



Section 52D Financial Report 30 June 2025

TABLE OF CONTENTS

PART 1

1. Section 1: Purpose	2
2. Section 1: Legal/Statutory Requirements.....	2
3. Section 1: Background.....	2
4. Section 2: Executive Mayors Summary Report.....	2 - 11
5. Section 3: Resolutions.....	12

PART 2

6. Section 4: Budget Statement Supporting Tables.....	12 - 19
7. Section 5: Municipal Manager Quality Certificate.....	20

PART 1

SECTION 1

1. SECTION 52D REPORT TO EXECUTIVE MAYOR

1.1 PURPOSE

The purpose of the report is for Council to consider and note the statement of financial performance and the implementation of the 2024/25 budget of the Amahlathi Local Municipality for the period ended 30 June 2025.

1.2 LEGAL/STATUTORY REQUIREMENT

Municipal Finance Management Act No. 56 of 2003.

Municipal Budget and Reporting Regulations gazette No 32141

1.3 BACKGROUND

The Mayor; who must provide general political guidance over the fiscal and financial affairs of the Municipality; is required by Section 52 (d) of the Municipal Finance Management Act to submit a report on the implementation of the budget and financial state of affairs of the Municipality; to the council within 30 days after the end of each quarter. This report is a summary of the main budget issues arising from the monitoring process. It compares the progress of the budget to the projections and is intended to inform and enable the council to fulfil its oversight responsibility.

According to the Municipal Budget Reporting and Regulations (MBRR), 2009, “the monthly budget statement of a municipality must be in a format specified in Schedule C and include all the required tables, charts and explanatory information taking into account any guidelines issued by the Minister in terms of S168(1) of the Act” (MFMA). This report follows the legislative requirements of the Municipal Budget and Reporting Regulations (Schedule C format).

SECTION 2

2. EXECUTIVE MAYORS REPORT SUMMARY

2.1 INTRODUCTION

This report is a summary of the main budget issues arising from the in-year monitoring process. It compares the progress of the budget to the projections.

2.2 CONSOLIDATED PERFORMANCE TABLE C1

EC124 Amahlathi - Table C1 Monthly Budget Statement Summary - Q4 Fourth Quarter									
Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	24 169	26 746	26 746	1 801	21 749	26 746	(4 997)	-19%	26 746
Service charges	57 850	62 935	81 638	5 355	75 059	81 638	(6 579)	-8%	62 935
Investment revenue	3 456	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	3 456	3 892	3 892	-	1 471	3 892	(2 421)	-62%	3 892
Other own revenue	176 511	172 600	199 779	2 973	172 194	199 779	(27 585)	-14%	-
Total Revenue (excluding capital transfers and contributions)	265 440	266 172	312 055	10 129	270 473	312 055	(41 582)	-13%	266 172
Employee costs	136 206	141 493	131 521	459	115 078	131 521	(16 443)		131 521
Remuneration of Councillors	13 595	15 031	15 031	1 151	14 006	15 031	(1 025)		15 031
Depreciation and amortisation	25 940	24 186	24 186	-	-	24 186	(24 186)		24 186
Interest	15 524	3 000	2 500	27	859	2 500	(1 641)		2 500
Inventory consumed and bulk purchases	51 988	58 418	58 246	7 632	57 570	58 246	(675)		58 246
Transfers and subsidies	10	-	-	-	-	-	-		-
Other expenditure	62 844	66 449	66 820	1 618	29 200	66 820	(37 620)	-56%	66 820
Total Expenditure	306 107	308 577	298 303	10 887	216 712	298 303	(81 591)	-27%	298 303
Surplus/(Deficit)	(40 666)	(42 405)	13 752	(758)	53 760	13 752	40 008	291%	(32 130)
Transfers and subsidies - capital (monetary allocations)	46 187	59 538	79 092	7 129	76 291	79 092	(2 800)	-4%	59 538
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	5 520	17 133	92 844	6 371	130 052	92 844	37 208	40%	27 407
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	5 520	17 133	92 844	6 371	130 052	92 844	37 208	40%	27 407
Capital expenditure & funds sources									
Capital expenditure	47 937	62 148	86 346	5 359	69 417	86 346	(16 929)	-20%	86 346
Capital transfers recognised	39 152	59 538	79 692	5 319	63 873	79 692	(15 818)	-20%	79 692
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	8 785	2 610	6 655	41	5 544	6 655	(1 111)	-17%	6 655
Total sources of capital funds	47 937	62 148	86 346	5 359	69 417	86 346	(16 929)	-20%	86 346
Financial position									
Total current assets	128 311	83 733	44 808		178 994				83 733
Total non current assets	437 893	453 285	477 484		507 946				453 285
Total current liabilities	265 272	253 489	207 778		220 870				253 489
Total non current liabilities	45 608	39 813	39 813		45 608				39 813
Community wealth/Equity	255 320	243 716	274 701		404 451				253 990
Cash flows									
Net cash from (used) operating	274 732	75 884	106 212	(2 750)	93 003	136 274	43 271	32%	75 884
Net cash from (used) investing	733 134	(71 240)	(91 417)	(6 163)	(79 829)	(91 417)	(11 587)	13%	(71 240)
Net cash from (used) financing	-	-	-	-	-	-	-		-
Cash/cash equivalents at the month/year end	1 009 425	(11 058)	(907)	-	14 732	29 154	14 423	49%	-
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	14 841	(12)	5 317	5 097	10 117	(35)	38 466	173 745	247 536
Creditors Age Analysis									
Total Creditors	11 004	1 759	1 559	1 750	572	-	4 843	108 949	130 437

