

Monthly Budget Statement

MFMA Section 71 Report for August 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 August 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 R43 382Million.

Total revenue for the month amounts to R53 043Million.

The expenditure on Capital activities for the month amounts to R 4 345Million.

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

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M2 AUGUST									
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	–	2,477	10,768	8,876	1,893	21%	22,698
Service charges	246,795	435,646	–	15,506	31,099	72,608	(41,509)	-57%	189,022
Investment revenue	912	2,600	–	46	89	433	(344)	-79%	1,244
Transfers and subsidies	242,118	237,236	–	7,806	107,028	39,539	67,489	171%	174,720
Other own revenue	53,887	222,721	–	5,584	11,599	10,925	674	6%	45,296
Total Revenue (excluding capital transfers and contributions)	**575,223**	**951,456**	**–**	**31,419**	**160,583**	**132,381**	**28,202**	**21%**	**432,980**
Employee costs	190,996	192,803	–	15,931	31,788	32,134	(346)	-1%	158,403
Remuneration of Councillors	12,235	13,649	–	1,460	2,907	2,275	632	28%	11,339
Depreciation & asset impairment	60,843	54,204	–	3,269	6,917	9,034	(2,117)	-23%	34,265
Finance charges	8,487	5,253	–	624	688	876	(188)	-21%	1,777
Materials and bulk purchases	220,456	254,782	–	23,421	45,035	42,464	2,571	6%	138,162
Transfers and subsidies	6,253	6,710	–	–	2,353	1,118	1,235	110%	6,073
Other expenditure	139,771	217,325	–	8,215	16,395	36,221	(19,826)	-55%	78,626
Total Expenditure	**639,041**	**744,726**	**–**	**52,920**	**106,083**	**124,121**	**(18,038)**	**-15%**	**428,645**
Surplus/(Deficit)	**(63,818)**	**206,730**	**–**	**(21,501)**	**54,500**	**8,260**	**46,240**	**560%**	**4,335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	36,330	44,649	–	8,909	8,909	7,442	–		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	**(27,488)**	**251,379**	**–**	**(12,592)**	**63,409**	**15,702**	**47,707**	**304%**	**48,984**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**(27,488)**	**251,379**	**–**	**(12,592)**	**63,409**	**15,702**	**47,707**	**304%**	**48,984**
Capital expenditure & funds sources									
Capital expenditure	**37,793**	**44,955**		**1,844**	**4,157**	**29,596**	**(25,439)**	**-86%**	**–**
Capital transfers recognised	30,768	62,867	–	2,577	2,577	10,478	(7,901)	-75%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**46,174**	**163,793**	**–**	**1,768**	**1,778**	**27,299**	**(25,521)**	**(0)**	**163,793**
Total sources of capital funds	**76,942**	**226,660**	**–**	**4,345**	**4,355**	**37,777**	**(33,422)**	**-88%**	**163,793**
Financial position									
Total current assets	258,356	254,657	–		283,871				254,657
Total non current assets	854,953	955,558	–		853,033				955,558
Total current liabilities	508,229	361,515	–		501,568				361,515
Total non current liabilities	56,284	17,858	–		23,131				17,858
Community wealth/Equity	**548,796**	**830,841**	**–**		**612,205**				**830,842**
Cash flows									
Net cash from (used) operating	291,765	78,249	–	6,301	12,427	13,042	667	5%	78,249
Net cash from (used) investing	(77,361)	(66,890)	–	(3,549)	(3,516)	(11,148)	7,632	-68%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**218,297**	**15,252**	**–**	**2,752**	**14,047**	**12,220**	**–**		**–**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	16,735	8,876	5,133	4,752	4,323	4,400	3,746	132,850	180,815
Creditors Age Analysis									
Total Creditors	28,587	25,258	27,922	17,954	1,150	–	–	18,608	119,479

