

Monthly Budget Statement

MFMA Section 71 Report for July 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 July 2026

The total budget approved for the 2026-27 financial year was R 951 455Million.

The total expenditure for operating activities for the month amounts to R122 648Million.

Total revenue for the month amounts to R124 362Million.

The expenditure on Capital activities for the month amounts to R 2 314Million.

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

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M1 JULY									
Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	31,511	53,253	–	8,291	8,291	4,438	3,853	87%	22,698
Service charges	246,795	435,646	–	15,593	15,593	36,304	(20,711)	-57%	189,022
Investment revenue	912	2,600	–	44	44	217	(173)	-80%	1,244
Transfers and subsidies	242,118	237,236	–	99,222	99,222	19,770	79,452	402%	174,720
Other own revenue	53,887	222,721	–	6,014	6,014	5,463	551	10%	45,296
Total Revenue (excluding capital transfers and contributions)	**575,223**	**951,456**	**–**	**129,164**	**129,164**	**66,191**	**62,973**	**95%**	**432,980**
Employee costs	189,479	192,803	–	15,857	15,857	16,067	(210)	-1%	158,403
Remuneration of Councillors	12,235	13,649	–	1,448	1,448	1,137	311	27%	11,339
Depreciation & asset impairment	43,616	54,204	–	3,648	3,648	4,517	(869)	-19%	34,265
Finance charges	8,487	5,253	–	64	64	438	(374)	-85%	1,777
Materials and bulk purchases	220,456	260,036	–	21,614	21,614	21,670	(56)	-0%	138,162
Transfers and subsidies	6,253	6,710	–	2,353	2,353	559	1,794	321%	6,073
Other expenditure	139,631	217,325	–	8,180	8,180	18,110	(9,930)	-55%	78,626
Total Expenditure	**620,157**	**749,980**	**–**	**53,164**	**53,164**	**62,498**	**(9,334)**	**-15%**	**428,645**
Surplus/(Deficit)	**(44,934)**	**201,476**	**–**	**76,000**	**76,000**	**3,692**	**72,308**	**1958%**	**4,335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	33,094	44,649	–	–	–	3,721	–		44,649
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	**(11,840)**	**246,125**	**–**	**76,000**	**76,000**	**7,413**	**68,587**	**925%**	**48,984**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**(11,840)**	**246,125**	**–**	**76,000**	**76,000**	**7,413**	**68,587**	**925%**	**48,984**
Capital expenditure & funds sources									
Capital expenditure	**37,793**	**44,955**		**2,313**	**2,313**	**14,811**	**(12,498)**	**-84%**	**–**
Capital transfers recognised	30,346	62,867	–	2,303	2,303	5,239	(2,936)	-56%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**45,935**	**163,793**	**–**	**10**	**10**	**13,649**	**(13,639)**	**(0)**	**163,793**
Total sources of capital funds	**76,281**	**226,660**	**–**	**2,313**	**2,313**	**18,888**	**(16,575)**	**-88%**	**163,793**
Financial position									
Total current assets	272,523	254,657	–		284,698				254,657
Total non current assets	833,723	955,558	–		832,433				955,558
Total current liabilities	511,126	361,515	–		479,164				361,514
Total non current liabilities	56,284	17,858	–		23,131				17,858
Community wealth/Equity	**541,276**	**830,841**	**–**		**614,835**				**830,843**
Cash flows									
Net cash from (used) operating	291,785	78,249	–	(1,135)	3,983	6,521	(2,537)	-39%	78,249
Net cash from (used) investing	(77,235)	(66,890)	–	(4,282)	(2,269)	(5,574)	3,305	-59%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**217,972**	**14,781**	**–**	**(5,417)**	**5,136**	**11,274**	**–**		**–**
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	22,024	6,097	5,449	4,780	4,646	3,989	3,666	131,884	182,535
Creditors Age Analysis									
Total Creditors	25,856	34,774	20,339	6,264	16	–	–	18,608	105,857

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as of 31 July 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M1 JULY