- The year-to-date operating revenue excluding capital transfer for period ending 30 June 2025 amounts to R270 million, which constitutes 86% of the year-to-date budget and the Adjustments Budget.
- The year-to-date operating expenditure for period ending 30 June 2025 amounts to R216 million, which constitutes 72% of the year-to-date budget and the Adjustments Budget.
- The year-to-date capital expenditure for period ending 30 June 2025 amount to R69 million, which constitutes 80% of the year-to-date budget and the Adjustments Budget.
- The amounts collected per service are indicated below:

Operating revenue				
Description	Budget	YTD Budget	Billed	Actual Collected
Property Rates	26 745 686,00	26 745 686,00	21 748 737,00	16 311 552,75
Service Charges	81 637 762,00	81 637 762,00	75 059 025,00	47 240 503,27
Sale of goods and rendering of services	7 052 506,00	7 052 506,00	7 770 466,00	7 770 466,00
Rental of facilities	200 202,00	200 202,00	320 680,00	320 680,00
Interest on Investments	3 892 102,00	3 892 102,00	1 470 881,00	1 470 881,00
Interest - Debtors	15 824 721,00	15 824 721,00	17 542 730,00	-
Fines, Penalties and forfeits	17 232,00	17 232,00	25 852,00	25 852,00
Licences and Permits	1 841 267,00	1 841 267,00	1 516 350,00	1 516 350,00
Agency Services	1 151 037,00	1 151 037,00	787 260,00	787 260,00
Transfers and Subsidies	146 284 900,00	145 805 150,00	143 499 187,00	145 504 899,50
Other Revenue	27 407 555,00	27 407 555,00	731 447,00	731 447,00
Total Operating Revenue	312 054 970,00	311 575 220,00	270 472 615,00	221 679 891,52
Operating expenditure				
Description	Budget	YTD Budget	Invoiced	Actual Paid
Salaries (Including 3rd parties)	131 520 537,00	131 520 537,00	115 077 972,00	113 288 765,71
Debt Impairment	26 000 000,00	26 000 000,00	-	-
Depreciation	24 185 885,00	24 185 885,00	-	-
Bulk Electricity	57 964 760,00	57 964 760,00	57 182 218,00	53 135 973,68
Other Expenditure	43 600 929,00	43 600 929,00	30 446 202,00	23 748 037,56
Total Operating Expenditure	283 272 111,00	283 272 111,00	202 706 392,00	190 172 776,95

2.3 SUMMARY OF STATEMENT OF FINANCIAL PERFORMANCE

TABLE C4 OPERATING REVENUE PER CATEGORY

In terms of section 64 of the Municipal Finance Management Act, the accounting officer of the municipality should ensure that the revenue that is due to the municipality is calculated on a monthly basis and that all money received is deposited to the municipal bank account promptly.

