MFMA SECTION 71 REPORT MONTH ENDING

31 MAY 2026

DISTRIBUTION:

Executive Mayor:	**Mr. Ramasimong Daniel Tau**
Municipal Manager (Acting)	**Ms Mamalizo Lizzy Ntsepe**
Chief Financial Officer (Acting)	**Dr Jimmy Maswanganyi**
Sector Departments:	**National and Provincial Departments**
	Upload to the National Treasury GoMuni Portal

Table of Contents

List of Tables

List of Charts

List of Abbreviations and Acronyms used in the Monthly Budget Statement

AFS – Annual Financial Statements
AGSA - Auditor-General of South Africa
BTO - Budget and Treasury Office
CAPEX – Capital Expenditure
CFO - Chief Financial Officer

PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 31 MAY 2026

TO: THE EXECUTIVE MAYOR

1. Purpose

DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE: MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY BUDGET STATEMENT: S71 MONTHLY REPORT FOR THE PERIOD ENDING 31 MAY 2026

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 May 2009 by the submission of a monthly budget statement to the Executive Mayor, National and Provincial Treasury containing prescribed financial performance particulars for that reporting month and for the financial year up to the end of that month, as legislated.

The municipality realises, the critical importance of having a minimum 3 month's cash coverage which is a sound directive and required norm from National Treasury. This has been the focus of the municipality for the past few months to ensure that Moqhaka Local Municipality recovers fully to ensure its sustainability and financial viability. Serious actions will be taken to realise this target and Council's buy-in be secured, to the turn the municipality around is critically important. The municipality's main goal is to remain positive and committed in stabilising the municipality, improving its cash position and improving on quality service being rendered.

Currently, the total debtor's book is standing at R2 073 458 656, of which 91% of the debt is owed more than 90 days totalling R1 903 239 692. Included in the total debt, R125 245 659 is owed by Government or Organs of State, R222 619 164 by Business and R1 582 047 118 by Households. Included in the Households debt is R324 658 893 by Indigent Households. The municipality continues to urge its debtors to meet their obligation to the municipality or make payment arrangements. The cash collection is improving to a desired level, and this does bode well for the municipality's financial position. There needs to be a major paradigm shift in the payment culture across all customer groups.

This is only achieved when the Debt Collection and Credit Control Policy are strictly, consistently and fairly applied to all customer groups. Consumers that are not paying for services are reminded that no municipality will remain sustainable and functional, if it expects to provide "services for free". And in the same breath, the municipality must employ all measures to ensure that customers receive quality and reliable services. The value of providing these services, should never be underestimated by the municipality, as there is a direct correlation between providing quality services and consumers' willingness to pay.

Tough decisions were taken with support from the political leadership to have a meaningful impact and produce positive results. This action was long overdue, especially considering the municipality's financial crisis and major threat to its financial viability and sustainability. For the municipality to thrive, overall performance must improve, the quality of services rendered must improve, accountability must be enforced which must be complimented by strict consequence management. Serious consideration should be given to the service delivery and financial implications of all decisions taken.

Ensure that legislations/acts, regulations, circulars, by-laws and policies are adhered to diligently, consistently and fairly. Enhance revenue collection and ensure that operational and capital funds are spent effectively with good value for money. Improving on preventative maintenance and spending funds cost-effectively and efficiently to address service delivery challenges can no longer be delayed, we have noted an increase in emergency maintenance which seems excessive, as no competitive bidding is taking place, because of the impact of asset failure on service delivery.

We are striving to ensure assets are maintained at desired levels and are being utilised optimally. The spending of funds will have to be prioritised, wastage be curbed, and overall personnel performance and productivity be monitored and improved. Municipal officials should also take all reasonable steps to prevent unauthorised, irregular and fruitless and wasteful expenditure and to refrain from committing acts of financial misconduct and/or criminal offences as per Chapter 15 of the MFMA.

It is imperative that all municipal officials must have the inherent desire to do their job to the best of their ability, ensure the full payment of services accounts, take pride and ownership in their work, take accountability for their job functions, doing the right thing consistently and work as a collective, cohesive team to achieve the municipality's strategic objectives. Foremost to all of these, have the community's best interest at heart.

2. Background

Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 May 2009, regarding the "Local Government: Municipal Finance Management Act 2003 and the Municipal Budget and Reporting Regulations" necessitates those specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance. "The monthly budget statement of a municipality must be in the format specified in Schedule C and include 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." Further, Section 71 of the MFMA requires that, "the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month." For the reporting period ending 31 May 2026, the ten-working day reporting limit expires on Friday the 12th of June 2026.

3. Executive summary

The Statement of Financial Performance is prepared on the prescribed monthly C-schedules, detailing Revenue by source and Expenditure by type. The consolidated summary of the financial performance is indicated in Table 1 below:

Table 1. Consolidated summary: Statement of Financial Performance: YTD Budget

Description	**YTD Budget to May 26**	**YTD Actual to May 26**	**Variance Favourable (Unfavourable)**	**% YTD Budget vs YTD Actual**	**% Variance vs Actual Favourable (Unfavourable)**
Total Revenue (Excluding Capital Transfers and Contributions)	R1 331 057 610	R1 155 863 703	(R175 193 907)	87%	(13%)
Total Revenue including Capital Transfers and Contributions	R1 339 340 152	R1 164 146 245	(R175 193 907)	87%	(13%)
Total Operational Expenditure	R1 324 819 000	R817 524 000	(R507 295 000)	62%	(38%)

As indicated in Table 1 above, as of 31 May 2026, the actual billed revenue including operational transfers, but excluding capital grants amounted to R1 155 863 703, which resulted in an unsatisfactory variance of 13% when compared to YTD Budget of R1 331 057 610. The billed revenue does not include capital grants. Capital Grants are recognised in the Statement of Financial Performance, monthly as soon as the conditions of the grant have been met. Actual revenue inclusive of Capital Grants was R1 164 146 245from the budget of R1 339 340 152. The Total Operational Expenditure amounted to R817 524 000 versus the YTD Budget of R1 324 819, resulting in a satisfactory variance of 38%.

Please note that certain Revenue by source and Expenditure by type categories are showing excessive negative and/or positive variances. This is because the YTD budgets were all systematically determined on a straight-line basis by dividing the total budget per category per line item by 100%. The capital projections were also done in the same fashion. Please note that variances within a 5 to 10 percent range, as prescribed by National Treasury are acceptable and need not necessarily be explained.

4. Budget Performance Overview

The municipality is implementing the approved budget for 2025/26 financial year. The budget for 2025/26 is not funded, but the budget funding plan was approved by council, as it encapsulates the recommendations for the improvement of the collection rate. Overall, operational revenue collection is satisfactorily at 100% against monthly billing inclusive of arrears, and inclusive of zero operational grants recognized is still 100%, considering the notices to restrict the electricity supply for consumers. The 100% collection rate is made up of 52% payments towards current account and 48% towards arrears. Operational expenditure is 89.6% spent which is slightly under-spent with the contributing factors being depreciation, which is not provided for, the capturing of the 2025-2026 Eskom account and post-retirement health benefits which is not yet accounted for.

The municipality’s Debt Relief application to National Treasury was approved, effective 1 December 2023. The municipality had engagement with ESKOM to arrange for the outstanding debt amounting to R2 377 367 742. A repayment proposal will be submitted to ESKOM for approval when the municipal council has resolved. The municipality is now making significant strides to settle the monthly current accounts to Eskom, as small payments towards the account are being made consistently made whenever financially possible. During the month of May 2026, a payment of **R60 000 000** was made towards the account. A cost containment policy has been implemented to control the administration of new orders, non-essential expenditure, pre-approve overtime and manage fuel consumption of municipal fleet.

National Treasury has made a presentation to train, assist and encourage the municipality to apply for the RT29 transversal contract relating to the installation of smart water & electricity meters. Smart water meters were specifically earmarked for the areas where ESKOM distributes electricity to improve collection in those areas. The municipality has no leverage relating to debt collection in the ESKOM electricity supplied areas. There is hope that RT27-2024 Debt Collection Transversal contract will assist in that regard.

The municipality has an incentive policy to assist account holders to settle their outstanding accounts. The policy is implementable as follows:

Incentives for Households, Churches, NPOs, Farmers, Government, Schools, etc. (Excluding Business/Industrial)

- Discount of 10% for settlement of debt between R 3 000 to R 15 000
- Discount of 20% for settlement of debt between R 15 001 and R 30 000
- Discount of 30% for settlement of debt between R 30 001 and R 50 000
- Discount of 40% for settlement of debt between R 50 001 and R 150 000
- Discount of 50% for settlement of debt between R 150 001 and more

Incentives for Businesses/Industrial

- Discount of 10% for settlement of debt between R 30 000 to R 60 000
- Discount of 20% for settlement of debt between R 60 001 and R 100 000
- Discount of 30% for settlement of debt between R 100 001 and R 150 000
- Discount of 40% for settlement of debt between R 150 001 and R 250 000
- Discount of 50% for settlement of debt between R 250 001 and more

The municipality has an auxiliary function to collect 60% from each electricity purchase for all accounts in arrears longer than the approved period, to improve collection as per the Debt Collection & Credit Control policy. Departments are engaged on a regularly basis to recoup outstanding debt owed by Organs of State. The non-buying prepaid consumers must be urgently addressed, and the municipality is confident that the smart prepaid metering solution will assist the municipality tremendously in improving on its billing accuracy and ensuring cash inflows from prepaid sales. There were four debt collection companies that were appointed to assist with the debt collection challenges.

The municipality is meeting with the top different categories of Debtors to deal with their disputes, negotiating settlement amounts, encourage them to enter in payment arrangements and recommend possible solutions that will address their outstanding accounts.

FS201 Moqhaka - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		435 252	548 139	548 139	43 241	465 418	502 461	(37 043)	-7%	548 139
Service charges - Water		164 103	204 038	204 038	13 340	148 217	187 034	(38 817)	-21%	204 038
Service charges - Waste Water Management		72 624	73 321	75 216	6 095	67 851	68 727	(876)	-1%	75 216
Service charges - Waste management		51 188	50 701	50 701	4 276	47 579	46 476	1 103	2%	50 701
Sale of Goods and Rendering of Services		5 678	8 764	8 675	780	5 052	7 962	(2 910)	-37%	8 675
Agency services								–		
Interest								–		
Interest earned from Receivables		86 303	78 687	83 128	8 380	89 380	75 683	13 697	18%	83 128
Interest from Current and Non Current Assets		39	63	63	–	–	58	(58)	-100%	63
Dividends		5 822	4 744	4 744	21	4 422	4 349	73	2%	4 744
Rent on Land								–		
Rental from Fixed Assets		5 339	9 256	9 883	253	5 863	8 986	(3 123)	-35%	9 883
Licence and permits		–	–	–	–	–	–	–		–
Special rating levies								–		
Operational Revenue		7 419	14 960	9 353	(285)	(3 214)	9 227	(12 442)	-135%	9 353
Non-Exchange Revenue								–		
Property rates		93 605	94 806	98 716	8 236	90 499	90 033	465	1%	98 716
Surcharges and Taxes								–		
Fines, penalties and forfeits		4 755	5 784	5 603	(163)	765	5 157	(4 392)	-85%	5 603
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		331 012	328 582	363 896	729	312 149	329 451	(17 303)	-5%	363 896
Interest		10 024	8 373	9 755	876	9 310	8 781	530	6%	9 755
Fuel Levy								–		
Operational Revenue		888	(267)	(267)	78	854	(244)	1 099	-449%	(267)
Gains on disposal of Assets		(2 284)	–	–	–	–	–	–		–
Other Gains		7 254	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**1 279 022**	**1 429 951**	**1 471 642**	**85 856**	**1 244 143**	**1 344 141**	**(99 997)**	**-7%**	**1 471 642**
Expenditure By Type										
Employee related costs		452 951	449 410	524 882	36 113	419 509	472 340	(52 832)	-11%	524 882
Remuneration of councillors		22 444	29 484	28 381	1 721	21 079	26 145	(5 066)	-19%	28 381
Bulk purchases - electricity		486 867	428 185	325 349	979	63 750	309 859	(246 109)	-79%	325 349
Inventory consumed		17 948	26 574	41 406	3 580	34 062	36 197	(2 135)	-6%	41 406
Debt impairment		78	61 096	38 496	–	–	37 925	(37 925)	-100%	38 496
Depreciation and amortisation		112 242	10 305	10 305	–	–	9 447	(9 447)	-100%	10 305
Interest		99 037	8 790	8 790	550	6 050	8 058	(2 008)	-25%	8 790
Contracted services		148 907	197 383	268 803	21 789	139 017	240 230	(101 212)	-42%	268 803
Transfers and subsidies		244	1 095	1 095	–	35	1 004	(969)	-96%	1 095
Irrecoverable debts written off		170 915	3 966	10 002	1 411	12 149	8 464	3 685	44%	10 002
Operational costs		179 769	170 482	194 752	9 541	121 831	175 088	(53 258)	-30%	194 752
Losses on Disposal of Assets		1 796	63	63	–	48	58	(10)	-17%	63
Other Losses		4 869	–	6	–	(6)	5	(11)	-225%	6
Total Expenditure		**1 698 065**	**1 386 834**	**1 452 331**	**75 685**	**817 524**	**1 324 819**	**(507 295)**	**-38%**	**1 452 331**

Exchange and Non-Exchange Revenue

Revenue analysis for the month ending 31 May 2026

Revenue Types		Section 71 of 31 May 2026					Eleven Months Ending 31 May 2026				
	Annual Budget 2025/2026	Budget	Billing per GS 560	Billing vs Budget	(BS-566) Actual Income	Income vs Billing	Budget	Billing per GS 560	Billing vs Budget	(BM-310) Actual Income	Income vs Billing
Property rates	98 715 836	8 226 320	8 235 964	100%	7 791 961	95%	90 489 516	90 498 547	100%	80 581 588	89%
Electricity - conventional	384 403 973	32 033 664	28 474 964	89%	37 019 120	130%	352 370 309	312 808 532	89%	332 205 697	106%
Water	203 998 096	16 999 841	13 340 211	78%	8 638 426	65%	186 998 255	148 188 510	79%	74 586 105	50%
Sanitation	74 766 665	6 230 555	6 094 993	98%	5 053 466	83%	68 536 110	67 778 760	99%	49 103 825	72%
Refuse	50 701 046	4 225 087	4 275 562	101%	3 206 175	75%	46 475 959	47 578 701	102%	32 120 052	68%
Total Direct Services	**812 585 616**	**67 715 468**	**60 421 694**	**89%**	**61 709 149**	**102%**	**744 870 148**	**666 853 050**	**90%**	**568 597 267**	**85%**
Other revenue	130 937 000	10 911 417	4 716 924	43%	3 725 351	79%	120 025 583	31 892 153	27%	27 336 164	86%
Revenue from Billed services	**943 522 616**	**78 626 885**	**65 138 618**	**83%**	**65 434 500**	**100%**	**864 895 731**	**698 745 203**	**81%**	**595 933 431**	**85%**
Electricity - prepaid	164 223 384	13 685 282	14 257 328	104%	14 257 328	100%	150 538 102	141 494 723	**94%**	141 494 723	100%
grants	**1 107 746 000**	**92 312 167**	**79 395 947**	**86%**	**79 691 828**	**100%**	**1 015 433 833**	**840 239 926**	**83%**	**737 428 154**	**88%**
Operational grants and subsidies	6 877 000	290 657	290 657	**0%**	290 657	**100%**	6 421 777	6 421 777	**0%**	6 421 777	**100%**
Equitable share	353 516 000			**-**		**-**	309 202 000	309 202 000	**100%**	309 202 000	**100%**
Total Revenue	**1 468 139 000**	**92 602 824**	**79 686 603**	**86%**	**79 982 485**	**100%**	**1 331 057 610**	**1 155 863 703**	**87%**	**1 053 051 931**	**91%**

Comments on Section 71 Report.

Collection rate for waste water management is 83% for the month of May 2026 and 72% for the year to date.

Collection rate for waste management is 75% for the month of May 2026 and 68% for the year to date.

Collection rate for water is 65% for the month of May 2026 and 50% for the year to date.

The collection rate on Property Rates is 95% for the month of May 2026 and 89% for the year to date.

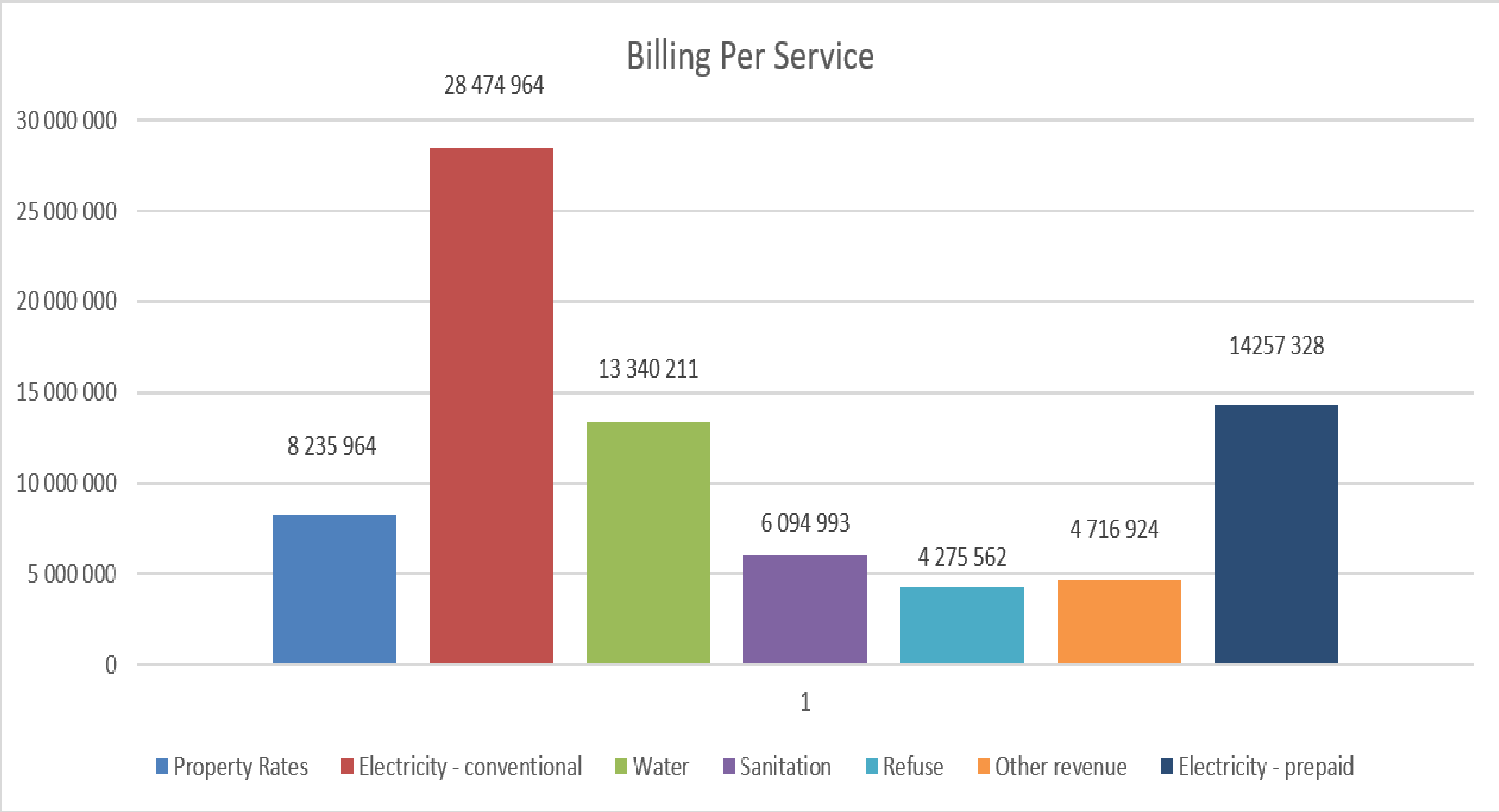
Vat is not considered as part of income in this report since it will be paid over to SARS.

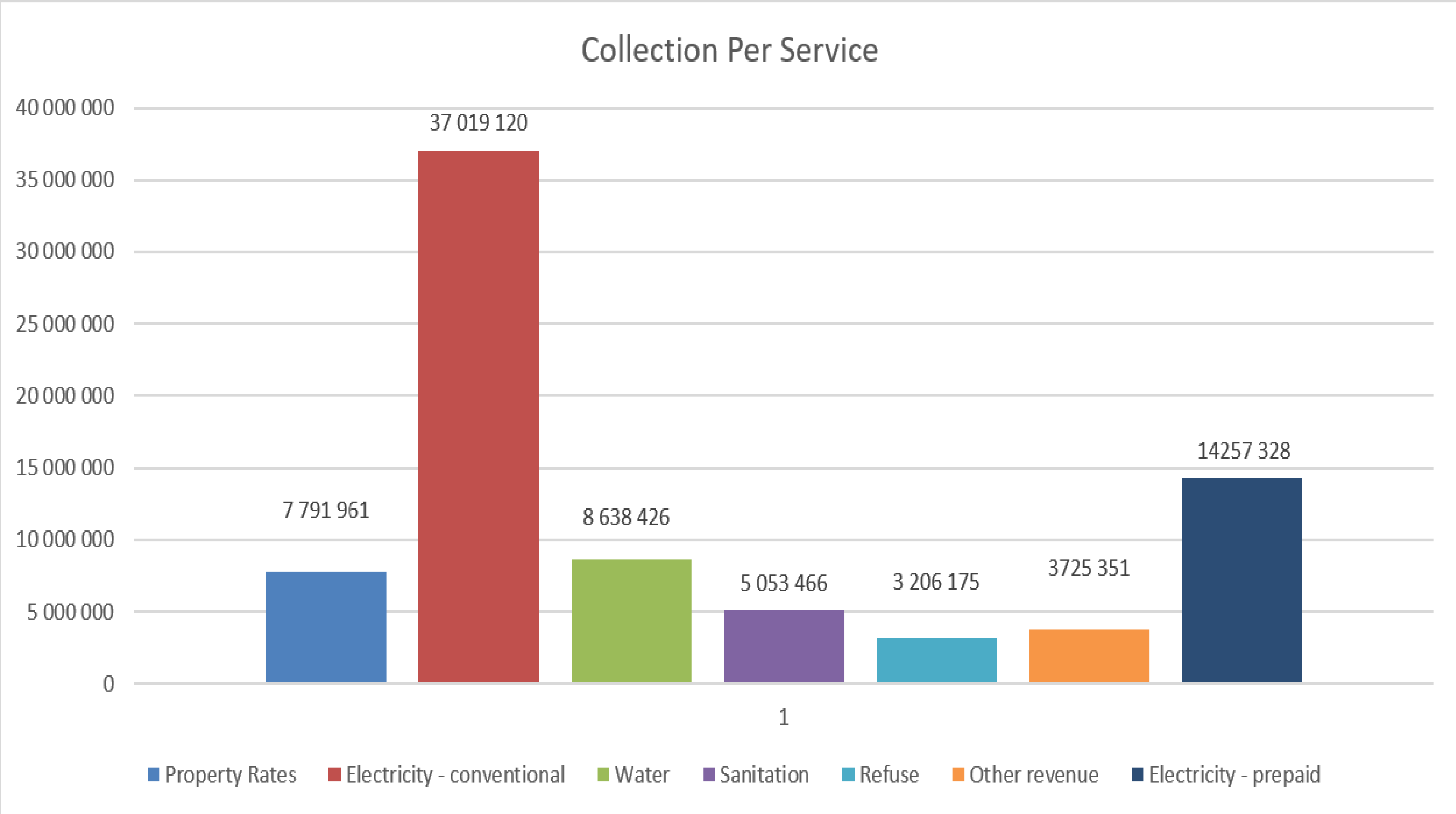
Conventional electricity revenue collection is 130% for the month of May 2026 and 106% for the year to date.

Revenue before operational grants versus billing is 100% for the month of May 2026 and 100% for the year to date.

Total Revenue Collection Percentage with Zero or No Grant Funding received for the month of May 2026 is 100% and 91% for the period under review.

Indigents Contribution for Prepaid Electricity in May 2026 is R1 055 420.50 + R189 348.21 (FBE in ESKOM Supplied Areas) = R1 244 768.71)


Billing Per Service
30 000 000
25 000 000
20 000 000
15 000 000
10 000 000
5 000 000
0
8 235 964
28 474 964
13 340 211
6 094 993
4 275 562
4 716 924
14257 328
1
Property Rates
Electricity - conventional
Water
Sanitation
Refuse
Other revenue
Electricity - prepaid

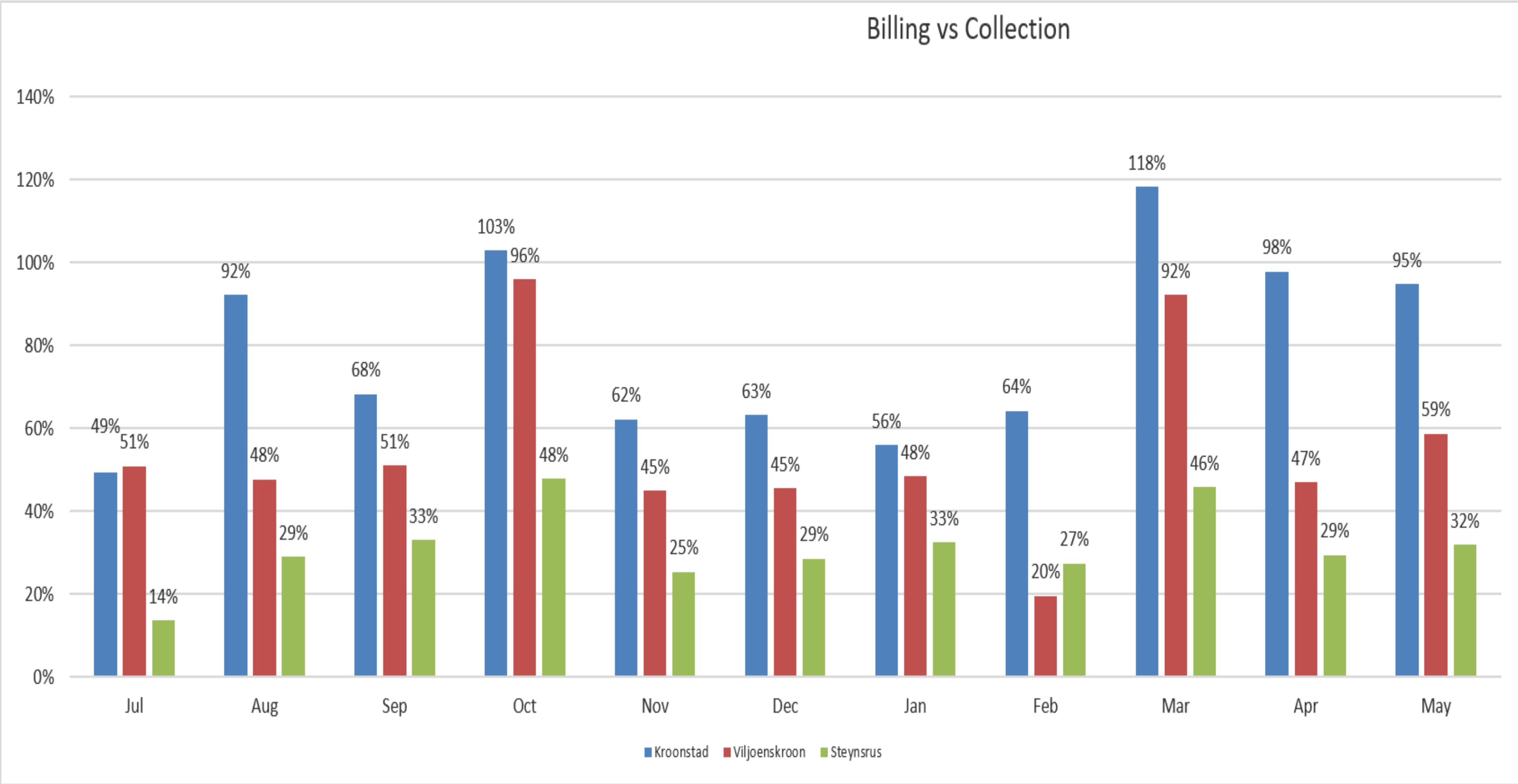

Collection Per Service
40 000 000
35 000 000
30 000 000
25 000 000
20 000 000
15 000 000
10 000 000
5 000 000
0
7 791 961
37 019 120
8 638 426
5 053 466
3 206 175
3725 351
14257 328
1
Property Rates
Electricity - conventional
Water
Sanitation
Refuse
Other revenue
Electricity - prepaid

The May 2026 receipts amounted to R62 966 178.91 against billing of R73 912 568.18 That translates to 85% collection rate.