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue By Source										
Property rates		31,511	53,253	–	8,291	8,291	4,438	3,853	87%	53,253
Service charges - electricity revenue		229,223	402,332	–	13,882	13,882	33,528	(19,646)	-59%	402,332
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		17,572	33,314	–	1,711	1,711	2,776	(1,065)	-38%	33,314
								–		
Rental of facilities and equipment		967	452	–	0	0	38	(38)	-100%	451
Interest earned - external investments		912	2,600	–	44	44	217	(173)	-80%	2,600
Interest earned - outstanding debtors		29	8,141	–	62	62	678	(616)	-91%	8,141
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		4,894	4,327	–	111	111	361	(250)	-69%	4,327
Licences and permits		1,681	2,838	–	58	58	237	(179)	-75%	–
Agency services		–	–		–	–	–	–		–
Transfers and subsidies		242,118	237,236	–	99,222	99,222	19,770	79,452	402%	237,236
Other revenue		46,316	47,194		5,783	5,783	3,933	1,850	47%	50,032
Gains		–	159,769	–	–	–	13,314	(13,314)	-100%	159,769
Total Revenue (excluding capital transfers and contributions)		**575,223**	**951,456**	**–**	**129,164**	**129,164**	**79,288**	**49,876**	**0**	**951,455**

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 - M1 JULY

Description	Ref	Budget Year 2026/27												2026/27 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	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		1,970	13,007	13,007	13,007	13,007	13,007	13,007	13,007	5,059	13,007	13,007	13,007	47,799	49,376	50,956
Service charges - electricity revenue		15,738	94,109	94,109	94,109	94,109	94,109	94,109	94,109	34,931	94,109	94,109	94,109	348,921	356,150	365,054
Service charges - water revenue		–	–	–	–	–	–	–	–	–	–	–		–	–	–
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–		–	–	–
Service charges - refuse		1,889	8,197	8,197	8,197	8,197	8,197	8,197	8,197	3,225	8,197	8,197	8,197	30,148	31,131	32,116
Rental of facilities and equipment		23	106	106	106	106	106	106	106	39	106	106	106	388	401	414
Interest earned - external investments		–	671	671	671	671	671	671	671	671	671	671	671	2,600	2,686	2,771
Interest earned - outstanding debtors			1,965	1,965	1,965	1,965	1,965	1,965	1,965	1,097	1,965	1,965	1,965	7,327	7,569	7,811
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		111	1,042	1,042	1,042	1,042	1,042	1,042	1,042	582	1,042	1,042	1,042	3,895	4,103	4,141
Licences and permits		66	738	738	738	738	738	738	738	738	738	738	738	2,858	2,952	3,046
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies-Operational		98,745	3,439	62,768	–	894	217,292	1,033	81,105	120,146	1,033	–	61,735	237,236	237,115	250,038
Other revenue		5,776	11,306	11,306	11,306	11,306	11,306	11,306	11,306	5,784	11,306	11,518	11,306	41,995	43,384	44,769
Cash Receipts by Source		**124,318**	**134,580**	**193,909**	**131,141**	**132,035**	**348,433**	**132,174**	**212,246**	**172,272**	**132,174**	**131,353**	**192,876**	**723,167**	**734,867**	**761,116**