EC124 Amahlathi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter										
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										
Revenue										
Exchange Revenue										
Service charges - Electricity		46 291	49 465	68 168	4 376	63 325	68 168	(4 844)	-7%	49 465
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		11 558	13 469	13 469	979	11 734	13 469	(1 735)	-13%	13 469
Sale of Goods and Rendering of Services		5 898	6 185	7 053	533	7 770	7 053	718	10%	6 185
Agency services		1 321	1 918	1 151	336	787	1 151	(364)	-32%	1 918
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		7 704	7 779	8 205	856	9 497	8 205	1 292	16%	7 779
Interest from Current and Non Current Assets		3 456	3 892	3 892	-	1 471	3 892	-	-	3 892
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		246	366	200	11	321	200	120	60%	366
Licence and permits		2 543	3 066	1 841	482	1 516	1 841	(325)	-18%	3 066
Operational Revenue		11 903	133	853	0	731	853	(122)	-14%	133
Non-Exchange Revenue										
Property rates		24 169	26 746	26 746	1 801	21 749	26 746	(4 997)	-19%	26 746
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12	29	17	15	26	17	9	50%	29
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		138 142	145 505	146 285	48	143 499	146 285	(2 786)	-2%	145 505
Interest		7 474	7 620	7 620	693	8 046	7 620	426	6%	7 620
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		4 723	-	26 554	-	-	26 554	(26 554)	-100%	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		265 440	266 172	312 055	10 129	270 473	312 055	(41 582)	-13%	266 172

Revenue Variance Explanations against Planned Budget

- Electricity reflects a unfavourable variance of 7%. This is as result of the second adjustments budget approved during May 2025.
- Waste management reflects an unfavourable variance of 13%. This variance is anticipated to reduce when the final debtors reconciliation is completed during the annual financial statements preparation stage.
- Agency Services; Licences and permits; and Fines, penalties and forfeits reflects unfavourable variances of 32%, 18% and 9% for the period, respectively. The unfavourable variances have been incurred, despite a decrease in estimated

revenue during the adjustments budget. The variances are significantly less than previously reporting periods and indicates that processes have returned to normal.

- Interest from receivables from exchange transactions reflects a favourable variance of 16%, This is attributed to the collection rate being less than projected. The consistent favourable variance has resulted in an increase in the proposed adjustments budget.
- Rentals of facilities reflects a favourable variance of 60%. This is due to an increase in demand over the last two months, after a low demand on public facilities were previously reported.
- Operational revenue reflects a unfavourable variance of 14%, this is attributable to the municipality receiving two insurance refunds amount to R730,115 during the year. This has resulted in an increase in the proposed adjustments budget.
- Property rates reflect an unfavourable variance of 19%.

Transfers and subsidies – Operational reflect a favourable variance of 2%. This is as result of MISA and LG Seta Grant payments received not being as per estimated projections.

2.4 TABLE C4 OPERATING EXPENDITURE PER CATEGORY

In terms of section 65 of the Municipal Finance Management Act, the accounting officer of the municipality must ensure that that the municipality has and maintains an effective system of expenditure control, including procedures for the approval, authorisation, withdrawal and payment of funds.

