Msukaligwa Local Municipality

SECTION 71 MONTHLY REPORT

30 April 2026

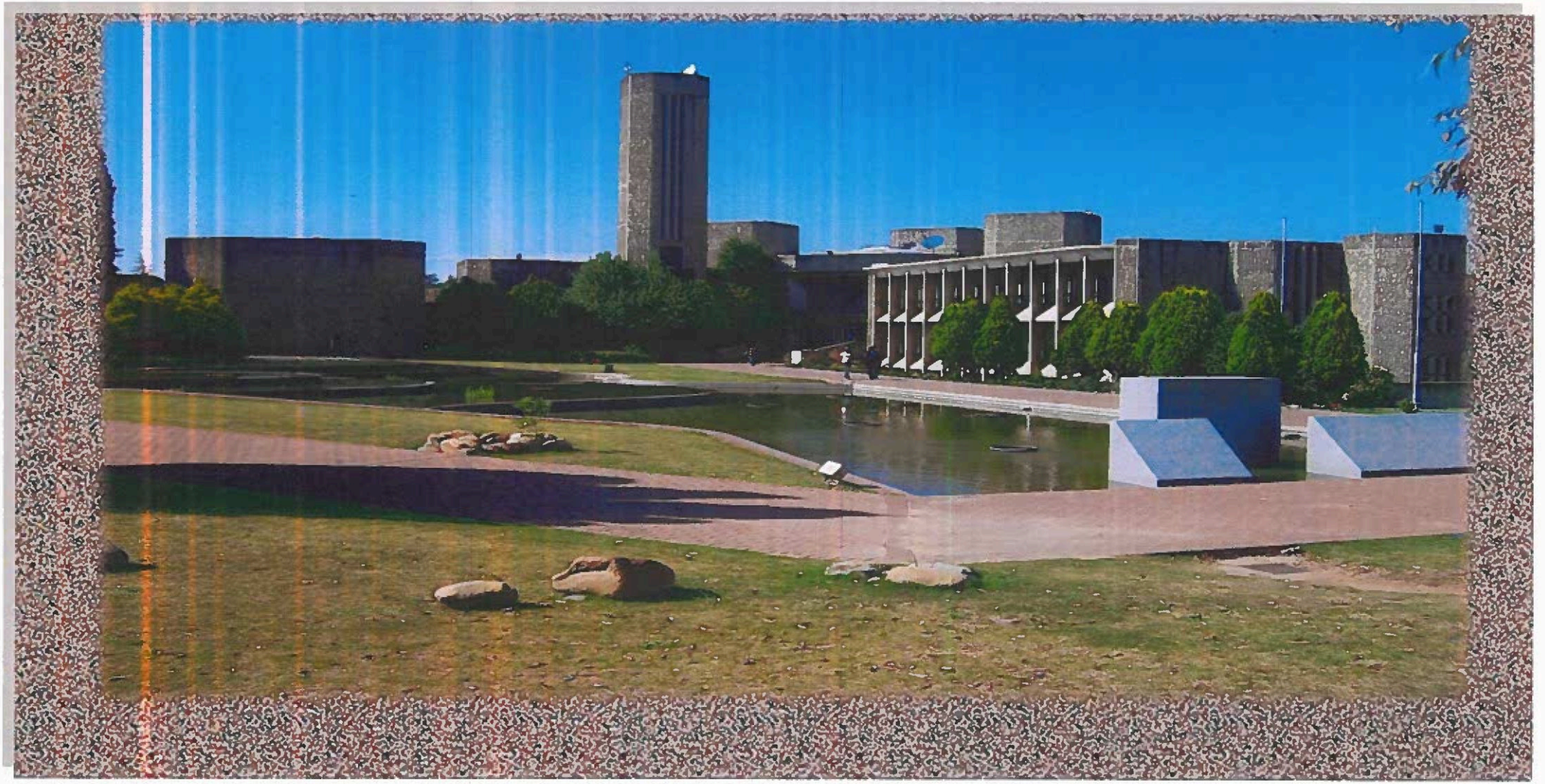


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List of Abbreviations and Acronyms used in the Monthly Budget Statement

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 30 APRIL 2026
TO: THE EXECUTIVE MAYOR
FROM: THE DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): SECTION 71: IN-YEAR MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDING 30 April 2026.

1. PURPOSE

The purpose of this report is to present a Section 71 M10 Monthly report of the MFMA by providing a monthly/quarterly statement on the implementation of the budget and the financial situation for the municipality for the Month ending **30 April 2026** for consideration and noting.

2. BACKGROUND

A) In terms of Section 71 of the Municipal Finance Management Act 56 of 2003.

(1). The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue, per revenue source;
- (b) actual borrowings;
- (c) actual expenditure, per vote;
- (d) actual capital expenditure, per vote;
- (e) the amount of any allocations received;
- (f) actual expenditure on those allocations, excluding expenditure on –
  - (i) its share of the local government equitable share; and
  - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) When necessary, an explanation of-
  - (i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
  - (ii) any material variances from the service delivery and budget implementation plan; and
  - (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipalities approved budget.

(2) The statement must include –

- (a) a projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and
- (b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87(10).

(3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

(4) The statement to the provincial treasury must be in the format of a signed document and in electronic format.

(5) The accounting officer of a municipality which has received an allocation referred to in subsection (1) (e) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1) (e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.

3. EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for a monthly/quarterly budget and performance assessment report distinctively, of which the objective is finally to report on the financial status of the municipality.

Condition 7.3 - Monitor and report on implementation – Section 71 Monthly Reporting and FRP

The municipality assessed the Financial Recovery Plan as at 31 March 2026 and updated progress for each pillar. See below narrative summary.

The municipality is still on the **RESCUE** Phase with a total of 178 key intervention activities were planned across four strategic pillars. As of the latest progress update, 87 activities have been completed, representing 49% of the overall targets, while 91 activities (51%) remain in progress.

Pillar 1: Governance shows steady advancement, with 5 of 23 activities completed and 18 underway, indicating significant ongoing work to strengthen oversight, leadership, and accountability mechanisms.

Pillar 2: Institutional Development has achieved 14 of 32 planned activities, with an equal number (18) still in progress. This demonstrates balanced effort toward capacity building and structural reforms within institutions.

Pillar 3: Financial Management reflects notable progress, having completed 29 of 53 activities, while 24 activities are still being implemented. This suggests active work toward improving financial systems, transparency, and resource management.

Pillar 4: Service Delivery, the largest component, leads in total outputs, with 39 of 70 activities completed and 27 in progress. This highlights significant improvement efforts in frontline services, though substantial work remains to reach full implementation.

Overall, the data indicates that the RESCUE Phase is progressing steadily, with nearly half of the planned interventions already achieved and the remainder at various stages of implementation. Continued focus across all pillars will be essential to sustain momentum and ensure full delivery of the program's objectives.

Description	2025/26	2025/26	YTD Budget	YTD Actual	Difference Month to date	
	Original	Adjustment budget	Budget	Actual	Actual versus budget	Achieved
	R million	R million	R million	R million	R million	%
Revenue	1 326 753	1 262 829	1 052 358	976 298	76 059	7%
Expenditure	(1 382 469)	(1 677 590)	(1 397 582)	(1 191 947)	(205 634)	15%
Total (Surplus/Deficit)	**2 709 222**	**2 940 419**	**(345 224)**	**(215 649)**	**(129 575)**	**22%**

Revenue Performance

Actual revenue collected is **R 976,298** million against a YTD budget of **R 1,052** billion. This is **R 76 million** below target, meaning only **93%** of budgeted revenue was achieved. Revenue underperformance stands at **7%** below budget

.

Expenditure Performance

Actual spending is **R 1,191 billion** compared to a budget of **R 1,397 billion**. This is **R 205 million less than budgeted amount**, indicating underspending. **85% of the expenditure budget** has been spent so far.

Surplus / (Deficit) Position

The YTD deficit was budgeted at **R 345 million**, but the actual deficit is **R 215 million**. This means the municipality is **R 129 million** better than the budgeted deficit. The **22%** achieved seems inconsistent with the actual figures and may need verification.

While there is still an operating deficit, the municipality has a positive overall financial performance against the approved budget mainly as a result of effective control of expenditure.

In- year Reporting tables

Below is the summary of financial performance, financial position as well as cash and cash equivalent represented by Table C1 below:

MP302 Msukaligwa - Table C1 Monthly Budget Statement Summary - M10 April								
	Budget Year 2025/26							
Description R thousands	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance								
Property rates	258 951	258 951	21 152	254 289	215 792	38 496	18%	258 951
Service charges	608 497	592 309	46 041	463 075	493 591	(30 516)	-6%	608 497
Investment revenue	5 471	6 461	603	13 649	5 384	8 265	154%	5 471
Transfers and subsidies - Operational	294 895	294 895	–	190 657	245 746	(55 089)	-22%	294 895
Other own revenue	158 940	110 213	13 638	54 628	91 844	(37 216)	-41%	158 940
Total Revenue (excluding capital transfers and ntributions)	**1 326 753**	**1 262 829**	**81 434**	**976 298**	**1 052 358**	**(76 059)**	**-7%**	**1 326 753**
Employee costs	332 538	353 051	28 953	289 223	294 209	(4 986)		332 538
Remuneration of Councillors	20 559	19 521	1 525	13 951	16 268	(2 316)		20 559
Depreciation and amortisation	128 379	128 379	–	27	106 983	(106 956)		128 379
Interest	22 041	119 490	–	154 798	99 575	55 223		22 041
Inventory consumed and bulk purchases	577 253	739 058	42 639	588 657	615 882	(27 225)		577 253
Transfers and subsidies	–	–	–	–	–	–		–
Other expenditure	301 698	318 090	16 128	145 290	264 665	(119 375)	-45%	301 698
Total Expenditure	**1 382 469**	**1 677 590**	**89 245**	**1 191 947**	**1 397 582**	**(205 634)**	**-15%**	**1 382 469**
Surplus/(Deficit)	**(55 716)**	**(414 761)**	**(7 811)**	**(215 649)**	**(345 224)**	**129 575**	**-38%**	**(55 716)**
Transfers and subsidies - capital (monetary	162 093	162 093	–	–	135 077	(135 077)	-100%	162 093
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**106 377**	**(252 668)**	**(7 811)**	**(215 649)**	**(210 147)**	**(5 503)**	**3%**	**106 377**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**106 377**	**(252 668)**	**(7 811)**	**(215 649)**	**(210 147)**	**(5 503)**	**3%**	**106 377**
Capital expenditure & funds sources								
apital expenditure	**162 093**	**194 964**	**29 169**	**137 186**	**162 470**	**(25 284)**	**-16%**	**162 093**
Capital transfers recognised	162 093	162 093	28 973	130 848	135 077	(4 229)	-3%	162 093
Borrowing	–	–	–	–	–	–		–
Internally generated funds	–	32 871	196	6 338	27 393	(21 055)	-77%	–
Total sources of capital funds	**162 093**	**194 964**	**29 169**	**137 186**	**162 470**	**(25 284)**	**-16%**	**162 093**
Financial position								
Total current assets	3 521 306	1 331 316		1 310 152				3 521 306
Total non current assets	8 283 087	2 986 179		137 504				8 283 087
Total current liabilities	3 376 767	2 287 723		1 397 130				3 376 767
Total non current liabilities	81 422	1 432 727		–				81 422
Community wealth/Equity	**8 346 204**	**597 045**		**50 590**				**8 346 204**
Cash flows								
Net cash from (used) operating	87 719	195 215	(3 527)	114 466	(162 188)	(276 654)	171%	121 817
Net cash from (used) investing	(162 093)	(194 964)	(29 169)	(30 806)	162 470	193 276	119%	(162 093)
Net cash from (used) financing	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**(15 038)**	**43 341**	**125 113**	**126 750**	**43 372**	**(83 378)**	**-192%**	**–**

4. FINANCIAL PERFORMANCE OVERVIEW

4.1 For the year-to-date period ended, the municipality recorded **actual revenue of R 976 million** against a **budgeted revenue of R1,052 million**, resulting in an **under-collection of R 76 million**, or **7% below the year-to-date target**.