Cycle	Opening Balance	Charges Raised	Adjustments	Repayments	Deposits	Nett Movement	Receipts	Closing Balance	Collection	Billing vs Receipts
1	166 004 004.51	18 824 742.55	-1 791 228.17	59 557.70	33 961.00	17 127 033.08	-20 230 842.86	162 900 194.73	-118%	-3 103 809.78
2	751 042 029.42	20 635 727.86	-6 945 697.14	7 058.77	31 317.00	13 728 406.49	-4 340 272.02	760 430 163.89	-32%	9 388 134.47
3	4 658 079.88	4 092 514.27	0.00	0.00	0.00	4 092 514.27	-4 654 723.00	4 095 871.15	-114%	-562 208.73
4	64 166 149.70	559 414.11	264 327.93	0.00	0.00	823 742.04	-113 030.36	64 876 861.38	-14%	710 711.68
6	19 389 856.08	1 439 449.81	-854.82	0.00	0.00	1 438 594.99	-1 607 575.26	19 220 875.81	-112%	-168 980.27
7	31 212 838.93	991 668.49	-377 362.06	2 528.33	0.00	616 834.76	-256 037.32	31 573 636.37	-42%	360 797.44
8	11 577 695.28	446 592.63	-6 652.16	0.00	3 867.00	443 807.47	-800 098.86	11 221 403.89	-180%	-356 291.39
9	2 445 126.71	11 794.52	164.42	0.00	0.00	11 958.94	0.00	2 457 085.65	0%	11 958.94
10	76 742 196.10	12 039 627.12	-1 393 442.16	0.00	0.00	10 646 184.96	-11 139 730.22	76 248 650.84	-105%	-493 545.26
11	106 472 421.32	2 862 300.60	-543 103.48	25 577.20	895.00	2 345 669.32	-750 330.03	108 067 760.61	-32%	1 595 339.29
13	695 460 119.63	11 594 033.29	-42 041 582.00	0.00	40 754 037.48	10 306 488.77	-3 684 153.66	702 082 454.74	-36%	6 622 335.11
14	8 141 337.25	4 986 919.33	0.00	0.00	0.00	4 986 919.33	-5 297 104.64	7 831 151.94	-106%	-310 185.31
15	7 812.57	67.89	0.00	0.00	0.00	67.89	0.00	7 880.46	0%	67.89
16	125 225 380.34	9 903 735.36	97 612.04	4 200.38	88 900.00	10 094 447.78	-12 875 163.10	122 444 665.02	-128%	-2 780 715.32
	2 062 545 047.72	88 388 587.83	-52 737 817.60	98 922.38	40 912 977.48	76 662 670.09	-65 749 061.33	2 073 458 656.48	-86%	10 913 608.76

BILLING & REVENUE PER TOWN 01/07/2025 - 30/06/2026 (Excluding Pre-paid Electricity)

Month	Kroonstad			Viljoenskroon			Steynsrus		
	Billing (BP135)	Receipts (BP135)	Percentage	Billing (BP135)	Receipts (BP135)	Percentage	Billing (BP135)	Receipts (BP135)	Percentage
Jul	74 098 465	36 626 043	49%	15 053 559	7 667 408	51%	2 316 015	315 862	14%
Aug	47 645 075	43 905 751	92%	16 459 051	7 853 509	48%	2 295 992	667 535	29%
Sep	61 980 876	42 320 998	68%	16 477 737	8 401 744	51%	2 239 267	738 884	33%
Oct	50 234 011	51 675 723	103%	9 743 048	9 359 808	96%	2 039 852	976 346	48%
Nov	60 263 238	37 509 520	62%	16 082 201	7 218 506	45%	2 277 994	578 838	25%
Dec	62 117 743	39 239 441	63%	16 663 008	7 580 042	45%	2 079 692	595 110	29%
Jan	62 870 020	35 235 270	56%	16 297 434	7 891 837	48%	2 141 437	697 684	33%
Feb	58 604 930	37 670 081	64%	15 723 121	3 086 075	20%	1 548 981	424 885	27%
Mar	58 435 436	69 178 880	118%	15 628 665	14 420 074	92%	2 198 995	1 008 646	46%
Apr	56 251 400	55 041 760	98%	15 562 373	7 305 943	47%	2 098 796	618 476	29%
May	59 023 525	56 017 473	95%	15 293 476	8 981 258	59%	2 345 669	750 330	32%
Total	**651 524 718**	**504 420 940**	**77%**	**168 983 672**	**89 766 204**	**53%**	**23 582 689**	**7 372 596**	**31%**



Billing vs Collection
140%
120%
100%
80%
60%
40%
20%
0%
49%
51%
14%
92%
48%
29%
68%
51%
33%
103%
96%
48%
62%
45%
25%
63%
45%
29%
56%
48%
33%
64%
20%
27%
118%
92%
46%
98%
47%
29%
95%
59%
32%
Jul
Aug
Sep
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May
Kroonstad
Viljoenskroon
Steynsrus

PRE-PAID ELECTRICITY SALES 2025-2026 FINANCIAL YEAR

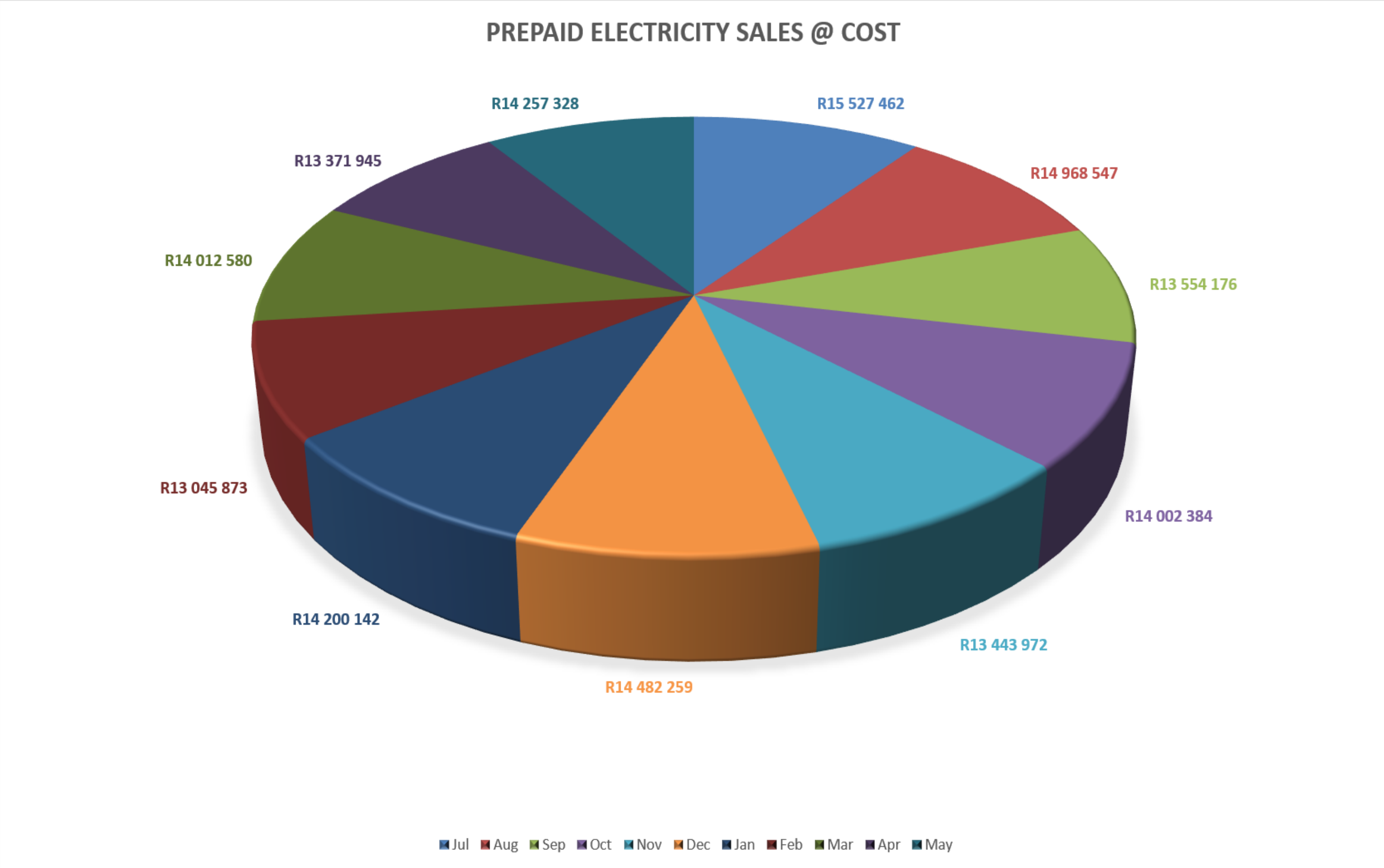
Month	Arrears	Cost of Units	Vat	Cash Tendered	Units Sold	FBE Value	% Movement
Jul	R0	R15 527 462	R2 328 890	R17 856 352	6 351 290	R1 046 253	9%
Aug	R0	R14 968 547	R2 245 078	R17 213 625	6 162 357	R1 051 657	-4%
Sep	R0	R13 554 176	R2 032 933	R15 587 109	5 651 698	R1 039 402	-9%
Oct	R0	R14 002 384	R2 100 151	R16 102 535	5 797 385	R1 039 498	3%
Nov	R0	R13 443 972	R2 016 410	R15 460 382	5 610 387	R1 048 376	-4%
Dec	R0	R14 482 259	R2 172 162	R16 654 421	5 951 521	R1 032 357	8%
Jan	R0	R14 200 142	R2 129 818	R16 329 961	5 851 316	R1 029 848	-2%
Feb	R0	R13 045 873	R1 956 699	R15 002 572	5 445 783	R1 036 507	-8%
Mar	R0	R14 012 580	R2 101 697	R16 114 276	5 803 408	R1 044 709	7%
Apr	R0	R13 371 945	R2 005 605	R15 377 550	5 609 583	R1 045 674	-5%
May	R0	R14 257 328	R2 138 397	R16 395 725	5 932 184	R1 055 421	7%
Totals	**R0**	**R154 866 668**	**R23 227 840**	**R178 094 509**	**64 166 912**	**R11 469 701**	

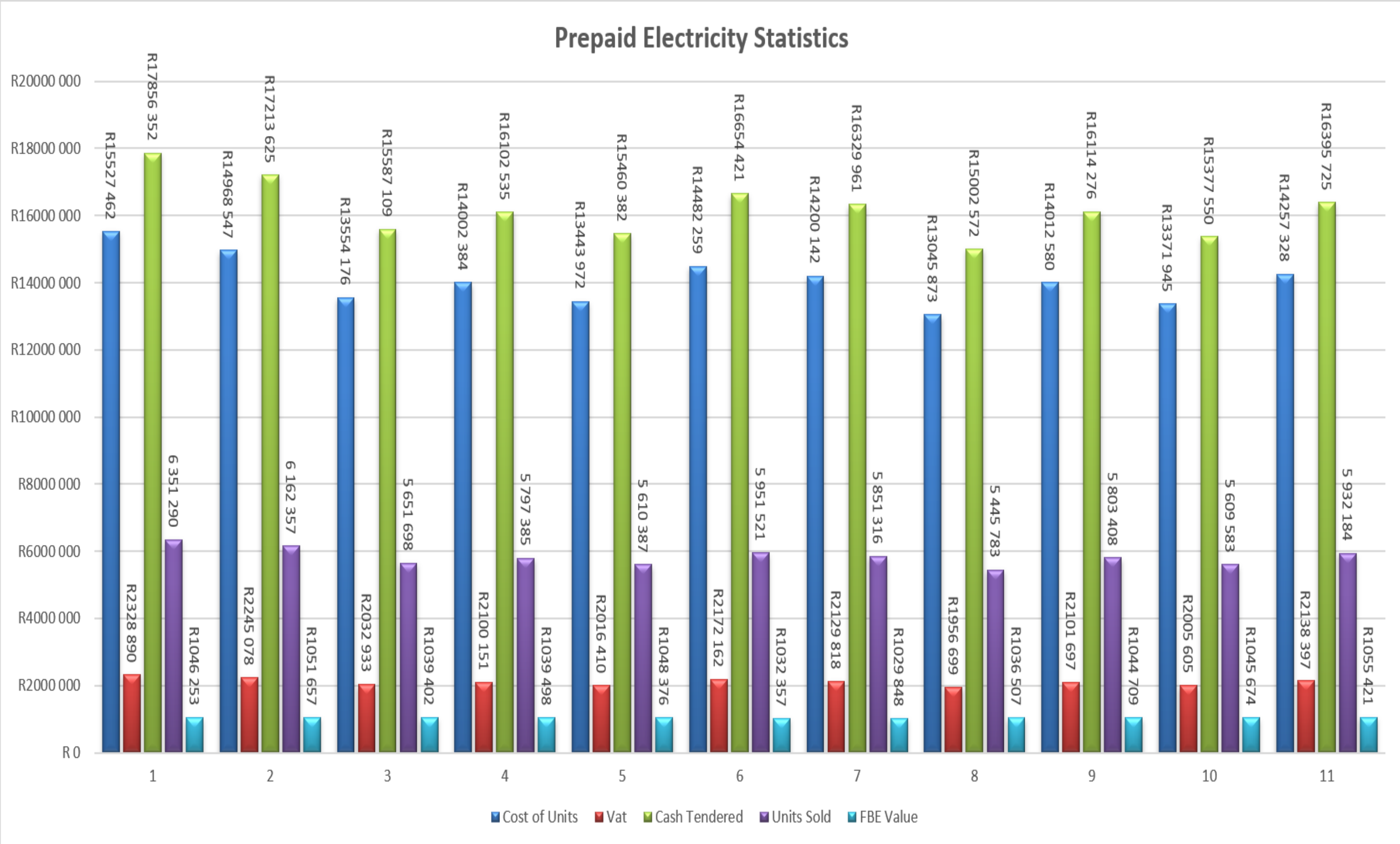
Billing for Kroonstad/Maokeng, Brentpark in May 2026 was R59m, Viljoenskroon/Rammolutsi was R15.3m and Steynsrus/Matlwangtlwang was R2 345 669.

The average Collection Rate for Kroonstad/Maokeng/Brentpark for May 2026 is 95%, Viljoenskroon/Rammulutsi is 59% & Steynsrus/Matlwangtlwang is 32%.

Kroonstad/Maokeng/Brentpark generated a revenue of R56m for May 2026, Viljoenskroon/Rammolutsi generated R9m & Steynsrus/Matlwangtlwang generated R750 330.

The cost of revenue generated through prepaid electricity for the month of May 2026 is R14 257 328. The electricity vendors are contributing to these sales.


PREPAID ELECTRICITY SALES @ COST
R15 527 462
R14 968 547
R13 554 176
R14 002 384
R13 443 972
R14 482 259
R14 200 142
R13 045 873
R14 012 580
R13 371 945
R14 257 328
Jul
Aug
Sep
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May


Prepaid Electricity Statistics
R20000 000
R18000 000
R16000 000
R14000 000
R12000 000
R10000 000
R8000 000
R6000 000
R4000 000
R2000 000
R 0
R15527 462
R2328 890
R17856 352
6 351 290
R1046 253
R14968 547
R2245 078
R17213 625
6 162 357
R1051 657
R13554 176
R2032 933
R15587 109
5 651 698
R1039 402
R14002 384
R2100 151
R16102 535
5 797 385
R1039 498
R13443 972
R2016 410
R15460 382
5 610 387
R1048 376
R14482 259
R2172 162
R16654 421
5 951 521
R1032 357
R14200 142
R2129 818
R16329 961
5 851 316
R1029 848
R13045 873
R1956 699
R15002 572
5 445 783
R1036 507
R14012 580
R2101 697
R16114 276
5 803 408
R1044 709
R13371 945
R2005 605
R15377 550
5 609 583
R1045 674
R14257 328
R2138 397
R16395 725
5 932 184
R1055 421
1
2
3
4
5
6
7
8
9
10
11
Cost of Units
Vat
Cash Tendered
Units Sold
FBE Value

4.2 Operating expenditure by type

FS201 Moqhaka - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		452 951	449 410	524 882	36 113	419 509	472 340	(52 832)	-11%	524 882
Remuneration of councillors		22 444	29 484	28 381	1 721	21 079	26 145	(5 066)	-19%	28 381
Bulk purchases - electricity		486 867	428 185	325 349	979	63 750	309 859	(246 109)	-79%	325 349
Inventory consumed		17 948	26 574	41 406	3 580	34 062	36 197	(2 135)	-6%	41 406
Debt impairment		78	61 096	38 496	–	–	37 925	(37 925)	-100%	38 496
Depreciation and amortisation		112 242	10 305	10 305	–	–	9 447	(9 447)	-100%	10 305
Interest		99 037	8 790	8 790	550	6 050	8 058	(2 008)	-25%	8 790
Contracted services		148 907	197 383	268 803	21 789	139 017	240 230	(101 212)	-42%	268 803
Transfers and subsidies		244	1 095	1 095	–	35	1 004	(969)	-96%	1 095
Irrecoverable debts written off		170 915	3 966	10 002	1 411	12 149	8 464	3 685	44%	10 002
Operational costs		179 769	170 482	194 752	9 541	121 831	175 088	(53 258)	-30%	194 752
Losses on Disposal of Assets		1 796	63	63	–	48	58	(10)	-17%	63
Other Losses		4 869	–	6	–	(6)	5	(11)	-225%	6
Total Expenditure		**1 698 065**	**1 386 834**	**1 452 331**	**75 685**	**817 524**	**1 324 819**	**(507 295)**	**-38%**	**1 452 331**

Comparison against YTD Budget

As indicated in the Table above, as at 31 May 2026, expenditure shows an unsatisfactory variance of minus 38%. The YTD actual amounted to R817 524 000 against the YTD budget of R1 324 819 000.

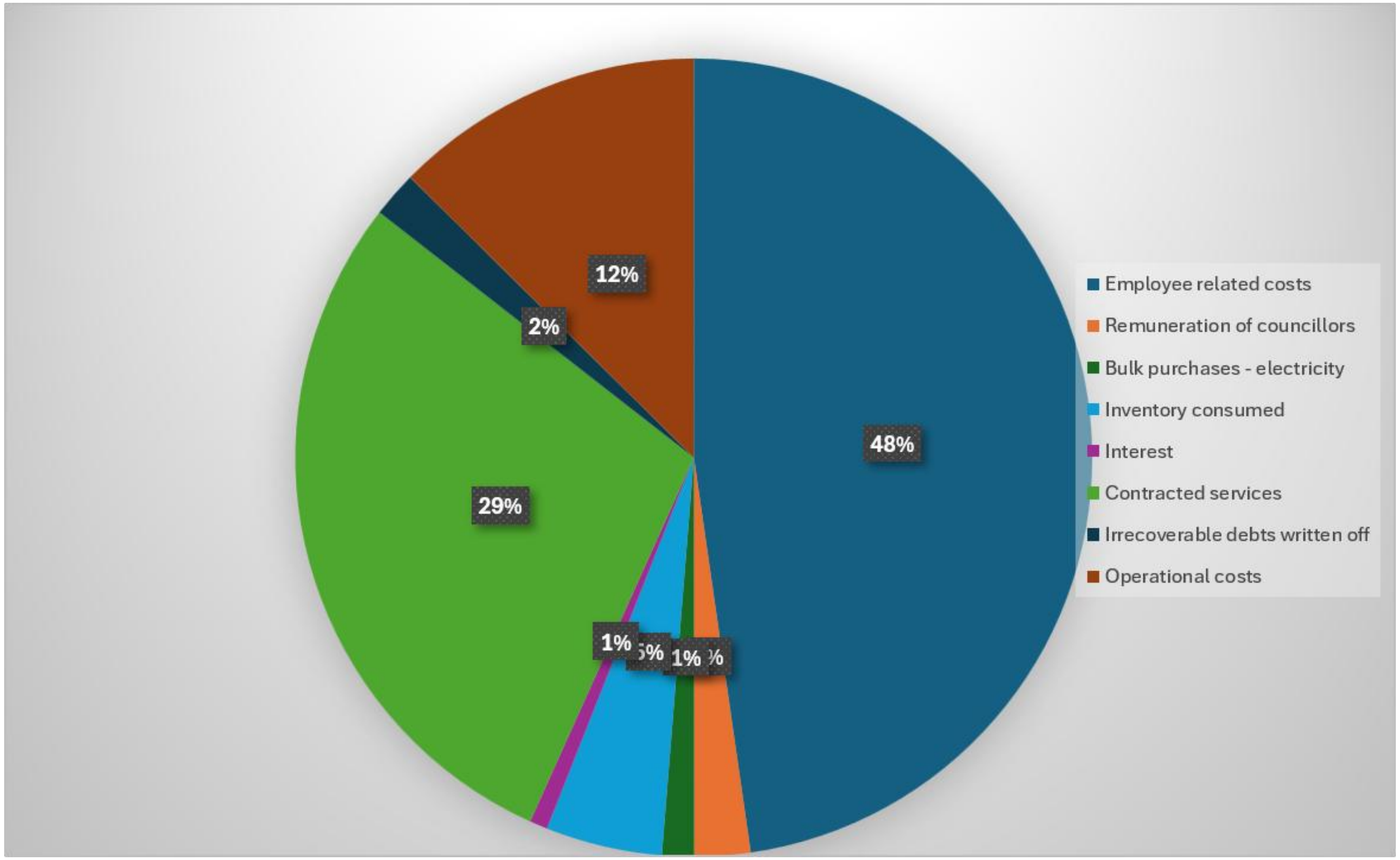
- Employee related costs show a satisfactory variance of 11%. Post-retirement benefit obligations are not factored in and will only be finalised as part of year-end procedures.
- Remuneration of councillors is showing an unsatisfactory variance of minus 19%.

- Bulk purchases – Electricity is showing an unsatisfactory variance of minus -79%.
- The expenditure on Inventory consumed is showing an unsatisfactory variance minus 6%.
- The major backlog and deterioration of infrastructure is negatively influencing the Repairs & Maintenance expenditure line items. Deviations and re-directing of funds to manage crisis's is severely and rapidly depleting the R&M budget, impeding on the funds required for day-to-day maintenance. Lack of maintenance plans and planned maintenance is impeding on the municipality's ability to maintain assets optimally.

  There are limited resources available with severe budgetary constraints with the current cash flow position putting major strain on the municipality's finances to actually address service delivery challenges. The municipality is obligated to ensure that tariffs are cost-reflective whilst ensuring that tariff increases are inflationary related as prescribed by NT's annual MFMA Budget circulars. This is a major impediment for the municipality to increase the R&M budget to a desired level to actually address backlogs, whilst employee costs, provision for bad debts and other expenditure is putting further strain on the budgets each year.

- Depreciation was projected for on a straight-line basis, as part of year-end procedures. The municipality is currently engaging our service provider to make use of the available Asset module on the financial system for integration.
- Interest is showing an unsatisfactory variance of minus %, due to the Interest on External borrowing being paid monthly and the first instalment for the current financial year was paid during July 2025. All Interest paid on overdue accounts must be recognized as Fruitless and Wasteful expenditure in the Annual Financial Statements.
- Expenditure on Contracted services is showing an unsatisfactory variance of minus 42%.
- Transfers and subsidies showing negative variance of minus 96%, due to non-expenditure & no commitment to show movement.
- Operational cost is showing an unsatisfactory variance of minus 30% as a result of the following line items under Operational Cost (OC)
- Costs are incurred for Professional Bodies membership & Subscriptions, for predominantly annual SALGA membership fees, CIGFARO, etc.