EC124 Amahlathi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q4 Fourth Quarter										
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										
Expenditure By Type										
Employee related costs		136 206	141 493	131 521	459	115 078	131 521	(16 443)	-13%	131 521
Remuneration of councillors		13 595	15 031	15 031	1 151	14 006	15 031	(1 025)	-7%	15 031
Bulk purchases - electricity		51 809	57 965	57 965	7 599	57 182	57 965	(783)	-1%	57 965
Inventory consumed		178	453	281	33	388	281	107	38%	281
Debt impairment		-	26 000	26 000	-	-	26 000	(26 000)	-100%	26 000
Depreciation and amortisation		25 940	24 186	24 186	-	-	24 186	(24 186)	-100%	24 186
Interest		15 524	3 000	2 500	27	859	2 500	(1 641)	-66%	2 500
Contracted services		14 341	17 491	17 472	935	15 953	17 472	(1 519)	-9%	17 472
Transfers and subsidies		10	-	-	-	-	-	-		-
Irrecoverable debts written off		25 872	-	-	-	-	-	-		-
Operational costs		22 177	22 958	23 347	683	13 247	23 347	(10 100)	-43%	23 347
Losses on Disposal of Assets		454	-	-	-	-	-	-		-
Other Losses		-	-	1	-	-	1	(1)	-100%	1
Total Expenditure		306 107	308 577	298 303	10 887	216 712	298 303	(81 591)	-27%	298 303

Expenditure Variance Explanations against Planned Budget

- Inventory consumed reflect a unfavourable variance of 38%, this is attributable to more inventory being consumed as was entisipated.
- Interest on overdue accounts reflect an favourable variance of 66%. This is as result of an Eskom interest reversal of R3.4 million during August 2024. Interest from creditors will be scruitanised in order to identify any possible misallocations
- Depreciation and Debt Impairment reflect a variance of 100% respectively and these will be calculated at year end.
- Contracted services reflect a favourable variance of 9%, this is attributable to the year end procedures taking effect, reducing procurement.
- Operational costs reflect an favourable variance of 43%. This is due to the implementation of cost containment measures and the management of the municipality's cash flow.

The variances for Contracted Services and Operational costs have decreased due to the decreased budget adopted during the adjustments budget.

2.4.1 Table C3 Financial Performance by Vote

The table below reflects the operating revenue and expenditure by vote.

EC124 Amahlathi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q4 Fourth Quarter										
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										
Revenue by Vote	1									
Vote 1 - Executive & Council		146 344	150 128	169 501	96	141 729	169 501	(27 772)	-16,4%	150 128
Vote 2 - Budget and Treasury		42 392	30 279	45 385	3 325	41 778	45 385	(3 607)	-7,9%	30 279
Vote 3 - Corporate Services		250	–	330	–	–	330	(330)	-100,0%	–
Vote 4 - Community Services		27 712	32 937	25 421	2 263	21 475	25 421	(3 947)	-15,5%	32 937
Vote 5 - Planning and Development		612	181	1 090	16	837	1 090	(253)	-23,2%	181
Vote 6 - Engineering Services		94 318	112 185	149 420	4 380	140 945	149 420	(8 475)	-5,7%	112 185
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	311 627	325 710	391 147	10 081	346 764	391 147	(44 383)	-11,3%	325 710
Expenditure by Vote	1									
Vote 1 - Executive & Council		84 133	66 590	63 822	2 030	41 300	63 822	(22 521)	-35,3%	66 590
Vote 2 - Budget and Treasury		34 143	43 438	39 693	148	25 222	39 693	(14 471)	-36,5%	43 438
Vote 3 - Corporate Services		22 388	22 308	20 320	287	17 652	20 320	(2 668)	-13,1%	22 308
Vote 4 - Community Services		43 149	52 901	49 323	412	30 467	49 323	(18 856)	-38,2%	52 901
Vote 5 - Planning and Development		9 052	9 776	8 990	29	7 896	8 990	(1 094)	-12,2%	9 776
Vote 6 - Engineering Services		113 241	113 564	116 155	7 980	94 175	116 155	(21 980)	-18,9%	113 564
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	306 107	308 577	298 303	10 887	216 712	298 303	(81 591)	-27,4%	308 577
Surplus/ (Deficit) for the year	2	5 520	17 133	92 844	(806)	130 052	92 844	37 208	40,1%	17 133

2.5 TABLE C5 CAPITAL EXPENDITURE BY MUNICIPAL VOTE

The following table provides a summary of the expenditure trends based on planned capital projects and actual spending. The percentage spending on capital projects as at 30 June 2025 amounts to 80% of the year to date capital budget and adjustments budget. The table below reflects the capital expenditure performance by function.