3.3 Cash Flow Statement

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M1 JULY										
	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		28,014	47,799	–	1,970	1,970	3,983	(2,013)	-51%	47,799
Service charges		276,091	379,070	–	20,376	20,376	31,589	(11,213)	-35%	379,070
Other revenue		33,823	49,134	–	422	5,540	4,095	1,446	35%	49,134
Transfers and Subsidies - Operational		253,656	237,236	–	98,745	98,745	19,770	78,975	399%	237,236
Transfers and Subsidies - Capital		59,242	44,649	–	–	–	3,721	(3,721)	-100%	44,649
Interest		–	9,927	–	–	–	827	(827)	-100%	9,927
Dividends		–	–	–	–	–	–	–		–
Payments								–		
Suppliers and employees		(359,041)	(679,231)	–	(121,995)	(121,995)	(56,603)	(65,392)	116%	(679,231)
Finance charges		–	(3,625)	–	(60)	(60)	(302)	242	-80%	(3,625)
Transfers and Grants		–	(6,710)	–	(593)	(593)	(559)	(34)	6%	(6,710)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**291,785**	**78,249**	**–**	**(1,135)**	**3,983**	**6,521**	**(2,537)**	**-39%**	**78,249**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	159,769	–	–	–	13,314	(13,314)	-100%	159,769
					(2,013)					
Decrease (increase) in non-current receivables		–		–	–	–	–	–		–
Decrease (increase) in non-current investments		2,701	–	–	44	44	–	44		–
Payments										
Capital assets		(79,936)	(226,659)	–	(2,313)	(2,313)	(18,888)	16,575	-88%	(226,659)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(77,235)**	**(66,890)**	**–**	**(4,282)**	**(2,269)**	**(5,574)**	**3,305**	**-59%**	**(66,890)**
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		**214,550**	**11,359**	**–**	**(5,417)**	**1,714**	**947**			**170,567**
Cash/cash equivalents at beginning:		3,422	3,422	–		3,422	10,327			–
Cash/cash equivalents at month/year end:		217,972	14,781	–	(5,417)	5,136	11,274			170,567

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as of 31 July 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M1 JULY

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type										
Employee related costs		189,479	192,803	–	15,857	15,857	16,067	(210)	-1%	192,803
Remuneration of councillors		12,235	13,649	–	1,448	1,448	1,137	311	27%	13,649
Debt impairment		2,268	15,787	–	–	–	1,316	(1,316)	-100%	15,787
Depreciation & asset impairment		41,348	38,417	–	3,648	3,648	3,201	447	14%	38,417
Finance charges		8,487	5,253	–	64	64	438	(374)	-85%	–
Bulk purchases		216,389	246,000	–	21,401	21,401	20,500	901	4%	246,000
Other materials		4,067	14,036	–	213	213	1,170	(957)	-82%	14,036
Contracted services		60,948	109,420	–	2,426	2,426	9,118	(6,692)	-73%	109,420
Transfers and subsidies		6,253	6,710	–	2,353	2,353	559	1,794	321%	6,710
Operational Costs		71,964	107,905	–	5,754	5,754	8,992	(3,238)	-36%	107,905
Losses		6,719	–	–	–	–	–	–		–
Total Expenditure		**620,157**	**749,980**	**–**	**53,164**	**53,164**	**62,498**	**(9,334)**	**(0)**	**744,727**

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 - M1 JULY

Description	Ref	Budget Year 2026/27												2026/27 Medium Term Revenue & Expenditure		
		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	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
													–			
Cash Payments by Type													–			
Employee related costs		15,857	16,067	16,067	16,067	16,067	16,067	16,067	16,067	16,067	16,067	216,605	211,714	192,803	195,647	200,538
Remuneration of councillors		1,448	1,137	1,137	1,137	1,137	1,137	1,137	1,137	1,137	1,137	15,625	15,200	13,649	14,063	14,487
Interest paid		64	302	302	302	302	302	302	302	302	302	4,150	4,037	3,625	3,735	3,848
Bulk purchases - Electricity		61,186	20,500	20,500	20,500	20,500	20,500	20,500	20,500	20,500	20,500	282,750	274,618	246,000	254,118	262,250
Acquisitions-water & other inventory		1,291	700	700	700	700	700	700	700	700	700	16,024	700	8,401	7,542	7,783
Other materials		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services		13,156	9,118	9,118	9,118	9,118	9,118	9,118	115,426	9,118	112,551	9,118	9,118	109,420	103,433	106,308
Transfers and subsidies- other municipalities		–	–	–	–	–		–	–	–		–	–	–	–	–
Transfers and subsidies- other		–	927	2,347	927	927	2,347	927	927	2,347	927	927	2,347	6,710	5,024	5,072
Other expenditure		27,333	8,857	8,857	8,857	8,857	8,857	8,857	8,857	8,857	8,857	118,162	114,870	108,958	104,647	107,995
Cash Payments by Type		**120,335**	**57,608**	**59,028**	**57,608**	**57,608**	**59,028**	**57,608**	**163,916**	**59,028**	**161,041**	**663,361**	**632,604**	**689,566**	**688,209**	**708,281**