4.2 Operating Revenue by Source

MP302 Msukaligwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April								
	Budget Year 2025/26							
Description R thousands	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue								
Exchange Revenue								
Service charges - Electricity	391 236	347 457	23 739	270 242	289 548	(19 306)	-7%	391 236
Service charges - Water	90 618	122 822	12 031	94 289	102 352	(8 063)	-8%	90 618
Service charges - Waste Water Management	67 901	65 273	5 517	55 527	54 394	1 133	2%	67 901
Service charges - Waste management	58 742	56 756	4 755	43 017	47 297	(4 280)	-9%	58 742
Sale of Goods and Rendering of Services	11 224	4 437	205	1 047	3 697	(2 650)	-72%	11 224
Agency services	–	–	–	–	–	–		–
Interest	–	–	–	–	–	–		–
Interest earned from Receivables	38 133	29 136	7 658	26 359	24 280	2 080	9%	38 133
Interest from Current and Non Current Assets	5 471	6 461	603	13 649	5 384			5 471
Dividends	–	–	–	–	–	–		–
Rent on Land	2	2	–	1	1	(0)		2
Rental from Fixed Assets	3 453	3 749	332	5 514	3 124	2 389	76%	3 453
Licence and permits	98	94	1	2	79	(76)	-97%	98
Special rating levies	–	–	–	–	–	–		–
Operational Revenue	44 333	1 534	60	225	1 278	(1 054)	-82%	44 333
Non-Exchange Revenue	–	–	–	–	–	–		–
Property rates	258 951	258 951	21 152	254 289	215 792	38 496	18%	258 951
Surcharges and Taxes	–	–	–	–	–	–		–
Fines, penalties and forfeits	49 231	60 879	35	3 548	50 732	(47 185)		49 231
Licence and permits	–	66	2	4	55	(51)		–
Transfers and subsidies - Operational	294 895	294 895	–	190 657	245 746	(55 089)		294 895
Interest	12 466	8 965	5 345	17 929	7 471	10 458		12 466
Fuel Levy	–	–	–	–	–	–		–
Operational Revenue	–	1 351	–	–	1 126	(1 126)	-100%	–
Gains on disposal of Assets	–	–	–	–	–	–		–
Other Gains	–	–	–	–	–	–		–
Discontinued Operations	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)	**1 326 753**	**1 262 829**	**81 434**	**976 298**	**1 052 358**	**(76 059)**	**-7%**	**1 326 753**

Property Rates

- The Property Rates Reconciliation for March 2026 indicates that the General Valuation Roll and the Municipal Financial System are fully aligned in terms of property numbers and market values, with no variances recorded.

- Minor billing variances of **R 5.07** monthly and **R15.20** quarterly were identified, mainly in the Residential and PSI categories, but these are insignificant and attributable to rounding differences. Overall, the reconciliation is materially accurate and confirms that property rates billing is substantially aligned with the valuation roll.

Property Rates Reconciliation	
Province	MP
District	Gert Sibande District
Type	LM
Municipal Name	Msukaligwa
GV Period	01/03/2026-31/03/2026
Financial Year	2025-2026
Reconciliation Period	March

Reconciliation Overview

High Level Reconciliation

Propety Categories	# of Properties			Market Values		
Propety Categories	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	26 229	26 229	-	11 251 894 801.00	11 251 894 801.00	-
Industrial	106	106	-	335 790 300.00	335 790 300.00	-
Business and Commercial	835	835	-	3 289 353 200.00	3 289 353 200.00	-
Agricultural	2 246	2 246	-	11 693 259 600.00	11 693 259 600.00	-
Mining	92	92	-	67 270 000.00	67 270 000.00	-
State Owned for Public Purpose	147	147	-	1 307 549 100.00	1 307 549 100.00	-
PSI	688	688	-	123 824 500.00	123 824 500.00	-
PBO	131	131	-	332 211 300.00	332 211 300.00	-
Multi Use	-	-	-	-	-	-
Vacant	3 352	3 352	-	533 326 020.00	533 326 020.00	-
POW	2	2	-	94 700 000.00	94 700 000.00	-
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
	33 828	33 828	-	29 029 178 821.00	29 029 178 821.00	-

Detailed Reconciliation

Propety Categories	Monthly Billing			Quarterly		
Propety Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	7 104 002	7 104 105	- 103	21 312 006.94	21 312 315.88	- 308.94
Industrial	763 439	763 439	-	2 290 316.58	2 290 316.58	-
Business and Commercial	7 508 001	7 508 001	-	22 524 002.02	22 524 002.02	-
Agricultural	2 404 224	2 404 223	0	7 212 670.62	7 212 669.84	0.78
Mining	153 725	153 725	-	461 175.51	461 175.51	-
State Owned for Public Purpose	2 664 205	2 664 205	-	7 992 614.39	7 992 614.39	-
PSI	14 940	14 843	98	44 821.23	44 528.26	292.97
PBO	4 171	4 171	0	12 513.96	12 513.96	0.00
Multi Use	-	-	-	-	-	-
Vacant	704 751	704 751	-	2 114 254.00	2 114 254.00	-
POW	9 669	9 669	- 0	29 006.99	29 007.00	- 0.01
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	**R21 331 127.42**	**R21 331 132.48**	**-R5.07**	**63 993 382.25**	**63 993 397.44**	**- 15.20**

Prepared By	Nomusa Zulu	Date	2026/03/30
	Contatct Details		
Signature			
Reviewed By	GT MAHLANGU	Date	2026/03/30
	Contatct Details		
Signature			

Electricity

Description	Original Budget 2025/26	Monthly Budget	Actual billed or received M09 (March)	Difference (Budget vs Actual)	Variance based on pro rata budget
	R	R	R	R	%
Conventional	273 865 007.50	22 822 083.96	14 639 667.82	8 182 416.14	36%
Prepaid sales	117 370 717.50	9 780 893.13	9 098 901.18	681 991.95	7%
Total	**391 235 725.00**	**32 602 977.08**	**23 738 569.00**	**8 864 408.08**	**27%**

- Electricity revenue for April 2026 amounted to **R23,738 million** against a monthly budget of **R22,822 million**, resulting in an under-collection of **R8,182 million (36%).**
- Both conventional sales and prepaid sales were below budget by 10%, with conventional billing generating **R14,639 million** and prepaid sales **R 9,9 million.**
- The municipality has **waived** the **implementation of the 75/25** towards arrear debt and prepaid electricity sales due to the implantation of the new financial system.

Water Management

- Water revenue for April 2026 recorded a **year-to-date actual amount of R 94,289 million** against a **year-to-date budget of R 102 million**, resulting in an underperformance of **R 8,063 million (-8%)**. This indicates that water service charge revenue collection is below the anticipated target for the period under review.

Waste water Management

- Wastewater Management revenue for April 2026 recorded a **year-to-date actual amount of R 55,5 million** against a **year-to-date budget of R 54,3 million**, resulting in a favorable variance of **R1,13 million (2%)**.
- This indicates that revenue from wastewater services is performing slightly above the expected target for the period under review.

Waste Management

- Waste Management revenue for March 2026 recorded a **year-to-date actual amount of R 43,017 million** against a **year-to-date budget of R 47,297 million**, resulting in an underperformance of **R4,280 million (-9%)**.
- This indicates that revenue from waste management services is below the expected target for the period under review.

Rental of Facilities

- The year to date revenue amounted to **R 5,514 million** which is **76%** more than the budget projection of **R 3,214 million.**
- **Total Interest earned on Positive bank balances amounts to R 439,825.78 made up of the following banks;**

APRIL BANK BALANCE AND INTEREST	
BANK ACCOUNT TYPE	**INTEREST**
CALL ACCOUNT	547 186.56
LICENSING ACCOUNT	20 765.74
PRIMARY ACCOUNT	55 627.17
TRADING SERVICES ACCOUNT	42 959.14
	666 538.61

Interest earned - outstanding debtors

- Interest from outstanding debtors as of April amounted to **R 7,658 miliion**.

Fines, Penalties and Forfeits

Year to date cash generated from traffic fines issued amounted to **R 35 thousand** as at 30 April 2026.

Licence and permits

Revenue generated for licenses and permits amounted to **R 2 thousand** as at 30 April 2026.

4.3 Operating Expenditure by Source

The year-to-date Total expenditure amounts to **R1,095 million** which is **13%** less than the projected budget.

MP302 Msukaligwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April								
	Budget Year 2025/26							
Description R thousands	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type								
Employee related costs	332 538	353 051	28 953	289 223	294 209	(4 986)	-2%	332 538
Remuneration of councillors	20 559	19 521	1 525	13 951	16 268	(2 316)	-14%	20 559
Bulk purchases - electricity	460 250	578 050	39 491	427 339	481 708	(54 369)		460 250
Inventory consumed	117 003	161 008	3 148	161 317	134 174	27 144		117 003
Debt impairment	94 135	94 182	–	179	78 075	(77 895)	-100%	94 135
Depreciation and amortisation	128 379	128 379	–	27	106 983	(106 956)	-100%	128 379
Interest	22 041	119 490	–	154 798	99 575	55 223	55%	22 041
Contracted services	124 809	132 701	5 181	70 268	110 584	(40 316)	-36%	124 809
Transfers and subsidies	–	–	–	–	–	–		–
Irrecoverable debts written off	552	–	–	–	–	–		552
Operational costs	82 202	91 208	10 948	74 843	76 006	(1 164)	-2%	82 202
Losses on Disposal of Assets	–	–	–	–	–	–		–
Other Losses	–	–	–	–	–	–		–
Total Expenditure	**1 382 469**	**1 677 590**	**89 245**	**1 191 947**	**1 397 582**	**(205 634)**	**-15%**	**1 382 469**

Employee related costs and Councillors Allowances

- As of March 2026 (M09), Msukaligwa Municipality's employee-related costs reached **R 289 million**, which is slightly below the year-to-date budget of **R 294 million or -2%.** The Councillors remuneration as at 30 April 2026 amounted to **R 4,896 million** which includes councillors remuneration.

Debt impairment

- Actual expenditures are consistent with the anticipated collection rate of 75%. Furthermore, the municipality is implementing revenue enhancement strategies to recover outstanding receivables..

- Debt impairment is recognized when and if it is anticipated that cash flows generated by those assets will be insufficient to enable adherence to the financial commitment associated with debt issuance.

- Such determination is made on the basis of three aspects: whether cash flow from operations is projected to be fully applied to servicing debt and whether the commencement of that cash flow is appropriately timed; the timing of maturing principal repayments; and the funding sources (if any) that are being considered to address liquidity shortfalls as they arise.

Depreciation & asset impairment

The actuals expenditure is as per the projected estimate.

Finance charges

Interest is accruing on both Eskom and DWS debts. Nevertheless, the municipality is actively engaging in debt relief initiatives related to these entities to help reduce the overall debt burden.

Bulk purchases – electricity

The Eskom invoices reflect a billed amount of **R 44,513,511.18** for April 2026; payments made towards the Ermelo account amounted to **R 11 million** and R **5,541 million** was paid towards the resale accounts.

Below is the summary of the outstanding amount on Eskom account.