3. Operational Revenue

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

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M2 August

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	–	2,477	10,768	8,876	1,893	21%	53,253
Service charges - electricity revenue		229,223	402,332	–	13,910	27,792	67,055	(39,263)	-59%	402,332
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		17,572	33,314	–	1,596	3,307	5,552	(2,245)	-40%	33,314
								–		
Rental of facilities and equipment		967	451	–	4	4	75	(71)	-95%	451
Interest earned - external investments		912	2,600	–	46	89	433	(344)	-79%	2,600
Interest earned - outstanding debtors		29	8,141	–	107	169	1,357	(1,188)	-88%	8,141
Dividends received		986	–	–	185	204	–	204	#DIV/0!	–
Fines, penalties and forfeits		4,894	4,327	–	128	239	721	(482)	-67%	4,327
Licences and permits		1,681	2,838	–	199	257	473	(216)	-46%	–
Agency services		–	–		–	–	–	–		–
Transfers and subsidies		242,118	237,236	–	7,806	107,028	39,539	67,489	171%	237,236
Other revenue		45,455	47,194		4,961	10,725	7,866	2,859	36%	50,032
Gains		–	159,769	–	–	–	26,628	(26,628)	-100%	159,769
Total Revenue (excluding capital transfers and contributions)		**575,348**	**951,455**	**–**	**31,419**	**160,582**	**158,576**	**2,006**	**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 - M2 AUGUST

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	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		1,970	6,488	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	14,445	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	2,080	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	56	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	2,600	2,686	2,771
Interest earned - outstanding debtors			–	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	128	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	207	738	738	738	738	738	738	738	738	738	738	2,858	2,952	3,046
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies-Operational		98,745	14,166	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	5,768	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**	**43,338**	**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 - M2 AUGUST										
	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	–	6,488	6,685	7,967	(1,282)		47,799
Service charges		276,091	379,070	–	19,530	39,906	63,178	(23,272)	-37%	379,070
Other revenue		33,823	49,134	–	591	10,047	8,189	1,858	23%	49,134
Transfers and Subsidies - Operational		253,656	237,236	–	14,166	112,911	39,539	73,372	186%	237,236
Transfers and Subsidies - Capital		59,242	44,649	–	8,909	8,909	7,442	1,468	20%	44,649
Interest		–	9,927	–	–	–	1,655	(1,655)	-100%	9,927
Dividends		–	–	–	–	–	–	–		–
Payments								–		
Suppliers and employees		(359,061)	(679,231)	–	(41,336)	(163,331)	(113,205)	(50,126)	44%	(679,231)
Finance charges		–	(3,625)	–	(59)	(119)	(604)	485	-80%	(3,625)
Transfers and Grants		–	(6,710)	–	(1,988)	(2,581)	(1,118)	(1,462)	131%	(6,710)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**291,765**	**78,249**	**–**	**6,301**	**12,427**	**13,042**	**667**	**5%**	**78,249**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	159,769	–	–	–	26,628	(26,628)	-100%	159,769
Decrease (increase) in non-current receivables		–		–	–	–	–	–		–
Decrease (increase) in non-current investments		2,701	–	–	796	839	–	839		–
Payments										
Capital assets		(80,062)	(226,659)	–	(4,345)	(4,355)	(37,777)	33,422	-88%	(226,659)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(77,361)**	**(66,890)**	**–**	**(3,549)**	**(3,516)**	**(11,148)**	**7,632**	**-68%**	**(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		**214,404**	**11,359**	**–**	**2,752**	**8,911**	**1,893**			**170,567**
Cash/cash equivalents at beginning:		3,893	3,893	–		5,136	10,327			–
Cash/cash equivalents at month/year end:		218,297	15,252	–	2,752	14,047	12,220			170,567