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M1 JULY

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	**Revenue By Source**			
	Service Charges-Electricity revenue	(19,646)	New tarrifs hikes	Monitor this line Item and ensure that the income is allocated correctly
	Rental of facilities	(37)	Low bookings of municipal facilities	Monitor this line Item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(250)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licencs and permits	58	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	(210)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depriciation	(870)	Asset model not migrated with Finacial system	Actioned at year end
	Bulk Electricity	901	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(6,692)	Appointment of new contractors	Work in progress
3	**Capital Expenditure**			
	Mig Projects	2,303	SCM process underway	Work in progress
	Own Funded projects	10	SCM process underway	Work in progress
4	**Financial Position**			
	Total assets	1,147,611	The municipality is still working on improving its financial status	Implementation of funding Plan
	Total liabilities	524,603	The municipality is still working on improving its financial status	Implementation of funding Plan
	Net assets	623,008	The municipality is still working on improving its financial status	Implementation of funding Plan
5	**Cash Flow**			
	Cash/cash equivalents at month end	5,136	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 31 July 2026

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M1 JULY

Vote Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Governance and administration		**8,522**	**26,950**	**–**	**10**	**10**	**2,225**	10	0%	**26,950**
Executive and council		–	250	–	–	–	(0)	–		250
Finance and administration		8,522	26,700	–	10	10	2,225	10	0%	26,700
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**–**	**1,300**	**–**		**–**	**67**	–		**1,300**
Community and social services		–	800	–	–	–	67	–		800
Sport and recreation		–	–	–	–	–	(0)	–		–
Public safety		–	500	–	–	–	–	–		500
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**46,830**	**150,229**	**–**	**2,303**	**2,303**	**12,519**	2,303	18%	**150,229**
Planning and development		38,752	66,164	–	1,270	1,270	5,514	1,270	23%	–
Road transport		8,078	84,065	–	1,033	1,033	7,005	1,033	15%	66,164
Environmental protection		–	–	–	–	–	–	–		84,065
Trading services		**20,930**	**48,180**	**–**	**–**	**–**	**–**	–		**48,180**
Energy sources		17,056	39,500	–	–	–	–	–		39,500
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		3,380	8,680	–	–	–	–	–		8,680
Other		494	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classifi	3	**76,776**	**226,659**	**–**	**2,313**	**2,313**	**14,811**	**2,313**	**16%**	**226,659**
Funded by:										
National Government		30,346	62,867	–	2,303	2,303	5,239	2,303	44%	62,867
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers recognised - capital		**30,346**	**62,867**	**–**	**2,303**	**2,303**	**5,239**	**2,303**	**44%**	**62,867**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		45,935	163,793	–	10	10	13,649	10	0%	163,793
Total Capital Funding		**76,281**	**226,660**	**–**	**2,313**	**2,313**	**18,888**	**2,313**	**12%**	**226,660**

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 - M101-Jul

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		232,657	237,236	–	–	–	19,770	77,588	392.5%	237,236
Local Government Equitable Share		232,657	232,308	–	96,765	96,765	19,359	77,406	399.8%	232,308
Expanded Public Works Programme Intergrated Grant		–	1,928	–	406	406	161	245	152.4%	1,928
Infrastructure Skills Development Grant			–	–	–	–	–	–		–
Local Government Financial Management Grant		(0)	3,000	–	187	187	250	(63)	-25.1%	3,000
Other transfers and grants [insert description]		–	–		–	–	–	–		–
Total operating expenditure of Transfers and Grants:		232,657	237,236	–	97,358	97,358	19,770	77,588	392.5%	237,236
Capital expenditure of Transfers and Grants										
National Government:		–	44,649	–	–	–	3,721	(18,666)	-501.7%	44,649
MDRG		–	–	–	–	–	–	–		–
MIG		–	35,649	–	–	–	2,971	(14,616)	-492.0%	35,649
Other capital transfers [insert description]		–	9,000	–	–	–	750	(4,050)	-540.0%	9,000
Provincial Government:		–	–	–	–	–	–	–		–
						–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		–	44,649	–	–	–	3,721	(18,666)	-100.0%	44,649
				–	–					
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		232,657	281,885	–	97,358	97,358	23,490	58,922	0	281,885