Expenditure Chart for May 2026



OPERATING EXPENSES					
DESCRIPTION	Annual Budget 2025/2026	Actual 30-May-26	YTD 30-May-26	Variance (Unspent Budget)	% Exp
EMPLOYEE RELATED COSTS	524 882 394,00	36 113 473,00	419 508 714,98	105 373 679,02	**79,92**
REMUNERATION OF COUNCILLORS	28 380 690,00	1 721 282,72	21 078 760,12	7 301 929,88	**74,27**
BULK PURCHASES	325 349 213,00	978 887,16	63 749 923,82	261 599 289,18	**19,59**
INVENTORY	41 405 897,00	3 580 168,48	34 061 782,86	7 344 114,14	**82,26**
DEPRECIATION ON ASSETS	10 282 705,00	-	-	10 282 705,00	-
INTEREST	8 790 312,00	550 000,00	6 050 000,00	2 740 312,00	**68,83**
CONTRACTED SERVICES	268 802 989,00	21 789 066,09	139 017 411,39	129 785 577,61	**51,72**
TRANSFERS AND SUBSIDIES	1 095 158,00	-	35 350,00	1 059 808,00	**3,23**
CONTRIBUTIONS TO BAD DEBTS	10 001 998,00	1 411 292,59	12 149 215,42	-2 147 217,42	**121,47**
OPERATIONAL EXPENDITURE	171 320 959,00	8 988 958,61	109 349 297,17	61 971 661,83	**63,83**
OPERATING LEASES	23 431 483,00	552 200,26	12 481 458,89	10 950 024,11	**53,27**
TOTAL EXPENDITURE (NETT)	**1 413 743 798,00**	**75 685 328,91**	**817 481 914,65**	**596 261 883,35**	**57,82**

DESCRIPTION	Annual Budget 2025/2026	Actual 30-May-26	YTD 30-May-26	Variance	
OUTSOURCE SERVICES					-
OS: BURIAL SERVICES	286 227,00	0,00	45 250,00	240 977,00	**15,81**
OS: B&A HUMAN RESOURCES	0,00	0,00	0,00	0,00	-
OS: B&A OCCUPATIONAL HEALTH & SAFETY	0,00	0,00	0,00	0,00	-
OS: B&A ORGANISATIONAL	0,00	0,00	0,00	0,00	-
OS: B&A PROJECT MANAGEMENT	2 254 127,00	59 128,78	1 172 878,03	1 081 248,97	**52,03**
OS: B&A RESEARCH & ADVISORY	815 478,00	0,00	21 120,00	794 358,00	**2,59**
OS: B&A QUALIFICATION VERIFICATION	0,00	0,00	0,00	0,00	-
OS: B&A VALUER	3 285 468,00	32 173,91	321 739,10	2 963 728,90	**9,79**
OS: CATERING SERVICES	1 334 529,00	5 460,00	358 135,03	976 393,97	**26,84**
OS: CLEANING SERVICES	216 757,00	0,00	175 367,61	41 389,39	**80,91**
OS: ELECTRICAL	18 869 252,00	3 718 381,05	9 913 127,04	8 956 124,96	**52,54**
OS:ILLEGAL DUMPING	820 642,00	106 882,56	397 936,08	422 705,92	**48,49**
OS: MEDICAL SERVICES [HEALTH SERV &	350 000,00	0,00	0,00	350 000,00	-
OS: PERSONNEL & LABOUR	11 460 120,00	516 909,97	5 354 487,75	6 105 632,25	**46,72**
OS: CONNECT/DIS-CONNECTION: ELECTICI	9 757,00	0,00	0,00	9 757,00	-
OS: TRAFFIC FINES MANAGEMENT	174 997,00	10 920,00	54 600,00	120 397,00	**31,20**
OS: TRANSPORT SERVICES	0,00	0,00	0,00	0,00	-
SUB TOTAL : OUTSOURCE SERVICES	**39 877 354,00**	**4 449 856,27**	**17 814 640,64**	**22 062 713,36**	**44,67**
CONSULTANTS AND PROFESSIONAL SERVICES					-
C&PS: B&A AIR POLLUTION	0,00	0,00	0,00	0,00	
C&PS: B&A AUDIT COMMITTEE	225 133,00	0,00	136 830,73	88 302,27	**60,78**
C&PS: B&A BUSINESS & FIN MANAGEMENT	4 900 000,00	0,00	0,00	4 900 000,00	-
C&PS: B&A HUMAN RESOURCES	4 426 421,00	186 819,13	809 180,75	3 617 240,25	**18,28**
C&PS: B&A MEDICAL EXAMINATIONS	1 000 000,00	0,00	404 201,40	595 798,60	**40,42**
C&PS: B&A OCCUPATIONAL HEALTH & SAFE	484 938,00	0,00	4 645,00	480 293,00	**0,96**
C&PS: B&A PROJECT MANAGEMENT	71 873 431,00	0,00	26 686 211,00	45 187 220,00	**37,13**
C&PS: B&A PROJ MAN(COMM CRISIS)	0,00	0,00	0,00	0,00	-
C&PS: B&A PROJ MAN(TRAI & AWARE)	0,00	0,00	0,00	0,00	-
C&PS: B&A PROJ MAN(COMM CRISIS)	500 000,00	0,00	0,00	500 000,00	-
C&PS: B&A PROJ MAN(EMERG RESPOND)	700 000,00	0,00	0,00	700 000,00	-
C&PS: B&A RESEARCH & ADVISORY	0,00	0,00	0,00	0,00	**#DIV/0!**
C&PS: B&A SYSTEM SUPPORT	20 880,00	0,00	0,00	20 880,00	-
C&PS: I&P ENGINEERING CIVIL	617 156,00	0,00	0,00	617 156,00	-
C&PS: I&P LAND & QUANTITY SURVEYORS	20 000,00	0,00	0,00	20 000,00	-
C&PS: I&P LAND SCAPE DESIGNER	374 796,00	0,00	0,00	374 796,00	-
C&PS: I&P TOWN PLANNER	130 000,00	0,00	0,00	130 000,00	-
C&PS: LAB SERV WATER	5 314 187,00	9 380,00	4 227 409,31	1 086 777,69	**79,55**
C&PS: LEGAL COST ADVICE & LITIGATION	7 500 000,00	837 911,44	1 680 993,20	5 819 006,80	**22,41**
C&PS: LEGAL COST ISSUE OF SUMMONS	150 000,00	0,00	0,00	150 000,00	-
C&PS: LEGAL COST COLLECTION	1 429 296,00	40 283,57	538 388,95	890 907,05	**37,67**

SUB TOTAL : CONSULTANT AND PROF SERV	**99 666 238,00**	**1 074 394,14**	**34 487 860,34**	**65 178 377,66**	**34,60**
CONTRACTORS					-
CONTR: ARTISTS & PERFORMERS	55 230,00	0,00	0,00	55 230,00	-
CONTR: BUILDING CONTRACTORS	688 062,00	0,00	214 540,36	473 521,64	**31,18**
CONTR: CATERING SERVICES	164 273,00	0,00	17 100,00	147 173,00	**10,41**
CONTR: EMPLOYEE WELLNESS	657 094,00	0,00	152 520,00	504 574,00	**23,21**
CONTR: EVENT PROMOTERS	200 000,00	0,00	0,00	200 000,00	-
CONTR: FIRE SERVICES	0,00	0,00	0,00	0,00	-
CONTR: GARDENING SERVICES	140 068,00	0,00	0,00	140 068,00	-
CONTR: INTERIOR DECORATOR	219 031,00	0,00	0,00	219 031,00	-
CONTR: INSPECTION FEES	1 879 353,00	0,00	1 239 284,91	640 068,09	**65,94**
CONTR: MAINT OF BUILDINGS & FACILIT	9 839 330,00	80 667,47	1 223 647,55	8 615 682,45	**12,44**
CONTR: MAINTENANCE OF EQUIPMENT	6 713 370,00	209 912,28	2 229 036,87	4 484 333,13	**33,20**
CONTR: MAINTENANCE OF EQUIPMENT (FLE	5 044 322,00	419 724,19	2 485 688,64	2 558 633,36	**49,28**
CONTR: MAINTENANCE FLEET	14 261 080,00	709 327,66	9 015 542,69	5 245 537,31	**63,22**
CONTR: PEST CONTROL & FUMIGATION	114 273,00	0,00	25 560,00	88 713,00	**22,37**
CONTR: PLANTS FLOWERS & OTH DECORATI	47 165,00	0,00	0,00	47 165,00	-
CONTR: PREPAID ELECTRICITY VENDORS	24 289 756,00	2 779 053,25	17 137 279,63	7 152 476,37	**70,55**
CONTR: SAFEGUARD & SECURITY	41 600 000,00	7 644 028,86	35 272 487,48	6 327 512,52	**84,79**
CONTR: TRAFFIC & STREET LIGHTS	23 346 990,00	4 422 101,97	17 702 222,28	5 644 767,72	**75,82**
SUB TOTAL : CONTRACTORS	**129 259 397,00**	**16 264 815,68**	**86 714 910,41**	**42 544 486,59**	**67,09**
CONTRACTED SERVICES	**268 802 989,00**	**21 789 066,09**	**139 017 411,39**	**129 785 577,61**	**51,72**
OPERATIONAL COST					
OC: ADV/PUB/MARK - CORP & MUN ACTIVI	2 163 944,00	392 741,00	1 149 242,25	1 014 701,75	**53,11**
OC: ADV/PUB/MARK - MUNICIPAL NEWSLET	800 000,00	0,00	281 732,60	518 267,40	**35,22**
OC: ADV/PUB/MARK - SIGNS	609 250,00	0,00	0,00	609 250,00	-
OC: ADV/PUB/MARK - STAFF RECRUITMENT	328 547,00	0,00	199 211,94	129 335,06	**60,63**
OC: ADV/PUB/MARK - TENDERS	80 640,00	0,00	45 114,45	35 525,55	**55,95**
OC: AUDIT COST: EXTERNAL	12 845 908,00	9 519,04	10 078 935,95	2 766 972,05	**78,46**
OC: BC/FAC/C FEES - BANK ACCOUNTS	1 329 408,00	298 758,00	1 702 722,11	-373 314,11	**128,08**
OC: COMMISSION - THIRD PARTY VENDORS	18 330 000,00	790 838,88	8 865 629,74	9 464 370,26	**48,37**
OC: COMM - CELL CONTRACT (SUBS & CAL	0,00	0,00	0,00	0,00	-
OC: COMM - LICENCES (RADIO & TELEVIS	83 447,00	0,00	0,00	83 447,00	-
OC: COMM - POSTAGE/STAMPS/FRANKING M	2 100 000,00	40 661,40	753 018,29	1 346 981,71	**35,86**
OC: COMM - RADIO & TV TRANSMISSIONS	0,00	0,00	0,00	0,00	-
OC: COMM - SMS BULK MESSAGE SERVICE	0,00	0,00	0,00	0,00	-
OC: COMM - PHONE FAX TELEGRAPH & TEL	2 500 000,00	88 417,38	900 860,23	1 599 139,77	**36,03**
OC: CONTR TO PROV - REHAB LANDFILL S	93 255,00	0,00	0,00	93 255,00	-
OC: DEEDS	329 402,00	0,00	48 114,16	281 287,84	**14,61**
OC: DRIVERS LICENCES & PERMITS	14 771,00	0,00	0,00	14 771,00	-
OC: ENTERTAINMENT - EXEC MAYOR	32 855,00	0,00	6 828,49	26 026,51	**20,78**
OC: ENTERTAINMENT - COUNCILLORS	32 855,00	0,00	0,00	32 855,00	-
OC: ENTERTAINMENT - SENIOR MANAGEMENT	230 496,00	17 488,54	92 499,88	137 996,12	**40,13**
OC: ENTERTAINMENT - SPEAKER	25 440,00	3 992,68	13 786,58	11 653,42	**54,19**
OC: ENTERTAINMENT - CHIEF WHIP	36 540,00	0,00	3 136,06	33 403,94	**8,58**
OC: EXT COM SERV PROV - GPS LICENCE	8 604 229,00	0,00	2 043 800,25	6 560 428,75	**23,75**
OC: EXT COM SERV PROV - S/WARE LICEN	3 117 859,00	0,00	1 475 725,80	1 642 133,20	**47,33**
OC: EXT COM SERV PROV - SYSTEM ADVIS	0,00	0,00	0,00	0,00	-
OC: HIRE CHARGES	72 440 272,00	6 418 754,88	60 603 270,81	11 837 001,19	**83,66**
OC: INSUR UNDER - CLAIM PAID 3RD PAR	0,00	0,00	0,00	0,00	-
OC: INSUR UNDER - EXCESS PAYMENTS	500 000,00	21 000,00	403 256,83	96 743,17	**80,65**
OC: INSUR UNDER - PREMIUMS	4 500 000,00	-	4 292 089,83	207 910,17	**95,38**
OC: LEARNERSHIPS & INTERNSHIPS	100 000,00	0,00	0,00	100 000,00	-
OC: LIC - VEHICLE LIC & REGISTRATION	1 393 020,00	19 638,00	756 083,40	636 936,60	**54,28**
OC: LIC - VEHICLE LIC & REGISTR FLEE	11 394,00		2 628,00	8 766,00	**23,06**
OC: PERSONNEL AGENCY FEES (PERS RECR	0,00	0,00	0,00	0,00	-
OC: PRINTING & PUBLICATIONS	633 742,00	0,00	54 162,99	579 579,01	**8,55**
OC: PROFESSIONAL BODIES M/SHIP & SUB	384 810,00	14 703,92	158 790,11	226 019,89	**41,26**
OC: REMUNERATION TO WARD COMMITTEES	2 566 437,00	0,00	917 000,00	1 649 437,00	**35,73**

OC: ROAD WORTHY TEST FLEET	15 711,00	0,00	0,00	15 711,00	-
OC: SKILLS DEVELOPMENT FUND LEVY	4 466 696,00	16 977,62	517 591,11	3 949 104,89	**11,59**
OC: SEARCH FEES	17 194,00	0,00	0,00	17 194,00	-
OC: SERVITUDES & LAND SURVEYS	54 758,00	0,00	0,00	54 758,00	-
OC: SIGNAGE	521 754,00	66 150,00	235 064,36	286 689,64	**45,05**
OC: SMALL DIFFERENCES TOLERANCES	0,00	0,00	0,00	0,00	-
OC: TOLL GATE FEES	0,00	0,00	0,00	0,00	-
OC: TOLL GATE FEES FLEET	2 200,00	0,00	0,00	2 200,00	-
OC: TRANSPORT - EVENTS	97 756,00	0,00	0,00	97 756,00	-
OC: TRANSPORT - FUNERALS	0,00	0,00	0,00	0,00	-
OC: T&S DOM - ACCOMMODATION	3 000 491,00	48 317,67	743 073,34	2 257 417,66	**24,77**
OC: T&S DOM - DAILY ALLOWANCE	1 948 745,00	34 835,92	445 610,75	1 503 134,25	**22,87**
OC: T&S DOM - FOOD & BEVERAGE (SERVE	312 860,00	28 500,00	30 800,52	282 059,48	**9,84**
OC: T&S DOM TRP - W/OUT OPR OWN TRAN	2 900 456,00	69 800,93	1 145 143,75	1 755 312,25	**39,48**
OC: T&S DOM PUB TRP - ROAD TRANSPORT	324 411,00	0,00	0,00	324 411,00	-
OC: T&S - NON-EMPLOYEES	309 516,00	5 878,64	80 195,63	229 320,37	**25,91**
OC: TRANSPORT - MUNICIPAL ACTIVITIES	57 660,00	0,00	0,00	57 660,00	-
OC: UNIFORM & PROTECTIVE CLOTHING	7 132 497,00	288 001,15	3 780 824,59	3 351 672,41	**53,01**
OC: VEHICLE TRACKING FLEET	526 892,00	0,00	0,00	526 892,00	-
OC: WET FUEL	11 581 850,00	313 982,96	7 053 851,00	4 527 999,00	**60,90**
OC: WORKMEN'S COMPENSATION FUND	1 830 991,00	0,00	469 501,37	1 361 489,63	**25,64**
SUB TOTAL : OPERATIONAL COST	**171 320 959,00**	**8 988 958,61**	**109 349 297,17**	**61 971 661,83**	**63,83**
INVENTORY					
INV - CONSUMABLE STORES - STANDARD RATED	27 586 858,00	2 518 320,03	22 038 868,04	5 547 989,96	**79,89**
INV - CONSUMABLE STORES - WATER METERS	0,00	0,00	0,00	0,00	
INV - CONSUMABLE STORES - CHEMICALS	0,00	0,00	0,00	0,00	
INV - CONSUMABLE STORES -STD RATED FLEET	1 885,00	0,00	0,00	1 885,00	-
INV - CONSUMABL STORES -ZERO RATED FLEET	0,00	0,00	0,00	0,00	
INVENTORY - MATERIALS & SUPPLIES	1 091 710,00	29 543,64	361 348,46	730 361,54	**33,10**
INVENTORY - MATERIALS & SUPPLIES FLEET	2 307,00	0,00	0,00	2 307,00	-
INVENTORY - WATER	12 723 137,00	1 032 304,81	11 661 566,36	1 061 570,64	**91,66**
SUB TOTAL - INVENTORY	**41 405 897,00**	**3 580 168,48**	**34 061 782,86**	**7 344 114,14**	**82,26**
BULK PURCHASES					
ESKOM	325 349 213,00	978 887,16	63 749 923,82	261 599 289,18	**19,59**
BULK WATER PURCHASES					
SUB TOTAL : BULK PURCHASES	**325 349 213,00**	**978 887,16**	**63 749 923,82**	**261 599 289,18**	**19,59**
INTEREST DIVIDENDS AND RENT ON LAND					-
INT PAID BOR: ANNUITY LOANS	6 600 000,00	550 000,00	6 050 000,00	550 000,00	**91,67**
INT PAID: OVERDUE ACCOUNTS	2 190 312,00	0,00	0,00	2 190 312,00	-
SUB TOTAL - INTEREST DIVID & RENT -	**8 790 312,00**	**550 000,00**	**6 050 000,00**	**2 740 312,00**	**68,83**
OPERATING LEASES					-
OPR LEASES: FURNITURE & OFFICE EQUIP	3 293 099,00	4 271,97	46 991,67	3 246 107,33	**1,43**
OPR LEASES: INFRA - TRANSPORTATION	0,00	0,00	0,00	0,00	-
OPR LEASES: MACHINERY & EQUIPMENT	23 064,00	0,00	0,00	23 064,00	-
OPR LEASES: TRANSPORT ASSETS	20 115 320,00	547 928,29	12 434 467,22	7 680 852,78	**61,82**
SUB TOTAL : OPERATING LEASES	**23 431 483,00**	**552 200,26**	**12 481 458,89**	**10 950 024,11**	**53,27**
BAD DEBTS WRITTEN OFF					
IRRECOVERABLE DEBTS WRITTEN OFF_EXCHANGE					
IRRECOV DEBTS W/OFF_EXCHG:ELECTRICITY	2 881 731,00	1 304 536,39	7 406 513,95	-4 524 782,95	**257,02**
IRRECOV DEBTS W/OFF_EXCHG:NON-SPECIFIC	-	0,00	0,00	0,00	-
IRRECOV DEBTS W/OFF_EXCHG:WASTE	628 044,00	16 992,33	496 345,54	131 698,46	**79,03**
IRRECOV DEBTS W/OFF_EXCHG:WASTE WATER	1 032 730,00	21 820,81	791 224,67	241 505,33	**76,61**
IRRECOV DEBTS W/OFF_EXCHG:WATER	2 016 364,00	41 926,09	1 171 850,77	844 513,23	**58,12**
SUB TOTAL : IRRECOV BAD DEBT W/OFF _EXCH	**6 558 869,00**	**1 385 275,62**	**9 865 934,93**	**-3 307 065,93**	**150,42**
IRRECOVERABLE DEBTS W/OFF_NON-EXCHANGE					
IRRECOV DEBTS W/OFF_NON-EXCH:PROP RATES	3 443 129,00	26 016,97	2 283 280,49	1 231 735,00	**66,31**
SUB TOTAL : IRREC BAD DEBT W/OFF _NON-EX	**3 443 129,00**	**26 016,97**	**2 283 280,49**	**1 159 848,51**	**66,31**
SUB TOTAL : BAD DEBTS WRITTEN OFF	**10 001 998,00**	**1 411 292,59**	**12 149 215,42**	**-2 147 217,42**	**121,47**
TRANSFERS AND SUBSIDIES					-

HH SSP SOC ASS: SOCIAL RELIEF	1 095 158,00	0,00	35 350,00	1 059 808,00	**3,23**
SUB TOTAL : OPERATIONAL : ALLOC IN K	**1 095 158,00**	**0,00**	**35 350,00**	**1 059 808,00**	**3,23**
OPERATIONAL : MONETARY					-
SUB TOTAL : OPERATIONAL : MONETARY	**0,00**	**0,00**	**0,00**	**0,00**	-
SUB TOTAL : TRANSFERS & SUBSIDIES	**1 095 158,00**	**0,00**	**35 350,00**	**1 049 000,00**	**3,23**
DEPRECIATION & AMORTISATION					
DEPRECIATION COMPUTER EQUIPMENT	394 635,00	0,00	0,00	394 635,00	-
DEPRECIATION WATER SUPPLY DISTRIBUTION	876 125,00	0,00	0,00	876 125,00	-
DEPRECIATION FURNITURE & OFFICE EQUIPM	821 327,00	0,00	0,00	821 327,00	-
DEPRECIATION ELEC MV NETWORKS	4 380 624,00	0,00	0,00	4 350 624,00	-
DEPRECIATION ELEC LV NETWORKS	876 125,00	0,00	0,00	876 125,00	-
DEPRECIATION MACHINERY & EQUIPMENT	1 301 834,00	0,00	0,00	1 301 834,00	-
DEPRECIATION TRANSPORT ASSETS	1 528 800,00	0,00	0,00	1 528 800,00	-
DEPRECIATION COMMUNITY CAPITAL SPARES	103 235,00	0,00	0,00	103 235,00	-
SUB TOTAL : DEPRECIATION & AMORTISATION	**10 282 705,00**	-	-	**10 282 705,00**	-

4.3 Capital Expenditure

FS201 Moqhaka - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description R thousands	Ref 1	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital Expenditure - Functional Classification										
Governance and administration		**2 581**	**2 981**	**3 575**	**34**	**1 598**	**3 217**	(1 619)	-50%	**3 575**
Executive and council		15	–	–	–	–	–	–		–
Finance and administration		2 532	2 981	3 575	34	1 598	3 217	(1 619)	-50%	3 575
Internal audit		34	–	–	–	–	–	–		–
Community and public safety		**383**	**29 350**	**29 317**	**(6 001)**	**14 283**	**26 716**	(12 433)	-47%	**29 317**
Community and social services		–	550	500	–	38	464	(426)	-92%	500
Sport and recreation		271	5 853	6 029	–	1 278	5 399	(4 121)	-76%	6 029
Public safety		84	22 947	22 537	(6 001)	12 937	20 653	(7 716)	-37%	22 537
Housing		27	–	250	–	30	200	(170)	-85%	250
Health								–		
Economic and environmental services		**263**	**42 144**	**16 270**	**2 620**	**7 723**	**15 469**	(7 746)	-50%	**16 270**
Planning and development		129	–	516	9	9	413	(403)	-98%	516
Road transport		119	42 064	15 674	2 610	7 687	14 982	(7 295)	-49%	15 674
Environmental protection		15	80	80	–	26	73	(47)	-65%	80
Trading services		**1 674**	**20 546**	**36 938**	**10 219**	**20 644**	**33 418**	(12 774)	-38%	**36 938**
Energy sources		98	250	250	–	640	229	411	179%	250
Water management		143	18 524	20 617	1 282	2 850	18 847	(15 997)	-85%	20 617
Waste water management		1 434	1 773	15 947	8 932	17 147	14 233	2 914	20%	15 947
Waste management		–	–	125	6	6	109	(103)	-95%	125
Other		–	–	40	–	–	32	(32)	-100%	40
Total Capital Expenditure - Functional Classification	3	**4 900**	**95 021**	**86 140**	**6 872**	**44 248**	**78 852**	**(34 604)**	**-44%**	**86 140**

FS201 Moqhaka - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description R thousands	Ref 1	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Funded by:										
National Government		128	66 532	54 344	6 777	18 456	50 154	(31 698)	-63%	54 344
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		9	–	–	–	4 929	–	4 929	#DIV/0!	–
Transfers recognised - capital		**136**	**66 532**	**54 344**	**6 777**	**23 385**	**50 154**	**(26 768)**	**-53%**	**54 344**
Borrowing	6	–	–	–	–	25	–	25	#DIV/0!	–
Internally generated funds		4 763	28 489	31 796	95	20 837	28 698	(7 861)	-27%	31 796
Total Capital Funding		**4 900**	**95 021**	**86 140**	**6 872**	**44 248**	**78 852**	**(34 604)**	**-44%**	**86 140**

As indicated in the Table above, the YTD Actual on capital expenditure as at end of May 2026 amounted to R44 248 000. The total YTD capex is funded from Capital grants R18 456 000 and Internally generated funds R20 837000 and also borrowings of R25 000. Capex is extremely low and major intervention is required for the financial year. Planning of project managers also needs to improve going forward. One of the major challenges that the municipality is experiencing is in respect of tendering processes.

The majority of capital projects are based on a functionality criterion. Bidders either do not meet the functionality criteria or submit incomplete tender documents resulting in bidders being non-responsive. And due to the non-responsiveness of bidders, these bids unfortunately must be re-advertised. The municipality has been implementing more compulsory site meetings to sensitise service providers on the compliance issues pertaining to bid documents. Secondly, project managers need to realistically anticipate challenges and immediately address delays to ensure that projects are completed within the specified timeframe. Contract management also needs to be monitored more closely, placing emphasis on the performance of appointed service providers and addressing issues of non-performance immediately.

It should be noted that capital expenditure excludes VAT and commitments. The capital expenditure report, Table C5 has been prepared on the prescribed monthly C-schedule and is categorised by municipal vote and functional classification.

4.4 Cash flows

CASH FLOW ANALYSIS FOR THE MONTH ENDING	
Detail	**Saturday, 30 May 2026**
Cash Receipts by Source	
Property rates	7 464 853
Service charges - electricity revenue	36 624 609
Service charges - water revenue	8 229 009
Service charges - sanitation revenue	4 260 936
Service charges - refuse revenue	2 940 167
Service charges - other	-
Interest earned - external investments	848 939
Interest earned - outstanding debtors	992 215
Fines	-
Transfer receipts - operational	-
Other revenue	29 372 251
Cash Receipts by Source	**90 732 979**
Other Cash Flows/Receipts by Source	
Transfer receipts - capital	-
Borrowing long term/refinancing	-
Total Cash Receipts by Source	**90 732 979**
Cash Payments by Type	
Employee related costs	36 113 473
Remuneration of councillors	1 721 282
Bulk purchases - Electricity	60 891 032
Contracted services	21 789 066
General expenses	33 206 978
Cash Payments by Type	**153 721 831**
Other Cash Flows/Payments by Type	
Capital assets	6 006 100
Repayment of borrowing	-
Total Cash Payments by Type	**159 727 931**
Net Increase/(Decrease) in Cash Held	**-68 994 952**
Cash/cash equivalents at the month/year begin:	**185 686 741**
Cash/cash equivalents at the month/year end:	**116 691 789**

FS201 Moqhaka - Table C7 Monthly Budget Statement - Cash Flow - 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	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		57 716	120 179	120 179	7 407	78 115	110 164	(32 049)	-29%	120 179
Service charges		581 142	864 329	864 329	69 297	649 258	792 302	(143 044)	-18%	864 329
Other revenue		8 465	(134 111)	(134 111)	97 850	(281 284)	(122 935)	(158 349)	129%	(134 111)
Transfers and Subsidies - Operational		330 336	355 260	355 260	1 049 735	968 617	325 655	642 962	197%	355 260
Transfers and Subsidies - Capital		52 270	68 228	68 228	–	32 825	62 543	(29 718)	-48%	68 228
Interest		9 900	–	–	1 105	12 747	–	12 747	#DIV/0!	–
Dividends		5 822	4 744	4 744	21	4 422	4 349	73	2%	4 744
Payments										
Suppliers and employees		(1 133 236)	(1 637 348)	(1 637 348)	(132 661)	(1 183 388)	(1 500 903)	(317 514)	21%	(1 637 348)
Interest		–	–	–	–	–	–	–		–
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		**(87 585)**	**(358 718)**	**(358 718)**	**1 092 754**	**281 310**	**(328 825)**	**(610 136)**	**186%**	**(358 718)**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(2 284)	8 493	8 493	45	(107)	7 785	(7 892)	-101%	8 493
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		(4 900)	(95 021)	(95 021)	(6 872)	(44 248)	(87 103)	(42 855)	49%	(95 021)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(7 184)**	**(86 529)**	**(86 529)**	**(6 826)**	**(44 355)**	**(79 318)**	**(34 963)**	**44%**	**(86 529)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		(1 178)	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	25	–	25	#DIV/0!	–
Increase (decrease) in consumer deposits		(499)	–	–	129	1 126	–	1 126	#DIV/0!	–
Payments										
Repayment of borrowing		–	(2 121)	(2 121)	(296)	(4 023)	(1 945)	2 079	-107%	(2 121)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(1 677)**	**(2 121)**	**(2 121)**	**(167)**	**(2 872)**	**(1 945)**	**928**	**-48%**	**(2 121)**
NET INCREASE/ (DECREASE) IN CASH HELD		**(96 446)**	**(447 369)**	**(447 369)**	**1 085 761**	**234 083**	**(410 088)**			**(447 369)**
Cash/cash equivalents at beginning:		(9 905)	(24 764)	(24 764)	(874 836)	(23 158)	(24 764)			(23 158)
Cash/cash equivalents at month/year end:		(106 351)	(472 132)	(472 132)	210 925	210 925	(434 851)			(470 526)

Cash is monitored daily. The municipality is in a severe cash flow crisis and not in the conducive position to settle short-term commitments. This is a critical threat to the municipality’s ability to pay salaries, bulk accounts and day-to-day operations which can have a detrimental effect on service delivery and irrevocably damage the municipality’s relationship with its service providers and further tarnishing the municipality’s reputation. This is also evident by the escalation in debt owed to ESKOM.

