(1,139)	-22%	5,208
Contracted services		45,849	49,155	66,872	11,690	56,341	66,872	(10,531)	-16%	66,872
Transfers and subsidies		7,452	4,049	4,049	199	6,260	4,049	2,211	55%	4,049
Operational Costs		55,879	54,175	73,549	3,194	68,756	73,549	(4,793)	-7%	73,549
Losses		3,656	367	–	–	–	–	–		0
Total Expenditure		**562,508**	**662,254**	**717,937**	**48,795**	**598,737**	**717,937**	**(119,200)**	**(0)**	**717,937**

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 - Quarter4

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	Outcome			
Cash Receipts By Source																
Cash Payments by Type													–			
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	7 377	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	1 436	12 963	13 649	14 063
Interest paid		50	96	17	885	97	16	853	526	60	1 298	96	1 414	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	237	214 604	246 000	254 118
Acquisitions-water & other inventory		–	–	–	–	–	–	419	–	–	–	–	7	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	3 759	64 423	–	–
Transfers and subsidies- other municipalities		–	–	–	–	–		–	–	–		–	–	–	6 710	5 024
Transfers and subsidies- other		779	509	–	650	381	919	602	–	–	–	–	–	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	2 140	71 615	–	–
Cash Payments by Type		**102 990**	**27 891**	**29 639**	**35 003**	**40 204**	**86 641**	**41 892**	**29 169**	**101 871**	**27 194**	**33 206**	**16 370**	**558 535**	**689 566**	**688 209**
													–			

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - Quarter4

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	**Revenue By Source**			
	Service Charges-Electricity revenue	(111 987)	New tarrifs hikes	Monitor this line Item and ensure that the income is allocated correctly
	Rental of facilities	(418)	Low bookings of municipal facilities	Monitor this line Item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(2 191)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licencs and permits	(1 129)	This is due to lower registration of vehicles	Monitor this line Item and ensure that the income is allocated correctly
2	**Expenditure By Type**			
	Employee related cost	(1 835)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depriciation	(15 367)	Asset model not migrated with Finacial system	Actioned at year end
	Bulk Electricity	(99 940)	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(10 531)	Appointment of new contractors	Work in progress
3	**Capital Expenditure**			
	Mig Projects	(14 359)	SCM process underway	Work in progress
	Own Funded projects	(79 740)	SCM process underway	Work in progress
4	**Financial Position**			
	Total assets	1 067 465	The municipality is still working on its improving financial status	Implementation of funding Plan
	Total liabilities	524 382	The municipality is still working on its improving financial status	Implementation of funding Plan
	Net assets	543 083	The municipality is still working on its improving financial status	Implementation of funding Plan
5	**Cash Flow**			
	Cash/cash equivalents at month end	3 422	The municipality is still in financial distress not all creditors are paid in 30 days	Work in progress, monitoring and implementation of funding Plan.
6	**Measureable performance**			
7	**Municipal Entities**	,		
	N/A		N/A	N/A

5. Capital Expenditure

5.1 Capital Expenditure by Function/Department 30 June 2026

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Quarter 4

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Governance and administration		13,790	22,970	23,119	4,712	9,122	23,119	(13,997)	-61%	23,119
Executive and council		–	2,547	–	–	–	(0)	(0)	100%	(0)
Finance and administration		13,790	20,423	23,119	4,712	9,122	23,119	(13,997)	-61%	23,119
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	1,190	1,500		–	1,500	(1,500)	-100%	1,500
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	500	–	–	–	(0)	(0)	100%	(0)
Public safety		–	690	1,500	–	–	1,500	(1,500)	-100%	1,500
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		36,999	82,492	103,263	8,219	46,526	103,263	(56,737)	-55%	108,263
Planning and development		27,737	49,392	86,763	2,203	38,448	86,763	(48,315)	-56%	86,763
Road transport		9,262	33,100	16,500	6,016	8,078	16,500	(8,422)	-51%	21,500
Environmental protection		–	–	–	–	–	–	–		–
Trading services		25,082	25,780	35,500	(835)	18,516	35,500	(16,984)	-48%	35,750
Energy sources		19,724	–	28,300	5,016	15,036	28,300	(13,264)	-47%	28,300
Water management		–	–	–	–	–	–	–		–
Waste water management		2,565	–	–	–	–	–	–		–
Waste management		2,793	25,780	7,200	(5,851)	3,480	7,200	(3,720)	-52%	7,200
Other		–	250	250	126	369	250	119	48%	250
Total Capital Expenditure - Functional Classific	3	**75,871**	**132,682**	**163,632**	**12,222**	**74,533**	**163,632**	**(89,074)**	**-54%**	**168,632**
Funded by:										
National Government		34,900	35,242	40,242	652	25,883	40,242	(14,359)	-36%	40,242
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers recognised - capital		**34,900**	**35,242**	**40,242**	**652**	**25,883**	**40,242**	**(12,824)**	**-32%**	**40,242**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		40,263	97,439	128,390	11,570	48,650	128,390	(79,740)	-62%	128,390
Total Capital Funding		**75,163**	**132,681**	**168,632**	**12,222**	**74,533**	**168,632**	**(89,074)**	**-53%**	**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 - Quarter 4