ESKOM ACCOUNTS PAID IN APRIL 2026

ACCOUNT NAME	ACCOUNT NUMBER	TOTAL BILLING	VAT AMOUNT	INTEREST	TOTAL DUE	TOTAL AMOUNT	PAYMENT DATE	DUE DATE
BREYTEN KWAZANENELE	8341001579	1 877 072.26	281 560.84	-	2 158 633.10	2 158 633.10	2026/04/17	2026/04/18
LOTHAIR	7296044246	948 603.76	142 290.56	-	1 090 894.32	1 090 894.32	2026/04/17	2026/04/18
DAVEL KWADELA	9657898907	784 638.00	117 695.70		902 333.70	902 333.70	2026/04/17	2026/04/20
BREYTEN TOWN	9010981110	1 208 289.12	181 243.37		1 389 532.49	1 389 532.49	2026/04/17	2026/04/18
ERMELO						11 267 459.81	2026/04/28	
TOTAL AMOUNT PAID					**5 541 393.61**	**16 808 853.42**		

Bulk Purchases Electricity

Month	Amount Excl.	VAT	Adjustment	Interest	Current billing	Arrears	Total Due	Payments	Closing Balance
July	*58,775,637.94*	*8,816,345.70*	-	*6,309,512.41*	73,901,496.05	886,281,031.00	960,182,527.05	62,498,119.48	897,684,407.57
Aug	*58,495,352.54*	*8,410,499.13*	*(2,425,358.32)*	*6,865,858.27*	71,346,351.62	897,684,407.97	969,030,759.59	5,773,327.46	963,257,432.13
Sept	*41,257,502.72*	*6,188,625.41*	-	*5,940,009.51*	53,386,137.64	963,257,432.13	963,257,432.13	-	963,257,432.13
Oct	*32,701,259.21*	*4,912,861.38*	*51,150.00*	*8,588,144.12*	46,253,414.71	1,016,643,569.76	1,016,643,569.76	9,098,535.28	1,007,545,034.48
Nov	*31,416,563.62*	*4,712,484.54*	-	*6,715,444.73*	42,844,492.89	1,053,798,449.49	1,096,642,942.38	957,710.28	1,095,685,232.10
Dec	*32,050,652.43*	*4,807,597.87*	-	*7,787,684.68*	44,645,934.98	1,095,685,232.10	1,140,331,167.08	41,027,246.47	1,099,303,920.61
Jan	*28,457,013.74*	*4,268,552.06*	-	*9,394,998.43*	42,120,564.23	1,099,303,920.61	1,141,424,484.84	-	1,141,424,484.84
Feb	*29,446,878.33*	*4,417,031.71*	-	*7,403,549.73*	41,267,459.77	1,141,424,484.84	1,182,691,944.61	21,249,521.91	1,161,442,422.70
Mar	*28,513,310.26*	*4,276,996.54*	-	*8,035,688.97*	40,825,995.77	1,161,442,422.74	1,202,268,418.51	-	1,202,268,418.51
Apr	*30,841,288.00*	*4,626,193.21*	-	9,046,029.97	44,513,511.18	1,202,268,418.51	1,246,781,929.69	31,178,882.74	1,215,603,046.95
May			-		-		-	-	-
June			-		-		-	-	-
	371,955,458.79	55,437,187.55	(2,374,208.32)	76,086,920.82	501,105,358.84	10,517,789,369.15	9,672,473,245.95	171,783,343.62	10,747,471,832.02

Bulk Purchases Water

Total debt for the month ending 30 April 2026 amount to **R 1,271 941 145.59**

	Client:	Msukaligwa Local Municipality	Prepared by:	Nompumelelo Mashaja
	Year end:	30 June 2026	Date:	06-Jul-26
	Subject:	Bulk Purchases - Water	Reviewed by:	S Nkosi
	Period ending	30 June 2025	Date:	30-Jun-26
			Final Review by:	
			Date:	

DWAF ACCOUNTS MOVEMENTS FOR THE YEAR AS PER INVOICES							
ACCOUNTS	opening balance	Amount Excl	VAT Amount	Interest	payments	Adjustment	Creditor
20029265 NRWI	496 490 053.53	-	-	-	-	-	496 490 053.53
20029265 CMA	-	-	-	-	-	-	-
20028765 NRWI	198 876.96	-	-	-	38 875.02	-	237 751.98
20028765 CMA	100 885.98	25 916.67	-	4 845.93	-	-	131 648.58
20031984 NRWI	41 908 198.74	- 54 593 275.93	-	-	-	-	- 12 685 077.19
20031984 CMA	-	-	-	-	-	-	-
20033982 NRWI	336 243 385.67	-	-	-	-	-	336 243 385.67
20033982CMA	-	-	-	-	-	-	-
20037906 NWRI	111 607.71	3 441.60	-	4 998.32	5 162.40	-	125 210.03
20037906 CMA	-	-	-	-	-	-	-
21070010 NWRI	1 554 885.56	-	-	-	-	-	1 554 885.56
21070010 CMA	726.35	186.60	-	34.96	279.90	-	1 227.81
20014912 NRWI	139 334 230.26	-	-	-	-	-	139 334 230.26
20014912 CMA	24 356.99	- 3 343.25	-	1 009.99	-	-	22 023.73
20056412 NWRI	18 558 912.46	1 174 072.00	175 141.20	-	3 732.22	-	19 911 857.88
20056412 CMA	3 732.00	2 488.00	-	167.64	2 023 819.80	-	2 030 207.44
20059491 NRWI	104 074 973.83	10 657 416.00	1 575 254.74	4 768 367.65	89 903.88	- 4 768 367.65	116 397 548.45
20059491 CMA	233 313.02	59 935.92	-	11 206.74	3 058 167.68	- 11 206.74	3 351 416.62
20059482 NRWI	141 998 117.60	15 423 710.48	2 300 819.00	6 572 360.14	8 882 264.74	- 6 572 360.14	168 584 911.82
20059482 CMA	127 232.05	32 684.70	-	6 111.41	49 946.67	- 6 111.41	209 863.42
TOTAL DWS	1 280 963 488.71	- 27 216 767.21	4 051 214.94	11 369 102.78	14 132 152.31	- 11 358 045.94	1 271 941 145.59

Inventory consumed

- Actuals expenditure is equal to the projected budget amount as at 30 April 2026.

Contracted services

- Payments to contracted services are within normal limits and are **36% lower** than the budgeted amount. The municipality has enhanced its internal systems by insourcing various activities, including the preparation of Annual Financial Statements.

Other expenditures

- Payments made on other expenditures are within the budgeted projection for the quarter ending 30 April 2026

4.4 Capital Expenditure

MP302 Msukaligwa - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) -										
Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital Expenditure - Functional Classification										
Governance and administration		–	–	**4 500**	–	**286**	**3 750**	(3 464)	-92%	–
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		–	–	4 500	–	286	3 750	(3 464)	-92%	–
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	–	–	–	–	–	–		–
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	**22 270**	**31 785**	**1 023**	**20 279**	**26 487**	(6 208)	-23%	**22 270**
Planning and development		–	–	–	–	–	–	–		–
Road transport		–	22 270	31 785	1 023	20 279	26 487	(6 208)	-23%	22 270
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	**139 823**	**158 679**	**28 146**	**116 621**	**132 233**	(15 612)	-12%	**139 823**
Energy sources		–	6 691	13 790	609	5 592	11 492	(5 900)	-51%	6 691
Water management		–	16 976	34 628	196	20 829	28 857	(8 028)	-28%	16 976
Waste water management		–	114 239	110 261	27 341	90 200	91 884	(1 684)	-2%	114 239
Waste management		–	1 917	–	–	–	–	–		1 917
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Cl	3	–	**162 093**	**194 964**	**29 169**	**137 186**	**162 470**	**(25 284)**	**-16%**	**162 093**

The municipality did not incur any Capital expenditure incurred through internally funded for the month ending 30 April 2026.

4.5 Cash Flows

Bank Balances as at 30 April2026

MP302 Msukaligwa - Table C7 Monthly Budget Statement - Cash Flow - M10 April										
		2024/25	Budget Year 2025/26							
Description	Ref	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		–	201 982	201 982	22 299	195 828	168 318	27 509	16%	201 982
Service charges		–	550 876	525 916	55 824	519 031	438 263	80 767	18%	550 876
Other revenue		–	67 651	22 689	734	25 950	18 981	6 969	37%	67 651
Transfers and Subsidies - Operational		–	294 895	294 895	–	220 656	245 746	(25 090)	-10%	294 895
Transfers and Subsidies - Capital		–	162 093	162 093	–	143 539	135 077	8 462	6%	162 093
Interest		–	–	19 924	–	–	16 604	(16 604)	-100%	34 098
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		–	(1 159 402)	(1 001 909)	(82 383)	(990 537)	(1 159 864)	(169 327)	15%	(1 159 402)
Interest		–	(30 376)	(30 376)	–	–	(25 314)	(25 314)	100%	(30 376)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	87 719	195 215	(3 527)	114 466	(162 188)	(276 654)	171%	121 817
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		–	(162 093)	(194 964)	(29 169)	(30 806)	162 470	193 276	119%	(162 093)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(162 093)	(194 964)	(29 169)	(30 806)	162 470	193 276	119%	(162 093)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		–	(74 374)	251	(19 370)	83 660	282			–
Cash/cash equivalents at beginning:		43 090	59 336	43 090	157 809	43 090	43 090			43 090
Cash/cash equivalents at month/year end:		43 090	(15 038)	43 341	138 439	126 750	43 372			–

- Cash and Cash Equivalents for the month ending 30 April 2026 amounted to a total of **R 138,439,279.50 million**, see the above breakdown.

APRIL BANK BALANCE AND INTEREST	
BANK ACCOUNT TYPE	**BALANCE**
CALL ACCOUNT	103 697 424.77
LICENSING ACCOUNT	6 240 608.27
PRIMARY ACCOUNT	18 376 855.84
TRADING SERVICES ACCOUNT	10 124 390.62
	138 439 279.50

5. Debtors age analysis

MP302 Msukaligwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April											
Description		Budget Year 2025/26									
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	35 809	11 596	19 849	-	8 737	8 445	283 039	-	367 475	300 221
Trade and Other Receivables from Exchange Transactions - Electricity	1300	(5 961)	(492)	(1 602)	(579)	(3 462)	(1 117)	18 127	-	4 915	12 969
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	4	-	-	-	-	-	4	-
Receivables from Exchange Transactions - Waste Water Management	1500	4 894	4 491	7 680	-	3 709	3 841	252 191	-	276 806	259 742
Receivables from Exchange Transactions - Waste Management	1600	13 609	10 497	20 018	-	8 671	9 445	382 573	-	444 812	400 688
Receivables from Exchange Transactions - Property Rental Debtors	1700	5 945	4 861	8 566	-	4 380	4 441	253 908	-	282 100	262 728
Interest on Arrear Debtor Accounts	1810	17 605	9 570	11 079	-	5 013	5 364	250 004	-	298 635	260 381
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	12	473	754	-	469	1 260	53 820	-	56 788	55 548
Other	1900	310	237	-	-	-	-	-	-	548	-
Total By Income Source	2000	72 224	41 233	66 349	(579)	27 516	31 678	1 493 662	-	1 732 083	1 552 277

- The Municipal Debt book has slightly increased from **R 1,671 billion** in March to **R 1,732 billion** in April 2026.
- The municipality has implemented Credit Control report on electricity cut-off for the month ending 30 April 2026 in terms of Section 64 of the Municipal Finance Management Act, Act 56 of 2003 read with Section 95 of the Municipal Systems Act of 2000;
- The municipality has implemented the BLOCKED METERS. Indigent and non-indigent consumers in this category are slow payers hence their consumer accounts have reached an unacceptable level inconsistent with the new Credit Control and Debt Collection Policy.
- On prepaid electricity sales the Municipality has lifted the partial block 75/25% principle due to a change in the financial system until all the data transfer is complete.

5.1 Conventional Meters

5.1.1 Cut-Offs

Towns	Number of Consumers	Cut-Off Amount	Payments	Payment %
Ermelo	91	R 2 261 462.64	R 3 698 006.02	164%
Wesselton	9	R 41 272.97	R 69 985.53	170%
Breyten/Kwazanele	4	R 23 029.43	R 22 549.17	98%
TOTAL	**104**	**R 2 325 765.04**	**R 3 790 540.72**	**163%**

A total of **104 customers** were affected by service cut-offs during the reporting period. The **total cut-off amount** was **R 2,325 million** with **payments received** amounting to **R 3,790 million** representing an **overall recovery rate of 163%.**

5.1.2. Pre-Paid Meters

Towns	Number of Consumers	Cut-Off Amount	Payments	Payment %
Business's	43	R 14 266 020.19	R 227 617.15	2%
TOTAL	**43**	**R 14 266 020.19**	**R 227 617.15**	**2%**

- **90 Days Zero Sale**

This category comprises **indigent and non-indigent consumers** who have **not made any electricity purchases**—either through the **internet, third-party vendors, or municipal offices**—for a **consecutive period of three (3) months**.

The **total number of debtors** in this category is **7,449.**

This trend indicates a potential **non-usage or bypassing of the prepaid electricity system**, which warrants further investigation to determine whether meters are faulty, tampered with, or if consumers are accessing alternative electricity sources.

- **Zero Sale since connection**

This category includes indigent and non-indigent consumers who have never made any electricity purchases—neither online, through third-party vendors, nor at municipal offices—since the installation of their prepaid meters. The period exceeds three (3) consecutive months, extending up to the date of data extraction from the attached report.

The total number of debtors in this category is **102.**

This situation highlights a serious concern regarding non-activation of newly installed prepaid meters, which may stem from technical faults, illegal connections, or lack of consumer registration. Urgent verification of these connections is recommended.

- **Blocked pre-paid meters for tempering or amounts in excess of R3000.00**

This category refers to indigent and non-indigent consumers who are slow payers, purchasing electricity through online platforms, third-party vendors, or municipal offices, but whose accounts have accumulated arrears exceeding R3,000.00. These accounts have been blocked due to tampering or because their debt levels contravene the provisions of the new Credit Control and Debt Collection Policy.