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 - M1 JULY

Month	2025/26	Budget Year 2026/27							
	Audited Outcome	0	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	11,451	18,888	–	2,314	2,314	3,983	1,669	41.9%	1%
August	2,003	18,888	–	–		3,983	–		
September	5,869	18,888	–	–		3,983	–		
October	1,964	18,888	–	–		3,983	–		
November	5,416	18,888	–	–		3,983	–		
December	5,620	18,888	–	–		3,983	–		
January	2,146	18,888	–	–		3,983	–		
February	8,983	18,888	–	–		3,983	–		
March	6,067	18,888	–	–		3,983	–		
April	7,349	18,888	–	–		3,983	–		
May	5,441	18,888	–	–		3,983	–		
June	13,971	18,888	–	–		3,983	–		
Total Capital ex	76,280	226,656	–	2,314					

MIG Projects 2026/2027	Budget	July	August	September	October	November	December	January	February	March	April	May	June	Total
Nancefield Stormwater Channel and pedes	11,000,000.00	-		-		-	-			-				-
Tshipise paved street	19,537,703.35	-		-	-	-	-			-				-
Waste removal truck	2,540,000.00	-		-	-	-	-			-	-			-
PMU management fees	1,782,450.00	-	-	-	-	-	-	-		-	-			-
	34,860,153.35	-	-	-	-	-	-	-	-	-	-	-		-

7. Debtors Management

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

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M1 JULY

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	2,504	1,108	1,074	825	741	732	692	16,492	24,168	19,482	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7,598	1,626	1,353	1,245	1,271	747	674	15,183	29,697	19,120	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	8,213	1,100	983	878	818	823	737	44,976	58,528	48,232	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	638	307	265	221	232	191	168	5,731	7,753	6,543	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,871	743	608	500	467	398	359	15,262	20,208	16,986	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	54	42	42	42	42	42	42	2,483	2,789	2,651	–	–
Interest on Arrear Debtor Accounts	1810	1,146	1,171	1,124	1,069	1,075	1,056	994	31,474	39,109	35,668	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	0	–	283	283	283	–	–
Total By Income Source	**2000**	**22,024**	**6,097**	**5,449**	**4,780**	**4,646**	**3,989**	**3,666**	**131,884**	**182,535**	**148,965**	**–**	**–**
2024/25 - totals only		**21,448**	**6,526**	**4,779**	**3,941**	**4,881**	**3,428**	**3,951**	**114,613**	163,567	**130,814**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	2,947	657	695	738	455	339	369	12,705	18,905	14,606	–	–
Commercial	2300	8,395	1,866	1,575	1,472	1,647	1,218	1,169	48,448	65,790	53,954	–	–
Households	2400	10,682	3,574	3,179	2,570	2,544	2,432	2,128	70,731	97,840	80,405	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**22,024**	**6,097**	**5,449**	**4,780**	**4,646**	**3,989**	**3,666**	**131,884**	**182,535**	**148,965**	**–**	**–**

7.1 Disconnection List

DISCONNECTION LIST JULY 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	0	0	150
PAID/RESPONDED	76	0	287
TOTAL NOT DISCONNECTED	90	4	117
AMOUNT COLLECTED-TOWN	R 3,402,230.40		R 761,734.33
CREDIT CONTROL COLLECTION		R4,163,964.73	