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 4	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**229,123**	**240,827**	**240,827**	**–**	**–**	**240,827**	**–**		**240,827**
Local Government Equitable Share		229,123	232,657	232,657	–	232,657	232,657	–		232,657
Expanded Public Works Programme Intergrated Grant			1,986	1,986	–	1,986	1,986	–		1,986
Infrastructure Skills Development Grant			3,184	3,184	–	3,184	3,184	–		3,184
Local Government Financial Management Grant			3,000	3,000	–	3,000	3,000	–		3,000
Other transfers and grants [insert description]					–	–	–	–		–
Total operating expenditure of Transfers and Grants:		**229,123**	**240,827**	**240,827**	**–**	**240,827**	**240,827**	**(8,170)**	**-3.4%**	**240,827**
Capital expenditure of Transfers and Grants										
National Government:		10,506	35,242	55,242	2,797	54,805	55,242	(437)	**-0.8%**	55,242
MDRG		5,953	–	–	–	–	–	–		–
MIG		4,553	35,242	35,242	2,797	34,805	35,242	(437)	-1.2%	35,242
Other capital transfers [insert description]		–	–	20,000	–	20,000	20,000	–		20,000
Provincial Government:		–	–	–	–	–	–	–		–
						–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		**10,506**	**35,242**	**55,242**	**2,797**	**54,805**	**55,242**	**(437)**	**-100.0%**	**55,242**
				–	–					
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**239,629**	**276,069**	**296,069**	**2,797**	**295,632**	**296,069**	**(8,607)**	**(0)**	**296,069**

6.2 Grants Expenditure Trends

The table below outlines the expenditure trend on MIG Grant:

LIM341 Musina - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Quarter4									
Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	4 127	10 244	11 057	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	12 222	74 532	163 634	89 102	54.5%	61%
Total Capital e	**76 132**	**122 928**	**163 634**	**74 532**					

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			1 622 486.14	12 953 572.81
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		1 174 822.53	7 522 359.07
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**	**-**	**2 797 308.67**	**34 804 651.78**

7. Debtors Management

The age analysis of the outstanding trade debtors as of 30 June 2026 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - Quarter4

Description		2025/26											
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 864	1 220	913	804	771	751	552	16 321	23 196	19 199	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	4 063	1 586	1 327	1 483	888	729	886	14 715	25 677	18 701	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	1 675	1 098	963	901	904	802	788	47 035	54 166	50 430	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	530	301	245	256	209	180	167	5 693	7 581	6 505	–	–
Receivables from Exchange Transactions - Waste Management	1600	1 354	686	549	520	444	385	361	15 200	19 499	16 910	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	0	0	0	0	0	0	0	137	137	137	–	–
Interest on Arrear Debtor Accounts	1810	1 184	1 131	1 081	1 087	1 066	1 006	972	30 788	38 315	34 919	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	0	–	283	283	283	–	–
Total By Income Source	**2000**	**10 670**	**6 022**	**5 078**	**5 051**	**4 282**	**3 853**	**3 726**	**130 172**	**168 854**	**147 084**	**–**	**–**
2024/25 - totals only		**14 537**	**5 899**	**4 619**	**5 246**	**3 754**	**3 566**	**4 226**	**114 020**	155 867	**130 812**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 586	1 100	1 178	1 016	814	727	875	34 396	41 692	37 828	–	–
Commercial	2300	2 704	1 237	1 075	1 301	878	875	751	25 772	34 593	29 577	–	–
Households	2400	6 380	3 685	2 825	2 734	2 590	2 251	2 100	70 004	92 569	79 679	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**10 670**	**6 022**	**5 078**	**5 051**	**4 282**	**3 853**	**3 726**	**130 172**	**168 854**	**147 084**	**–**	**–**