The total number of debtors in this category is **7.**

This category requires targeted follow-up and enforcement, including physical verification of meters, debt recovery actions, and possible legal intervention where tampering is confirmed.

5.1.3 Tempers

Towns	Number of Debtors	Amount Levied for Tempers	Payments	Payment %
Ermelo	2	R 21 554.80	R 0.00	0%
Wesselton	4	R 61 385.85	R 0.00	0%
Breyten/Kwazanele	1	R 12 277.40	R 0.00	0%
Davel/Kwadela	0	R 0.00	R 0.00	0%
Lothair/Silindile	0	R 0.00	R 0.00	0%
TOTAL	**7**	**R 95 218.05**	**R 0.00**	**0%**

5.1.4 The below attached shows the summary of collection by the debt collectors since inception, this amounts to **R 147 780 298.86**

	Quantity	Amount
Whole Book	17645	R1 220 397 771,27
Collected	6496	R147 780 298,86
Percentage of Debt Collected		12,11%
	By Category	
Residential	4262	R38 037 425,71
Commercial	1859	R77 876 078,13
Other	153	R19 791 821,07
Government Associated Entity	222	R12 074 973,95
	6496	**R147 780 298,86**

6. Creditors age analysis

Msukaligwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	46 367 389	44 645 935		42 844 493	46 194 593	47 446 128	973 267 126	-	1 218 035 324	712 604
Bulk Water	0200	19 050 434	-	-	6 792 663	-	71 868 349	1 209 089 277	-	1 288 331 961	1 120 975
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	3 094 684	-	1 684 020	1 410 838	2 770 851	758 405	-	-	9 718 798	10 550
Auditor General	0800									-	
Other	0900									-	
Medical Aid deductions	0950									-	
Total By Customer Type	1000	68 513	44 646	1 684	51 048	48 965	120 073	2 182 356	-	2 516 086	1 844 129

- The total amount owed to creditors as per the age analysis at 28 February 2026 amounts to **R2,516 billion** with top creditors being DWS, Eskom.

Eskom Debt

An amount owed in a Month ending **30 April 2026** amounted to **R 1 215 billion.**

Bulk Purchases Electricity

Month	Amount Excl.	VAT	Adjustment	Interest	Current billing	Arrears	Total Due	Payments	Closing Balance
July	58,775,637.94	8,816,345.70	-	6,309,512.41	73,901,496.05	886,281,031.00	960,182,527.05	62,498,119.48	897,684,407.57
Aug	58,495,352.54	8,410,499.13	(2,425,358.32)	6,865,658.27	71,346,351.62	897,684,407.97	969,030,759.59	5,773,327.46	963,257,432.13
Sept	41,257,502.72	6,188,625.41	-	5,940,009.51	53,386,137.64	963,257,432.13	963,257,432.13	-	963,257,432.13
Oct	32,701,259.21	4,912,861.38	51,150.00	8,588,144.12	46,253,414.71	1,016,643,569.76	1,016,643,569.76	9,098,535.28	1,007,545,034.48
Nov	31,416,563.62	4,712,484.54	-	6,715,444.73	42,844,492.89	1,053,798,449.49	1,096,642,942.38	957,710.28	1,095,685,232.10
Dec	32,050,652.43	4,807,597.87	-	7,787,684.68	44,645,934.98	1,095,685,232.10	1,140,331,167.08	41,027,246.47	1,099,303,920.61
Jan	28,457,013.74	4,268,552.06	-	9,394,998.43	42,120,564.23	1,099,303,920.61	1,141,424,484.84	-	1,141,424,484.84
Feb	29,446,878.33	4,417,031.71	-	7,403,549.73	41,267,459.77	1,141,424,484.84	1,182,691,944.61	21,249,521.91	1,161,442,422.70
Mar	28,513,310.26	4,276,996.54	-	8,035,688.97	40,825,995.77	1,161,442,422.74	1,202,268,418.51	-	1,202,268,418.51
Apr	30,841,288.00	4,626,193.21	-	9,046,029.97	44,513,511.18	1,202,268,418.51	1,246,781,929.69	31,178,882.74	1,215,603,046.95
May			-		-		-	-	-
June			-		-		-	-	-
	371,955,458.79	55,437,187.55	(2,374,208.32)	76,086,920.82	501,105,358.84	10,517,789,369.15	9,672,473,245.95	171,783,343.62	10,747,471,832.02

DWS Debt

As at **30 April 2026**, the municipality owes Department of Water and Sanitation an amount of **R 1,271 billion.**

	Client:	Msukaligwa Local Municipality		Prepared by:	Nompumelelo Mashaja
	Year end:	30 June 2026		Date:	06-Jul-26
	Subject:	Bulk Purchases - Water		Reviewed by:	S Nkosi
	Period ending	30 June 2025		Date:	30-Jun-26
				Final Review by:	
				Date:	

DWAF ACCOUNTS MOVEMENTS FOR THE YEAR AS PER INVOICES							
ACCOUNTS	opening balance	Amount Excl	VAT Amount	Interest	payments	Adjustment	Creditor
20029265 NRWI	496 490 053.53	-	-	-	-	-	496 490 053.53
20029265 CMA	-	-	-	-	-	-	-
20028765 NRWI	198 876.96	-	-	-	38 875.02	-	237 751.98
20028765 CMA	100 885.98	25 916.67	-	4 845.93	-	-	131 648.58
20031984 NRWI	41 908 198.74	- 54 593 275.93	-	-	-	-	- 12 685 077.19
20031984 CMA	-	-	-	-	-	-	-
20033982 NRWI	336 243 385.67	-	-	-	-	-	336 243 385.67
20033982CMA	-	-	-	-	-	-	-
20037906 NWRI	111 607.71	3 441.60	-	4 998.32	5 162.40	-	125 210.03
20037906 CMA	-	-	-	-	-	-	-
21070010 NWRI	1 554 885.56	-	-	-	-	-	1 554 885.56
21070010 CMA	726.35	186.60	-	34.96	279.90	-	1 227.81
20014912 NRWI	139 334 230.26	-	-	-	-	-	139 334 230.26
20014912 CMA	24 356.99	- 3 343.25	-	1 009.99	-	-	22 023.73
20056412 NWRI	18 558 912.48	1 174 072.00	175 141.20	-	3 732.22	-	19 911 857.88
20056412 CMA	3 732.00	2 488.00	-	167.64	2 023 819.80	-	2 030 207.44
20059491 NRWI	104 074 973.83	10 657 416.00	1 575 254.74	4 768 367.65	89 903.88	- 4 768 367.65	116 397 548.45
20059491 CMA	233 313.02	59 935.92	-	11 206.74	3 058 167.68	- 11 206.74	3 351 416.62
20059482 NRWI	141 998 117.60	15 423 710.48	2 300 819.00	6 572 360.14	8 862 264.74	- 6 572 360.14	168 584 911.82
20059482 CMA	127 232.05	32 684.70	-	6 111.41	49 946.67	- 6 111.41	209 863.42
TOTAL DWS	1 280 983 488.71	- 27 216 767.21	4 051 214.94	11 369 102.78	14 132 152.31	- 11 358 045.94	1 271 941 145.59

7. Table C6 – Statement of Financial Position

MP302 Msukaligwa - Table C6 Monthly Budget Statement - Financial Position - M10 April						
Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		43 090	19 062	43 342	34 015	19 062
Trade and other receivables from exchange transactions		1 193 175	1 842 268	353 376	1 086 818	1 842 268
Receivables from non-exchange transactions		301 492	582 864	225 910	552 613	582 864
Current portion of non-current receivables		–	–	–	–	–
Inventory		17 169	31 775	19 310	82 712	31 775
VAT		–	1 034 526	689 378	9 733	1 034 526
Other current assets		(582 479)	10 810	–	(584 223)	10 810
Total current assets		**972 447**	**3 521 306**	**1 331 316**	**1 181 668**	**3 521 306**
Non current assets						
Investments		–	–	–	–	–
Investment property		–	164 639	172 104	–	164 639
Property, plant and equipment		–	8 118 005	2 813 894	135 834	8 118 005
Biological assets		–	–	–	–	–
Living and non-living resources		–	–	–	–	–
Heritage assets		–	175	175	–	175
Intangible assets		–	268	5	–	268
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**–**	**8 283 087**	**2 986 179**	**135 834**	**8 283 087**
TOTAL ASSETS		**972 447**	**11 804 393**	**4 317 495**	**1 317 501**	**11 804 393**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		376	21 660	10 914	376	21 660
Trade and other payables from exchange transactions		928 981	2 027 228	1 540 779	1 162 252	2 027 228
Trade and other payables from non-exchange transactions		–	811 216	–	221 157	811 216
Provision		–	70 946	5 129	–	70 946
VAT		–	445 717	730 901	(24 428)	445 717
Other current liabilities		–	–	–	–	–
Total current liabilities		**929 357**	**3 376 767**	**2 287 723**	**1 359 358**	**3 376 767**
Non current liabilities						
Financial liabilities		–	3 905	3 206	–	3 905
Provision		–	67 772	62 292	–	67 772
Long term portion of trade payables		–	–	1 288 332	–	–
Other non-current liabilities		–	9 745	78 897	–	9 745
Total non current liabilities		**–**	**81 422**	**1 432 727**	**–**	**81 422**
TOTAL LIABILITIES		**929 357**	**3 458 189**	**3 720 449**	**1 359 358**	**3 458 189**
NET ASSETS	2	**43 090**	**8 346 204**	**597 045**	**(41 857)**	**8 346 204**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		43 090	8 346 204	597 045	(41 793)	8 346 204
Reserves and funds		–	–	–	–	–
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	**43 090**	**8 346 204**	**597 045**	**(41 793)**	**8 346 204**

8. Investment Portfolio analysis

MP302 Msukaligwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April														
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
														-
														-
														-
														-
														-
														-
														-
Municipality sub-total										-		-	-	-
Entities														
														-
														-
														-
														-
														-
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									-		-	-	-

The municipality does not have long-term investments

9. Allocation and Grant Receipts

The Municipality received the following grants during the month ending 30 April 2026: **Equitable share, RBIG, EEDSM, WSIG, LGSETA and INEP**

Grants received 2025-26											
Votes		Jul-25	Aug-25	Sept-25	Oct-24	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Received to date
MIG	3704761022OZZZZZZ	35 451 000.00			14 340 000.00		8 000 000.00			5 790 000.00	63 581 000.00
RBIG	3104763072OZZZZZZZWM		15 000 000.00			30 000 000.00	-			55 000 000.00	100 000 000.00
EEDSM	3201763012OZZZZZZZWM		1 600 000.00			800 000.00	-		1 600 000.00	1 000 000.00	5 000 000.00
MDRG	3501761132OZZZZZZWM						-				-
WSIG	3112761092OZZZZZZ	15 000 000.00			20 000 000.00		-			10 000 000.00	45 000 000.00
INEP	3201761012OZZZZZZ	1 210 000.00					538 000.00			1 943 000.00	3 691 000.00
CAPITAL		51 661 000.00	16 600 000.00	-	34 340 000.00	30 800 000.00	8 538 000.00	-	1 600 000.00	73 733 000.00	217 272 000.00
LGSETA	3704763092OZZZZZZ	740 519.72			137 029.26			136 587.22		195 551.72	1 209 687.92
EPWP	3606763022OZZZZZZZWM		483 000.00				869 000.00				1 352 000.00
Equitable share	36061179100EQZZZZ	119 161 000.00					95 329 000.00			71 496 000.00	285 986 000.00
FMG	3704763042OZZZZZZZWM		3 800 000.00				-				3 800 000.00
Total Operational		119 901 519.72	4 283 000.00	-	-	-	96 198 000.00	-	-	71 496 000.00	291 878 519.72
Total grant receipts		171 562 519.72	20 883 000.00	-	34 340 000.00	30 800 000.00	104 736 000.00	-	1 600 000.00	145 229 000.00	509 150 519.72

10. Remuneration of Councilor section 56/57 and Officials

EMPLOYEE COST FINANCIAL IMPLICATION

- The expense in salaries amounts to **R 30,487 million** for the month ending 30 April 2026,
- Total salary cost in respect of the month ending 30 April 2026 is summarized per salary company as in the table below:

MP302 Msukaligwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April									
		Budget Year 2025/26							
Summary of Employee and Councillor remuneration R thousands	Ref	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages		11 784	12 275	1 009	2 020	10 229	(8 209)	-80%	11 784
Pension and UIF Contributions		1 915	1 827	152	303	1 523	(1 219)	-80%	1 915
Medical Aid Contributions		346	238	17	35	198	(164)	-83%	346
Motor Vehicle Allowance		–	194	217	217	162	55	34%	–
Cellphone Allowance		2 019	2 117	130	259	1 764	(1 505)	-85%	2 019
Housing Allowances		–	–	–	–	–	–		–
Other benefits and allowances		4 494	2 869	–	250	2 391	(2 141)	-90%	4 494
Sub Total - Councillors		20 559	19 521	1 525	3 085	16 268	(13 183)	-81%	20 559
% increase	4	#DIV/0!	#DIV/0!						#DIV/0!
Senior Managers of the Municipality	3								
Basic Salaries and Wages		6 828	6 828	396	812	5 690	(4 878)	-86%	6 828
Pension and UIF Contributions		1 154	1 154	63	131	962	(831)	-86%	1 154
Medical Aid Contributions		153	153	22	45	128	(83)	-65%	153
Overtime		–	–	–	–	–	–		–
Performance Bonus		43	105	–	–	87	(87)	-100%	43
Motor Vehicle Allowance		982	982	119	225	819	(594)	-73%	982
Cellphone Allowance		108	195	13	28	163	(135)	-83%	108
Housing Allowances		–	–	–	–	–	–		–
Other benefits and allowances		–	–	–	–	–	–		–
Payments in lieu of leave		–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–		–
Acting and post related allowance		25	25	–	–	21	(21)	-100%	25
In kind benefits		–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		9 294	9 443	613	1 240	7 869	(6 629)	-84%	9 294
% increase	4	#DIV/0!	#DIV/0!						#DIV/0!
Other Municipal Staff									
Basic Salaries and Wages		203 408	215 835	17 362	34 210	179 862	(145 653)	-81%	203 408
Pension and UIF Contributions		39 369	41 774	3 757	7 499	34 812	(27 313)	-78%	39 369
Medical Aid Contributions		15 620	16 574	1 405	2 812	13 812	(11 000)	-80%	15 620
Overtime		17 494	18 562	2 257	4 367	15 469	(11 102)	-72%	17 494
Performance Bonus		14 684	15 581	1 171	2 319	12 984	(10 665)	-82%	14 684
Motor Vehicle Allowance		13 785	14 627	1 026	1 992	12 189	(10 197)	-84%	13 785
Cellphone Allowance		774	822	108	215	685	(469)	-69%	774
Housing Allowances		988	1 049	58	114	874	(759)	-87%	988
Other benefits and allowances		7 114	7 549	1 050	2 243	6 291	(4 047)	-64%	7 114
Payments in lieu of leave		1 259	1 336	52	52	1 113	(1 062)	-95%	1 259
Long service awards		3 513	3 728	102	166	3 107	(2 941)	-95%	3 513
Post-retirement benefit obligations	2	3 081	3 269	(103)	18 889	2 724	16 165	593%	3 081
Entertainment		–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–		–
Acting and post related allowance		2 156	2 904	95	191	2 420	(2 229)	-92%	2 156
In kind benefits		–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		323 245	343 608	28 340	75 068	286 340	(211 272)	-74%	323 245
% increase	4	#DIV/0!	#DIV/0!						#DIV/0!
Total Parent Municipality		353 097	372 572	30 478	79 393	310 477	(231 084)	-74%	353 097

11. Municipal ratios

MP302 Msukaligwa - Supporting Table SC2 Monthly Budget Statement - performance indicators - M10 April						
Description of financial indicator	Basis of calculation	Ref	Budget Year 2025/26			
			Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		10.9%	14.8%	16.0%	3.1%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		34.2%	271.8%	-3310.2%	34.2%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%
Liquidity						
Current Ratio	Current assets/current liabilities	1	104.3%	58.2%	86.9%	104.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.6%	1.9%	2.5%	0.6%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
Creditors Management						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
Other Indicators						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2				
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2				
Employee costs	Employee costs/Total Revenue - capital revenue		25.1%	28.0%	8.6%	25.1%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.8%	0.5%	0.2%	0.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue		11.3%	19.6%	17.5%	3.2%
IDP regulation financial viability indicators						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within					
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services					
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure					

- The municipality is experiencing significant liquidity challenges, evidenced by a **current ratio of 87%** and a **liquidity ratio of 2.05%.**

- While employee-related expenses remain largely within acceptable parameters, the municipality's dependence on short-term creditors and inadequately backed cash reserves poses a substantial risk to its financial sustainability. Therefore, management actions aimed at enhancing cash flow, improving debtor recovery, and ensuring compliance with MFMA payment obligations are essential.

12. Capital Programme Performance

Overview

- The **total revised grant allocation** is **R 232 million**, of which **R 231 million** has been received to date.
- **Total expenditure** amounts to **R 231 million**, representing **94%** spending against the total. See table below:

CAPITAL GRANTS SPENDING

TYPE of GRANTS	Original allocation	Adjusted allocation /Roll Over	Adjustment	Revised Allocation	Received to date	Spent to date	Remaining on budget	Remaining on amount received	Spending% Against allocation	spending % against Receipts
MIG	R 63 581 000.00	R 0.00	R 0.00	R 63 581 000.00	R 63 581 000.00	R 47 379 053.85	R 16 201 946.15	R 16 201 946.15	75%	75%
EEDSM	R 4 000 000.00	R 0.00	R 1 000 000.00	R 5 000 000.00	R 5 000 000.00	R 3 569 148.26	R 1 430 851.74	R 1 430 851.74	71%	71%
WSIG	R 45 000 000.00	R 0.00	R 0.00	R 45 000 000.00	R 45 000 000.00	R 29 875 794.75	R 15 124 205.25	R 15 124 205.25	66%	66%
RBIG	R 50 000 000.00	R 0.00	R 50 000 000.00	R 100 000 000.00	R 100 000 000.00	R 50 861 247.50	R 49 138 752.50	R 49 138 752.50	51%	51%
INEP	R 2 691 000.00	R 0.00	R 1 000 000.00	R 3 691 000.00	R 3 691 000.00	R 2 691 000.00	R 1 000 000.00	R 1 000 000.00	73%	73%
MDRG	R 0.00	R 9 140 508.65	R 0.00	R 9 140 508.65	R 9 140 508.65	R 8 105 957.79	R 1 034 550.86	R 1 034 550.86	89%	89%
	R 165 272 000.00	R 9 140 508.65	R 0.00	R 226 412 508.65	R 226 412 508.65	R 142 482 202.14	R 83 930 306.51	R 83 930 306.51	62.93%	62.93%

OPERATIONAL GRANTS SPENDING

TYPE of GRANTS	Original allocation	Roll Over	Adjustment	Revised Allocation	Received to date	Spent to date	Remaining on budget	Remaining on amount received	Spending% Against allocation	spending % against Receipts
FMG	R 3 800 000.00	R 828 203.33	R 0.00	R 4 628 203.33	R 3 800 000.00	R 2 660 480.87	R 1 967 722.46	R 1 139 519.13	57%	70%
EPWP	R 1 930 000.00	R 0.00	R 0.00	R 1 930 000.00	R 1 352 000.00	R 2 159 205.18	-R 229 205.18	-R 807 205.18	112%	160%
	R 5 730 000.00	R 828 203.33	R 0.00	R 6 558 203.33	R 5 152 000.00	R 4 819 686.05	R 1 738 517.28	R 332 313.95	73.49%	94%

Unspent Capital 2025/26	R 83 930 306.51
Unspent Operational grants 2025/26	R 332 313.95
	R 84 262 620.46

Performance per Grant

Capital grants

- **RBIG** spending as at 30 April 2026 is at **51%.**
- **EEDSM** spending as at 30 April 2026 is at **71%.**
- **MDRG** grants show strong spending performance, each above **89%** of their allocations.
- **MIG spending** stands at **75%**, indicating moderate progress but requiring continued monitoring to ensure full utilization by year-end.
- **WSIG** has the lowest spending performance at **66%**, which may present a risk of under-expenditure if implementation is not accelerated.
- **INEP** expenditure is currently at **73%** of the receipts to date.

Operational Grants

- The **total revised allocation for operational grants** is **R 5,152 million**, which includes a **roll-over of R828,203.33**.
- **R 5,15 million has been received** to date, and **R 4,81 million has been spent**.

Grant Performance

- **Financial Management Grant (FMG):** Spending stands at **51% of the allocation** and **70% of funds received**, indicating moderate progress with **R1.98 million remaining in the budget**.

- **Expanded Public Works Programme (EPWP):** Spending is **112% of the allocation** and **160% of funds received**, indicating **overspending of approximately R513,356 beyond funds received**, which requires reconciliation or confirmation of additional funding.

13. Other supporting documents
Indigent Household Information

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 6.8))
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	M12
Indigent Household service targets	1																
Water: (Include All indigent households also in Eskom supplied areas)																	
Indigent HH's with piped water inside dwelling			11 000		11 000	3 052	3 370	3 392	3 351	3 473	3 390	3410	3 361	3 456			
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		-	11 000	-	11 000	3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
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	-	11 000	-	11 000	3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Status of Water meters :																	
Number of Indigent HH's with prepaid Water						-	-	-	-	-	-	-	-	-	-	-	-
Number of Indigent HH's with conventional metered Water						3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Number of Indigent HH's NOT metered currently - Water						-	-	-	-	-	-	-	-	-	-	-	-
Number of Indigent HH's with NO Water supply - No metering		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households	10	-	-	-	-	3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Status of unlimited supply of Water :																	
Number of Indigent HH's with conventional metered Water - where the municipality is NOT physically restricting Water to the national free basic limit of 6 kilolitres per household per month																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total number of registered indigent households receiving unlimited supply - Water		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's **billed for consumption above the 6 kl/kilo**	11																
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)																	
Total no of Indigent HH's receiving Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Status of Electricity meters :																	
Number of Indigent HH's with prepaid Electricity			5 460			3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
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	-	5 460	-	-	3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Status of unlimited supply of Electricity :																	
Number of Indigent HH's with conventional metered Electricity - where the municipality is NOT physically 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)						3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Electricity/other energy (50kwh per household per month)						3 052	3 370	3 392	3 351	3 473	3 390	3 410	3 361	3 456	-	-	-
Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)																	
Water (6 kilolitres per household per month)						73	73	73	73	73	73	73	73	73			
Electricity/other energy (50kwh per household per month)						88	88	88	88	88	88	88	88	88			
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	-	-	-	-	161	161	161	161	161	161	161	161	161	-	-	-
Highest level of free service provided per household (ALL Households)																	
Property rates (R value threshold)																	
Water (kilolitres per household per month)			1 407 057			73	73	72.8	73	73	73	73	73	73			
Sanitation (kilolitres per household per month)			3 220 611			80	80	80	80	80	80	80	80	80			
Sanitation (Rand per household per month)			3 220 611			97	97	97	97	97	97	97	97	97			
Electricity (kwh per household per month)			5 460			88	88	88	88	88	88	88	88	88			
Refuse (average litres per week)			3 426 737			162	162	162	162	162	162	162	162	162			
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																
Sanitation (in excess of free sanitation service to indigent households)	16																
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		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Annexure A: C-schedules

Table C3 – Unauthorized Expenditure

The table below depicts all departments spent withing their allocated budgets as at 30 April 2026.