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as of 31 August 2026

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M2 AUGUST										
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		190,996	192,803	–	15,931	31,788	32,134	(346)	-1%	192,803
Remuneration of councillors		12,235	13,649	–	1,460	2,907	2,275	632	28%	13,649
Debt impairment		15,812	15,787	–	–	–	2,631	(2,631)	-100%	15,787
Depreciation & asset impairment		45,031	38,417	–	3,269	6,917	6,403	514	8%	38,417
Finance charges		8,487	5,253	–	624	688	876	(188)	-21%	5,253
Bulk purchases		216,389	246,000	–	23,300	44,701	41,000	3,701	9%	246,000
Other materials		4,067	8,782	–	121	334	1,464	(1,130)	-77%	8,782
Contracted services		60,946	109,420	–	5,080	7,506	18,237	(10,731)	-59%	109,420
Transfers and subsidies		6,253	6,710	–	–	2,353	1,118	1,235	110%	6,710
Operational Costs		72,106	107,905	–	3,135	8,889	17,984	(9,095)	-51%	107,905
Losses		6,719	–	–	–	–	–	–		–
Total Expenditure		**639,041**	**744,726**	**–**	**52,920**	**106,083**	**124,121**	**(18,038)**	**(0)**	**744,726**

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 - M2 AUGUST

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	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Payments by Type													–			
Employee related costs		15,857	15,931	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	1,460	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	624	302	302	302	302	302	302	302	302	4,150	4,037	3,625	3,735	3,848
Bulk purchases - Electricity		61,186	5,924	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	6	700	700	700	700	700	700	700	700	16,024	700	8,401	7,542	7,783
Other materials		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services		13,156	6,963	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		–	–	2,347	927	927	2,347	927	927	2,347	927	927	2,347	6,710	5,024	5,072
Other expenditure		27,333	6,472	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**	**37,380**	**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 - M2 AUGUST				
Ref	Description			
		Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	**Revenue By Source**			
	Service Charges-Electricity revenue	(396,264)	New tarrifs hikes	Monitor this line Item and ensure that the income is allocated correctly
	Rental of facilities	(71)	Low bookings of municipal facilities	Monitor this line Item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(482)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licencs and permits	257	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	(346)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depriciation	(2,631)	Asset model not migrated with Finacial system	Actioned at year end
	Bulk Electricity	3,701	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(10,731)	Appointment of new contractors	Work in progress
3	**Capital Expenditure**			
	Mig Projects	2,380	SCM process underway	Work in progress
	Own Funded projects	1,778	SCM process underway	Work in progress
4	**Financial Position**			
	Total assets	1,136,905	The municipality is still working on improving its financial status	Implementation of funding Plan
	Total liabilities	524,700	The municipality is still working on improving its financial status	Implementation of funding Plan
	Net assets	612,205	The municipality is still working on improving its financial status	Implementation of funding Plan
5	**Cash Flow**			
	Cash/cash equivalents at month end	14,047	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 August 2026

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M2 AUGUST

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		**8,761**	**26,950**	**–**	**180**	**190**	**4,492**	**(4,260)**	-95%	**26,950**
Executive and council		–	250	–	–	–	42	–		250
Finance and administration		8,761	26,700	–	180	190	4,450	(4,260)	-96%	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		**47,251**	**150,229**	**–**	**1,664**	**3,967**	**25,038**	**(21,071)**	-84%	**150,229**
Planning and development		38,752	66,164	–	–	1,270	11,027	(9,757)	-88%	–
Road transport		8,499	84,065	–	1,664	2,697	14,011	(11,314)	-81%	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	**76,942**	**226,659**	**–**	**1,844**	**4,157**	**29,596**	**(25,331)**	**-86%**	**226,659**
Funded by:										
National Government		30,768	62,867	–	2,577	2,577	10,478	(7,901)	-75%	62,867
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers recognised - capital		**30,768**	**62,867**	**–**	**2,577**	**2,577**	**10,478**	**(7,901)**	**-75%**	**62,867**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		46,174	163,793	–	1,768	1,778	27,299	(25,521)	-93%	163,793
Total Capital Funding		**76,942**	**226,660**	**–**	**4,345**	**4,355**	**37,777**	**(33,422)**	**-88%**	**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 - M2 AUGUST