EC124 Amahlathi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q4 Fourth Quarter										
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									
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		91	400	650	–	614	650	1 085	167%	650
Vote 2 - Budget and Treasury		(1 687)	–	–	–	22	–	42 821	#DIV/0!	–
Vote 3 - Corporate Services		134	950	1 128	41	875	1 128	1 086	96%	1 128
Vote 4 - Community Services		10 043	560	5 548	–	2 835	5 548	88 191	1590%	5 548
Vote 5 - Planning and Development		52	–	–	–	–	–	(51)	#DIV/0!	–
Vote 6 - Engineering Services		39 304	60 238	79 020	5 319	65 071	79 020	566 398	717%	79 020
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Capital single-year expenditure	4	47 937	62 148	86 346	5 359	69 417	86 346	699 530	810%	86 346
Total Capital Expenditure		47 937	62 148	86 346	5 359	69 417	86 346	699 530	810%	86 346
Capital Expenditure - Functional Classification										
Governance and administration		(1 462)	1 350	1 778	41	1 511	1 778	(267)	-15%	1 778
Executive and council		91	400	650	–	614	650	(36)	-6%	650
Finance and administration		(1 554)	950	1 128	41	897	1 128	(231)	-20%	1 128
Internal audit		–	–	–	–	0	–	0	#DIV/0!	–
Community and public safety		2 154	–	1 500	–	637	1 500	(863)	-58%	1 500
Community and social services		2 154	–	–	–	–	–	–	–	–
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	1 500	–	637	1 500	(863)	-58%	1 500
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		39 183	54 678	71 410	4 856	58 919	71 410	(12 491)	-17%	71 410
Planning and development		15 609	54 678	49 765	3 149	28 407	49 765	(21 358)	-43%	49 765
Road transport		23 575	–	21 645	1 706	30 512	21 645	8 867	41%	21 645
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		8 062	6 120	11 658	463	8 350	11 658	(3 309)	-28%	11 658
Energy sources		173	5 560	7 610	463	6 152	7 610	(1 458)	-19%	7 610
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		7 889	560	4 048	–	2 198	4 048	(1 851)	-46%	4 048
Other		–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	3	47 937	62 148	86 346	5 359	69 417	86 346	(16 929)	-20%	86 346
Funded by:										
National Government		39 152	59 538	73 620	5 319	61 087	73 620	(12 533)	-17%	73 620
Provincial Government		–	–	6 072	–	2 787	6 072	(3 285)	-54%	6 072
District Municipality		–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–	–	–
Transfers recognised - capital		39 152	59 538	79 692	5 319	63 873	79 692	(15 818)	-20%	79 692
Borrowing	6	–	–	–	–	–	–	–	–	–
Internally generated funds		8 785	2 610	6 655	41	5 544	6 655	(1 111)	-17%	6 655
Total Capital Funding		47 937	62 148	86 346	5 359	69 417	86 346	(16 929)	-20%	86 346

2.6 TABLE C6 SUMMARY OF STATEMENT OF FINANCIAL POSITION

The financial position reflects the position of Amahlathi Local Municipality having considered the assets; liabilities and equity as at 30 June 2025.