MP302 Msukaligwa - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description	Ref	2024/25	Budget Year 2025/26							COMMENT
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
Expenditure by Vote	1										
Vote 1 - Executive and Council		-	81,774	87,649	5,728	33,469	73,041	(39,572)	-54.2%	81,774	Saving
Vote 2 - Finance & Administration		-	186,916	206,994	14,756	105,750	172,495	(66,745)	-38.7%	186,916	Saving
Vote 3 - [NAME OF VOTE 3]		-	-	-	-	-	-	-		-	
Vote 4 - Sports and Recreation		-	13,326	13,424	201	310	11,186	(10,877)	-97.2%	13,326	Saving
Vote 5 - Public Safety		-	44,997	46,075	2,706	8,330	37,985	(29,656)	-78.1%	44,997	Saving
Vote 6 - Housing		-	5,185	5,500	447	480	4,583	(4,104)	-89.5%	5,185	Saving
Vote 7 - Health		-	12	12	-	-	10	(10)	-100.0%	12	Saving
Vote 8 - Planning and Economic Development		-	8,367	9,443	1,274	2,603	7,870	(5,267)	-66.9%	8,367	Saving
Vote 9 - Community and Social Services		-	107,379	101,596	7,595	41,129	84,663	(43,535)	-51.4%	107,379	Saving
Vote 10 - Electricity		-	565,506	800,089	44,261	497,060	666,741	(169,681)	-25.4%	565,506	Saving
Vote 11 - Water Management		-	122,367	146,160	5,105	244,702	121,800	122,901	100.9%	122,367	Deficit
Vote 12 - Waste Water Management		-	117,002	116,991	2,325	13,852	97,492	(83,641)	-85.8%	117,002	Saving
Vote 13 - Waste Management		-	53,694	56,684	2,562	6,830	47,236	(40,406)	-85.5%	53,694	Saving
Vote 14 - Road Transport		-	75,303	86,293	2,197	13,563	71,911	(58,348)	-81.1%	75,303	Saving
Vote 15 - Other		-	-	-	-	-	-	-		-	Saving
Total Expenditure by Vote	2	-	1,381,828	1,676,911	89,157	968,077	1,397,016	(428,939)	-30.7%	1,381,828	Saving

14. Annexure B: Compliance with the conditions for Municipal Debt Relief

15.1 MFMA Circular 124 – Condition 6.3 (Maintaining the Eskom bulk current account) and Condition 6.12 (Proper Management of Resources)

- The Eskom invoices reflect a billed amount of **R 46 367 389.38** for April; payments made towards the Ermelo account amounted to **R 11 million** and **R 5,541 million** was paid towards the resale accounts.
- Below is the summary of the outstanding amount on Eskom account..

ESKOM ACCOUNTS PAID IN APRIL 2026

ACCOUNT NAME	ACCOUNT NUMBER	TOTAL BILLING	VAT AMOUNT	INTEREST	TOTAL DUE	TOTAL AMOUNT	PAYMENT DATE	DUE DATE
BREYTEN KWAZANENELE	8341001579	1 877 072.26	281 560.84	-	2 158 633.10	2 158 633.10	2026/04/17	2026/04/18
LOTHAIR	7296044246	948 603.76	142 290.56	-	1 090 894.32	1 090 894.32	2026/04/17	2026/04/18
DAVEL KWADELA	9657898907	784 638.00	117 695.70		902 333.70	902 333.70	2026/04/17	2026/04/20
BREYTEN TOWN	9010981110	1 208 289.12	181 243.37		1 389 532.49	1 389 532.49	2026/04/17	2026/04/18
ERMELO						11 267 459.81	2026/04/28	
TOTAL AMOUNT PAID					5 541 393.61	16 808 853.42		

Bulk Purchases Electricity

Month	Amount Excl.	VAT	Adjustment	Interest	Current billing	Arrears	Total Due	Payments	Closing Balance
July	58,775,637.94	8,816,345.70	-	6,309,512.41	73,901,496.05	886,281,031.00	960,182,527.05	62,498,119.48	897,684,407.57
Aug	58,495,352.54	8,410,499.13	(2,425,358.32)	6,865,858.27	71,346,351.62	897,684,407.97	969,030,759.59	5,773,327.46	963,257,432.13
Sept	41,257,502.72	6,188,625.41	-	5,940,009.51	53,386,137.64	963,257,432.13	963,257,432.13	-	963,257,432.13
Oct	32,701,259.21	4,912,861.38	51,150.00	8,588,144.12	46,253,414.71	1,016,643,569.76	1,016,643,569.76	9,098,535.28	1,007,545,034.48
Nov	31,416,563.62	4,712,484.54	-	6,715,444.73	42,844,492.89	1,053,798,449.49	1,096,642,942.38	957,710.28	1,095,685,232.10
Dec	32,050,652.43	4,807,597.87	-	7,787,684.68	44,645,934.98	1,095,685,232.10	1,140,331,167.08	41,027,246.47	1,099,303,920.61
Jan	28,457,013.74	4,268,552.06	-	9,394,998.43	42,120,564.23	1,099,303,920.61	1,141,424,484.84	-	1,141,424,484.84
Feb	29,446,878.33	4,417,031.71	-	7,403,549.73	41,267,459.77	1,141,424,484.84	1,182,691,944.61	21,249,521.91	1,161,442,422.70
Mar	28,513,310.26	4,276,996.54	-	8,035,688.97	40,825,995.77	1,161,442,422.74	1,202,268,418.51	-	1,202,268,418.51
Apr	30,841,288.00	4,626,193.21	-	9,046,029.97	44,513,511.18	1,202,268,418.51	1,246,781,929.69	31,178,882.74	1,215,603,046.95
May			-		-		-	-	-
June			-		-		-	-	-
	371,955,458.79	55,437,187.55	(2,374,208.32)	76,086,920.82	501,105,358.84	10,517,789,369.15	9,672,473,245.95	171,783,343.62	10,747,471,832.02

The total amount woed to DWS as at 30 April 2026 is **R 1,271 billion.**

Client: Msukaligwa Local Municipality
Year end: 30 June 2026
Subject: Bulk Purchases - Water
Period ending 30 June 2025

Prepared by: Nompumelelo Mashaja
Date: 06-Jul-26
Reviewed by: S Nkosi
Date: 30-Jun-26
Final Review by:
Date:

DWAF ACCOUNTS MOVEMENTS FOR THE YEAR AS PER INVOICES

ACCOUNTS	opening balance	Amount Excl	VAT Amount	Interest	payments	Adjustment	Creditor
20029265 NRWI	496 490 053.53	-	-	-	-	-	496 490 053.53
20029265 CMA	-	-	-	-	-	-	-
20028765 NRWI	198 876.96	-	-	-	38 875.02	-	237 751.98
20028765 CMA	100 885.98	25 916.67	-	4 845.93	-	-	131 648.58
20031984 NRWI	41 908 198.74	- 54 593 275.93	-	-	-	-	- 12 685 077.19
20031984 CMA	-	-	-	-	-	-	-
20033982 NRWI	336 243 385.67	-	-	-	-	-	336 243 385.67
20033982CMA	-	-	-	-	-	-	-
20037906 NWRI	111 607.71	3 441.60	-	4 998.32	5 162.40	-	125 210.03
20037906 CMA	-	-	-	-	-	-	-
21070010 NWRI	1 554 885.56	-	-	-	-	-	1 554 885.56
21070010 CMA	726.35	186.60	-	34.96	279.90	-	1 227.81
20014912 NRWI	139 334 230.26	-	-	-	-	-	139 334 230.26
20014912 CMA	24 356.99	- 3 343.25	-	1 009.99	-	-	22 023.73
20056412 NWRI	18 558 912.46	1 174 072.00	175 141.20	-	3 732.22	-	19 911 857.88
20056412 CMA	3 732.00	2 488.00	-	167.64	2 023 819.80	-	2 030 207.44
20059491 NRWI	104 074 973.83	10 657 416.00	1 575 254.74	4 768 367.65	89 903.88	- 4 768 367.65	116 397 548.45
20059491 CMA	233 313.02	59 935.92	-	11 206.74	3 058 167.68	- 11 206.74	3 351 416.62
20059482 NRWI	141 998 117.60	15 423 710.48	2 300 819.00	6 572 360.14	8 862 264.74	- 6 572 360.14	168 584 911.82
20059482 CMA	127 232.05	32 684.70	-	6 111.41	49 946.67	- 6 111.41	209 863.42
TOTAL DWS	1 280 963 488.71	- 27 216 767.21	4 051 214.94	11 369 102.78	14 132 152.31	- 11 358 045.94	1 271 941 145.59

The statement below reflect a balance of R 10,124,390.62 million in the Trading services account (Account opened for ring-fencing fund for the debt relief)

P O Box 1153
Johannesburg 2000
Street Address Commercial Account Services Customers
4 First Place, 6th Floor, Bank city
Universal Branch Code 250655
fnb.co.za
Lost Cards 087-575-9406
Account Enquiries 087-736-2247
Fraud 087-575-9444
Relationship Manager Geoffrey Mavhiva
(087) 345-0990

"MSUKALIGWA LOCAL MUNICIPALITY
90 KERK AND TAUTE ST
ERMELO
2351

Customer VAT Registration Number Not Provided
Bank VAT Registration Number 4210102051

Public Sector Cheque Account : 63143810413
Tax Invoice/Statement Number : 12
Statement Period : 31 March 2026 to 30 April 2026
Statement Date : 30 April 2026

Statement Balances		Bank Charges		Interest Rate	
Opening Balance	12,081,546.48 Cr	Service Fees	115.00 Dr	Credit Rate**	4.50%
Closing Balance	10,124,390.62 Cr	Cash Deposit Fees	0.00	Debit Rate (Non-NCA)	12.25%
Inclusive of VAT @ 15.00%	15.00 Dr	Cash Handling Fees	0.00		
Total VAT (ZAR)	15.00 Dr	Other Fees	0.00		

Transactions in RAND (ZAR)

Date	Description	Amount	Balance	Accrued Bank Charges
24 Apr	FNB OB TFF FNB OB TH 000000008 9415 Primary Ba	2,000,000.00	10,081,546.48Cr	
30 Apr	Int On Credit Balance	42,959.14Cr	10,124,505.62Cr	
30 Apr	Service Fees	115.00	10,124,390.62Cr	
	Closing Balance		10,124,390.62 Cr	

Turnover for Statement Period

No Credit Transactions 1	42,959.14 Cr
No Debit Transactions 2	2,000,115.00 Dr

Please contact us within 30 days from your statement date, should you wish to query an entry on this statement (incl. card transactions done during this statement period, but not yet reflecting). Should we not hear from you, we will assume that you have received the statement and that it is correct.

For more information on your Pricing Option, please contact us or visit our website.
**For the latest Credit Rates on product, please go to fnb.co.za

First National Bank - a division of FirstRand Bank Limited. Registration Number 1929/001225/06. An Authorised Financial Services and Credit Provider (NCRCP20).
On 21 November 2025, the Prime Lending Rate changed to 10.25%. This may impact the rate on any of your credit facilities.

Branch Number	Account Number	Date	DDA DBRN Ma [illegible]	PN
6209	631038[illegible]13	2026/04/30	PUBLIC SECTOR CHEQUE ACCOUNT	

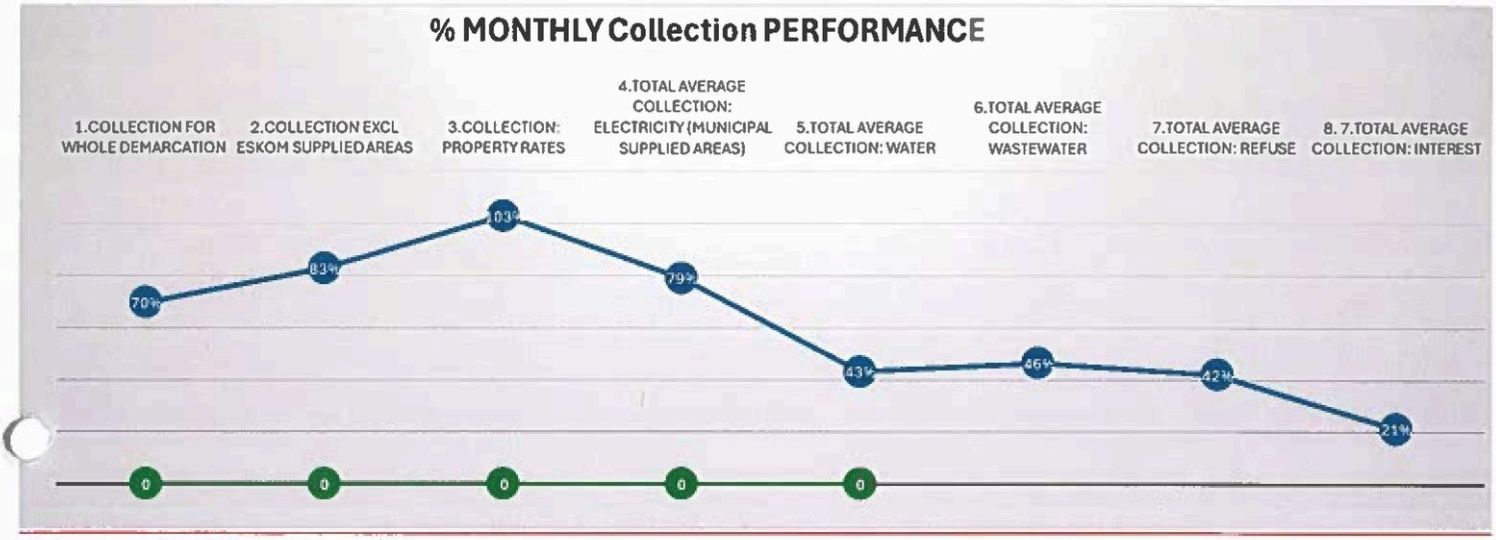
15.2 MFMA Circular 124 – Condition 6.4 Compliance with a unfunded MTREF Budget.