Moqhaka Local Municipality (FS201): Monthly Budget Statement: S71 Monthly Report: May 2026
5. In-year Budget Statement Tables

The financial results for the period under review are consisting of the following C-Schedule tables:

(a) Table C1: Summary
(b) Table C2: Financial Performance (Functional Classification)
(c) Table C3: Financial Performance (Revenue and Expenditure by Municipal vote)
(d) Table C4: Financial Performance (Revenue and Expenditure)
(e) Table C5: Capital Expenditure by vote, functional classification and funding
(f) Table C6: Statement of Financial Position
(g) Table C7: Cash Flow

The municipality is now implementing full credit control processes to improve its cashflow and collection rate. This includes restricting power to payment defaulters, serving of disconnection notices through the SMSs, emails, and other social media platforms, communicating to Customers that are in arrears, that their electricity will be disconnected due to non-payment of accounts.

Highlights	31-Mar	30-Apr	% Change	31-May	% Change	Reference
Services						
Councillors' debt (>90 days)	R 1 646 261	R 1 661 295	1%	R 1 676 610	1%	BP136-r
Officials debt (>90 days)	R 3 468 043	R 3 512 125	1%	R 3 406 833	-3%	BP136-a
Sundry debtors						
Telephones (Officials & Councillors)	R741 714.79	R729 587.26	-2%	R723 905.69	-1%	BP136-rt
Indigents	R 310 773 051	R 319 973 617	3%	R 324 658 893	1%	BP136-ia
Total Debt 90 Days +	**R 316 629 070**	**R 325 876 623**	**3%**	**R 330 466 241**	**1%**	

The municipality regularly conducts a mass blocking of all prepaid meters of Customers that are owing the Municipality. Our collection efforts are also exacerbated by the tampering crisis we are currently facing as a municipality. The community does not see the importance of paying for municipal services; and that ultimately this is a key part required for effective service delivery. There is a poor payment culture within the jurisdiction of our Municipality and drastic measures need to be taken to get people back to the culture of paying their municipal accounts monthly without fail.

In early April 2026, the concerned group from the community served the municipality with a written dispute against the mass prepaid electricity blockings and conventional electricity meters restriction, citing or relying on section 102 of the Local Government: Municipal Systems Act. The resolution of the meeting with the community representatives was to halt the blockings until the municipal Senior Legal Advisor has consulted his legal colleagues on the issues raised. Only the conventional electricity meters were disconnected or had their electricity supply restricted.

As of 31 May 2026, the Government Debt was as follows:

May-26	WATER	ELEC	RATES	SE & RF	OTHER	TOTAL	PAYMENT	OUTST
PROVINCIAL DEPARTMENTS								
OFFICE OF THE PREMIER	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FREE STATE LEGISATURE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEPARTMENT OF TOURISM, ETC.	17 632.00	0.00	0.00	16 254.00	3 976.00	37 862.00	0.00	37 862.00
FREE STATE PROVINCIAL TREASURY	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEPARTMENT OF HEALTH (PH)	10 922 937.00	7 508 322.00	0.00	11 646 033.00	26 462.00	30 103 754.00	0.00	30 103 754.00
DEPARTMENT OF EDUCATION (PE)	130449.00	1 944 796.00	284 729.00	16 032 684.00	0.00	18 392 658.00	0.00	18 392 658.00
DEPARTM OF SOCIAL DEV(PS)	0.00	0.00	0.00	303 611.00	0.00	303 611.00	0.00	303 611.00
LOCAL GOVERNMENT & HOUSING(LG)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PUBLIC WORKS, ROADS, TRANSP(PW)	1 128 400.00	15 132 070.00	3 047.00	932 877.00	314.00	17 196 708.00	0.00	17 196 708.00
PUBLIC SAFETY, ETC.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
AGRICULTURE (PA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SPORTS, ARTS & CULTURE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	**12 199 418.00**	**24 585 188.00**	**287 776.00**	**28 931 459.00**	**30 752.00**	**66 034 593.00**	**0.00**	**66 034 593.00**
				0.00				
SCHOOLS (SECTION 21)	12 566 202.00	24 923 377.00	8 042.00	10 591.00	44 879.00	**37 553 091.00**	0.00	**37 553 091.00**
NATIONAL DEPARTMENTS	**WATER**	**ELEC**	**RATES**	**SE & RF**	**OTHER**	**TOTAL**	**PAYMENT**	**OUTST**
CORRECTIONAL SERVICES (NC)	5 061 615.00	2 811 524.00	0.00	366 352.00	0.00	8 239 491.00	0.00	8 239 491.00
DEFENCE (ND)	2 192 181.00	6 348 053.00	0.00	317 734.00	14 173.00	8 872 141.00	0.00	8 872 141.00
HOUSING (NH)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LABOUR (NL)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LAND AFFAIRS (NA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MINERALS & ENERGY	28 893.00	150 100.00	110 051.00	62 198.00	112 493.00	463 735.00	0.00	463 735.00
PUBLIC WORKS (NW)	13 323.00	111 009.00	2 703.00	95 546.00	0.00	222 581.00	0.00	222 581.00
SA POLICE(NP)	1 293 060.00	1 079 042.00	435.00	1 219 826.00	2 143.00	3 594 506.00	0.00	3 594 506.00
WATER AFFAIRS (WA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
JUSTICE (GJ)	28 347.00	163 377.00	0.00	11 435.00	6 637.00	209 796.00	0.00	209 796.00
TOTAL	**8 617 419.00**	**10 663 105.00**	**113 189.00**	**2 073 091.00**	**135 446.00**	**21 602 250.00**		**21 602 250.00**
TOTAL	**33 383 039.00**	**60 171 670.00**	**409 007.00**	**31 015 141.00**	**211 077.00**	**125 189 934.00**	**-**	**125 189 934.00**
						TOTAL		**125 189 934.00**
						LESS CREDIT		**0.00**
						GRAND TOTAL		**125 189 934.00**

v5

MUNICIPAL DEBT RETURN FORM - Provincial & National Departments

treasury
Department of Treasury
FREE STATE PROVINCE

Municipality: ***FS201 Moqhaka***

Financial Year: ***2023/24*** 2025/26

Reporting Month: ***M11 May***

R'000	Provincial Public Works & Infrastructure	Education: Section 20 Schools *(Payable by Department of Education)*	Education: Section 21 Schools *(Payable by Schools)*	National Public Works	TOTAL
Property Rates	**288**			**113**	**401**
0-30 Days	28			14	42
31-60 Days	20			14	34
61-90 Days	19			14	34
Over 90 Days	221			71	292
Water	**12 199**	**–**	**12 566**	**8 617**	**33 383**
0-30 Days	1 163	–	374	1 392	2 929
31-60 Days	815	–	462	1 271	2 548
61-90 Days	700	–	319	1 978	2 998
Over 90 Days	9 521	–	11 411	3 976	24 908
Electricity	**24 585**	**–**	**24 923**	**10 663**	**60 172**
0-30 Days	973	–	1 281	2 222	4 476
31-60 Days	759	–	923	1 584	3 266
61-90 Days	778	–	917	1 185	2 880
Over 90 Days	22 076	–	21 802	5 673	49 550
Sanitation	**19 250**			**1 273**	**20 523**
0-30 Days	1 082			179	1 261
31-60 Days	1 082			70	1 152
61-90 Days	1 082			67	1 149
Over 90 Days	16 003			958	16 961
Refuse Removal	**9 682**			**800**	**10 482**
0-30 Days	547			94	641
31-60 Days	547			38	585
61-90 Days	547			37	584
Over 90 Days	8 040			632	8 672
Other	**31**	**–**	**64**	**135**	**230**
0-30 Days	0	–	2	4	6
31-60 Days	0	–	14	4	18
61-90 Days	0	–	2	4	6
Over 90 Days	30	–	46	125	201
TOTAL	**66 035**	**–**	**37 553**	**21 603**	**125 190**
0-30 Days	3 793	–	1 657	3 905	9 354
31-60 Days	3 223	–	1 399	2 980	7 602
61-90 Days	3 127	–	1 238	3 285	7 650
Over 90 Days	55 892	–	33 259	11 433	100 584
Payments received during reporting month *(whole amount)*	*6 354 280.02*			*8 376 432.70*	############

Revenue enhancement strategies that can be implemented to ensure the completeness of Revenue, improve the collection rate, enhance customer relations and reduce losses

- Disconnection of consumers will be applied consistently and fairly in line with the Credit Control Policy
- Engagements with provincial government to collect outstanding debt.
- Data cleansing/analytics of the entire debtor's book, and data cleansing to positively influence the reachability of consumers and assist tremendously in the electronic distribution of municipal accounts via short messaging services (SMS) and e-mail.
- Improve in the accuracy of monthly billing and billing analytics.
- Ensure meters are read consistently, timeously and significantly reduce interim readings and ultimately eliminate interim readings.
- Reduce material billing errors by thoroughly interrogating billing exception reports prior to final billing run.
- Enhance customer relations and consumer satisfaction by improving on the turnaround time when dealing with billing queries.
- Introduce electronic complaints management system/register for account queries.
- Ensure faulty and bypassed electricity meters are replaced.
- Ensure that stuck, leaking, faulty or damaged water meters are replaced.
- Do regular follow-ups on meter replacements.
- Accurately update the system with latest information
- Reduce the turnaround time for installation of replacement or new meters.
- Ensure improved synergy and improved communication between internal department like Town Planning, Infrastructure, GIS and Billing.
- Interrogate billing and prepaid electricity reports monthly and take immediate remedial action to address anomalies or discrepancies.
- Ensure that all billable properties are billed for Property rates and services.
- Ensure that customers are billed at the correct approved tariff by linking each customer to the correct tariff code loaded on the system.
- Reduce Electricity and Water losses.
- Introduce automated metering for bulk consumers.
- Electricity Cost of Supply Study was finalised
- Ensure qualifying indigents are registered on the system, immediately upon verification.
- Improve on indigent management in terms of consumption and ensure prepaid electricity meters are installed/replaced immediately for all approved indigents.
- Improve on service delivery and personnel performance, to enhance customer's willingness to pay.
- Reduce or curb unnecessary expenditure by diligently applying cost containment measures.
- Improve on routine maintenance on particularly revenue generating assets.
- Spend funds effectively with good value for money.

6. Debtors' Analysis – May 2026

FS201	Outstanding Debtor's by Customer Group	Current (0 to 30 days)	31 to 60 Days	61 to 90 Days	Over 90 days	Total
4.1	Organs of State (Provincial & National Departments)	R 16 967 820	R 7 650 924	R 5 702 787	R 94 924 128	**R 125 245 659**
4.2	Business / Commercial	R 30 447 333	R 10 983 530	R 8 356 388	R 172 831 913	**R 222 619 164**
4.3	Households	R 32 899 410	R 27 813 301	R 27 220 240	R 1 494 114 167	**R 1 582 047 118**
4.4	Other	-R 4 527 531	R 2 427 988	R 4 276 774	R 141 369 484	**R 143 546 715**
	Total	**R 75 787 032**	**R 48 875 743**	**R 45 556 189**	**R 1 903 239 692**	**R 2 073 458 656**

5	Outstanding Debtor's by Income Source	Current (0 to 30 days)	31 to 60 Days	61 to 90 Days	Over 90 days	Total
5.1	Water	R 21 681 097	R 20 182 685	R 20 394 602	R 993 943 303	**R 1 056 201 687**
5.2	Electricity	R 32 935 040	R 12 322 349	R 9 904 677	R 167 141 480	**R 222 303 546**
5.3	Property Rates	R 5 995 903	R 3 909 276	R 3 313 953	R 125 486 544	**R 138 705 676**
5.4	Sanitation	R 8 201 886	R 6 704 894	R 6 430 794	R 305 422 868	**R 326 760 442**
5.5	Refuse removal	R 5 750 472	R 4 739 208	R 4 566 031	R 222 961 350	**R 238 017 061**
5.6	Other	R 1 222 634	R 1 017 331	R 946 132	R 88 284 147	**R 91 470 244**
	Total	**R 75 787 032**	**R 48 875 743**	**R 45 556 189**	**R 1 903 239 692**	**R 2 073 458 656**

Comments:

Total outstanding debt has increased from R2 062 545 048 in April 2026 to R2 073 458 656 in May 2026. An upward movement amounting to R10 913 608. This translates to 1% movement.

Water outstanding debt was R1 045 692 357 in April 2026 to R1 056 201 687 in May 2026. That accounts for 51% of the outstanding debt due to non-payment, burst pipes, leaking water meters.

Electricity outstanding debt was R227 905 740 in April 2026 and has decreased to R222 303 546 in May 2026. This translates to 11% of the total debtors' book to date.

There were also payments from different categories of debtors for service and availability/basic charges for infrastructure maintenance. However, theft and illegal electricity connections remain a serious concern.

Property Rates outstanding debt was R139 549 784 in April 2026 and has decreased to R138 705 676 in May 2026. This account for 7% against total debtors' book.

Total outstanding debt for sanitation/Sewerage was R323 503 779 in April 2026 and has increased to R326 760 442 in May 2026. This accounts for 16% of the total outstanding debtors' book.

Refuse Removal or Solid Waste outstanding debt was R235 424 575 in April 2026 and has increased to R238 017 061 in May 2026. This accounts for 11% of the total debt and emanates from non-payment of accounts.

Total outstanding debt for Other or Sundries was R90 468 813 in April 2026 and has increased to R91 470 244 in May 2026. Which accounts for 4% for total outstanding debtors' book. It represents the debt
from indirect services on sundry accounts like rental, telephone, advertising & signs, and more.

Government debt was R129 438 224 in April 2026 and has decreased to R125 245 659 in May 2026. This represents 6% of the total outstanding debt that Public Works is in the process of addressing.
Business/Commercial debt was R227 593 744 in April 2026 and has decreased to R222 619 164 in May 2026. This represents 11% of the total outstanding debt and is impacted by small business establishments in the townships that are either rented out to non-South Africans and where owners passed on.

Debt by Households was R1 564 530 070 in April 2026 and has increased to R1 582 047 118 in May 2026. That accounts for 76% of the total debtors' book. This is inclusive of R324 658 893 owed by indigent households in April 2026.

The remaining Other Income debt by many other various categories of debtors was R140 983 010 in April 2026 and has increased to R143 546 715 in May 2026. That is 7% of the total outstanding debtors' book.

The total debt by Councillors was R1 661 295 in April 2026 and R1 676 610 in May 2026 (1% movement). Officials owed R3 512 125 in April 2026 and R3 406 833 in May 2026 (3% decrease).

Telephone accounts had a balance of R729 587.26 in April 2026 and R723 905.69 in May 2026 (1% decrease).

The Municipality Council has approved the Revenue Enhancement Strategy for implementation in conjunction with the Debt Collection & Credit Control Policy consistently.

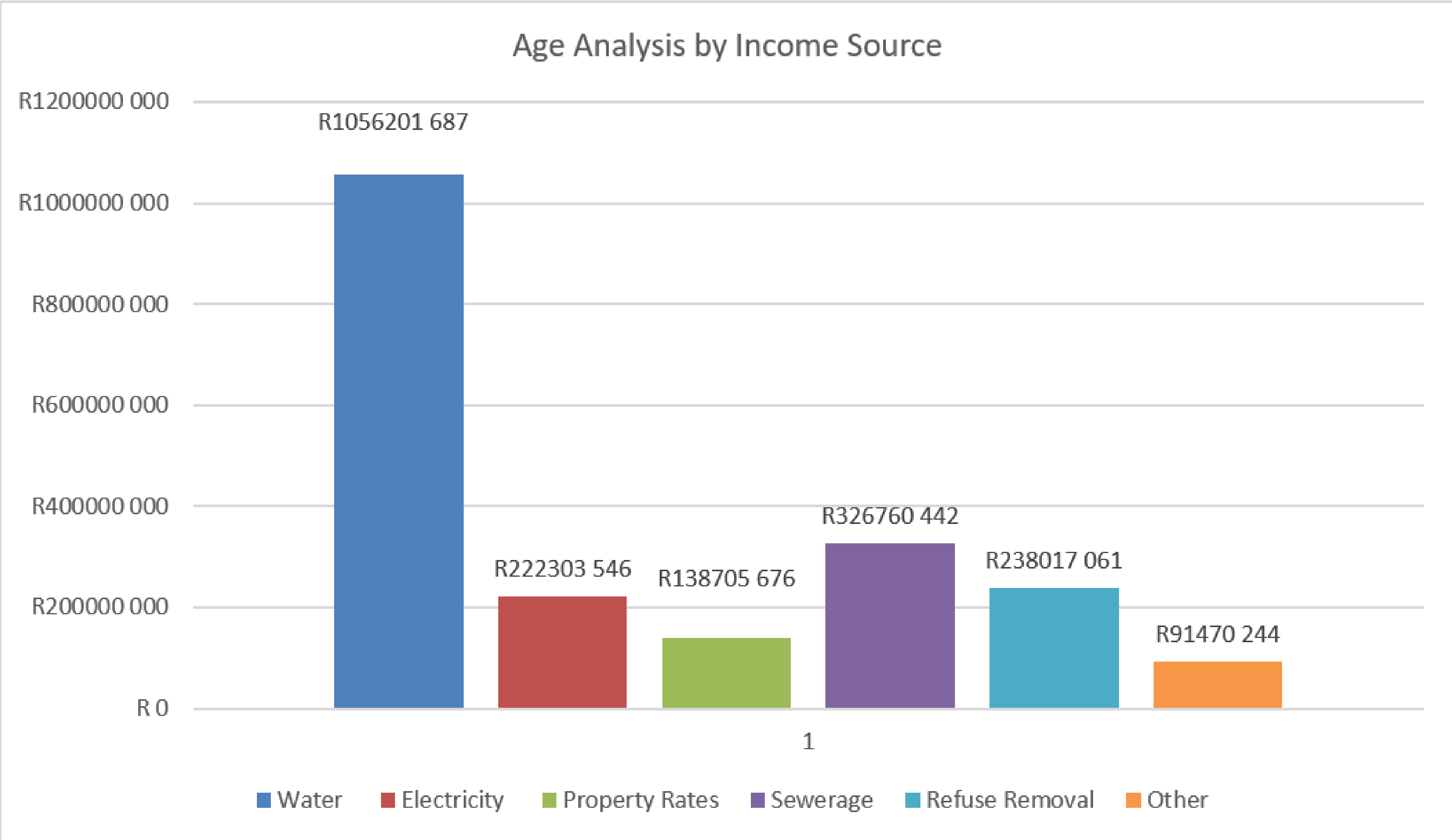
There were 4 debt collection companies appointed until June 2025. The Municipality made an application to join the National Treasury RT27-2024 debt collection transversal contract and has been accepted to join the Transversal contract.

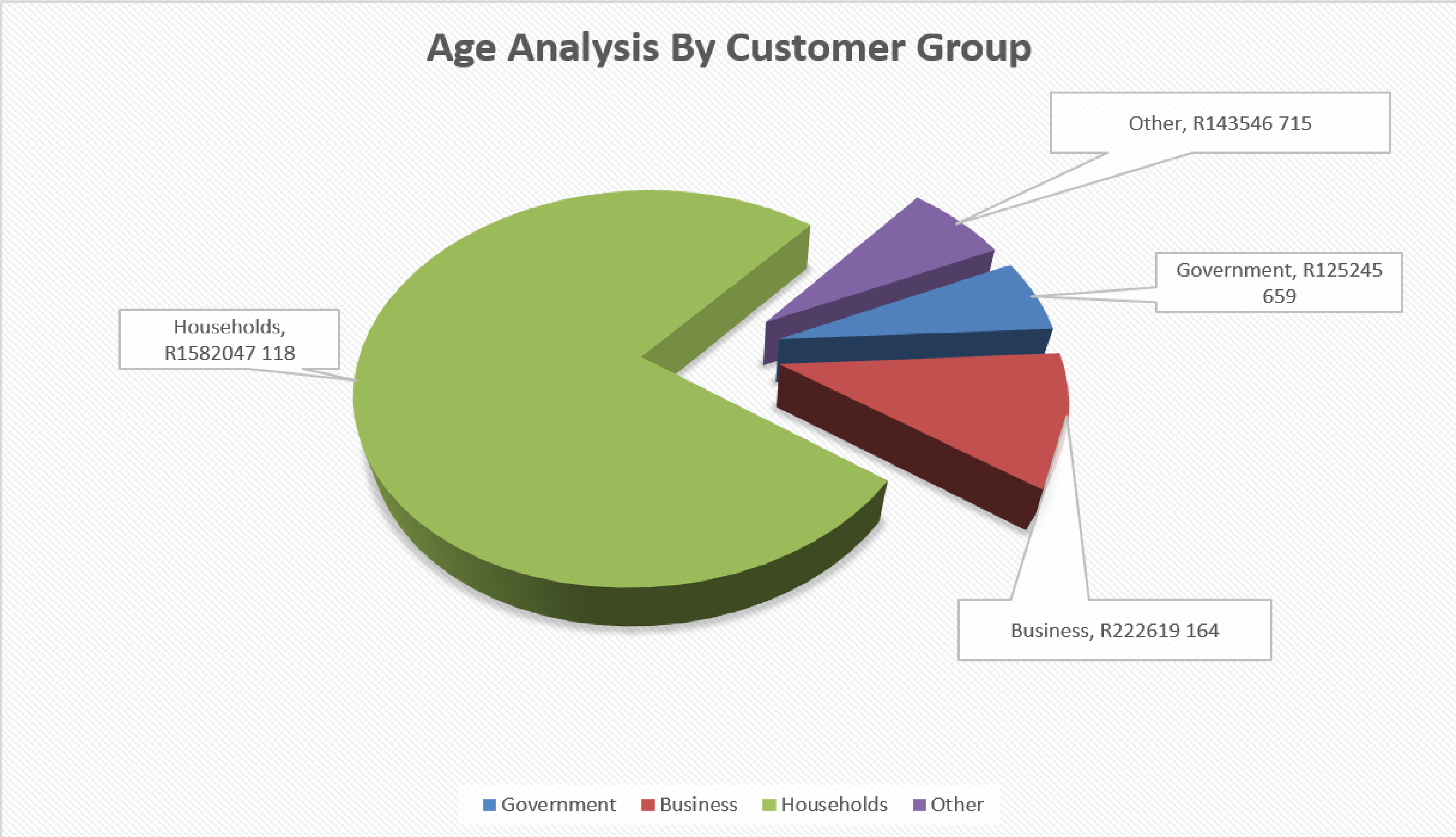
Blockings of the prepaid electricity meters & disconnections for the conventional electricity meters for categories of payment defaulters is undertaken and plays a major role in improving the collection rate.

The Municipal Manager was dismissed in January 2026. This negatively impacts on operations, strategic decisions, administrative stability, as well as the Cost Containment policy.

More than four years delay in appointing the Chief Financial Officer and other Directors plays a very critical role in the financial distress facing the municipality.

The Municipality operates with administrative leadership that is mostly in acting capacity. The municipality has just elected and inaugurated the new Council Speaker and the new Executive Mayor on Thursday the 07th of May 2026.


Age Analysis by Income Source
R1200000 000
R1000000 000
R800000 000
R600000 000
R400000 000
R200000 000
R 0
R1056201 687
R222303 546
R138705 676
R326760 442
R238017 061
R91470 244
1
Water
Electricity
Property Rates
Sewerage
Refuse Removal
Other


Age Analysis By Customer Group
Other, R143546 715
Government, R125245 659
Households, R1582047 118
Business, R222619 164
Government
Business
Households
Other

An analysis revealed that the catalysts for this condition are the:

- High volume of account holders in arrears,
- The poor economic circumstances of many of the accountholders,
- and the increasing cost of services beyond the Municipality's control.

There is a substantial portion of irrecoverable, stagnant debt that attracts interest every month. The municipality will process this debt and submit it to Council for approval for write off as and when verifications are concluded or after audit. Policies are continuously reviewed to make processes more effective. This will allow focus on preventing debt from ageing where possible in tracing and updating our debtors' information and of course recovering outstanding amounts.

The municipality has approved revenue enhancement strategy to address its financial challenges and come up with resolutions in improving/enhancing the revenue collection. We anticipate a marked turnaround of this trend and in conjunction with a concerted effort to retard the escalation of ageing debt, we are focusing on improving the accuracy and regularity of our billing as well as our communication with our accountholders. Indigent verification is a continuous process, and we are encouraging accountholders whose households qualify, to approach the Municipality for an assessment and possible registration as an Indigent Household. The benefits of this are the provision of free basic services and assistance with arrear debt owed to the Municipality. The payment culture of consumers needs to improve across all areas.

7. Creditors' Analysis

Creditor Age Analysis May 2026						
Detail	**0 - 30 Days**	**31 - 60 Days**	**61 - 90 Days**	**91 - 120 Days**	**Over 1 Year**	**Total -**
Bulk Electricity	68 115 467	60 654 068	59 781 983	-	2 188 816 224	2 377 367 742
Loan repayments	-	-	-		-	-
Trade Creditors	9 963 029	4 170 298	4 080 047	4 013 185	-	22 226 559
Auditor General	-	-	-	-	-	-
DWS	898 718	898 718	976 253		23 589 322	26 363 011
Total	**78 977 214**	**65 723 084**	**64 838 283**	**4 013 185**	**2 212 405 546**	**2 425 957 312**

Bulk Electricity – As at the 31 May 2026, the outstanding debt owed to ESKOM amounted to R2 377 367 742. As per the Debt Relief approval, the municipality must honour the payment of the monthly current account and only the outstanding balance of R365 000 000 after approval of the debt relief application. The municipality is yet to enter into a payment arrangement. Trade creditors are all suppliers registered on the municipality's database and it is a prerequisite for these suppliers to be registered on the Central Supplier Database (CSD). Auditor General – the current account due to the AGSA is R0.00. Other creditors – includes Sundry creditors which were unpaid as at 31 May 2026 amount to R48 589 570.00.

8. Investment portfolio analysis

Moqhaka Municipality	
Year End	30-Jul-26
Section	Finance
Compiled by	ID Mphosi
Purpose	Investment Register

The municipality holds the following investments with ABSA Bank.