8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M1 JULY											
Description	NT Code	Budget Year 2026/27									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	24,555	20,452	17,953	5,706	–	–	–	–	**68,666**	32,941
Bulk Water	0200	–	–	–	–	–	–	–	–	**–**	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**	–
Loan repayments	0600	–	–	–	–	–	–	–	–	**–**	–
Trade Creditors	0700	1,301	14,322	2,386	558	16	–	–	18,607	**37,190**	30,976
Auditor General	0800	–	–	–	–	–	–	–	1	**1**	1
Other	0900	–	–	–	–	–	–	–	–	**–**	–
Total By Customer Type	**1000**	**25,856**	**34,774**	**20,339**	**6,264**	**16**	**–**	**–**	**18,608**	**105,857**	63,918

8.1 EXPENDITURE ANALYSIS

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

MUSINA LOCAL MUNICIPALITY.

EXPENDITURE ANALYSIS

MONTH-END JULY 2026

DESCRIPTION	AMOUNT
ESKOM	62,056,020.50
TELKOM	61,421.64
SALARIES	12,998,273.95
SUNDRY CREDITORS	18,329,085.43
TRADE CREDITORS	8,590,821.44
SARS (PAYE VAT)	6,081,635.90
GUARD ALERT	3,363,628.62
UKUKHOMBA	706,035.60
PK FINANCIAL CONSULTANTS	66,920.27
CATHU CONSULTANTS	402,500.00
TSHINAVHELA TRADING	1,286,940.00
BANK CHARGES	60,060.04
DEBIT ORDERS	1,150,232.33
PORVERTY ALLIVIATION WORKERS	405,566.54
WARD COMMITTEE MEMBERS -STIPENS	181,500.00
SUB-TOTAL	**115,740,642.26**
ELECTRIFICATION OF RHINO RIDGE DEVELOPMENT	2,534,941.76
ENHANCING SECURITY FEATURES OF MAIN OFFICE	339,700.81
CONSTRUCTION OF MASISI PAVED STREETS	987,149.30
CONSTRUCTION OF TSHIPISE VILLAGE PAVED STREETS	1,387,942.57
CONSTRUCTION OF NANCEFIELD EXT 9 AND PHASE 3 PAVING STREETS	73,104.70
RECONSTRUCTION CULVERT BRIDGE	1,187,862.06
DOREEN HOPE PRIMARY SCHOOL ACCESS BRIDGE	396,481.83
SUB-TOTAL	**6,907,183.03**
TOTAL EXPENDITURE	**122,647,825.29**
VDM	
TELKOM	1,585.43
ESKOM RIOOLDAMME	105,000.35
	106,585.78
	122,754,411.07

8.2 Outstanding Creditors

	Jul-26
SUPPLIERS	6,021,347.33
MIG PROJECTS/TENDERS	6,742,492.01
ESKOM	71,630,305.86
OWN PROJECTS	4,208,754.06
CONTRACTS	220,150.00
PRODIBA	24,253.00
DEPARTMENT OF LABOUR	16,661,020.06
REFUNDS	42,310.00
TOTAL	**105,550,632.32**

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9. Cash Management

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

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 31 JULY 2026

	BALANCE AS ON 30 JUNE 2026		3,422,229.33
LESS:	EXPENDITURE	122,647,825.29	
	JOUNAL DEBIT	-	
	SHORTAGE	-	
	TOTAL EXPENDITURE	122,647,825.29	
PLUS:	INCOME	124,361,656.68	
	INCOME NOT RECEIPTED	-	
	JOUNAL CREDITED	-	
	DAY CALL	-	
	TOTAL REVENUE	124,361,656.68	
	BALANCE AS ON 31 JULY 2026		5,136,060.72

BALANCE AS PER BANK STATEMENT		5,136,060.72
LESS: OUTSTANDING CHEQUE		
		5,136,060.72

TRAFFIC		
BALANCE AS ON 30 JUNE 2026		953,440.36
JOURNAL DEBIT	(1,300,000.00)	-
BANK CHARGES	(5,488.84)	
TOTAL REVENUE	1,307,453.16	
BALANCE AS ON 31 JULY 2026		955,404.68

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

10. Recommendations

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