The municipality has approved an unfunded Budget of R 1,284 billion deficit for the 2025-26 Financial year.

15.3 MFMA Circula 124 – Condition 6.5 – Cost Reflective Tariffs

The municipality has submitted cost of supply to NERSA for approval, in order to implement the cost reflective tariffs.

15.4 MFMA Circular 124 – Condition 6.6 - Electricity and Water as collection tool



- Collection rate for Electricity for the month ending 30 April 2026 is 83%
- Colectrin rate for Water for the month ending 30 April is 43%

15.5 MFMA Circular 124 – Condition 6.7 Average Quarterly collection rate

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

Municipal Details

Province	District	Municipality	Period Reported	No. of Weeks
Mpumalanga	Gert Sibande	Msukaligwa	Feb-26	13
MP302				

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1 Billing	Collection	R - Billing not collected	% Collection	Q1	Summary - Quarter 2 Billing	Collection	R - Billing not collected	% Collection	Q2	Summary - Quarter 3 Billing	Collection	R - Billing not collected	% Collection	Q1	Summary - Quarter 4 Billing	Collection	R - Billing not collected	% Collection	Q1
1.Collection for whole demarcation	208 726 723	150 152 790	58 573 933	72%	72%	213 436 990	154 655 979	58 781 011	72%	72%	137 403 763	92 914 373	44 489 389	68%	68%	-	-	-	#DIV/0	
2.Collection excl Eskom supplied areas	46 082 870	39 323 785	6 759 086	85%	85%	42 645 668	39 312 453	3 333 215	92%	92%	28 379 892	23 813 061	4 566 831	84%	84%	-	-	-	#DIV/0	
3.Collection: Property Rates	57 380 219	53 493 179	3 887 040	93%	93%	60 681 183	56 961 770	3 719 413	94%	94%	39 084 249	34 966 209	4 118 040	89%	89%	-	-	-	#DIV/0	
4.Total average collection: Electricity	68 990 075	57 825 361	11 164 714	84%	84%	69 060 817	59 072 797	9 988 020	86%	86%	42 724 417	34 961 216	7 763 201	82%	82%	-	-	-	#DIV/0	
5.Total average collection: Water	32 605 029	17 722 084	14 882 945	54%	54%	35 696 588	17 913 299	17 783 289	50%	50%	22 912 292	10 784 123	12 128 169	47%	47%	-	-	-	#DIV/0	
6.Total average collection: Wastewater	18 720 614	9 385 698	9 334 916	50%	50%	18 476 677	9 888 287	8 588 390	54%	54%	12 604 659	5 960 426	6 644 232	47%	47%	-	-	-	#DIV/0	
7.Total average collection: Refuse	16 071 844	7 199 732	8 872 112	45%	45%	15 942 912	7 473 750	8 469 162	47%	47%	10 868 579	4 392 836	6 475 742	40%	40%	-	-	-	#DIV/0	
8.Total average collection: Interest	14 958 941	4 526 735	10 432 206	30%	0%	13 578 813	3 346 077	10 232 736	25%	25%	9 209 567	1 849 562	7 360 005	20%	20%	-	-	-	#DIV/0	

1.Collection for whole demarcation	66%
2.Collection excl Eskom supplied areas	84%
3.Collection: Property Rates	89%
4.Total average collection: Electricity (Municipal supplied areas)	82%
5.Total average collection: Water	47%
6.Total average collection: Wastewater	47%
7.Total average collection: Refuse	40%
8.Total average collection: Interest	20%

15.6 MFMA Circular 124 - Condition 6.8 Completeness of the Revenue Base

- The Property Rates Reconciliation for April 2026 indicates that the General Valuation Roll and the Municipal Financial System are fully aligned in terms of property numbers and market values, with no variances recorded.

- Minor billing variances of R5.07 monthly and R15.20 quarterly were identified, mainly in the Residential and PSI categories, but these are insignificant and attributable to rounding differences. Overall, the reconciliation is materially accurate and confirms that property rates billing is substantially aligned with the valuation roll.

Property Rates Reconciliation

Province	MP
District	Gert Sibande District
Type	LM
Municipal Name	Msukaligwa
GV Period	01/03/2026-31/03/2026
Financial Year	2025-2026
Reconciliation Period	March

Reconciliation Overview

High Level Reconciliation

Propety Categories	# of Properties			Market Values		
Propety Categories	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	26 229	26 229	-	11 251 894 801.00	11 251 894 801.00	-
Industrial	106	106	-	335 790 300.00	335 790 300.00	-
Business and Commercial	835	835	-	3 289 353 200.00	3 289 353 200.00	-
Agricultural	2 246	2 246	-	11 693 259 600.00	11 693 259 600.00	-
Mining	92	92	-	67 270 000.00	67 270 000.00	-
State Owned for Public Purpose	147	147	-	1 307 549 100.00	1 307 549 100.00	-
PSI	688	688	-	123 824 500.00	123 824 500.00	-
PBO	131	131	-	332 211 300.00	332 211 300.00	-
Multi Use	-	-	-	-	-	-
Vacant	3 352	3 352	-	533 326 020.00	533 326 020.00	-
POW	2	2	-	94 700 000.00	94 700 000.00	-
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
	33 828	33 828	-	29 029 178 821.00	29 029 178 821.00	-

Detailed Reconciliation

Propety Categories	Monthly Billing			Quarterly		
Propety Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	7 104 002	7 104 105	- 103	21 312 006.94	21 312 315.88	- 308.94
Industrial	763 439	763 439	-	2 290 316.58	2 290 316.58	-
Business and Commercial	7 508 001	7 508 001	-	22 524 002.02	22 524 002.02	-
Agricultural	2 404 224	2 404 223	0	7 212 670.62	7 212 669.84	0.78
Mining	153 725	153 725	-	461 175.51	461 175.51	-
State Owned for Public Purpose	2 664 205	2 664 205	-	7 992 614.39	7 992 614.39	-
PSI	14 940	14 843	98	44 821.23	44 528.26	292.97
PBO	4 171	4 171	0	12 513.96	12 513.96	0.00
Multi Use	-	-	-	-	-	-
Vacant	704 751	704 751	-	2 114 254.00	2 114 254.00	-
POW	9 669	9 669	- 0	29 006.99	29 007.00	- 0.01
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	**R21 331 127.42**	**R21 331 132.48**	**-R5.07**	**63 993 382.25**	**63 993 397.44**	**- 15.20**

Prepared By	Nomusa Zulu	Date	2026/03/30
	Contatct Details		
Signature			
Reviewed By	GT MAHLANGU	Date	2026/03/30
	Contatct Details		
Signature			

15.7 MFMA Circular 124 – Condition 6.10 Provincial Treasury certification of Municipalities

- Municipality receives the Condition of Compliance certificate monthly, with the condition of non-compliance.
- The municipality has actioned and consider all non-compliance findings for the month of April 2026 with the intention to improve the compliance percentage.

15.8 MFMA Circular 124 – Condition 6.11 Limitation on Municipality borrowing

- The Municipality does not have any borrowings as at 30 April 2026

15.9 MFMA Circular 124 – Municipal Compliance Self-Assessment

- See the table below for self-assessment report

Annexure A2 - Monthly

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Mphumalanga Provincial Treasury

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period	Apr'26
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	MP302
District	Gert Sibande
Demarcation Description	Msukaligwa

I, name and surname of HOD, 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			*Choose from drop down list*	Notes/Comments
	6.1 + 6.12	**Maintaining the Eskom and bulk water current account** – *(current account for the purpose of this exercise means the account that a municipality receives for its monthly consumption)*		
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*	Yes	The Municipality paid R11 Million on 28 April 2026
2	6.12.3	- 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://goMuniportal.treasury.gov.za?	Yes	
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?	Yes	The Municipality paid R11 Million on 28 April 2026
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.*	Yes	The Municipality paid R11 Million on 28 April 2026
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	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)*	2024/25 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?	No	
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 91 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 43 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no reconciliation 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 reconciliation 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 necessary, however, the PT (FBT) must assesses 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.*	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?	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?	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	No license
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 Auditor-General, 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 and 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;	No	
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 and the reason(s) for the failure?	No Yes	
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	Yes	
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?		
	6.8	Municipality's Completeness of the revenue base –	Yes	
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	the GVR balances with the MFS
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://guploadportal.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://guploadportal.treasury.gov.za?		
		Note - a municipality will be exempt from the Municipal Debt Support programme if the FRP progress report as per 6.9.3 and 6.9.4 to 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:*	Yes	
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://guploadportal.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?		
		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 the 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 the condition		
	6.12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):	Yes	
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?		
		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)	Yes	
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.	Yes	
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	no debt relief has been processed yet
41	6.14	**NERSA License** - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?		
		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 12 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.		

PT: HOD/ NT / MM Name: MR M.KUNENE

Signature of HOD/ NT/ MM:



Date: 13-Apr-26

***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.*

***Note – The Signed Certificate to be uploaded on Gomuni must not include comments column - comments need to be incoporated into the related PT report*

National Treasury

Municipal Debt Relief

MFMA Circular No. 124

Municipal Finance Management Act No. 56 of 2003

Province		
MP		
Code	District	ode Descripti
MP302	Gert Sibande	Msukaligwa

Monthly Performance Report

Municipal Details			Part A						Part B					Part C			Part D				Part C														Part E														Part F		Month applicable
			Eskom And Bulk water current account						Compliance with a funded MTREF					FRP/BFP & Tariff Assessment			Electricity and water as collection tools				Quarterly collection of property rates and services charges										Maximization of Revenue Base			Overnight																	Compliance Status		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score		
1.July	Msukaligwa	MP302											N/A																																	93%	Non Compliance	Yes
2.August	Msukaligwa	MP302																																												93%	Non Compliance	Yes
3.September	Msukaligwa	MP302																																												85%	Non Compliance	Yes
4.October	Msukaligwa	MP302																																												90%	Non Compliance	Yes
5.November	Msukaligwa	MP302																																												90%	Non Compliance	Yes
6.December	Msukaligwa	MP302																																												90%	Non Compliance	Yes
7.January	Msukaligwa	MP302																																												90%	Non Compliance	Yes
8.February	Msukaligwa	MP302																																												80%	Non Compliance	Yes
9.March	Msukaligwa	MP302																																												90%	Non Compliance	Yes
10.April	Msukaligwa	MP302																																												78%	Non Compliance	Yes
11.May	Msukaligwa	MP302																																												0%	Non Compliance	Yes
12.June	Msukaligwa	MP302																																												0%	Non Compliance	Yes

	Comments/Motivation
HOD Name:	MR. M. KUNENE
Signature of HOD:	
Date:	13-Apr-26

** 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

15.10 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		
MP		
Code	District	Code Description
MP302	Gert Sibande	Msukaligwa

Monthly Performance Report

Municipal Details			Part A						Part B					Part C			Part D				Part C														Part E														Scoring and Rating	
			Eskom And Bulk water current account						Compliance with a funded MTREF					FRP/BFP & Tariff Assessment			Electricity and water as collection tools				Quarterly collection of property rates and services charges										Maximization of Revenue Base			Overnight																		
Month	Code Descr	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	C19	C20	C21	C22	C23	C24	C25	C26	C27	C28	C29	C30	C31	C32	C33	C34	C35	C36	C37	C38	C39	C40	C41	Score	Rating
25.July 25	Msukaligwa	MP302																																											68%	Moderate compliance
26.August 25	Msukaligwa	MP302																																											66%	Moderate compliance
27.September 25	Msukaligwa	MP302																																											66%	Moderate compliance
28.October 25	Msukaligwa	MP302																																											63%	Moderate compliance
29.November 25	Msukaligwa	MP302																																											63%	Moderate compliance
30.December 25	Msukaligwa	MP302																																											63%	Moderate compliance
31.January 26	Msukaligwa	MP302																																											59%	Moderate compliance
32.February 26	Msukaligwa	MP302																																											63%	Moderate compliance
33.March 26	Msukaligwa	MP302																																											61%	Moderate compliance
34.April 26	Msukaligwa	MP302																																											0%	
35.May 26	Msukaligwa	MP302																																												0%	
36.June 26	Msukaligwa	MP302																																											0%	
37.July 26	Msukaligwa	MP302																																											0%	
38.August 26	Msukaligwa	MP302																																											0%	
39.September 26	Msukaligwa	MP302																																											0%	
40.October 26	Msukaligwa	MP302																																											0%	
41.November 26	Msukaligwa	MP302																																											0%	