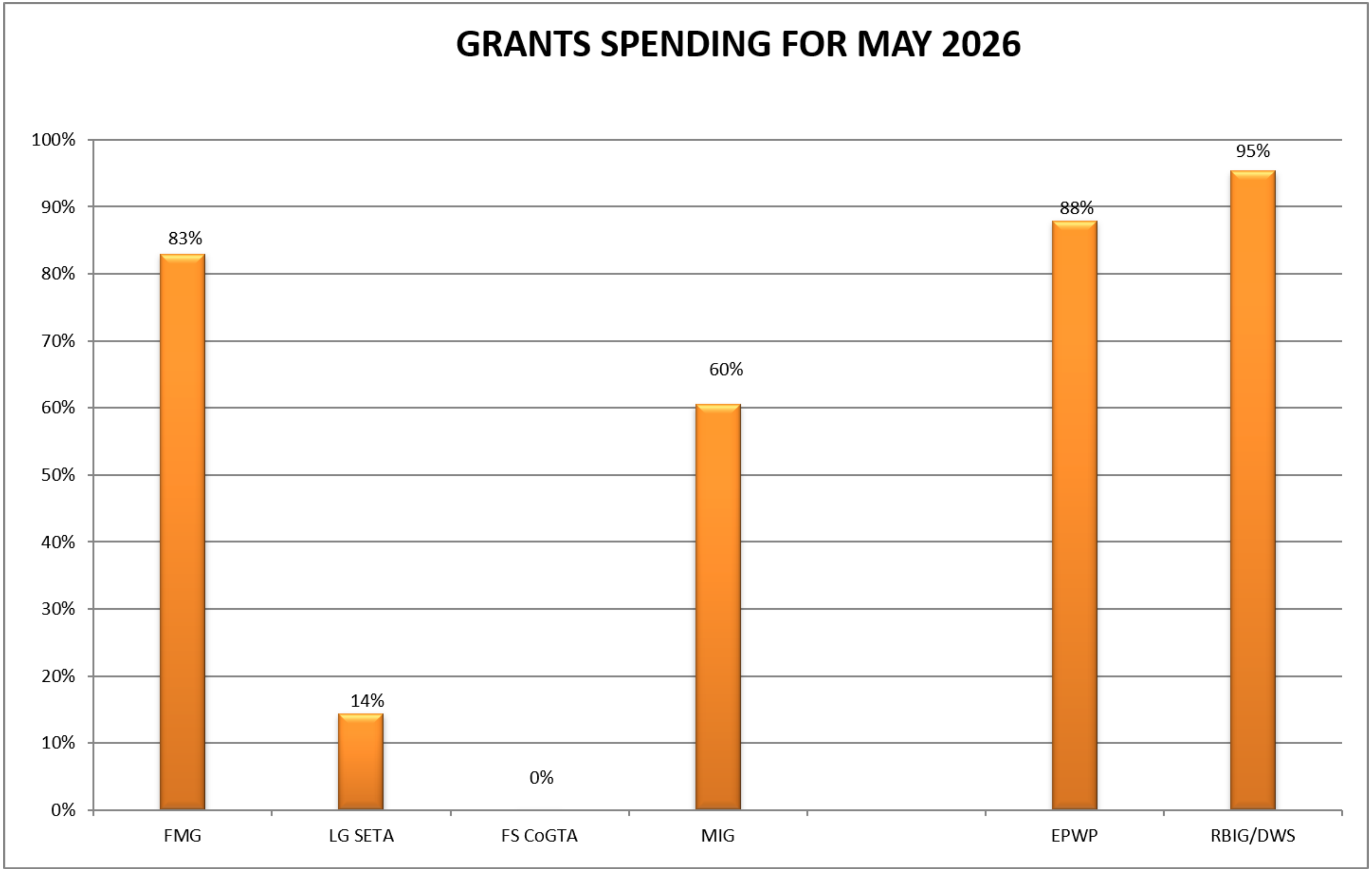
Detail	Bank Acc num	Type of investment	Vote num	
ABSA - 1	20-7531-4898	Fixed Deposit	34055053140ZZZZZZZWM	
ABSA - 2	20-5824-7882	Fixed Deposit	34055053040ZZZZZZZW	21 465 760,64
ABSA - 3	91-3190-1443	Call Account	34055053240ZZZZZZZWM	

	20-7531-4898 **ABSA - 1**	20-5824-7882 **ABSA - 2**	91-3190-1443 **ABSA - 3**	**Total**
Balance 01-Jul- 2025	**6 040,56**	**129 607,22**	**22 165 244,44**	**22 300 892,22**
Prior period error		-	-	-
Adjusted Balance	**6 040,56**	**129 607,22**	**16 165 244,44**	**16 300 892,22**
	-	-	**56 994 351,86**	**56 994 351,86**
Invested	-	-	120 595 000,00	**120 595 000,00**
Withdrawn	-	-	-64 000 000,00	**-64 000 000,00**
Interest earned	-	-	399 351,86	**399 351,86**
Balance at 31-Jul-2025	**6 040,56**	**129 607,22**	**73 159 596,30**	**73 295 244,08**
	109,47		8 205 548,02	8 205 657,49
Invested	-	-	35 336 519,94	35 336 519,94
Withdrawn	-	-	-27 500 000,00	**-27 500 000,00**
Interest earned	109,47	-	**369 028,08**	**369 137,55**
Balance at 31-Aug-2025	**6 150,03**	**129 607,22**	**81 365 144,32**	**81 500 901,57**
			-30 673 532,29	-30 673 532,29
Invested	-	-	10 500 000,00	10 500 000,00
Withdrawn	-	-	-41 500 000,00	-41 500 000,00
Interest earned	-	-	326 467,71	326 467,71
Balance at 30-Sep-2025	**6 150,03**	**129 607,22**	**50 691 612,03**	**50 827 369,28**
			-9 136 373,01	-9 136 373,01
Invested	-	-	30 600 000,00	30 600 000,00
Withdrawn	-	-	-40 000 000,00	-40 000 000,00
Interest earned	-	-	263 626,99	263 626,99
Balance at 31-Oct-2025	**6 150,03**	**129 607,22**	**41 555 239,02**	**41 690 996,27**
	102,93	11 059,79	-9 997 966,57	-9 986 803,85
Invested	-	-	18 800 000,00	18 800 000,00
Withdrawn	-	-	-29 002 241,75	-29 002 241,75
Interest earned	102,93	11 059,79	204 275,18	215 437,90
Balance at 30-Nov-2025	**6 252,96**	**140 667,01**	**31 557 272,45**	**31 704 192,42**
			25 958 783,01	25 958 783,01
Invested	-		120 500 000	120 500 000,00
Withdrawn	-		-94 900 000	-94 900 000,00
Interest earned	-		358 783,01	358 783,01
Balance at 31-Dec-2025	**6 252,96**	**140 667,01**	**57 516 055,46**	**57 662 975,43**

			-1 223 883,51	-1 223 883,51
Invested			25 000 000,00	25 000 000,00
Withdrawn			-26 500 000,00	-26 500 000,00
Interest earned			276 116,49	276 116,49
Balance at 31-Jan-2026	**6 252,96**	**140 667,01**	**56 292 171,95**	**56 439 091,92**
	99,77		-6 739 812,98	-6 739 713,21
Invested			38 500 000,00	38 500 000,00
Withdrawn			-45 500 000,00	-45 500 000,00
Interest earned	99,77		260 187,02	260 286,79
Balance at 28-Feb-2026	**6 352,73**	**140 667,01**	**49 552 358,97**	**49 699 378,71**
			122 039 962,41	122 039 962,41
Invested	-	-	156 651 762,80	156 651 762,80
Withdrawn	-	-	-35 201 762,80	-35 201 762,80
Interest earned	-	-	589 962,41	589 962,41
Interest accrued	-	-		
Balance at 31-Mar-2026	**6 352,73**	**140 667,01**	**171 592 321,38**	**171 739 341,12**
			5 359 770,35	5 359 770,35
Invested	-	-	33 500 000,00	33 500 000,00
Withdrawn	-	-	-29 000 000,00	-29 000 000,00
Interest earned	-	-	859 770,35	859 770,35
Balance at 30-April-2026	**6 352,73**	**140 667,01**	**176 952 091,73**	**177 099 111,47**
			-64 148 818,30	-64 148 818,30
Invested			27 002 241,75	27 002 241,75
Withdrawn			-92 000 000,00	-92 000 000,00
Interest earned			848 939,95	848 939,95
Interest accrued				
Balance at 31-May-2026	**6 352,73**	**140 667,01**	**112 803 273,43**	**112 950 293,17**

9. Allocation and grant receipts and expenditure

Report on conditional grants at	May 2026						
Municipality:	FS201 Moqhaka						
Financial Accounting for Grant Funds Received and Expended							
	OPERATIONAL GRANTS		CAPITAL GRANTS				
	Finance Management Grant (FMG)	LG SETA (Mandatory)	Municipal Infrastructure Grant (MIG)	Extended Public Works Programme (EPWP)	RBIG	Water Services Infrastructure Grant (WSIG)	Total Capital Grants
DORA Allocation for the 2025/26	2 300 000						-
Unspent grants at beginning of the financial year		2 530 931					-
Received Prior Months	2 300 000	2 530 931	22 230 000	1 496 000	21 435 626	10 595 000	**55 756 626**
Received This Month	-	-	-	-	-	-	-
Total Funds Received	**2 300 000**	**2 530 931**	**22 230 000**	**1 496 000**	**21 435 626**	**10 595 000**	**55 756 626**
Spent Prior Months	1 598 279	332 863	8 057 002	1 108 910	21 435 626	7 206 129	**37 807 667**
Spent This Month	309 907	31 359	5 384 447	206 706	-	2 898 094	**8 489 247**
Grants refunded							-
Total Funds Spent	1 908 186	364 222	13 441 449	1 315 616	21 435 626	10 104 223	46 296 914
Total funds Received and Not Spent	**391 814**	**2 166 709**	**8 788 551**	**180 384**	**-**	**490 777**	**9 459 712**
Percentage of Funds Spent	83%	14%	60%	88%	100%	95%	83%
Funds Currently Committed but Not Spent	-	-	-	-		-	-
Scheduled Transfers Withheld	-	-	-	-		-	-



GRANTS SPENDING FOR MAY 2026
100%
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
83%
14%
0%
60%
88%
95%
FMG
LG SETA
FS CoGTA
MIG
EPWP
RBIG/DWS

FS201 Moqhaka - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		329 232	325 501	360 501	291	310 937	326 376	(15 439)	-4,7%	360 501
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		298 568	312 705	312 705	–	309 202	286 646	22 556	7,9%	312 705
Expanded Public Works Programme Integrated Grant		–	1 496	1 496	–	(130)	1 371	(1 502)	-109,5%	1 496
Integrated National Electrification Programme Grant		–	–	–	–	–	–	–		–
Local Government Financial Management Grant		2 300	2 300	2 300	291	1 866	2 108	(243)	-11,5%	2 300
Municipal Disaster Relief Grant	3	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		–	–	–	–	–	–	–		–
Regional Bulk Infrastructure Grant		28 364	9 000	44 000	–	–	36 250	(36 250)	-100,0%	44 000
Other transfers and grants [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
Infrastructure Grant		–	–	–	–	–	–	–		–
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		1 780	3 081	3 395	438	1 211	3 075	(1 864)	-60,6%	3 395
ESKOM		–	–	–	–	–	–	–		–
National Economical Development and Labour Council		1 104	–	–	438	1 211	–	1 211		–
National Skills Fund		676	3 081	3 395	–	–	3 075	(3 075)	-100,0%	3 395
Total Operating Transfers and Grants	5	**331 012**	**328 582**	**363 896**	**729**	**312 149**	**329 451**	**(17 303)**	**-5,3%**	**363 896**
Capital Transfers and Grants										
National Government:		48 043	66 532	66 532	8 283	47 560	60 988	(13 428)	-22,0%	66 532
Integrated National Electrification Programme Grant		–	–	–	–	–	–	–		–
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		45 377	48 937	48 937	5 384	39 638	44 859	(5 221)	-11,6%	48 937
Water Services Infrastructure Grant		2 666	17 595	17 595	2 898	7 922	16 129	(8 206)	-50,9%	17 595
Provincial Government:		–	–	–	–	–	–	–		–
Capacity Building and Other Grants		–	–	–	–	–	–	–		–
Infrastructure Grant		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Specify (Add grant description)		–	–	–	–	–	–	–		–
Other grant providers:		13	–	–	1 565	6 495	–	6 495		–
[insert description]								–		
Developers Contribution		–	–	–	–	–	–	–		–
Office of the Pension Fund Adjudicator		(1)	–	–	–	–	–	–		–
Unspecified		14	–	–	1 565	6 495	–	6 495		–
Total Capital Transfers and Grants	5	**48 056**	**66 532**	**66 532**	**9 848**	**54 054**	**60 988**	**(6 933)**	**-11,4%**	**66 532**
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	379 068	395 114	430 428	10 577	366 203	390 439	(24 236)	-6,2%	430 428

- Correcting journals are processed monthly to recognize capital grant receipts in the Statement of Financial Performance, once all conditions of the grant have been met.

10. Councillor and board member allowances and employee benefits

30 May 2026

REPORT ON STAFF BENEFITS: Staff costs analysis for the month (MFMA Section 66)

Summary of Section 66 of the MFMA - Salaries and Wages (Staff Benefits)

DESCRIPTION	Budget 2025/2026	Actual 30-May-26	YTD 30-May-26	% Exp
EMPLOYEE RELATED COST				
SENIOR MANAGEMENT				
SM - SALARIES ALLOW AND SERV BENEFITS				
MM - SALARIES ALLOW AND SERV BENEFITS				
SM MM: SAL & ALL - BASIC SALARY	1 094 538,00	3 723,60	585 340,32	**53,48**
SM MM: SAL & ALL - PERFORM BASED BONUS	156 963,00	0,00	0,00	**0,00**
SM MM: ALLOW - CELLULAR & TELEPHONE	34 911,00	0,00	21 000,00	**60,15**
SM MM: ALLOW - HOUSING BENEFITS	0,00	0,00	0,00	
SM MM: ALLOW - TRAVEL OR MOTOR VEHICLE	279 499,00	0,00	145 833,31	**52,18**
SM MM: SRB - LONG SERVICE	95 301,00	0,00	47 650,28	**50,00**
SUB TOTAL: MM - SAL ALLOW & SERV BENEF	**1 661 212,00**	**3 723,60**	**799 823,91**	**48,15**
CFO - SALARIES ALLOW AND SERV BENEFITS				
SM CFO: SAL & ALL - BASIC SALARY	473 592,00	-	-	-
SM CFO: SAL & ALL - PERFORM BASED BONUS	28 868,00	-	-	-
SM CFO: ALLOW - CELLULAR & TELEPHONE	3 491,00	-	-	-
SM CFO: ALLOW - HOUSING BENEFITS	-	-	-	-
SM CFO: ALLOW - TRAVEL OR MOTOR VEHICLE	29 093,00	-	-	-
SM CFO: SRB - ENTERTAINMENT	8 273,00	-	-	-
SM CFO: SRB - ACTING & POST RELATE ALLOW				
SUB TOTAL: CFO - SAL ALLOW & SERV BENEF	**543 317,00**	**0,00**	**0,00**	**0,00**
D01 - SALARIES ALLOW AND SERV BENEFITS				
SM D01: SAL & ALL - BASIC SALARY	1 992 332,00	62 596,90	634 206,85	**31,83**
SM D01: SAL & ALL - PERFORM BASED BONUS	57 846,00	0,00	0,00	**0,00**
SM D01: ALLOW - CELLULAR & TELEPHONE	12 000,00	1 952,38	11 952,38	**99,60**
SM D01: ALLOW - HOUSING BENEFITS	0,00	0,00	0,00	
SM D01: ALLOW - TRAVEL OR MOTOR VEHICLE	296 521,00	25 070,30	278 384,32	**93,88**
SM D01: SRB - ENTERTAINMENT	0,00	-	-	-
SM D01: SRB - ACTING & POST RELATE ALLOW				
SUB TOTAL: DTS - SAL ALLOW & SERV BENEF	**2 358 699,00**	**89 619,58**	**924 543,55**	**39,20**

DO2 - SALARIES ALLOW AND SERV BENEFITS					
SM D02: SAL & ALL - BASIC SALARY	860 513,00	71 047,55	778 113,50	**90,42**	
SM D02: SAL & ALL - PERFORM BASED BONUS	0,00	0,00	0,00		
SM D02: ALLOW - CELLULAR & TELEPHONE	19 482,00	1 000,00	11 000,00	**56,46**	
SM D02: ALLOW - HOUSING BENEFITS	109 157,00	0,00	0,00	**0,00**	
SM D02: ALLOW - TRAVEL OR MOTOR VEHICLE	584 512,00	47 187,91	510 014,42	**87,25**	
SM D02: ALLOW - ACCOM TRAVEL & INCIDENT.	-	-	-		
SM D02: SRB - ENTERTAINMENT	11 030,00	-	0,00	**0,00**	
SM D02: SRB - ACTING & POST RELATE ALLOW	0,00	0,00	0,00		
SUB TOTAL: DPS - SAL ALLOW & SERV BENEF	**1 584 694,00**	**119 235,46**	**1 299 127,92**	**81,98**	
DO3 - SALARIES ALLOW AND SERV BENEFITS					
SM D03: SAL & ALL - BASIC SALARY	470 945,00	-	-	**0,00**	
SM D03: SAL & ALL - PERFORM BASED BONUS	28 240,00	-	-	**0,00**	
SM D03: ALLOW - CELLULAR & TELEPHONE	2 845,00	-	-	**0,00**	
SM D03: ALLOW - HOUSING BENEFITS	92 131,00	-	-	**0,00**	
SM D03: ALLOW - TRAVEL OR MOTOR VEHICLE	52 321,00	-	-	**0,00**	
SM D03: SRB - ENTERTAINMENT	-	-	-		
SM D03: SRB - ACTING & POST RELATE ALLOW	-	-	-		
SUB TOTAL: DCH - SAL ALLOW & SERV BENEF	**646 482,00**	**0,00**	**0,00**	**0,00**	
DO4 - SALARIES ALLOW AND SERV BENEFITS					
SM D04: SAL & ALL - BASIC SALARY	986 330,00	-	-	**0,00**	
SM D04: SAL & ALL - PERFORM BASED BONUS	8 600,00	-	-	**0,00**	
SM D04: ALLOW - CELLULAR & TELEPHONE	9 000,00	-	-	**0,00**	
SM D04: ALLOW - HOUSING BENEFITS	86 068,00	-	-	**0,00**	
SM D04: ALLOW - TRAVEL OR MOTOR VEHICLE	63 948,00	-	-	**0,00**	
SM D04: SRB - ENTERTAINMENT	-	-	-		
SUB TOTAL: DCS - SAL ALLOW & SERV BENEF	**1 153 946,00**			**0,00**	
SUB TOTAL: SM - SAL ALLOW & SERV BENEF	**7 948 350,00**	**212 578,64**	**3 023 495,38**	**38,04**	
SM - SOCIAL CONTRIBUTIONS					
MM - SOCIAL CONTRIBUTIONS					
SM MM: SOC CONTR: MEDICAL	72 276,00	0,00	0,00	**0,00**	
SM MM: SOC CONTR: PENSION FUNDS	157 436,00	0,00	96 526,58	**61,31**	

SM MM: SOC CONTR: UIF	2 547,00	37,36	1 454,32	**57,10**
SUB TOTAL: MM - SOCIAL CONTRIBUTIONS	**232 259,00**	**37,36**	**97 980,90**	**42,19**
CFO - SOCIAL CONTRIBUTIONS				
SM CFO: SOC CONTR: GROUP LIFE INSURANCE	-	-	-	-
SM CFO: SOC CONTR: MEDICAL	3 497,00	-	-	-
SM CFO: SOC CONTR: PENSION FUNDS	69 824,00	-	-	-
SM CFO: SOC CONTR: UIF	1 288,00	-	-	-
SM CFO: SOC CONTR: BARGAINING COUNCIL	-	-	-	-
SUB TOTAL: CFO - SOCIAL CONTRIBUTIONS	**74 609,00**	**0,00**	**0,00**	**0,00**
D01 - SOCIAL CONTRIBUTIONS				
SM D01: SOC CONTR: GROUP LIFE INSURANCE	0,00	0,00	0,00	
SM D01: SOC CONTR: MEDICAL	10 000,00	177,12	1 771,20	**17,71**
SM D01: SOC CONTR: PENSION FUNDS	151 541,00	11 267,44	123 098,56	**81,23**
SM D01: SOC CONTR: UIF	2 588,00	0,00	177,12	**6,84**
SM D01: SOC CONTR: BARGAINING COUNCIL	0,00	0,00	0,00	
SUB TOTAL: DTS - SOCIAL CONTRIBUTIONS	**164 129,00**	**11 444,56**	**125 046,88**	**76,19**
D02 - SOCIAL CONTRIBUTIONS				
SM D02: SOC CONTR: GROUP LIFE INSURANCE	0,00	0,00	0,00	
SM D02: SOC CONTR: MEDICAL	38 965,00	0,00	0,00	**0,00**
SM D02: SOC CONTR: PENSION FUNDS	74 671,00	0,00	0,00	**0,00**
SM D02: SOC CONTR: UIF	2 586,00	177,12	1 948,32	**75,34**
SM D02: SOC CONTR: BARGAINING COUNCIL	0,00	0,00	0,00	
SUB TOTAL: DPS - SOCIAL CONTRIBUTIONS	**116 222,00**	**177,12**	**1 948,32**	**1,68**
D03 - SOCIAL CONTRIBUTIONS				
SM D03: SOC CONTR: GROUP LIFE INSURANCE				
SM D03: SOC CONTR: MEDICAL	11 046,00	-	-	**0,00**
SM D03: SOC CONTR: PENSION FUNDS	-	-	-	
SM D03: SOC CONTR: UIF	640,00	-	-	**0,00**
SM D03: SOC CONTR: BARGAINING COUNCIL	-	-	-	
SUB TOTAL: DCH - SOCIAL CONTRIBUTIONS	**11 686,00**	**0,00**	**0,00**	**0,00**
SUB TOTAL: SM - SOCIAL CONTRIBUTIONS	**598 905,00**	**11 659,04**	**224 976,10**	**37,56**
SM - POST RETIREMENT BENEFITS				
SM: PRB - MED: CURRENT SERVICE COST				

SM: PRB - MED: INTEREST COST	5 250 508,00	15 267,60	1 936 575,84	**36,88**	
SM: PRB - PENS: INTEREST COST	781 263,00	-	-	-	
SUB TOTAL : SM - POST RETIREMENT BENEFIT	**6 031 771,00**	**15 267,60**	**1 936 575,84**	**32,11**	
SM: PST RET BEN OBL CST CAP PPE					
SUB TOTAL : SM - COST CAPITALISED TO PPE					
SUB TOTAL : SENIOR MANAGEMENT	**14 579 026,00**	**239 505,28**	**5 185 047,32**	**35,57**	
MUNICIPAL STAFF					
MS - SALARIES ALLOW AND SERV BENEFITS					
MS: SAL & ALL: BASIC SALARY & WAGES	283 804 649,00	21 126 756,24	235 826 264,09	**83,09**	
MS: SAL & ALL: PERFORMANCE BASED BONUSES	109 714,00	0,00	72 320,67	**65,92**	
MS: ALL - CELLULAR & TELEPHONE	941 659,00	39 488,10	515 596,06	**54,75**	
MS: HB & INC: HOUSING BENEFITS	2 227 217,00	124 048,35	1 459 241,63	**65,52**	
MS: ALL - LEAVE PAY	9 533 785,00	62 082,43	6 290 782,12	**65,98**	
MS: ALL - TRAVEL OR MOTOR VEHICLE	27 547 616,00	1 913 894,02	21 299 105,20	**77,32**	
MS: OVERTIME - NON STRUCTURED	50 703 762,00	4 053 205,30	43 262 807,96	**85,32**	
MS: OVERTIME - STRUCTURED	59 072,00	0,00	3 292,83	**5,57**	
MS: PAYMENTS - SHIFT ADD REMUNERATIO	-	-	-		
MS: SRB - ANNUAL BONUS	28 073 353,00	837 164,42	17 566 872,26	**62,57**	
MS: SRB - LONG SERVICE AWARD	0,00	0,00	0,00		
MS: SRB - STANDBY ALLOWANCE	14 500 058,00	678 780,75	8 029 668,73	**55,38**	
MS: IN-KIND BENEFITS	3 545,00	-	-	**0,00**	
MS: SRB - NON PENSIONABLE	1 840,00	-	-	**0,00**	
MS: SRB - LSA CURR SERV	4 060 860,00	317 605,32	5 801 607,24	**142,87**	
SUB TOTAL : MS - SAL ALLOW & SERV BENEF	**421 567 130,00**	**29 153 024,93**	**340 127 558,79**	**80,68**	
MS - SOCIAL CONTRIBUTIONS					
MS: SOC CONTR - BARGAINING COUNCIL	174 369,00	11 621,30	128 599,95	**73,75**	
MS: SOC CONTR - GROUP LIFE INSURANCE	1 371 149,00	83 963,93	940 923,27	**68,62**	
MS: SOC CONTR - MEDICAL	30 475 355,00	2 587 682,55	27 376 768,48	**89,83**	
MS: SOC CONTR - PENSION	48 991 970,00	3 874 874,10	42 974 006,87	**87,72**	
MS: SOC CONTR - UNEMPLOYMENT INSUR FUND	2 571 920,00	164 199,21	1 826 660,50	**71,02**	
SUB TOTAL : MS - SOCIAL CONTRIBUTIONS	**83 584 763,00**	**6 722 341,09**	**73 246 959,07**	**87,63**	
MS: PRB - MED: CURRENT SERVICE COST					
MS: PRB - MED: INTEREST COST	4 689 734,00	-2 540,80	918 683,17	19,59	

MS: PRB - PENS: INTEREST COST					
MS: PRB - OTHER: LEAVE GRATUITY		0,00	0,00		
SUB TOTAL : MS - POST RETIREMENT BEN	**4 689 734,00**	**-2 540,80**	**918 683,17**	**19,59**	
MS - COST CAPITALISED TO PPE					
MS: IN-KIND BENEFITS CST CAP PPE	461 741,00	1 142,50	30 466,63	**6,60**	
SUB TOTAL : MS - COST CAPITALISED TO PPE	**461 741,00**	**1 142,50**	**30 466,63**	**6,60**	
SUB TOTAL : MUNICIPAL STAFF	**510 303 368,00**	**35 873 967,72**	**414 323 667,66**	**81,19**	
SUB TOTAL : EMPLOYEE RELATED COST	**524 882 394,00**	**36 113 473,00**	**419 508 714,98**	**79,92**	

31 May 2026

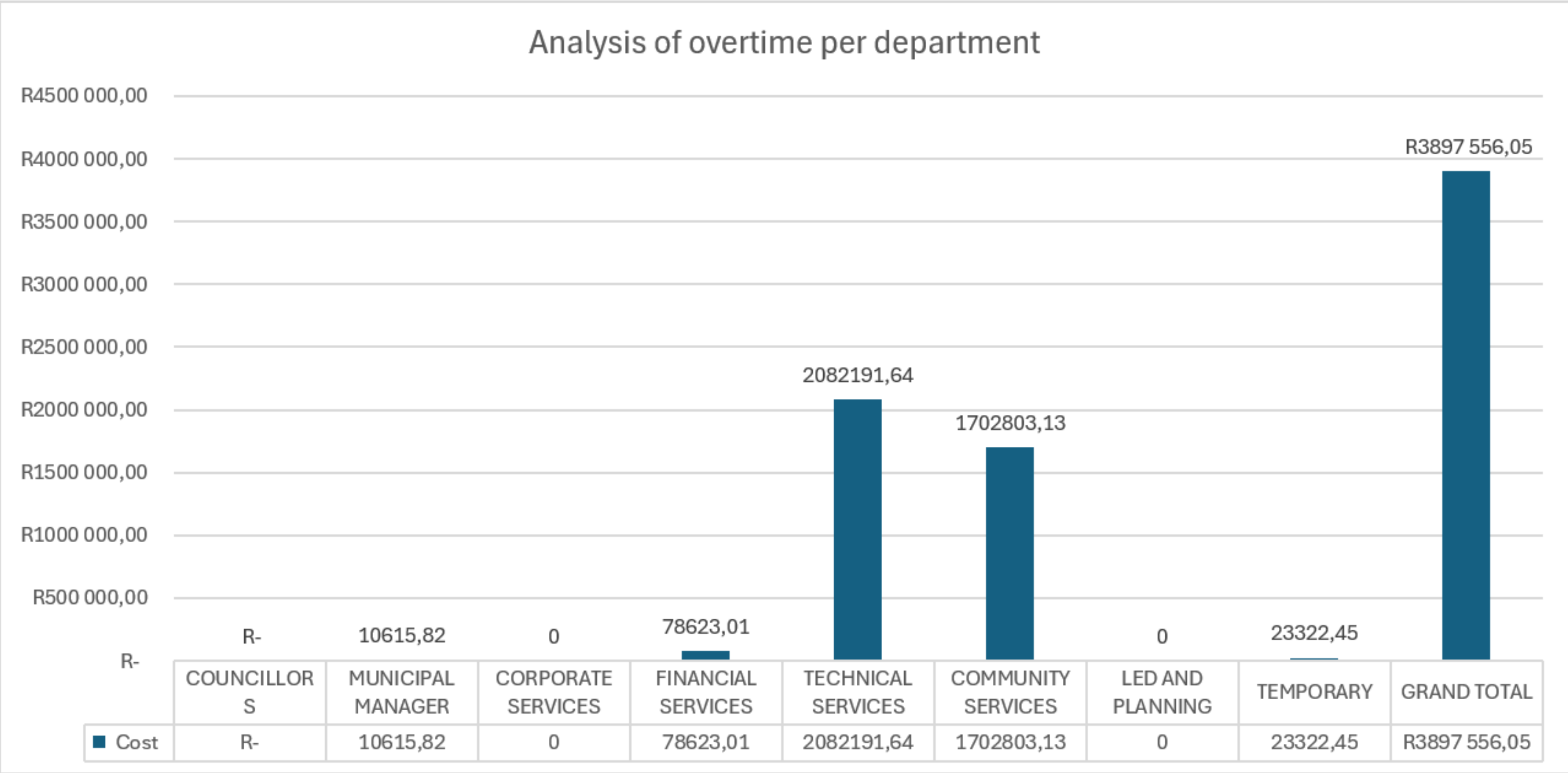
REPORT ON STAFF BENEFITS: Staff costs analysis for the quarter (MFMA Section 66)

Summary of Section 66 of the MFMA - Salaries and Wages (Staff Benefits)

Analysis of overtime per department

	31-May-26	
Description	**Hours**	**Cost**
Municipal Manager	69	10615,82
Corporate Services	-	-
Financial Services	180,00	78623,01
Technical Services	16303,18	2082191,64
Community Services	6870,60	1702803,13
LED & Planning	-	-
Temporary	139,00	23322,45
Total	**23 561,78**	**3 897 556,05**

The overtime needs to be administered and only real emergencies be attended to after hours, on weekends and on holidays.
Each department needs to do proper planning to manage their own budget in order to avoid unnecessary expenditure,
thus ensuring that they stay within the budget for the year, to avoid overspending.