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**	**–**	**1,988**	**98,940**	**39,539**	**59,400**	**150.2%**	**4,928**
Local Government Equitable Share		232,657	232,308	–	–	96,765	38,718	58,047	149.9%	–
Expanded Public Works Programme Intergrated Grant		–	1,928	–	399	399	321	77	24.1%	1,928
Infrastructure Skills Development Grant			–	–	–	–	–	–		–
Local Government Financial Management Grant		–	3,000	–	1,589	1,776	500	1,276	255.2%	3,000
Other transfers and grants [insert description]		–	–		–	–	–	–		–
Total operating expenditure of Transfers and Grants:		**232,657**	**237,236**	**–**	**1,988**	**98,940**	**39,539**	**59,400**	**150.2%**	**4,928**
Capital expenditure of Transfers and Grants										
National Government:		(18,912)	44,649	–	2,577	2,577	7,442	(18,666)	**-250.8%**	44,649
MDRG		(18,766)		–	–	–	–	–		–
MIG		(146)	35,649	–	2,577	2,577	5,942	(14,616)	-246.0%	35,649
Other capital transfers [insert description]		–	9,000	–	–	–	1,500	(4,050)	-270.0%	9,000
Provincial Government:		–	–	–	–	–	–	–		–
						–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		**(18,912)**	**44,649**	**–**	**2,577**	**2,577**	**7,442**	**(18,666)**	**-100.0%**	**44,649**
				–	–					
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**213,745**	**281,885**	**–**	**4,565**	**101,517**	**46,981**	**40,734**	**0**	**49,577**

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 - M2 AUGUST

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	–	4,345	6,659	3,983	(2,676)	-67.2%	3%
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	–	6,659					

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	-	702,829.53	-		-	-			-				702,829.53
Tshipise paved street	19,537,703.35	-	1,387,942.57	-	-	-	-			-				1,387,942.57
Waste removal truck	2,540,000.00	-	-	-	-	-	-			-	-			-
PMU management fees	1,782,450.00	-	486,385.13	-	-	-	-	-		-	-			486,385.13
	34,860,153.35	-	2,577,157.23	-	-	-	-	-	-	-	-	-		2,577,157.23

7. Debtors Management

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

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M2 August

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	2,731	1,222	890	906	738	684	678	16,748	24,597	19,754	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	8,043	2,020	1,312	1,197	1,091	1,234	678	15,372	30,947	19,572	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	2,380	3,271	926	836	791	743	771	44,865	54,583	48,006	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	584	319	250	215	191	204	176	5,730	7,669	6,516	–	–
Receivables from Exchange Transactions - Waste Management	1600	1,787	878	559	472	418	433	370	15,318	20,235	17,011	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	55	42	42	42	42	42	42	2,525	2,832	2,693	–	–
Interest on Arrear Debtor Accounts	1810	1,155	1,124	1,154	1,084	1,052	1,060	1,031	32,009	39,669	36,236	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	0	–	283	283	283	–	–
Total By Income Source	**2000**	**16,735**	**8,876**	**5,133**	**4,752**	**4,323**	**4,400**	**3,746**	**132,850**	**180,815**	**150,071**	**–**	**–**
2024/25 - totals only		**16,535**	**8,217**	**4,435**	**4,080**	**3,551**	**4,610**	**4,007**	**114,918**	160,353	**131,166**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1,122	2,381	493	530	581	444	330	12,125	18,006	14,010	–	–
Commercial	2300	7,455	2,133	1,604	1,436	1,377	1,592	1,126	49,479	66,202	55,010	–	–
Households	2400	8,158	4,362	3,036	2,786	2,365	2,364	2,290	71,246	96,607	81,051	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**16,735**	**8,876**	**5,133**	**4,752**	**4,323**	**4,400**	**3,746**	**132,850**	**180,815**	**150,071**	**–**	**–**