7.1 Disconnection List

DISCONNECTION LIST JUNE 2026			
	ELECTRICITY MUSINA	MUSINA	ELECTRICITY NANCEFIELD
TOWN	32	4	101
EXTENTION 1	13		328
EXTENTION 2	11		241
EXTENSION 3	2		0
EXTENSION 4	9		313
EXTENTION 5	6		505
EXTENSION 6	3		185
EXTENTION 7	2		387
EXTENTION 8	0		356
EXTENTION 9	0		397
EXTENTION 10	0		527
EXTENTION 11	1		119
EXTENTION 12	0		0
EXTENTION 14	8		489
MUSINA 4 MT	0		0
MUSINA EXT 17	0		0
VOGELZANG 3 MT	0		0
BUITEGEBIED	3		0
DISCONNECTIONS	90	4	3948
ARRANGEMENTS	0	0	0
TOTAL DISCONNECTED	11	0	339
PAID/RESPONDED	8	0	215
TOTAL NOT DISCONNECTED	79	4	3609
AMOUNT COLLECTED-TOWN	R 2 746 916.56		R 395 892.74
CREDIT CONTROL COLLECTION		R3 142 809.30	

8. Creditors Management

The age analysis of the outstanding creditors as of **30 June 2026** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - Quarter4

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	20 452	17 953	36 842	–	30 273	–	–	–	105 520	67 242
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	22 379	2 386	1 727	1 009	–	–	–	18 623	46 124	47 226
Auditor General	0800	–	–	–	–	–	–	–	1	1	1
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**1000**	**42 831**	**20 339**	**38 569**	**1 009**	**30 273**	**–**	**–**	**18 624**	**151 645**	114 469

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 30 June 2026

MUSINA LOCAL MUNICIPALITY.

EXPENDITURE ANALYSIS

MONTH-END JUNE 2026

DESCRIPTION	AMOUNT
ESKOM	5,168,692.32
TELKOM	65,035.09
SALARIES	39,535,221.82
SUNDRY CREDITORS	10,314,102.74
TRADE CREDITORS	8,550,242.24
SARS (PAYE VAT)	12,074,884.68
PK CONSULTING	1,188,478.36
GUARD ALERT	3,363,628.62
UKUKHOMBA	2,118,106.80
CATHU CONSULTING	402,500.00
HLEKETANI CONSTRUCTION	699,798.09
BANK CHARGES	174,299.84
DEBIT ORDERS	5,500,187.19
PORVERTY ALLIVIATION WORKERS	1,220,918.29
WARD COMMITTEE MEMBERS -STIPENS	541,500.00
SUB-TOTAL	**90,917,596.08**
ELECTRIFICATION OF RHINO RIDGE DEVELOPMENT	2,822,505.99
CONSTRUCTION OF SHAKADZA ACCESS STREET	3,364,198.68
ENHANCING SECURITY FEATURES OF MAIN OFFICE	542,273.10
CONSTRUCTION OF MASISI PAVED STREETS	1,460,237.52
REFURBISHMENT OF NANCEFIELD MUNICIPAL BUILDING	774,785.56
DOREEN HOPE PRIMARY SCHOOL ACCESS BRIDGE	352,825.17
SUB-TOTAL	**9,316,826.02**
TOTAL EXPENDITURE	**100,234,422.10**
VDM	
TELKOM	4,403.89
ESKOM RIOOLDAMME	309,089.92
	313,493.81
	100,547,915.91

8.2 Outstanding Creditors

	Jun-26
SUPPLIERS	16 928 256.09
MIG PROJECTS/TENDERS	10 525 159.16
ESKOM	105 644 025.07
OWN PROJECTS	7 444 959.01
CATERING AND TRANSPORT	120 900.00
CONTRACTS	220 150.00
DEPARTMENT OF TRANSPORT	668 766.19
DEPARTMENT OF LABOUR	16 505 711.73
REFUNDS	3 003.91
TOTAL	**158 060 931.16**

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 30 June 2026.

MUSINA LOCAL MUNICIPALITY

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 30 JUNE 2026

	BALANCE AS ON 01 APRIL 2026		17 707 975.81
LESS:	EXPENDITURE	100 234 422.94	
	JOUNAL DEBIT	-	
	SHORTAGE	-	
	TOTAL EXPENDITURE	100 234 422.94	
PLUS:	INCOME	85 948 676.46	
	INCOME NOT RECEIPTED	-	
	JOUNAL CREDITED	-	
	DAY CALL	-	
	TOTAL REVENUE	85 948 676.46	
	BALANCE AS ON 30 JUNE 2026		3 422 229.33

	BALANCE AS PER BANK STATEMENT	3 422 229.33
LESS:	OUTSTANDING CHEQUE	
		3 422 229.33

TRAFFIC		
BALANCE AS ON 31 MAY 2026		2 155 142.69
JOURNAL DEBIT	(2 200 000.00)	-
TOTAL REVENUE	998 297.67	
BALANCE AS ON 30 JUNE 2026		953 440.36

The municipality closed the financial 4th Quarter of 01 April to 30 June 2026 with a positive bank balance.

10. Recommendations

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