Analysis of overtime per department
R4500 000,00
R4000 000,00
R3500 000,00
R3000 000,00
R2500 000,00
R2000 000,00
R1500 000,00
R1000 000,00
R500 000,00
R-
R-
10615,82
0
78623,01
2082191,64
1702803,13
0
23322,45
R3897 556,05
COUNCILLOR S
MUNICIPAL MANAGER
CORPORATE SERVICES
FINANCIAL SERVICES
TECHNICAL SERVICES
COMMUNITY SERVICES
LED AND PLANNING
TEMPORARY
GRAND TOTAL
Cost
R-
10615,82
0
78623,01
2082191,64
1702803,13
0
23322,45
R3897 556,05

FS201 Moqhaka - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		4 043	7 774	16 914	929	11 834	14 438	(2 604)	-18%	16 914
Pension and UIF Contributions		1 756	1 934	831	15	336	890	(555)	-62%	831
Medical Aid Contributions		752	1 255	899	63	689	865	(176)	-20%	899
Motor Vehicle Allowance		13 760	14 795	6 059	419	4 979	6 573	(1 594)	-24%	6 059
Cellphone Allowance		2 105	3 031	2 250	171	1 892	2 154	(262)	-12%	2 250
Housing Allowances								–		
Other benefits and allowances		28	695	1 429	124	1 349	1 224	125	10%	1 429
Sub Total - Councillors		**22 444**	**29 484**	**28 381**	**1 721**	**21 079**	**26 145**	**(5 066)**	**-19%**	**28 381**
% increase	4		**31,4%**	**26,5%**						**26,5%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		1 702	5 827	5 878	137	1 998	5 382	(3 385)	-63%	5 878
Pension and UIF Contributions		266	500	463	11	223	429	(206)	-48%	463
Medical Aid Contributions		–	214	136	0	2	134	(132)	-99%	136
Overtime								–		
Performance Bonus		127	338	281	–	–	264	(264)	-100%	281
Motor Vehicle Allowance		953	1 258	1 306	72	934	1 192	(257)	-22%	1 306
Cellphone Allowance		62	87	82	3	44	76	(32)	-42%	82
Housing Allowances		–	379	287	–	–	274	(274)	-100%	287
Other benefits and allowances		–	–	–	–	–	–	–		–
Payments in lieu of leave								–		
Long service awards		–	–	95	–	48	76	(29)	-38%	95
Post-retirement benefit obligations	2	26 574	6 032	6 032	15	1 937	5 529	(3 593)	-65%	6 032
Entertainment		1	28	19	–	–	19	(19)	-100%	19
Scarcity								–		
Acting and post related allowance								–		
In kind benefits								–		
Sub Total - Senior Managers of Municipality		**29 685**	**14 661**	**14 579**	**240**	**5 185**	**13 374**	**(8 189)**	**-61%**	**14 579**
% increase	4		**-50,6%**	**-50,9%**						**-50,9%**
Other Municipal Staff										
Basic Salaries and Wages		249 693	258 252	283 805	21 127	235 826	257 173	(21 347)	-8%	283 805
Pension and UIF Contributions		47 250	49 648	52 935	4 123	45 742	48 141	(2 399)	-5%	52 935
Medical Aid Contributions		28 691	28 189	30 475	2 588	27 377	27 669	(292)	-1%	30 475
Overtime		38 218	31 753	50 763	4 053	43 266	44 315	(1 049)	-2%	50 763
Performance Bonus		20 335	22 739	28 183	837	17 639	25 200	(7 560)	-30%	28 183
Motor Vehicle Allowance		21 447	25 557	27 548	1 914	21 299	25 020	(3 721)	-15%	27 548
Cellphone Allowance		493	800	942	39	516	847	(331)	-39%	942
Housing Allowances		1 722	2 091	2 227	124	1 459	2 026	(567)	-28%	2 227
Other benefits and allowances		4 879	4 615	14 676	690	8 158	12 280	(4 122)	-34%	14 676
Payments in lieu of leave		8 351	4 316	9 534	62	6 291	8 131	(1 840)	-23%	9 534
Long service awards		2 009	1 953	4 061	318	5 802	3 477	2 325	67%	4 061
Post-retirement benefit obligations	2	15	4 690	4 690	(3)	919	4 299	(3 380)	-79%	4 690
Entertainment								–		
Scarcity								–		
Acting and post related allowance								–		
In kind benefits		–	4	4	–	–	3	(3)	-100%	4
Sub Total - Other Municipal Staff		**423 103**	**434 606**	**509 842**	**35 873**	**414 293**	**458 580**	**(44 287)**	**-10%**	**509 842**
% increase	4		**2,7%**	**20,5%**						**20,5%**
Total Parent Municipality		**475 232**	**478 752**	**552 801**	**37 834**	**440 557**	**498 099**	**(57 542)**	**-12%**	**552 801**

The BTO office recommended the following precautionary measures.

- The monitoring of daily tasks/assignments. This means that work that can be done during normal working hours should be monitored closely. Ideally, put emphasis on performance and especially the quality of work done.
- Finding means to verify work performed, even if this means that for the first few questionable overtime work that managers/supervisors actually go out to the site, if possible. Using the vehicle tracking reports to ascertain the timespan at a particular site.
- Making sure that the hours claimed are legitimate and are consistent and correlate to the normal estimated time to complete a job of a similar nature.
- Request a detailed description of the nature of work done and insist on the exact site where work was performed being specified.
- Ensure that managers remain vigilant, and question hours claimed and not just sign Overtime forms. We believe that this will make workers more aware that they cannot just claim hours like they did in the past.
- Stopping planned Overtime, unless it is to avoid major shutdowns or service interruptions.
- The adherence to the Overtime Policy stipulations, is imperative to address the issues on overtime.

Listed below are the challenges regarding Overtime which was identified during the 2025/26 MTREF.

- Ensuring accountability across all directorates and ensuring that Executive directors, Line Managers and Supervisors take full responsibility.
- Identify and investigate possible abuse and alleged fraudulent allegations and taking disciplinary action, where applicable.
- Ensuring the compliance and adherence to applicable laws and regulations and internal policies.
- Approval of Overtime prior to it being incurred.
- Inability to manage overtime proactively.
- Curbing / Limiting / Curtailing expenditure on Overtime.
- Monitoring expenditure on Overtime.
- Utilizing the available workforce optimally.
- Implementing an alternative method of compensation.
- Addressing the immediate infrastructure maintenance requirements, specifically addressing preventative maintenance.
- Improve both the personal productivity of individual employees and the overall productivity of departments and the entire municipal system.

11. Material Variances to the Service Delivery and Budget Implementation Plan

Material variances pertaining to financial performance are primarily addressed in the Executive summary under Sections 4.1 to 4.3 or emphasised elsewhere in this Monthly Budget Statement. Any other material variances to the SDBIP will be included in the quarterly Section 52 (d) report for the period ending 31 March 2026.

12. Capital programme performance.

Implementation of projects is normally delayed due to the finalization of procurement processes. Payment certificates are settled once work is completed. Capex for the first quarter is normally slow for this reason, in that commencement of procurement processes is not aligned to the budget approval and specifications are not done early so that it can be advertised timeously.

13. Other Supporting Documentation

Audit Trail

Batch Transfer

Fri, May 29, 2026 at 12:15:28 PM

Group 19058 - MOQHAKA LOCAL MUNICIPALITY
Operator 010 - PAULA DARINA DU PLESSIS
Batch Name & Description 90049280 90049280
Status **Finally Approved**

Batch Status

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator	10	21			32
Operator Name	PAULA DARINA DU PLESSIS	IRENE MOKHESENG			INNOCENTIA THUNDEZWA
Approval Level					
Date	2026/05/29	2026/05/29			2026/05/29
Time	10:40:43	12:11:33			12:13:46
Roll-over Date					

Batch Details

Batch Entry Number 1

From Account	334536 MOQHAKA LOCAL MUNICIPALITY - 00000040553274876		
Description	9345061750 90049280	Frequency	Adhoc
Beneficiary Code			
To Account	223626 ESKOM 9345061750 - 0000055070067316		
Description	MOQHAKA MUNICIPALITY	Mandate	
Date	2026/05/29	Amount	20,000,000.00
Roll-over date			
Transaction Number	283209	Transaction Status	S
Immediate Interbank Payment	No		

To View Payment Confirmation Details click here.

Important Notice for Payments: To view cut-off times click here. No reversals can be done on payments.

To View Payment Confirmation Cost Analysis click here.

Audit Trail

Batch Transfer

Fri, May 22, 2026 at 02:13:48 PM

Group 19058 - MOQHAKA LOCAL MUNICIPALITY
Operator 010 - PAULA DARINA DU PLESSIS
Batch Name & Description 90049199 90049199
Status **Finally Approved**

Batch Status

	Captured	First Approver	Second Approver	Third Approver	Final Approver
Operator	10	21			22
Operator Name	PAULA DARINA DU PLESSIS	IRENE MOKHESENG			SAMUEL THELETSANE
Approval Level					
Date	2026/05/22	2026/05/22			2026/05/22
Time	09:57:55	13:02:02			14:07:14
Roll-over Date					

Batch Details

Batch Entry Number 1

From Account	334536 MOQHAKA LOCAL MUNICIPALITY - 0000004053274876		
Description	9345061750 90049199	Frequency	Adhoc
Beneficiary Code			
To Account	223626 ESKOM 9345061750 - 0000055070067316		
Description	MOQHAKA MUNICIPALITY	Mandate	
Date	2026/05/22	Amount	40,000,000.00
Roll-over date			
Transaction Number	282032	Transaction Status	S
Immediate Interbank Payment	No		

To View Payment Confirmation Details click here.

Important Notice for Payments: To view cut-off times click here. No reversals can be done on payments.

To View Payment Confirmation Cost Analysis click here.

14. Conclusion

This report meets the MFMA requirement for the Executive Mayor to receive the Section 71 ‘Monthly Budget Statement’ within 10 working days after the end of the month.

Communication

In compliance to legislative requirements (Section 71 of the MFMA), this document is provided to all stakeholders by placing it on the municipal website: www.moqhaka.gov.za

MFMA S71 statement hereby explicitly advise as part of the MFMA Circular 124: Condition 6.9 reporting, risk associated and mitigating factors with the implementation of the municipality’s Budget Funding Plan and / or Funded Budget

1. These are the risks associated with the implementation of the municipality’s Budget Funding Plan and / or Funded Budget

The following are the budget and other financial issues:

- Water and Electricity losses
- Collection on arrear debtors and liquidity of the Municipality
- The municipality not meeting the average daily cash collection target
- Defaulting on the high months and partial payments to ESKOM
- Non-compliance to MFMA Circular 124 Municipal Debt Relief and prescribed conditions
- Notice of disconnection from ESKOM
- Risk of forfeiting our NERSA license and the serious implications this will have on the operations of the municipality
- Insufficient cash to pay salaries and creditors for goods and services rendered
- Stopping of conditional capital grants.
- Disapproval of rollover requests
- The billed income of electricity and water is in rand values are below the budgeted amounts which puts additional pressure on the budget and cash flow.

- The municipality is facing a huge financial crisis. If drastic measures are not taken immediately because the cash flow is on the verge of collapsing.

- Issues pertaining to Employee related costs, Overtime expenditure, Contract appointments and EPWP Expenditure

15. Annexure A: C-schedules

FS201 Moqhaka - Table C1 Monthly Budget Statement Summary - M11 May

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>Financial Performance</u>									
Property rates	93 605	94 806	98 716	8 236	90 499	90 033	465	1%	98 716
Service charges	723 166	876 199	878 094	66 952	729 065	804 698	(75 633)	-9%	878 094
Investment revenue	39	63	63	–	–	58	(58)	-100%	63
Transfers and subsidies - Operational	331 012	328 582	363 896	729	312 149	329 451	(17 303)	(0)	363 896
Other own revenue	131 200	130 301	130 874	9 939	112 432	119 901	(7 469)	-6%	130 874
Total Revenue (excluding capital transfers and contributions)	**1 279 022**	**1 429 951**	**1 471 642**	**85 856**	**1 244 143**	**1 344 141**	**(99 997)**	**-7%**	**1 471 642**
Employee costs	452 951	449 410	524 882	36 113	419 509	472 340	(52 832)	-11%	524 882
Remuneration of Councillors	22 444	29 484	28 381	1 721	21 079	26 145	(5 066)	-19%	28 381
Depreciation and amortisation	112 242	10 305	10 305	–	–	9 447	(9 447)	-100%	10 305
Interest	99 037	8 790	8 790	550	6 050	8 058	(2 008)	-25%	8 790
Inventory consumed and bulk purchases	504 814	454 759	366 755	4 559	97 812	346 056	(248 244)	-72%	366 755
Transfers and subsidies	244	1 095	1 095	–	35	1 004	(969)	-96%	1 095
Other expenditure	506 333	432 991	512 122	32 742	273 040	461 770	(188 730)	-41%	512 122
Total Expenditure	**1 698 065**	**1 386 834**	**1 452 331**	**75 685**	**817 524**	**1 324 819**	**(507 295)**	**-38%**	**1 452 331**
Surplus/(Deficit)	**(419 043)**	**43 117**	**19 312**	**10 171**	**426 619**	**19 322**	**407 297**	**2108%**	**19 312**
Transfers and subsidies - capital (monetary	48 042	66 532	66 532	8 283	47 560	60 988	###	-22%	66 532
Transfers and subsidies - capital (in-kind)	14	–	–	1 565	6 495	–	6 495	#DIV/0!	–
Surplus/(Deficit) after capital transfers & contributions	**(370 987)**	**109 649**	**85 844**	**20 019**	**480 674**	**80 310**	**400 364**	**499%**	**85 844**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(370 987)**	**109 649**	**85 844**	**20 019**	**480 674**	**80 310**	**400 364**	**499%**	**85 844**

Capital expenditure & funds sources									
Capital expenditure	**4 900**	**95 021**	**86 140**	**6 872**	**44 248**	**78 852**	**(34 604)**	**-44%**	**86 140**
Capital transfers recognised	136	66 532	54 344	6 777	23 385	50 154	(26 768)	-53%	54 344
Borrowing	–	–	–	–	25	–	25	#DIV/0!	–
Internally generated funds	**4 763**	**28 489**	**31 796**	**95**	**20 837**	**28 698**	**(7 861)**	**-27%**	**31 796**
Total sources of capital funds	**4 900**	**95 021**	**86 140**	**6 872**	**44 248**	**78 852**	**(34 604)**	**-44%**	**86 140**
Financial position									
Total current assets	799 221	467 905	467 905		1 156 052				467 905
Total non current assets	1 940 457	3 107 101	3 098 220		1 939 591				3 098 220
Total current liabilities	1 974 643	538 944	538 944		1 917 112				538 944
Total non current liabilities	152 821	73 466	73 466		152 847				73 466
Community wealth/Equity	**1 453 965**	**2 967 331**	**2 982 255**		**1 028 058**				**2 982 255**
Cash flows									
Net cash from (used) operating	(87 585)	(358 718)	(358 718)	1 092 754	281 310	(328 825)	(610 136)	186%	(358 718)
Net cash from (used) investing	(7 184)	(86 529)	(86 529)	(6 826)	(44 355)	(79 318)	(34 963)	44%	(86 529)
Net cash from (used) financing	(1 677)	(2 121)	(2 121)	(167)	(2 872)	(1 945)	928	-48%	(2 121)
Cash/cash equivalents at the month/year end	**(106 351)**	**(472 132)**	**(472 132)**	**210 925**	**210 925**	**(434 851)**	**(645 776)**	**149%**	**(470 526)**
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	75 787	48 876	45 556	1 903 240	–	–	–	–	2 073 459
Creditors Age Analysis									
Total Creditors	78 977	65 723	64 838	4 013	–	–	–	######	2 425 957

FS201 Moqhaka - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**429 619**	**335 761**	**338 124**	**9 625**	**316 629**	**309 671**	6 958	2%	**338 124**
Executive and council		313 681	215 840	215 840	303	209 424	197 853	11 571	6%	215 840
Finance and administration		115 938	119 921	122 284	9 323	107 205	111 817	(4 613)	-4%	122 284
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**12 176**	**26 179**	**26 571**	**756**	**13 188**	**24 311**	(11 123)	-46%	**26 571**
Community and social services		1 816	3 730	3 730	(259)	1 320	3 419	(2 099)	-61%	3 730
Sport and recreation		2 356	3 511	3 272	517	2 954	3 027	(73)	-2%	3 272
Public safety		3 211	5 123	5 170	283	5 202	4 733	469	10%	5 170
Housing		4 792	13 815	14 399	214	3 711	13 131	(9 420)	-72%	14 399
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**48 520**	**51 052**	**50 845**	**5 941**	**42 371**	**46 632**	(4 261)	-9%	**50 845**
Planning and development		1 932	1 773	1 566	119	1 414	1 460	(46)	-3%	1 566
Road transport		46 589	49 164	49 164	5 823	40 957	45 067	(4 110)	-9%	49 164
Environmental protection		–	115	115	–	–	106	(106)	-100%	115
Trading services		**836 763**	**1 083 491**	**1 122 635**	**79 381**	**926 010**	**1 024 515**	**(98 504)**	-10%	**1 122 635**
Energy sources		440 915	575 441	575 512	45 575	495 146	527 544	(32 398)	-6%	575 512
Water management		241 620	306 472	341 472	20 548	235 445	308 932	(73 487)	-24%	341 472
Waste water management		90 301	116 972	121 046	7 767	113 364	110 483	2 881	3%	121 046
Waste management		63 926	84 606	84 606	5 491	82 055	77 555	4 500	6%	84 606
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1 327 078**	**1 496 483**	**1 538 174**	**95 704**	**1 298 198**	**1 405 128**	**(106 931)**	**-8%**	**1 538 174**

FS201 Moqhaka - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure - Functional										
Governance and administration		**430 219**	**369 217**	**401 229**	**26 416**	**271 872**	**364 057**	(92 185)	-25%	**401 229**
Executive and council		93 305	116 725	121 537	5 320	86 893	110 853	(23 960)	-22%	121 537
Finance and administration		332 818	247 021	274 186	20 690	180 770	248 161	(67 391)	-27%	274 186
Internal audit		4 096	5 471	5 506	406	4 210	5 043	(833)	-17%	5 506
Community and public safety		**112 790**	**131 037**	**136 221**	**8 510**	**97 446**	**124 330**	(26 884)	-22%	**136 221**
Community and social services		17 457	19 911	21 165	826	10 878	19 079	(8 201)	-43%	21 165
Sport and recreation		46 140	54 314	55 383	3 723	40 391	50 885	(10 494)	-21%	55 383
Public safety		40 581	46 363	49 178	3 241	37 671	44 752	(7 081)	-16%	49 178
Housing		8 612	10 448	10 494	720	8 506	9 614	(1 108)	-12%	10 494
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**98 769**	**73 339**	**93 368**	**4 961**	**62 840**	**84 338**	(21 499)	-25%	**93 368**
Planning and development		9 741	13 203	13 659	829	10 040	12 468	(2 427)	-19%	13 659
Road transport		86 206	55 796	74 959	3 927	50 235	67 560	(17 325)	-26%	74 959
Environmental protection		2 822	4 339	4 751	205	2 564	4 311	(1 746)	-41%	4 751
Trading services		**1 054 970**	**809 881**	**818 174**	**35 406**	**383 909**	**749 031**	**(365 123)**	-49%	**818 174**
Energy sources		584 377	522 453	475 502	15 322	143 844	441 355	(297 511)	-67%	475 502
Water management		224 254	125 979	162 692	8 865	106 512	145 152	(38 640)	-27%	162 692
Waste water management		139 159	78 647	86 734	6 436	72 036	78 263	(6 227)	-8%	86 734
Waste management		107 180	82 802	93 247	4 784	61 517	84 262	(22 745)	-27%	93 247
Other		**1 316**	**3 361**	**3 339**	**391**	**1 458**	**3 063**	**(1 605)**	**-52%**	**3 339**
Total Expenditure - Functional	**3**	**1 698 065**	**1 386 834**	**1 452 331**	**75 685**	**817 524**	**1 324 819**	**(507 295)**	**-38%**	**1 452 331**
Surplus/ (Deficit) for the year		**(370 987)**	**109 649**	**85 844**	**20 019**	**480 674**	**80 309**	**400 364**	**4,9852869**	**85 844**

FS201 Moqhaka - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Executive & Council		306 737	215 840	215 840	303	209 424	197 853	11 571	5,8%	215 840
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Corporate Services		(2 178)	4 725	(372)	(366)	(3 890)	254	(4 144)	-1631,7%	(372)
Vote 04 - Finance		117 673	114 432	122 144	9 462	110 451	111 065	(614)	-0,6%	122 144
Vote 05 - Technical Services		819 425	1 048 049	1 087 193	79 713	884 912	992 026	(107 114)	-10,8%	1 087 193
Vote 06 - Community Services		75 933	93 973	93 780	5 506	88 551	85 988	2 564	3,0%	93 780
Vote 07 - Local Economic Development		9 488	19 464	19 589	1 087	8 749	17 942	(9 193)	-51,2%	19 589
Vote 08 - .		–	–	–	–	–	–	–		–
Vote 09 - .		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1 327 078**	**1 496 483**	**1 538 174**	**95 704**	**1 298 198**	**1 405 128**	**(106 931)**	**-7,6%**	**1 538 174**
Expenditure by Vote	1									
Vote 01 - Executive & Council		94 598	108 137	112 874	4 704	78 163	102 916	(24 753)	-24,1%	112 874
Vote 02 - Municipal Manager		24 596	31 004	31 551	1 710	21 198	28 858	(7 660)	-26,5%	31 551
Vote 03 - Corporate Services		68 360	79 395	93 179	4 367	43 486	83 807	(40 321)	-48,1%	93 179
Vote 04 - Finance		176 711	79 522	89 324	5 231	62 353	80 728	(18 375)	-22,8%	89 324
Vote 05 - Technical Services		1 043 646	794 247	812 261	35 690	386 968	743 556	(356 588)	-48,0%	812 261
Vote 06 - Community Services		253 785	247 195	265 143	20 560	191 241	240 960	(49 719)	-20,6%	265 143
Vote 07 - Local Economic Development		36 369	47 334	47 998	3 423	34 116	43 994	(9 878)	-22,5%	47 998
Vote 08 - .		–	–	–	–	–	–	–		–
Vote 09 - .		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**1 698 065**	**1 386 834**	**1 452 331**	**75 685**	**817 524**	**1 324 819**	**(507 295)**	**-38,3%**	**1 452 331**
Surplus/ (Deficit) for the year	2	**(370 987)**	**109 649**	**85 844**	**20 019**	**480 674**	**80 310**	**400 364**	**498,5%**	**85 844**

FS201 Moqhaka - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		(23 158)	2 905	2 905	81 446	2 905
Trade and other receivables from exchange transactions		640 991	247 218	247 218	877 714	247 218
Receivables from non-exchange transactions		71 173	43 806	43 806	78 421	43 806
Current portion of non-current receivables						
Inventory		82 169	105 427	105 427	68 319	105 427
VAT		5 333	35 960	35 960	27 459	35 960
Other current assets		22 711	32 588	32 588	22 693	32 588
Total current assets		**799 221**	**467 905**	**467 905**	**1 156 052**	**467 905**
Non current assets						
Investments		390	289	289	390	289
Investment property		123 200	204 203	204 203	123 200	204 203
Property, plant and equipment		1 804 754	2 895 342	2 886 461	1 803 888	2 886 461
Biological assets						
Living and non-living resources						
Heritage assets		7 754	2 743	2 743	7 754	2 743
Intangible assets		4 359	4 525	4 525	4 359	4 525
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets						
Total non current assets		**1 940 457**	**3 107 101**	**3 098 220**	**1 939 591**	**3 098 220**
TOTAL ASSETS		**2 739 677**	**3 575 006**	**3 566 125**	**3 095 643**	**3 566 125**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	(2 121)	(2 121)	(4 023)	(2 121)
Consumer deposits		15 564	14 338	14 338	16 458	14 338
Trade and other payables from exchange transactions		1 761 044	507 185	507 185	1 643 829	507 185
Trade and other payables from non-exchange transactions		6 343	–	(0)	30 931	(0)
Provision		184 493	71 434	71 434	184 493	71 434
VAT		7 199	(51 892)	(51 892)	45 424	(51 892)
Other current liabilities		–	–	–	–	–
Total current liabilities		**1 974 643**	**538 944**	**538 944**	**1 917 112**	**538 944**
Non current liabilities						
Financial liabilities		9 582	29 047	29 047	9 608	29 047
Provision		143 239	44 419	44 419	143 239	44 419
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**152 821**	**73 466**	**73 466**	**152 847**	**73 466**
TOTAL LIABILITIES		**2 127 465**	**612 409**	**612 409**	**2 069 959**	**612 409**
NET ASSETS	2	**612 213**	**2 962 597**	**2 953 716**	**1 025 684**	**2 953 716**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 453 965	2 965 980	2 980 904	1 028 058	2 980 904
Reserves and funds		–	1 351	1 351	–	1 351
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**1 453 965**	**2 967 331**	**2 982 255**	**1 028 058**	**2 982 255**

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipality Self-Assessment

Certificate of Compliance: Municipal Debt Relief Conditions for Application Mar'26

Period 2025/26

National Financial Year

Demarcation Code of Municipality being assessed FS201

District	**Fezile Dabi**
Demarcation Description	**Moqhaka**

I, ______________________________, hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in **MFMA Circular No. 124** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Condition	6,3 + 6,12	**Maintaining the Eskom and bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption):	*Choose from drop down list*
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note** - refer condition 6.12.2*	Does not have function
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Does not have function
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Does not have function
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note -** current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	No
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes

6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes
	6.4	**Compliance with a funded MTREF –** ***(choose from drop down list the MTREF assessed)***	2025/26 Adopted MTREF
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes
9	6.4.1	- Has the municipality made adequate provision for debt impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		Note *- For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also propert rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".*	
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes

		***Note** - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".*	
11	6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes
		***Note** - if the municipality has an FRP, a separate budget funding plan is not necesary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strenghtening.*	
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note** - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	Yes
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	Yes
14	6.5	**Cost reflective tariffs –** (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes

	6.6	**Electricity and water as collection tools –** has the municipality, with effect from the tabling of the 2023/24 MTREF, ***demonstrated, through its by-laws and budget related policies*** that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	No
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note –*** *the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.*	Yes
	6.6	***Supporting evidence****: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*	
	6.7	**Maintain a minimum average quarterly collection of property rates and services charges –**	
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No

		***Note** - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.*	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	No

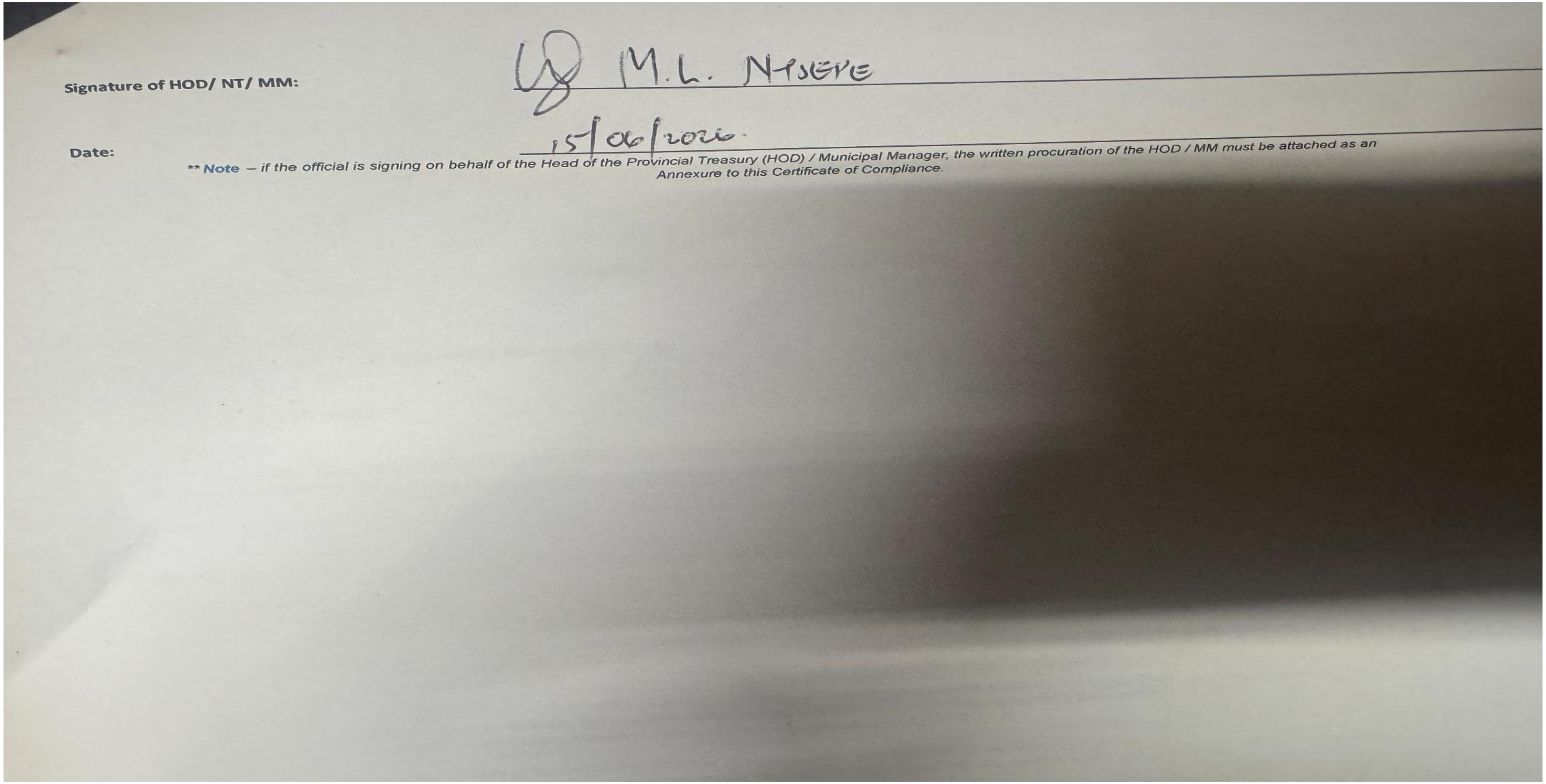
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	Yes
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes
	6.8	**Municipality's Completeness of the revenue base –**	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? ***Note** - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	N/a
28	6.8.2	- **For the latest ending Quarte**r -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes
	6.9	**Monitor and report on implementation –**	
29	6.9.1	**- MFMA section 71 reporting –** has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? ***Note -** condition 6.9.2 has a typing error and must refer to 6.9.1.*	Yes

31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	Yes
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	Yes
		Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.	
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? ***Note -** in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Yes

35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	Yes
		Note *- if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.*	
36	**6.11**	**Limitation on municipality borrowing powers -** has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
		Note *- there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.*	
	6.12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**	
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of the** Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	No
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	No
		Note: *Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).*	

39		***Supporting evidence***: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	No
40	6.13	**Accounting Treatment -** has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? ***Note -*** *to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	No
41	6.14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	No
		Note: *By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.*	

Name : L Ntsepe (AMM)



Signature of HOD/ NT/ MM: M.L. Ntsepe

Date: 15/06/2026

** Note – if the official is signing on behalf of the Head of the Provincial Treasury (HOD) / Municipal Manager, the written procuration of the HOD / MM must be attached as an Annexure to this Certificate of Compliance.

6.2 Municipal Debt Relief Performance across the period of debt relief participation

National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

Province		
FS		
search	District	ode Descripti
FS201	Fezile Dabi	Moqhaka

Monthly Performance Report

Municipal Details

Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14
			Part A: Eskom And Bulk water current account						Part B: Compliance with a funded MTREF					Part C: FRP/BFP & Tariff Assessment		
1.July	Moqhaka	FS201	No	No	No	No		No	No	Yes	Yes	No	Yes	N/A	No	No
2.August	Moqhaka	FS201	No	No	No	No		No	No	Yes	Yes	No	Yes	N/A	No	No
3.September	Moqhaka	FS201	No	No	No	No		No	No	Yes	Yes	No	Yes	N/A	No	No
4.October	Moqhaka	FS201	No	No	No	No		No	No	Yes	No	No	Yes	N/A	No	No
5.November	Moqhaka	FS201	No	No	No	No		No	No	Yes	No	No	Yes	N/A	No	Yes
6.December	Moqhaka	FS201	No	No	No	No		No	No	Yes	No	No	Yes	N/A	No	No
7.January	Moqhaka	FS201	No	No	No	No		No	No	No	Yes	No	Yes	N/A	No	No
8.February	Moqhaka	FS201	No	No	No	No		No	No	Yes	No	No	Yes	N/A	No	No
9.March	Moqhaka	FS201	No	No	No	No	Yes	No	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes
10.April	Moqhaka	FS201	No	No	No	No		No	Yes	Yes	Yes	Yes	Yes	N/A	Yes	Yes
11.May	Moqhaka	FS201	No	No	No	No		No	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes
12.June	Moqhaka	FS201														

Month	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28
	Part D: Electricity and water as collection tools				Part C: Quarterly collection of property rates and services charges							Maximization of Revenue Base		
1.July	No	No	No	No	Yes	No	No	Yes	Yes	No	No	No	No	No
2.August	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	No	No
3.September	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	Yes	Yes
4.October	No	No	No	No	No	No	Yes	Yes	No	No	No	No	Yes	Yes
5.November	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	No	Yes
6.December	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	No	Yes
7.January	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	Yes	Yes
8.February	No	No	No	No	No	Yes	Yes	Yes	No	No	No	No	Yes	Yes
9.March	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	No	No	No	No	Yes	Yes
10.April	Yes	Yes	No	No		No	Yes	Yes	Yes	No	No	Yes	Yes	Yes
11.May	No	No	No	No	No	Yes	Yes	Yes	Yes	No	Yes	No		Yes
12.June														

Month	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	Compliance Status	Month applicable
	Part E: Oversight													Part F: Compliance Status		
1.July	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	46%	Non Compliance	Yes
2.August	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	44%	Non Compliance	Yes
3.September	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	No	Yes	Yes	44%	Non Compliance	Yes
4.October	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	No	Yes	Yes	39%	Non Compliance	Yes
5.November	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	46%	Non Compliance	Yes
6.December	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	No	Yes	Yes	39%	Non Compliance	Yes
7.January	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	No	Yes	Yes	41%	Non Compliance	Yes
8.February	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	No	Yes	Yes	41%	Non Compliance	Yes
9.March	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	No	Yes	Yes	No	66%	Non Compliance	Yes
10.April	Yes	Yes	N/A	N/A	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	66%	Non Compliance	Yes
11.May	Yes	Yes	N/A	N/A	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	61%	Non Compliance	Yes
12.June														0%	Non Compliance	Yes

	Comments/Motivation
HOD Name:	
Signature of HOD:	
Date:	

** *Note – if the official is signing on behalf of the Head of the Provincial Treasury (HOD), the written procuration of the HOD must be attached as an Annexure to this Certificate of Compliance.*

-16.3 The National Treasury Debt Relief Compliance Assessment

Enquiries: Mr. SD Mokhele
Email: Mokheles@treasury.fs.gov.za
Reference: Revenue & Debt Management

treasury
Department of Treasury
FREE STATE PROVINCE

Ms. Ogalaletseng Gaarekwe
Deputy Director-General
Intergovernmental Relations
National Treasury
40 Church Square
PRETORIA
0001

Me. Lizzy Ntsepe
Municipal Manager
Moqhaka Local Municipality
PO Box 302
KROONSTAD
9500

Dear Ms. Gaarekwe and Me. Ntsepe

MUNICIPAL DEBT RELIEF COMPLIANCE CERTIFICATE FOR THE PERIOD DECEMBER 2023 TO APRIL 2026 - FS 201: MOQHAKA LOCAL MUNICIPALITY.

1. The above-mentioned subject matter has reference.

2. In accordance with Municipal Debt Relief Circular No. 124, the Provincial Treasury is required to confirm and certify, within 20 working days of the end of each month, the adherence of each delegated municipality with the condition 6.1 to 6.14 of Debt Relief as part of the Provincial Treasury's (PT) report to the National Treasury (NT).

3. If a delegated municipality did not meet any conditions during a specific month, the Provincial Treasury's certificate of compliance must include a report detailing the non-compliance and the progressive support measures instituted by both the Provincial Treasury and the municipality to enhance adherence to the conditions.

   Condition 6.1 - Municipality Non-Compliance: Moqhaka Municipality achieved an overall compliance score of 49 percent for the period ending April 2026, reflecting an improvement from 41 percent in the previous month. The improvement is mainly attributed to improved revenue collection performance, submission of the collection rates, and the submission of the General Valuation Roll reconciliation. However, the municipality remains non-compliant with key debt relief conditions, including non-payment of the Eskom current account and failure to submit evidence of electricity disconnections and water restrictions. Provincial Treasury recommends that the municipality address the outstanding areas of non-compliance to further improve overall adherence to the debt relief conditions.

Table 1: April 2026 certificate

National Treasury			Province	
Municipal Debt Relief			FS	
MFMA Circular No. 124	Code	Status	Code Description	
Municipal Finance Management Act No. 56 of 2003	FS201	Fault Debt	Moqhaka	

Monthly Performance Report

Month	Municipality	Code	Part A: Eskom Bulk current account	Part B: Compliance with a funded MTREF	Part C: Cost reflective tariff assessment	Part D: Electricity and water reconciliation tools	Part C: Quarterly collection of property rates and services charges	Maximisation of Revenue Base	Part E: Oversight	Score	Rating
July25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
August25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
September25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
October25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
November25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
December25	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
January26	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
February26	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
March26	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
April26	Moqhaka	FS201	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
May26	Moqhaka	FS201								0%	Not completed
June26	Moqhaka	FS201								0%	Not completed
July26	Moqhaka	FS201								0%	Not completed
August26	Moqhaka	FS201								0%	Not completed
September26	Moqhaka	FS201								0%	Not completed
October26	Moqhaka	FS201								0%	Not completed
November26	Moqhaka	FS201								0%	Not completed

Condition 6.3 - Maintaining the Eskom Bulk Current Account: In accordance with requirement 6.3.1 of the debt relief conditions, Moqhaka municipality did not fully comply with the requirement in maintaining its Eskom bulk current account in line with MFMA s65(2)(e) and Circular 124. As of April 2026, the creditor analysis indicates that the outstanding debt owed by the municipality to Eskom amounts to R2.3 billion, reflecting a further increase of R60 million from the previous period. The municipality did not provide proof of payment towards the Eskom current account, and no evidence was uploaded on the GoMuni portal or reported in the Section 71 MFMA narrative report. This indicates continued non-compliance with the requirement to maintain the Eskom current account and suggests ongoing cash flow and financial management challenges. Provincial Treasury recommends that the municipality urgently prioritise payment of the Eskom current account, strengthen revenue collection and credit control measures, and implement sustainable interventions to prevent the continued growth of Eskom debt.

Condition 6.4 - A funded MTREF: The municipality's adjusted budget for 2025/2026 MTREF remains unfunded, despite reflecting surplus position in the A4 schedule. This surplus is not a true reflection of the municipality's financial position, as the funding plan indicates that the budget is still funded. Although a budget funding plan for 2025/2026 to 2027/2028 MTREF has been developed and approved and requires implementation to address the municipality's financial sustainability challenges.

Condition 6.5 - Cost reflective tariffs: The cost reflective tariff assessment tool for 2025/26 was not uploaded on GoMuni despite support provided by National Treasury and Provincial Treasury. The municipality is advised to develop and include a clear strategy to phase in cost reflective tariffs in the upcoming 2026/27 tabled and adopted budget narratives. The tariff assessment below was conducted in the previous financial year shows that the tariffs for electricity and solid waste services are not cost effective.

FS	Fezile Dabi	Moqhaka	FS201

Tariff Assessments for the MTREF Period

	Assessment Status	Financial Year	Period	Item	Water	Waste Water	Electricity	Solid Waste	Total Surplus/Deficit	
Year 1	Cost Reflective	2023/2024	Year1	Revenue Required by NT Tariff Tool	111 790 304	60 135 385	557 680 689	96 087 885	825 694 263	Year 1
				Revenue Budgeted (Tariffs)	195 587 449	70 018 628	553 018 530	48 564 221	867 188 828	
				Shortfall/Excess	83 797 145	9 883 243	- 4 662 159	- 47 523 664	41 494 565	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Cost Reflective	
Year 2	Not Cost Reflective	2024/2025	Year2	Revenue Required by NT Tariff	106 489 148	39 558 286	689 642 709	75 912 662	911 602 805	Year 2
				Revenue Budgeted	204 584 470	73 239 485	578 457 382	50 798 176	907 079 513	
				Surplus /Deficit	98 095 322	33 681 199	- 111 185 327	- 25 114 486	- 4 523 292	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Not Cost Reflective	
Year 3	Not Cost Reflective	2025/2026	Year3	Revenue Required by NT Tariff	111 467 197	41 431 073	721 718 789	79 455 181	954 072 240	Year 3
				Revenue Budgeted	213 995 357	76 608 500	605 066 420	53 134 892	948 805 169	
				Surplus /Deficit	102 528 160	35 177 427	- 116 652 369	- 26 320 289	- 5 267 071	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Not Cost Reflective	

Condition 6.6 - Electricity and water as collection tools:

The municipality must physically restrict the monthly supply of electricity and water of defaulting consumer/property owner registered as an indigent to the monthly national basic free electricity- and water limits of 50 kW electricity and 6 Kl water. The municipality did not submit evidence of electricity disconnections or water restrictions for defaulting consumers for the month under review. The non-submission of these credit control measures indicates continued non-compliance with the debt relief conditions and weak implementation of revenue enhancement measures. The lack of evidence also limits the municipality's ability to demonstrate progress in enforcing payment and improving revenue collection. Provincial Treasury recommends that the municipality consistently implement and report on electricity disconnections and water restrictions to strengthen credit control and improve collection performance.

Conditions 6.7 - Maintain a minimum average quarterly collection of property rates and services charges:

Comparison of Collection Performance (March vs April 2026)

Category	March 2026	April 2026	Movement
Overall	66%	77%	⬆ Increased significantly
Electricity	89%	99%	⬆ Increased significantly
Water	39%	51%	⬆ Increased significantly

The municipality achieved an overall collection rate of 77 percent in April 2026, showing improvement from 66 percent in the previous month. Electricity collection improved significantly to 99 percent, while water collection also improved to 51 percent. This reflects positive progress in revenue collection and implementation of

FS	Fezile Dabi	Moqhaka	FS201

Tariff Assessments for the MTREF Period

	Assessment Status	Financial Year	Period	Item	Water	Waste Water	Electricity	Solid Waste	Total Surplus/Deficit	
Year 1	Cost Reflective	2023/2024	Year1	Revenue Required by NT Tariff	111 790 304	60 135 385	557 680 689	96 087 885	825 694 263	Year 1
				Total Revenue Budgeted (Tariffs)	195 587 449	70 018 628	553 018 530	48 564 221	867 188 828	
				Shortfall/Excess	83 797 145	9 883 243	- 4 662 159	- 47 523 664	41 494 565	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Cost Reflective	
Year 2	Not Cost Reflective	2024/2025	Year2	Revenue Required by NT Tariff	106 489 148	39 558 286	689 642 709	75 912 662	911 602 805	Year 2
				Revenue Budgeted	204 584 470	73 239 485	578 457 382	50 798 176	907 079 513	
				Surplus /Deficit	98 095 322	33 681 199	- 111 185 327	- 25 114 486	- 4 523 292	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Not Cost Reflective	
Year 3	Not Cost Reflective	2025/2026	Year3	Revenue Required by NT Tariff	111 467 197	41 431 073	721 718 789	79 455 181	954 072 240	Year 3
				Revenue Budgeted	213 995 357	76 608 500	605 066 420	53 134 892	948 805 169	
				Surplus /Deficit	102 528 160	35 177 427	- 116 652 369	- 26 320 289	- 5 267 071	
	Assessment Outcome per Service				Cost Reflective	Cost Reflective	Not Cost Reflective	Not Cost Reflective	Not Cost Reflective	

Condition 6.6 - Electricity and water as collection tools:

The municipality must physically restrict the monthly supply of electricity and water of defaulting consumer/property owner registered as an indigent to the monthly national basic free electricity- and water limits of 50 kW electricity and 6 Kl water. The municipality did not submit evidence of electricity disconnections or water restrictions for defaulting consumers for the month under review. The non-submission of these credit control measures indicates continued non-compliance with the debt relief conditions and weak implementation of revenue enhancement measures. The lack of evidence also limits the municipality's ability to demonstrate progress in enforcing payment and improving revenue collection. Provincial Treasury recommends that the municipality consistently implement and report on electricity disconnections and water restrictions to strengthen credit control and improve collection performance.

Conditions 6.7 - Maintain a minimum average quarterly collection of property rates and services charges:

Comparison of Collection Performance (March vs April 2026)

Category	March 2026	April 2026	Movement
Overall	66%	77%	⬆ Increased significantly
Electricity	89%	99%	⬆ Increased significantly
Water	39%	51%	⬆ Increased significantly

The municipality achieved an overall collection rate of 77 percent in April 2026, showing improvement from 66 percent in the previous month. Electricity collection improved significantly to 99 percent, while water collection also improved to 51 percent. This reflects positive progress in revenue collection and implementation of

3.4.1	The municipality's revenue collection performance the overall performance graph; Summary worksheet; and Collection per ward indicating who supplies electricity in the ward	Yes
3.4.2	The revenue collection performance information (refer 3.4.2) was included in the format of **MFMA Budget Circular 128 (Annexure D).**	Yes
3.5.1	The indigent management information	Yes
3.5.2	The indigent management information was included in the format of **MFMA Budget Circular 128 (Annexure C).**	Yes
3.6.1	The summary of the municipality's property rates reconciliation undertaken in the National Treasury format.	Yes
3.6.2	The municipality's progress during the month against its planned corrective action to address any variances evident from the property rates reconciliation.	No
3.7.1	Any Eskom and Water (if the municipality has the Water function) Bulk current account invoice(s) due and payable during the month of reporting	No
3.7.2	The municipality's proof of payment of any such Eskom and / or Water Bulk current account invoice(s) during the month of reporting.	No
3.7.3	The municipality's reconciliation statement for electricity and water (if it has the function) aligning to the MFMA S71 mSCOA data strings upload.	Yes
3.8	Recommendations noting explicitly the aforementioned debt relief reporting to the Mayor and / or Mayoral Committee meeting	Yes

Condition 6.10 - Provincial Treasury certification of municipal compliance

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Select Assessor

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Apr'26
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	FS201
District	Fezile Dabi
Demarcation Description	Moqhaka

I, Mr Pakiso Lebone , hereby certify that the provincial treasury monitored the compliance against the conditions of Municipal Debt Relief as set-out in **MFMA Circular No. 124** and that the Provincial Treasury is satisfied and certifies that the said municipality fully complies with the conditions as set-out in the table below:

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition			
Condition	6,3 + 6,12	Maintaining the Eskom and bulk water current account – [illegible]	
1	6.12.2	- Has the municipality paid its ***bulk water current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- refer condition 6.12.2*	No
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	No
4	6.3.1	- Has the municipality paid its ***Eskom bulk current account*** within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? ***Note*** *- current account in terms of municipal debt relief approval means the total Eskom charges for the billing period plus VAT plus any component that may be due in terms of a payment arrangement of "New arrears" (March 2023 and / or subsequent current account(s) up to the date of NT approval of the application.*	No
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	No
	6,4	Compliance with a funded MTREF – *(choose from drop down list the MTREF assessed)*	2025/26 Main Adjustment MTREF
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?	No
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes
9	6.4.1	- Has the municipality made adequate provision for debt Impairment *(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)* on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	No
		Note *-* [illegible]	
10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment *(considering its asset register and physical state of assets)* on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	No
		Note *-* [illegible]	
11	6.4.2	- ***If the municipality's MTREF is not funded***, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	Yes

		Note - If the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assess whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening	
12	6.4.2	- ***If the municipality's MTREF is not funded and it has an FRP per the legislative framework***, does the existing FRP incorporate a credible Budget Funding Plan (will the FRP give effect to a funded MTREF over the period of the FRP) - aligning with the principles of a budget funding plan as envisaged in item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)? ***Note*** *- only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.*	N/a
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends *(For example higher winter Eskom tariffs, lower January collection rates, etc.?)*	No
14	6,5	**Cost reflective tariffs** – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	No
	6,6	**Electricity and water as collection tools** – has the municipality, with effect from the tabling of the 2023/24 MTREF, *demonstrated, through its by-laws and budget related policies* that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	No
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	No
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.	No
18	6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? ***Note*** *– the municipality's monthly MFMA s.71 statement must include as part of the narratives the indigent information in the required NT format.*	No
	6.6	**Supporting evidence** *: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.*	
	6,7	Maintain a minimum average quarterly collection of property rates and services charges –	
19	6.7.1	- Has the municipality achieved a minimum of *80 per cent average quarterly collection* of property rates and service charges **with effect from 01 April 2023** and *85 per cent average quarterly collection* **with effect from 01 April 2024** during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	No
		Note - although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, **has the municipality demonstrated to the satisfaction of National Treasury the following** :	
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes
21	6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	Yes
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	No
24	6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No
25	6.7.5	- Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	No

	6.8	**Municipality's Completeness of the revenue base –**	
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	No
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? *Note - monthly progress against the action plan to address variances to be included as part of the municipality's debt relief compliance reporting in the MFMA s.71 statement*	Yes
28	6.8.2	- **For the latest ending Quarter** -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za?	Yes
	6.9	**Monitor and report on implementation –**	
29	6.9.1	- **MFMA section 71 reporting** – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the **active intervention evident** from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? *Note : condition 6.9.2 has a typing error and must refer to 6.9.1*	Yes
31	6.9.3	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za?	No FRP
		Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.	
	6.10	*Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:*	
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za? *Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.*	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the **conditions for provincial treasuries** (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
		Note - if the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.	
36	6,11	**Limitation on municipality borrowing powers** - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
		Note - [illegible]	
	6,12	**For the duration of the Municipal Debt Relief (to ensure proper management of resources):**	
37	6.12.1	- has the municipality **apportioned and ring-fenced in a sub-account** to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) **the component of the** Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	No
		Note: Only if relevant in the specific circumstances, will a request be made to the Minister of Finance upon the municipality's request to exempt the municipality from MFMA s.8(3).	
39		***Supporting evidence*** : Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.	No
40	6,13	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date? *Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.*	Yes
41	6,14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes
		Note: [illegible]	

The Provincial Treasury's assessment and compliance certificate confirmed that Moqhaka Municipality during April 2026 did not fully comply with all the conditions of the debt relief. The municipality is urged to improve on all the conditions as required by MFMA Circular 124.

Condition 6.11 – Limitations on municipal borrowing powers:
Moqhaka Local Municipality has complied with this condition since its debt relief participation and the National Treasury debt relief approval effective date.

Conditions 6.12 – Proper management of resources: The municipality must ensure that it complies with Condition 6.12.2 to pay Eskom account first and secondly its bulk water account before it applied the revenue in the sub-account for any purpose.

Condition 6.14 Nersa license - The municipality must ensure that during the duration of the Municipal Debt Relief program, it complies with all the conditions of the Relief to avoid revoking the Electricity license in terms of section 18 of the Electricity Regulation Act, 2006.
MFMA Circular 124 conditions were elaborated on above. It is also noted that the municipality's March 2026 average compliance has shown an improvement from 41 percent to 49 percent when compared to last month's overall compliance performance.

4. The municipality must ensure that all non-compliance matters are addressed and the outstanding documents are sent to the following e-mails:(National Treasury) at revenuemanagement@treasury.gov.za as well as (Provincial Treasury) to Mr. Mokhele at mokheles@treasury.fs.gov.za .

5. I trust that you will find this in order.

Regards,

…………………………………

Mr. P.E Lebone
Acting Head: Free State Provincial Treasury
Date: 01.06.2026

Cc: HOD: FSCOGTA
PDO: SALGA – Free State
MFMA Coordinator: Provincial Treasury
CFO: Moqhaka Local Municipality
TA: Mrs. M. Tshabangu

.

16.4 MFMA Circular 124 – Condition 6.6 (Electricity and Water as Collection Tools) & Condition 6.7
(Maintain a minimum average quarterly collection of property rates and services charges)

The municipality has established a ESKOM Crisis Task Committee to work on the financial turnaround strategy that will enable the municipality to continuously honour the ESKOM account as required.