EC124 Amahlathi - Table C6 Monthly Budget Statement - Financial Position - Q4 Fourth Quarter						
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		22 827	21 092	12 864	14 732	21 092
Trade and other receivables from exchange transactions		27 527	20 492	3 862	64 941	20 492
Receivables from non-exchange transactions		29 522	17 192	7 572	42 186	17 192
Current portion of non-current receivables		–	–	–	–	–
Inventory		3	74	25	25	74
VAT		47 272	24 882	20 484	55 687	24 882
Other current assets		1 160	–	–	1 424	–
Total current assets		128 311	83 733	44 808	178 994	83 733
Non current assets						
Investments		–	–	–	–	–
Investment property		11 679	11 687	11 687	11 679	11 687
Property, plant and equipment		421 113	434 745	458 943	491 166	434 745
Biological assets		4 470	6 214	6 214	4 470	6 214
Living and non-living resources		–	–	–	–	–
Heritage assets		610	610	610	610	610
Intangible assets		20	30	30	20	30
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		437 893	453 285	477 484	507 946	453 285
TOTAL ASSETS		566 203	537 018	522 292	686 940	537 018
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		222	228	228	222	228
Consumer deposits		1 737	1 844	1 844	1 850	1 844
Trade and other payables from exchange transactions		183 801	207 406	171 330	142 368	207 406
Trade and other payables from non-exchange transactions		15 783	15 500	15 982	–	15 500
Provision		17 036	18 394	18 394	17 036	18 394
VAT		46 694	10 118	–	59 394	10 118
Other current liabilities		–	–	–	–	–
Total current liabilities		265 272	253 489	207 778	220 870	253 489
Non current liabilities						
Financial liabilities		–	222	222	–	222
Provision		16 068	7 862	7 862	16 068	7 862
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		29 540	31 728	31 728	29 540	31 728
Total non current liabilities		45 608	39 813	39 813	45 608	39 813
TOTAL LIABILITIES		310 880	293 302	247 590	266 478	293 302
NET ASSETS	2	255 324	243 716	274 701	420 462	243 716
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		255 320	243 716	274 701	404 451	253 990
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	255 320	243 716	274 701	404 451	253 990

2.6.1 CURRENT ASSETS

- **Cash** – The cash balance of R867 393.38 comprises of the cashbook balance for the main primary bank account as at 30 June 2025.
- **Call Investments Deposits** – Call investment deposits comprises of investments of call deposits made with various financial institutions when there is surplus cash available in the main account. These monies are invested in line with municipal investment policy. The table below details the Cash Balance in the Main Account and Call Deposits made by the Municipality for the period ending 30 June 2025.

Date	Type	Account Description	Balance
30 June 2025	Cash	Main Account	867 393.38
30 June 2025	Call Investment Deposit	Disaster Account	3 304 716.81
30 June 2025	Call Investment Deposit	MIG Account	160 528.12
30 June 2025	Call Investment Deposit	Insurance Account	1 787 108.47
30 June 2025	Call Investment Deposit	FNB Guarantee	5 142 095.16
30 June 2025	Call Investment Deposit	Retention Account	301 549.71
30 June 2025	Call Investment Deposit	FMG Account	2 061.22
30 June 2025	Call Investment Deposit	INEP Account	18 758.05
30 June 2025	Call Investment Deposit	LGSETA Account	2 405.29
30 June 2025	Call Investment Deposit	Payroll Account	766 171.49
30 June 2025	Call Investment Deposit	DEDEAT Account	417 813.89
30 June 2025	Call Investment Deposit	STR Account	1 053.85
30 June 2025	Call Investment Deposit	EEDSM Account	80 111.96
30 June 2025	Call Investment Deposit	Inhouse Account	12 543.55
			12 864 310.95

- The total cash available as at 30 June 2025 indicates a total balance of **R12 864 393.92.**
- **Inventory** – The value of inventory as at 30 June 2025 amounts to R25 thousand.
- **Investment Property; Biological Assets and Intangible Assets** – The depreciation will be calculated during the Second quarter FAR compilation.

2.6.2 NON-CURRENT ASSETS

- The non-current assets amount to R507 m which the biggest contributor being the Property; Plant and Equipment of the municipality amounting to R513m.