7.1 Disconnection List

DISCONNECTION LIST AUGUST 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	115
PAID/RESPONDED	130	0	181
TOTAL NOT DISCONNECTED	90	4	131
AMOUNT COLLECTED-TOWN	R 1,459,568.24		R 396,124.84
CREDIT CONTROL COLLECTION		R1,855,693.08	

8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M2 AUGU											
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	26,540	24,555	20,452	17,399	–	–	–	–	**88,946**	58,499
Bulk Water	0200	–	–	–	–	–	–	–	–	**–**	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**	–
Loan repayments	0600	–	–	–	–	–	–	–	–	**–**	–
Trade Creditors	0700	2,047	703	7,470	555	1,150	–	–	18,607	**30,532**	28,000
Auditor General	0800	–	–	–	–	–	–	–	1	**1**	1
Other	0900	–	–	–	–	–	–	–	–	**–**	–
Total By Customer Type	**1000**	**28,587**	**25,258**	**27,922**	**17,954**	**1,150**	**–**	**–**	**18,608**	**119,479**	86,500

8.1 EXPENDITURE ANALYSIS

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

MUSINA LOCAL MUNICIPALITY.

EXPENDITURE ANALYSIS

MONTH-END AUGUST 2026

DESCRIPTION	AMOUNT
ESKOM	7,560,574.07
TELKOM	31,556.40
SALARIES	13,431,541.88
SUNDRY CREDITORS	3,878,450.48
SARS (PAYE VAT)	3,150,098.71
GUARD ALERT	1,681,814.31
UKUKHOMBA	706,035.60
PK FINANCIAL CONSULTANTS	1,235,966.00
MUNSOFT (PTY)LTD	1,545,960.13
BD IT SOLUTIONS	3,964,638.30
BANK CHARGES	58,983.63
DEBIT ORDERS	2,284,344.04
PORVERTY ALLIVIATION WORKERS	398,742.14
WARD COMMITTEE MEMBERS -STIPENS	181,500.00
SUB-TOTAL	**40,110,205.69**
ELECTRIFICATION OF RHINO RIDGE DEVELOPMENT	873,445.12
EAGLES LANDING ACCESS STREET	1,825,959.40
CONSTRUCTION OF MASISI PAVED STREETS	573,051.58
SUB-TOTAL	**3,272,456.10**
TOTAL EXPENDITURE	**43,382,661.79**
VDM	
TELKOM	1,682.53
ESKOM RIOOLDAMME	108,202.66
	109,885.19
	43,492,546.98

8.2 Outstanding Creditors

	Aug-26
SUPPLIERS	5,003,251.67
MIG PROJECTS/TENDERS	5,869,046.89
ESKOM	91,294,160.41
OWN PROJECTS	2,577,173.31
CONTRACTS	220,150.00
PRODIBA	52,614.00
DEPARTMENT OF LABOUR	16,661,020.06
REFUNDS	3,169.13
TOTAL	**121,680,585.47**

`

9. Cash Management

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

MUSINA LOCAL MUNICIPALITY

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 31 AUGUST 2026

	BALANCE AS ON 31 JULY 2026		5,136,060.72
LESS:	EXPENDITURE	43,382,661.79	
	JOUNAL DEBIT	750,000.00	
	SHORTAGE	-	
	TOTAL EXPENDITURE	44,132,661.79	
PLUS:	INCOME	53,043,855.31	
	INCOME NOT RECEIPTED	-	
	JOUNAL CREDITED	-	
	DAY CALL	-	
	TOTAL REVENUE	53,043,855.31	
	BALANCE AS ON 31 AUGUST 2026		14,047,254.24

BALANCE AS PER BANK STATEMENT		14,047,254.24
LESS: OUTSTANDING CHEQUE		
		14,047,254.24

TRAFFIC		
BALANCE AS ON 31 JULY 2026		955,404.68
JOURNAL DEBIT	-	-
BANK CHARGES	(9,130.11)	
TOTAL REVENUE	1,096,756.53	
BALANCE AS ON 31 AUGUST 2026		2,043,031.10

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

10. Recommendations

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