16.4.1 Monthly / Quarterly collection per ward

National Treasury
Municipal Debt Relief
MFMA Circular No. 124
Municipal Finance Management Act No. 56 of 2003

	Free State	
Code		District
FS201		

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1				Q1	Summary - Quarter 2				Q2
	Billing	Collection	R - Billing not collected	% Collection		Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	234 480 971	144 039 544	90 441 427	61%	61%	222 812 285	145 097 768	77 714 517	65%	65%
2.Collection excl Eskom supplied areas	174 114 656	114 656 412	59 458 244	66%	66%	166 006 217	115 972 285	50 033 932	70%	70%
3.Collection: **Property Rates**	23 794 538	16 571 363	7 223 175	70%	70%	23 871 974	25 578 576	(1 706 602)	107%	107%
4.Total average collection: **Electricity** (Municipal supplied areas)	109 169 018	83 189 837	25 979 181	76%	76%	96 563 482	85 498 794	11 064 688	89%	89%
5.Total average collection: **Water**	42 127 838	21 006 213	21 121 625	50%	50%	42 576 792	15 813 607	26 763 185	37%	37%
6.Total average collection: **Wastewater**	21 375 932	12 837 564	8 538 368	60%	60%	20 963 994	9 757 886	11 206 108	47%	47%
7.Total average collection: **Refuse**	15 032 776	8 154 112	6 878 664	54%	54%	15 106 610	6 907 135	8 199 475	46%	46%
8.Total average collection: **Interest**	22 980 868	2 280 454	20 700 414	10%	0%	23 729 434	1 541 771	22 187 663	6%	6%

National Treasury	Municipal Details		
Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003	Free State		
	Municipality	Period Monitored	No.Of Wards
	Moqhaka	March	22

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 3					Summary - Quarter 4				
	Billing	Collection	R - Billing not collected	% Collection	Q1	Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	240 497 320	158 774 630	81 722 690	66%	66%	231 991 699	122 133 313	109 858 386	53%	53%
2.Collection excl Eskom supplied areas	177 747 110	128 519 673	49 227 438	72%	72%	170 054 442	102 105 886	67 948 555	60%	60%
3.Collection: **Property Rates**	24 466 151	18 773 981	5 692 170	77%	77%	24 758 810	17 618 332	7 140 479	71%	71%
4.Total average collection: **Electricity** (Municipal supplied areas)	104 878 112	93 311 175	11 566 937	89%	89%	96 444 418	68 058 664	28 385 754	71%	71%
5.Total average collection: **Water**	49 141 431	19 101 266	30 040 166	39%	39%	48 160 771	17 067 271	31 093 500	35%	35%
6.Total average collection: **Wastewater**	21 428 970	15 256 019	6 172 951	71%	71%	21 362 025	10 554 098	10 807 926	49%	49%
7.Total average collection: **Refuse**	14 964 381	9 808 857	5 155 525	66%	66%	14 892 559	6 605 653	8 286 906	44%	44%
8.Total average collection: **Interest**	25 618 274	2 523 331	23 094 942	10%	10%	26 373 116	2 229 295	24 143 821	8%	8%

Collection Rate Assessment

Notes	Total Aggregate Collection	Summary - Quarter 4			
		Billing	Collection	R - Billing not collected	% Collection
1	1.Collection for whole demarcation	231 991 699	122 133 313	109 858 386	53%
2	2.Collection excl Eskom supplied areas	170 054 442	102 105 886	67 948 555	60%
3	3.Collection: **Property Rates**	24 758 810	17 618 332	7 140 479	71%
4	4.Total average collection: **Electricity** (Municipal supplied areas)	96 444 418	68 058 664	28 385 754	71%
5	5.Total average collection: **Water**	48 160 771	17 067 271	31 093 500	35%
6	6.Total average collection: **Wastewater**	21 362 025	10 554 098	10 807 926	49%
7	7.Total average collection: **Refuse**	14 892 559	6 605 653	8 286 906	44%
8	8. 7.Total average collection: **Interest**	26 373 116	2 229 295	24 143 821	8%

Services	Electricity Supplier	Ward Name & Number	Billing For April	Collection in May	Rand Value of Billing not collected	% Collection	Billing For May
Property Rates Tax	Eskom supplied	1	52 206	43 702	8 504	84%	52 206
Electricity			92 971	98 473	0	106%	67 971
Water			240 683	27 386	213 297	11%	315 384
Refuse			179 381	14 804	164 576	8%	179 381
Waste Water			234 106	21 324	212 783	9%	234 106
Interest			379 241	1 105	378 136	0%	383 752
Property Rates Tax	Partial Eskom & Mun Supplied	2	437 578	243 622	193 956	56%	436 024
Electricity			871 157	811 544	59 613	93%	893 143
Water			215 040	68 508	146 532	32%	332 219
Refuse			159 485	63 049	96 435	40%	158 230
Waste Water			223 459	90 424	133 035	40%	223 454
Interest			347 953	90 668	257 285	26%	354 786
Property Rates Tax	Mun Supplied	3	1 174 225	1 040 188	134 036	89%	1 188 434
Electricity			2 009 968	2 828 177	0	141%	2 384 879
Water			1 693 314	2 740 086	0	162%	1 786 742
Refuse			406 309	363 496	42 813	89%	420 207
Waste Water			560 558	525 066	35 491	94%	576 224
Interest			153 354	27 908	125 446	18%	169 619

Property Rates Tax	Mun Supplied	4	4 004	639	3 365	16%	4 004
Electricity			92 203	33 858	58 345	37%	91 665
Water			426 537	28 450	398 087	7%	527 940
Refuse			64 799	8 797	56 002	14%	62 793
Waste Water			86 262	10 261	76 001	12%	83 796
Interest			202 238	3 435	198 803	2%	202 144
Property Rates Tax	Mun Supplied	5	3 678	187	3 491	5%	3 678
Electricity			42 024	5 972	36 053	14%	40 440
Water			483 358	25 416	457 942	5%	452 974
Refuse			55 905	8 613	47 292	15%	55 189
Waste Water			71 677	11 365	60 311	16%	70 766
Interest			146 674	1 366	145 308	1%	147 557
Property Rates Tax	Mun Supplied	6	60 143	55 351	4 792	92%	58 430
Electricity			127 663	9 044	118 619	7%	104 290
Water			761 346	40 055	721 291	5%	691 806
Refuse			97 212	30 308	66 904	31%	89 950
Waste Water			132 350	44 516	87 834	34%	121 566
Interest			241 182	5 226	235 955	2%	276 242
Property Rates Tax	Mun Supplied	7	258 408	84 925	173 483	33%	257 515
Electricity			246 364	239 359	7 006	97%	320 245
Water			442 621	79 607	363 013	18%	418 997
Refuse			108 669	39 370	69 299	36%	108 812
Waste Water			142 149	54 461	87 688	38%	142 331
Interest			326 886	10 738	316 148	3%	330 961

Property Rates Tax	Mun Supplied	8	32 153	14 380	17 773	45%	32 153
Electricity			86 000	15 950	70 050	19%	80 175
Water			444 375	65 127	379 249	15%	428 969
Refuse			89 225	31 617	57 608	35%	88 652
Waste Water			115 340	38 778	76 562	34%	114 251
Interest			200 805	8 158	192 647	4%	201 588
Property Rates Tax	Mun Supplied	9	170 403	227 093	0	133%	170 557
Electricity			864 295	1 555 605	0	180%	813 824
Water			487 611	205 753	281 858	42%	213 134
Refuse			135 841	107 136	28 705	79%	172 363
Waste Water			216 414	181 927	34 487	84%	253 952
Interest			273 521	96 502	177 019	35%	207 406
Property Rates Tax	Mun Supplied	10	47 988	29 733	18 255	62%	47 988
Electricity			125 405	21 187	104 218	17%	125 116
Water			351 455	74 260	277 194	21%	504 999
Refuse			115 141	32 818	82 323	29%	115 141
Waste Water			150 825	43 887	106 939	29%	150 909
Interest			232 382	8 910	223 472	4%	210 910
Property Rates Tax	Mun Supplied	11	367 007	353 488	13 520	96%	367 007
Electricity			592 584	478 000	114 584	81%	954 351
Water			1 494 126	755 545	738 581	51%	1 266 311
Refuse			283 287	192 080	91 206	68%	282 355
Waste Water			490 362	373 656	116 706	76%	489 720
Interest			405 115	13 713	391 402	3%	410 675

Property Rates Tax	Mun Supplied	12	94 965	87 567	7 399	92%	94 965
Electricity			139 304	74 847	64 457	54%	135 543
Water			529 678	72 983	456 695	14%	773 292
Refuse			116 739	44 228	72 511	38%	122 971
Waste Water			169 469	69 472	99 997	41%	172 706
Interest			311 285	7 051	304 233	2%	315 129
Property Rates Tax	Mun Supplied	13	451 469	457 849	0	101%	458 641
Electricity			9 901 872	15 238 237	0	154%	12 933 893
Water			579 764	270 552	309 212	47%	1 318 143
Refuse			363 741	213 294	150 447	59%	367 145
Waste Water			568 873	378 020	190 853	66%	573 850
Interest			338 890	151 015	187 875	45%	801 243
Property Rates Tax	Mun Supplied	14	62 479	56 951	5 527	91%	62 479
Electricity			155 141	22 323	132 817	14%	112 945
Water			453 064	69 686	383 379	15%	439 062
Refuse			125 699	46 148	79 551	37%	117 766
Waste Water			165 685	70 131	95 554	42%	160 285
Interest			259 295	11 316	247 979	4%	261 421
Property Rates Tax	Mun Supplied	15	69 378	56 738	12 640	82%	69 378
Electricity			229 007	76 661	152 346	33%	233 963
Water			448 554	96 206	352 348	21%	439 618
Refuse			129 681	52 280	77 401	40%	126 083
Waste Water			174 489	72 909	101 580	42%	169 571
Interest			238 124	20 815	217 310	9%	229 018

Property Rates Tax	Mun Supplied	16	1 693 536	1 588 534	105 002	94%	1 674 662
Electricity			6 416 430	4 867 568	1 548 863	76%	6 048 301
Water			1 889 008	1 535 413	353 595	81%	1 577 034
Refuse			793 158	684 399	108 760	86%	781 786
Waste Water			1 263 961	1 113 985	149 977	88%	1 246 361
Interest			425 321	143 687	281 634	34%	435 636
Property Rates Tax	Mun Supplied	17	1 553 125	1 639 188	0	106%	1 552 956
Electricity			2 957 487	4 185 768	0	142%	2 864 719
Water			1 062 076	1 563 638	0	147%	996 907
Refuse			678 000	820 961	0	121%	677 253
Waste Water			968 736	1 283 362	0	132%	966 346
Interest			274 040	54 637	219 404	20%	278 296
Property Rates Tax	Partial Eskom & Mun Supplied	18	615 643	692 119	0	112%	626 281
Electricity			5 667 157	5 985 565	0	106%	5 717 862
Water			1 044 046	635 128	408 918	61%	1 204 694
Refuse			402 522	320 196	82 326	80%	404 906
Waste Water			546 825	478 388	68 437	87%	552 468
Interest			685 857	184 652	501 205	27%	777 372
Property Rates Tax	Eskom supplied	19	27 940	18 575	9 365	66%	27 940
Electricity			98	-	98	0%	98
Water			991 152	3 272	987 880	0%	710 186
Refuse			134 170	6 862	127 308	5%	134 313
Waste Water			175 764	11 004	164 760	6%	175 946
Interest			828 064	242	827 821	0%	835 560

Property Rates Tax	Partial Eskom & Mun Supplied	20	59 426	41 656	17 770	70%	59 426
Electricity			14 285	945	13 340	7%	14 285
Water			631 744	18 282	613 462	3%	237 393
Refuse			169 986	17 781	152 205	10%	170 129
Waste Water			211 856	26 989	184 867	13%	212 038
Interest			383 069	1 969	381 100	1%	645 088
Property Rates Tax	Eskom supplied	21	251 390	168 797	82 594	67%	251 390
Electricity			1 290	-	1 290	0%	1 290
Water			812 115	29 333	782 783	4%	924 976
Refuse			323 675	26 254	297 421	8%	324 105
Waste Water			418 842	36 591	382 251	9%	419 389
Interest			1 198 074	36 952	1 161 122	3%	1 793 744
Property Rates Tax	Eskom supplied	22	844 551	609 115	235 436	72%	719 727
Electricity			94 113	76 114	17 998	81%	94 498
Water			32 149	15 598	16 551	49%	27 446
Refuse			7 325	7 054	272	96%	7 325
Waste Water			12 545	11 191	1 355	89%	12 545
Interest			244 367	251 567	0	103%	191 992

16.4.2 Monthly - Restriction of Free Basic Services to Indigent Household

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Municipal Debt Relief - Monthly Reporting - Indigent Households Information (MFMA Circular 124 (Condition 6.6))

Instruction - *complete only with information of the current households registered as indigent with the municipality (Do NOT include the information of all households unless explicitly stated otherwise)*

Description	Ref	As Per Debt Relief Application	Current Year - 2025/2026			2025/2026 - Monthly Monitoring										
		Baseline	Adopted Budget	Adjusted Budget	Full Year Forecast	M01	M02	M03	M04	M05	M06	M07	M08	M09	M10	M11
Indigent Household service targets	1															
Water : (Include All Indigent households also in Eskom supplied areas)																
Indigent HH's with piped water inside dwelling		12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Indigent HH's with piped water inside yard (but not in dwelling)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's using public tap (at least min.service level)	2	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with other water supply (at least min.service level)	4	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Indigent HH's using public tap (< min.service level)	3	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Indigent HH's with No water supply		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	5	12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134

Status of Water meters :																
Number of Indigent HH's with prepaid Water		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Number of Indigent HH's with conventional metered Water		10 204	10 231	-	10 483	10 468	10 519	10 586	10 679	10 730	10 794	10 792	10 784	10 832	10 941	10 972
Number of Indigent HH's NOT metered currently - Water		1 538	1 607	-	1 700	1 718	1 718	1 723	1 753	1 777	1 780	1 812	1 829	1 838	1 852	1 847
Number of Indigent HH's with NO Water supply - No metering		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	10	**11 742**	**11 838**	-	**12 183**	**12 186**	**12 237**	**12 309**	**12 432**	**12 507**	**12 574**	**12 604**	**12 613**	**12 670**	**12 793**	**12 819**
Status of unlimited supply of Water :																
Number of Indigent HH's with conventional metered Water - where the municipality is *NOT physcally restricting Water to the national free basic limit of 6 kilolitres per \household per month*		12 711	12 757	-	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		1 538	1 607	-	1 700	1 718	1 718	1 723	1 753	1 777	1 780	1 812	1 829	1 838	1 852	1 847
Total number of registered indigent households receiving unlimited supply - Water		**14 249**	**14 364**	-	**14 937**	**15 026**	**15 072**	**15 147**	**15 318**	**15 459**	**15 520**	**15 682**	**15 787**	**15 859**	**15 975**	**15 981**
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's **billed for consumption above the 6 kilolitres**	11	12 711	12 757	-	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Energy : (*Include All Indigent households also in Eskom supplied areas*)																
Indigent HH's with Electricity (at least min.service level)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indigent HH's with Electricity - prepaid (min.service level)		12 711	12 757	-	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total		**12 711**	**12 757**	-	**13 237**	**13 308**	**13 354**	**13 424**	**13 565**	**13 682**	**13 740**	**13 870**	**13 958**	**14 021**	**14 123**	**14 134**
Indigent HH's with Electricity (< min.service level)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indigent HH's with Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indigent HH's with other energy sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	5	**12 711**	**12 757**	-	**13 237**	**13 308**	**13 354**	**13 424**	**13 565**	**13 682**	**13 740**	**13 870**	**13 958**	**14 021**	**14 123**	**14 134**

Status of Electricity meters :																
Number of Indigent HH's with prepaid Electricity		12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Number of Indigent HH's with conventional metered Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Number of indigent HH's with other energy sources - No metering		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households	12	**12 711**	**12 757**	–	**13 237**	**13 308**	**13 354**	**13 424**	**13 565**	**13 682**	**13 740**	**13 870**	**13 958**	**14 021**	**14 123**	**14 134**
Status of unlimited supply of Electricity :																
Number of Indigent HH's with conventional metered Electricity - where the municipality is *NOT physcally restricting Electricity to the national free basic limit of 50kwh per \household per month*		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total number of registered indigent households receiving unlimited supply - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Of the Total Number of registered indigent households receiving unlimited supply of Electricity - State the Number of HH's **billed for consumption above the 50 kwh**	13	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Number of ALL Households receiving Free Basic Service *(including registered Indigent Households)*	7															
Water (6 kilolitres per household per month)		12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	13 958	14 021	14 123	14 134
Electricity/other energy (50kwh per household per month)		12 711	12 757	–	13 237	13 308	13 354	13 424	13 565	13 682	13 740	13 870	113 958	14 021	14 123	14 134
Cost of Free Basic Services provided to ALLHousehols in - Formal Settlements (R'000)																
Water (6 kilolitres per household per month)		182	196	–	189	195	193	196	187	194	191	188	207	193	198	192
Electricity/other energy (50kwh per household per month)		114	124	–	194	196	196	196	196	196	196	195	195	195	193	190
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																
Water (6 kilolitres per household per month)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per household per month)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total cost of FBS Water and Electricity provided to ALL Households	8	**296**	**320**	–	**383**	**391**	**389**	**392**	**382**	**389**	**387**	**383**	**402**	**389**	**391**	**383**

Highest level of free service provided per household (ALL Households)																
Property rates (R value threshold)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water (kilolitres per household per month)		10	10	–	10	10	10	10	10	10	10	10	10	10	10	10
Sanitation (kilolitres per household per month)		10	10	–	10	10	10	10	10	10	10	10	10	10	10	10
Sanitation (Rand per household per month)		145	170	–	154	160	160	160	160	160	160	159	159	159	160	160
Electricity (kwh per household per month)		50	50	–	50	50	50	50	50	50	50	50	50	50	50	50
Refuse (average litres per week)		30	30	–	30	30	30	30	30	30	30	30	30	30	30	30
Revenue cost of subsidised services provided for ALL Households (R'000)	9															
Residential Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(a)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
PSI Category : Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)	14(b)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Additional Subsidies: Property rates exemptions, reductions and rebates **in excess of section 17 of MPRA)**		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water **(in excess of 6 kilolitres per indigent household per month)**	15	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4
Sanitation **(in excess of free sanitation service to indigent households)**	16	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Refuse **(in excess of one removal a week for indigent households)**		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Housing - top structure subsidies	6	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided		8	8	8	8	8	8	8	8	8	8	8	8	8	8	8

References

1. Include services provided by another entity; e.g. Eskom

2. Stand distance <= 200m from dwelling

3. Stand distance > 200m from dwelling

4. Borehole, spring, rain-water tank etc.

5. Must agree to total number of ***registered indigent households*** *in municipal area (formal and informal settlements receiving services must be included)*

6. Include value of subsidy provided by municipality above provincial subsidy level

7. Show number of households receiving at least these levels of services completely free (formal and informal settlements must be included)

8. Must reflect the cost to the municipality of providing the Free Basic Service (Water and Electricity) to ***ALL Households***

9. Reflect the cost of free or subsidised services in excess to the National policy that are not funded from the Free Basic Services component of the Equitable Share

10.The total number of registered HH's reported on rows 19 & 24 must be the same

11. Of the Total number of registered indigents HH's receiving unlimited supply of Water reported on row 27, provide number of these Indigent HH's that are issued with a monthly bill for the consumption above the 6 kilolitres FBS water

12. The total number of registered HH's reported on rows 39 & 44 must be the same

13. Of the Total number of registered indigents HH's receiving unlimited supply of Electricity reported on row 51, provide number of these Indigent HH's that are issued with a monthly bill for consumption above 50 kwh FBS electricity

*14.(a) Impermissibles on Residential Properties - (15000 * Number of Residential properties) - Provide the actual rand value not to be billed*

*14.(b) Impermissibles on Public Service Infrastructure (PSI) - (30% * Property Market Value * Number of PSI Properties) - Provide the actual rand value not to be billed*

15.(a) Free Water to Indigent HH's exceeding the 6 killolitres FBS water

15.(b) Free Water to any HH's that is not Indigent

16.If the Municipality provides unlimited free basic water to any indigent and / or any other household , it must also account for the related unlimited sanitation

Votenumber	Description	Curr Mth Exp	Curr Mth Exp	Curr Mth Exp
		Jul	Aug	Sep
31251178950FBZZZZZHO	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	-		
31252260380FBP83ZZHO	OS: B&A PROJECT MANAGEMENT	-		
31252260600FBP83ZZHO	OS: CATERING SERVICES	-		
31252270370FBP83ZZHO	C&PS: B&A HUMAN RESOURCES	21 454.68		
31252303300FBP83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	-		
34052110010FBP83ZZHO	MS: SAL & ALL: BASIC SALARY & WAGES	-		
34052303300FBQ83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	-		
34056470020FBD70ZZHO	COMPUTERS	-		
34056470020FBD70ZZWM	COMPUTERS	-		
34301025100F6FB5ZZHO	RESIDENTIAL PROPERTIES: DEVELOPED	-		
34301321170F6FB1ZZHO	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321170F1FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321170F2FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-		
35321321190F1FB1ZZWM	ELEC SALES: DOMESTIC LOW: PREPAID	-		
35321321200F1FB1ZZWM	ELEC SALES: DOMESTIC HIGH HOME POWER 1	1 095.93		
35321321380F1FB1ZZWM	ELEC: AVAILABILITY CHARGES	754 018.97		
35411324020F1FB4ZZWM	WATER: SALE - CONVENTIONAL	895 724.37		
35411324070F1FB4ZZWM	WATER: AVAILABILITY CHARGES	1 602 948.85		
35441324020F5FB2ZZWM	WATER: SALE - CONVENTIONAL	-		
35511323020F1FB2ZZWM	WASTE WATER MANG: SANITATION CHARGES	1 070 961.51		
35511323060F1FB2ZZWM	WASTE WATER MANG: AVAILABILITY CHARGES	879 520.61		
36621322030F1FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	-		
36621322030F3FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	1 397 508.50		
36621322050F1FB3ZZWM	WASTE MANGEMENT: AVAILABILITY CHARGES	126 217.59		
		6 749 451.01	-	-

		7.14%	0.00%	0.00%

BUDGET 2023-2024 FBS BUDGET	**DESCRIPTION**	**BUDGET**	**YTD**	**% USED**
31251178950FBZZZZZHO	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	-R2 300 000.00	-	0.00%
31252260380FBP83ZZHO	OS: B&A PROJECT MANAGEMENT	R1 400 000.00	-	0.00%
31252260600FBP83ZZHO	OS: CATERING SERVICES	R0.00	-	-
31252270370FBP83ZZHO	C&PS: B&A HUMAN RESOURCES	R400 000.00	21 454.68	-
31252303300FBP83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	R0.00	-	-
34052110010FBP83ZZHO	MS: SAL & ALL: BASIC SALARY & WAGES	R500 000.00	-	0.00%
34052303300FBQ83ZZHO	OC: LEARNERSHIPS & INTERNSHIPS	R0.00	-	-
34056470020FBD70ZZHO	COMPUTERS	R0.00	-	-
34056470020FBD70ZZWM	COMPUTERS	R0.00	-	-
34301025100F6FB5ZZHO	RESIDENTIAL PROPERTIES: DEVELOPED	R0.00	-	-
34301321170F6FB1ZZHO	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	R0.00	-	-
35321321170F1FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	-R359 928.00	-	-

35321321170F2FB1ZZWM	ELEC SALES: DOMESTI LOW HOME LIGHT 2 20A	R0.00	-	
35321321190F1FB1ZZWM	ELEC SALES: DOMESTIC LOW: PREPAID	R9 931 769.00	-	-
35321321200F1FB1ZZWM	ELEC SALES: DOMESTIC HIGH HOME POWER 1	R43 295.00	1 095.93	2.53%
35321321380F1FB1ZZWM	ELEC: AVAILABILITY CHARGES	R9 299 258.00	754 018.97	8.11%
35411324020F1FB4ZZWM	WATER: SALE - CONVENTIONAL	R11 155 234.00	895 724.37	8.03%
35411324070F1FB4ZZWM	WATER: AVAILABILITY CHARGES	R19 319 248.00	1 602 948.85	8.30%
35441324020F5FB2ZZWM	WATER: SALE - CONVENTIONAL	R0.00	-	-
35511323020F1FB2ZZWM	WASTE WATER MANG: SANITATION CHARGES	R14 318 301.00	1 070 961.51	7.48%
35511323060F1FB2ZZWM	WASTE WATER MANG: AVAILABILITY CHARGES	R11 564 525.00	879 520.61	7.61%
36621322030F1FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	R17 620 181.00	-	-
36621322030F3FB3ZZWM	WASTE MANGEMENT: REFUSE REMOVAL	R0.00	1 397 508.50	#DIV/0!
36621322050F1FB3ZZWM	WASTE MANGEMENT: AVAILABILITY CHARGES	R1 670 151.00	126 217.59	7.56%
		R94 562 034.00	R6 749 451.01	7.14%

16.5 -MFMA Circular 124 – Condition 6.8 Valuation Roll Reconciliation (Completeness of the revenue base)

Property Rates Reconciliation

Province	FS
District	Fezile Dabi District
Type	LM
Municipal Name	Moqhaka
GV Period	01/07/2023 - 30/06/2028
Financial Year	2025/2026
Reconciliation Period	Quarter 4

Reconciliation Overview

High Level Reconciliation

Propety Categories	# of Properties			Market Values		
Propety Categories	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	34 181	45 004	- 10 823	5 891431 147.00	7 536 456 049.00	- 1645 024 902.00
Industrial	241	304	- 63	321 164 000.00	348 884 000.00	- 27 720 000.00
Business and Commercial	987	1 122	- 135	941005 606.00	1076 050 609.00	- 135 045 003.00
Agricultural	3 414	3 590	- 176	5 595 588 750.00	5 864 793 753.00	- 269 205 003.00
Mining	9	13	- 4	7 378 000.00	55 374 000.00	- 47 996 000.00
State Owned for Public Purpose	294	587	- 293	1278 956 018.00	1343 864 514.00	- 64 908 496.00
PSI	236	491	- 255	15 226 501.00	38 280 901.00	- 23 054 400.00
PBO	282	278	4	250 481003.00	250 971003.00	- 490 000.00
Multi Use	235	-	235	342 280 499.00	-	342 280 499.00
Vacant	968	600	368	92 243 107.00	77 601608.00	14 641499.00
POW	-	8	- 8	-	3 270 000.00	- 3 270 000.00
Municipal	11443	213	11230	2 075 438 010.00	204 642 005.00	1870 796 005.00
Other	-	-	-	-	-	-
	52 290	52 210	80	16 811 192 641.00	16 800 188 442.00	11 004 199.00

Detailed Reconciliation

Propety Categories	Monthly Billing			Quarterly		
Propety Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	2 112 123	2 187 216	- 75 093	6 336 369.20	6 561648.18	- 225 278.98
Industrial	513 862	520 918	- 7 056	1541587.20	1562 755.20	- 21 168.00
Business and Commercial	1529 134	1705 164	- 176 030	4 587 402.33	5 115 491.25	- 528 088.92
Agricultural	979 228	1004 620	- 25 392	2 937 684.09	3 013 858.89	- 76 174.80
Mining	24 962	187 349	- 162 386	74 886.70	562 046.04	- 487 159.34
State Owned for Public Purpose	2 717 782	2 477 815	239 966	8 153 344.61	7 433 445.96	719 898.65
PSI	-	1 148	- 1 148	-	3 444.00	- 3 444.00
PBO	-	-	-	-	-	-
Multi Use	-	-	-	-	-	-
Vacant	94 549	153 446	- 58 897	283 647.55	460 338.99	- 176 691.44
POW	-	-	-	-	-	-
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	R7 971640.56	R8 237 676.17	- R266 035.61	23 914 921.69	24 713 028.51	- 798 106.82

Prepared By DINEO MOKOENA Date 09/06/2026

Contatct Details `056 216 9300/9604

Signature

Reviewed By SAMMY THELETSANE Date 10/06/2026

Contatct Details `056 216 9158

Signature