	Comments/Motivation
HOD Name:	Ms Gugu Mashilane
Signature of HOD:	
Date:	24/04/2026

** 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

National Treasury

Water Debt Relief

Water Debt Relief Guideline

Municipal Finance Management Act No. 56 of 2003

Legend	
	Compliant
50-99%	Moderate Compliance
0-49%	Not Compliant

Monthly Performance Report

Municipal Details			Part A				Part B				Part C							Part D			Scoring and Rating	
			Bulk water current account				Accounting Treatment and mSCOA Reporting				Monitor and report on implementation							FRPs & Implementation progress				
Month	Code Description	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	Score	Rating
1.July 2025	Maukaligwa	MP302	Yes	No	No	No	N/A	N/A	No	No	No	Yes	No	No	No	No	No	No	Yes	Yes	28%	Not Compliant
2.August 2025	Maukaligwa	MP302	No	No	No	No	N/A	N/A	No	No	No	Yes	No	No	No	No	No	No	Yes	Yes	28%	Not Compliant
3.September 2025	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	No	Yes	No	No	No	No	No	No	Yes	Yes	39%	Not Compliant
4.October 2025	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	No	Yes	No	No	No	No	No	No	Yes	Yes	39%	Not Compliant
5.November 2025	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	Yes	Yes	No	No	No	No	No	Yes	Yes	Yes	50%	Not Compliant
6.December 2025	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	Yes	Yes	No	No	No	No	No	Yes	Yes	Yes	50%	Not Compliant
7.January 2026	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	No	No	No	No	No	No	No	No	No	No	28%	Not Compliant
8.February 2026	Maukaligwa	MP302	No	Yes	Yes	No	N/A	N/A	No	Yes	No	No	No	No	No	No	No	Yes	Yes	Yes	44%	Not Compliant
9.March 2026	Maukaligwa	MP302	No	No	No	No	N/A	N/A	Yes	Yes	Yes	Yes	No	No	No	No	No	Yes	Yes	Yes	50%	Not Compliant
10.April 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
11. May 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
12. June 2026	Complete demarcation Code ab	Search																			0%	Not Compliant

PT: HOD/ NT / MM Name:	Ms Gugu Mashiteng
Signature of PT: HOD/ NT/ MM:	
Date:	24/04/2026

** 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. WATER DEBT RELIEF CONDITIONS

16.1 Condition 7.1 - "Maintaining the bulk water current account – (current account for the purpose of this exercise means the account for a single month's consumption that was due and payable during the month being assessed):"

The Municipality did not comply with this condition for the month ending 30 April 2026, however funds have been ring-fenced to assist in complying with the condition.

16.2 Condition 7.2 - Accounting Treatment and mSCOA Reporting

Due to advice from National Treasury, the Municipality has revised its budget funding plan and is in the process of updating the template recently provided by NT on a monthly basis.

16.3 Condition 7.3 - Monitor and report on implementation – Section 71 monthly Reporting and FRP

The municipality assessed the Financial Recovery Plan as at 30 April 2026 and updated progress for each pillar.

The municipality is still on the RESCUE Phase with a total of 178 key intervention activities planned across four strategic pillars. As of the latest progress update, 87 activities have been completed, representing 49% of the overall targets, while 91 activities (51%) remain in progress.

Pillar 1: Governance shows steady advancement, with 5 of 23 activities completed and 18 underway, indicating significant ongoing work to strengthen oversight, leadership, and accountability mechanisms.

Pillar 2: Institutional Development has achieved 14 of 32 planned activities, with an equal number (18) still in progress. This demonstrates balanced effort toward capacity building and structural reforms within institutions.

Pillar 3: Financial Management reflects notable progress, having completed 29 of 53 activities, while 24 activities are still being implemented. This suggests active work toward improving financial systems, transparency, and resource management.

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Pillar 4: Service Delivery, the largest component, leads in total outputs, with 39 of 70 activities completed and 27 in progress. This highlights significant improvement efforts in frontline services, though substantial work remains to reach full implementation.

16.4 Water Debt Relief Self-Assessment Checklist

Annexure 02 - Monthly

Department of Water and Sanition and National Treasury
Water Debt Relief
Water Debt Relief Guideline
Municipal Finance Management Act No. 56 of 2003

National Treasury

Certificate of Compliance: Water Debt Relief Conditions

Period	Apr-26
National Financial Year	2025/26
Demarcation Code of Municipality being assessed	MP302
District	Gert Sibande
Demarcation Description	Msukaligwa

I, name and surname of HOD , hereby certify that the provincial treasury monitored the municipality's compliance against the conditions of Municipal Debt Relief as set-out in the Water Debt Relief Guideline 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:

Water Debt Relief Conditions (Monthly reporting)

Choose from drop down list

Condition				Notes/Comments
	7.1	**Maintaining the bulk water current account –** (current account for the purpose of this exercise means the account for a single month's consumption that was due and payable during the month being assessed)		
1	7.1.	- 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 7.1.*	No or only partial payment	
2	7.1.1	- Has the municipality submitted the supporting evidence of the bulk water current account payment(s) to the relevant Water Board (WB) and/ or Water Trading Entity (WTE) and / or Water User Association (WUA)within 1 day of making any such payment (in PDF format)?	No	No payments were made as at 30 April 2026
3	7.1.2	- Has the municipality submitted the consolidated proof of payments to the respective bulk suppliers to the National Treasury GoMuni Upload portal https://guploadportal.treasury.gov.za by the 10th working day of the month following the invoice date (in PDF format)?	Yes	
4	7.1.2	- 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 (WB) and/ or Water Trading Entity (WTE) and / or Water User Association (WUA)?	Yes	
	7.2	**Accounting Treatment and mSCOA Reporting**		
5	7.2.1	**Accounting Treatment** - has the municipality fully accounted for and correctly reported on the write-off of its Water arrear debt (debt existing as on 30 September 2024) as per any written instruction of the National Treasury: Office of the Accountant General and NT: CD: Local Government Budget Analysis issued for Water Debt Relief to date?	N/A (No write-off yet)	
6	7.2.1	Did the municipality account for any related benefit (e.g. interest suppression, etc.) and does such align with mSCOA?	N/A (No benefit yet)	
	7.3	**Monitor and report on implementation –**		
7	7.3.1	**MFMA section 71 reporting** – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the Water Debt Relief Conditions as part of the implementation of the municipality's funded budget (and Budget Funding Plan where relevant)?	Yes	
8	7.3.1.1	Does the municipality's MFMA section 71 statement for the month being assessed include the municipality's water debt relief compliance self-assessment (signed by the Municipal Manager) - in the format of the Water Debt Relief compliance certificate (Annexure 02 of the Water Debt Relief Guideline)?	Yes	

	7.3.1	Does the municipality's MFMA section 71 statement for the month being assessed -		
9	7.3.1.2	**Part A:** include the municipality's progress against its approved funded budget?	Yes	
10	7.3.1.2	**Part B:** If the municipality's budget was assessed as unfunded by any of the Treasuries, the municipality include the progress against approved Budget Funding Plan?	Yes	
11	7.3.1.2	- Does the municipality's progress report envisaged in Part A and B above clearly demonstrate that the municipality is achieving the required Water Debt Relief compliance?	Yes	
12	7.3.1.3	- Include the municipality's water losses (both in Rand value and kilolitres) for the month being assessed? (MFMA Circular 71)	Yes	
13	7.3.1.3	- Include the municipality's energy losses (both in Rand value and kilowatt hours) for the month being assessed? (MFMA Circular 71)	Yes	
14	7.3.1.3	- If the municipality is unable to calculate and report on its water and/or energy losses, did the municipality make any progress in terms of its loss calculation/ reporting strategy towards *calculating and reporting on such losses?*	Yes	
15	7.3.1.3	- Include the *progress mode to reduce* the municipality's reported water and/ or energy losses against its water-and energy losses reduction strategy?	Yes	
		Municipalities with financial recovery plans (FRP)		
16	7.3.1.2	- **Municipalities with financial recovery plans (FRP)** – if the municipality has a FRP as envisaged in the prevailing local government legislative framework: Did the municipality's FRP progress report during the month being assessed, explicitly include the municipality's progress against those components of the FRP aimed to achieve water debt relief compliance as part of achieving a funded budget?	Yes	
17	7.3.1.2	- **Municipalities with financial recovery plans (FRP)** – Was the municipality's FRP progress report during the month being assessed, submitted to the relevant Provincial Executive?	Yes	
	7.3.2	- If progress is slow in terms of paragraph 7.3.1, is the municipal council and senior management team's 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?	Yes	

PT: HOD/ NT / MM Name: MR M. KUNENE

Signature of PT: HOD/ NT/ MM:



Date: 13-May-26

***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.*

***Note – The Signed Certificate to be uploaded on Gomuni must not include comments column - comments need to be incoporated into the related PT report*

National Treasury

Water Debt Relief

Water Debt Relief Guideline

Municipal Finance Management Act No. 56 of 2003

Legend	
	Compliant
80-99%	Moderate Compliance
0-79%	Not Compliant

Monthly Performance Report

Municipal Details			Part A: Bulk water current account				Part B: Accounting Treatment and mSCOA Reporting				Part C: Monitor and report on Implementation							Part D: FRPs & Implementation progress			Scoring and Rating	
Month	Code Description	Code	C1	C2	C3	C4	C5	C6	C7	C8	C9	C10	C11	C12	C13	C14	C15	C16	C17	C18	Score	Rating
1.July 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	89%	Moderate compliance
2.August 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	89%	Moderate compliance
3.September 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	89%	Moderate compliance
4.October 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	89%	Moderate compliance
5.November 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	89%	Moderate compliance
6.December 2025	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	94%	Moderate compliance
7.January 2026	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	94%	Moderate compliance
8.February 2026	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	94%	Moderate compliance
9.March 2026	Maukaligwa	MP302	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	94%	Moderate compliance
10.April 2026	Maukaligwa	MP302	No	No	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	89%	Moderate compliance
11. May 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
12. June 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
13.July 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
14.August 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
15.September 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
16.October 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
17.November 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
18.December 2026	Complete demarcation Code ab	Search																			0%	Not Compliant
19. January 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
20.February 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
21.March 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
22.April 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
23.May 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
24.June 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
25.July 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
26.August 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
27.September 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
28.October 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
29.November 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
30.December 2027	Complete demarcation Code ab	Search																			0%	Not Compliant
31.January 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
32.February 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
33.March 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
34.April 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
35.May 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
36.June 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
37.July 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
38.August 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
39.September 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
40.October 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
41.November 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
42.December 2028	Complete demarcation Code ab	Search																			0%	Not Compliant
43.January 2029	Complete demarcation Code ab	Search																			0%	Not Compliant
44.February 2029	Complete demarcation Code ab	Search																			0%	Not Compliant
45.March 2029	Complete demarcation Code ab	Search																			0%	Not Compliant
46.April 2029	Complete demarcation Code ab	Search																			0%	Not Compliant
47.May 2029	Complete demarcation Code ab	Search																			0%	Not Compliant
48.June 2029	Complete demarcation Code ab	Search																			0%	Not Compliant

PT: HOD/ NT / MM Name:	MR M.KUNENE
Signature of PT: HOD/ NT/ MM:	
Date:	13-Apr-26

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

Municipal Managers Quality Certification

QUALITY CERTIFICATE

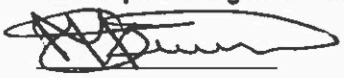
MP 302 MSUKALIGWA LOCAL MUNICIPALITY

I, M. KUNENE, the Municipal Manager of Msukaligwa Local Municipality, hereby certify that the budget statement report and supporting documentation for submission of the Section 71 Monthly report on **30 April 2026,** has been prepared in accordance with the Municipal management act and the regulations made under the Act.

Municipal Manager of Msukaligwa Local Municipality

Name: **MR. M. KUNENE**

Position: **Municipal Manager: MP 302 Msukaligwa local municipality**

Signature: 

Date: 13/5/2026