2.6.3 CURRENT LIABILITIES

- Section 65 of the Municipal Finance management Act requires that municipalities should pay its creditors within 30 days. The municipality strives to pay its creditors within 30 days, however delays are experienced due to cash flow challenges the municipality is faced with. Below is the list of trade creditors as at 30 June 2025.
- **Trade and other Payables** – The trade and other payables are currently at R142 m which indicates a R18 million increase when compared to March 2025.

- **Unspent Grant** – The were no unspent conditional grant at 30 June 2025.

2.7 TABLE C7 CASH FLOW

The cash available as at 30 June 2025 amounts to R14 million; this consist of call deposits and cash available in the main account excluding the cash on hand.

EC124 Amahlathi - Table C7 Monthly Budget Statement - Cash Flow - Q4 Fourth Quarter										
Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(17 225)	22 670	29 971	1 616	14 857	29 971	(15 114)	-50%	22 670
Service charges		(37 970)	57 411	81 638	3 274	47 241	81 638	(34 397)	-42%	57 411
Other revenue		21 924	12 987	11 116	1 377	11 152	11 116	37	0%	12 987
Transfers and Subsidies - Operational		339 974	145 505	146 285	-	145 805	146 285	(480)	0%	145 505
Transfers and Subsidies - Capital		(39 900)	59 538	79 092	-	77 162	79 092	(1 930)	-2%	59 538
Interest		18 633	13 947	19 660	1 548	19 014	19 660	(647)	-3%	13 947
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(10 704)	(233 173)	(259 049)	(10 565)	(221 395)	(228 987)	(7 592)	3%	(233 173)
Finance charges		-	(3 000)	(2 500)	-	(832)	(2 500)	(1 668)	67%	(3 000)
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		274 732	75 884	106 212	(2 750)	93 003	136 274	43 271	32%	75 884
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		733 134	(71 240)	(91 417)	(6 163)	(79 829)	(91 417)	(11 587)	13%	(71 240)
NET CASH FROM/(USED) INVESTING ACTIVITIES		733 134	(71 240)	(91 417)	(6 163)	(79 829)	(91 417)	(11 587)	13%	(71 240)
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		1 007 867	4 644	14 795	(8 913)	13 173	44 857			-
Cash/cash equivalents at beginning:		1 559	(15 702)	(15 702)	-	1 559	(15 702)			1 559
Cash/cash equivalents at month/year end:		1 009 425	(11 058)	(907)		14 732	29 154			-

SECTION 3

3. RESOLUTIONS

1. That the council notes the section 52D report for period ending 30 June 2025 as set out in the following tables:
 - (a) Table C1 – Monthly Budget Statement Summary.
 - (b) Table C2 – Monthly Budget Statement – Financial Performance (Standard (c) classification).
 - (d) Table C3 – Monthly Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote)
 - (e) Table C4 – Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)
 - (f) Table C5 – Monthly Budget Statement – Capital Expenditure.
 - (g) Table C6 – Monthly Budget statement – Financial Position; and
 - (h) Table C7 – Monthly Budget statement – Cash Flows.
2. That the budget monitoring report (Section 52D) for period ending 30 June 2025

BE NOTED AND ACCEPTED.

PART 2

SECTION 4

4. BUDGET STATEMENT SUPPORTING TABLES

4.1 TABLE SC3 AGE DEBTORS ANALYSIS

In terms of section 64 of the Municipal Finance Management Act, the accounting officer must ensure that the municipality has an effective revenue collection system that is consistent with section 95 of the Municipal Systems Act and the municipality's credit control and debt collection policy. The debtors report below provides the total amount owed to the municipality by income source and by debtor type. Total outstanding debt for the month ending 30 June 2025 is R247 million. A R10 million increase from quarter three. The biggest contributor being the households that owe R163 million which is an increase of R7 million from previous quarter (household debt is increasing by approximately R2 million per month which is concerning); followed by government departments owing R49 million which is an increase of R2 million from previous quarter and business that owe R32 million, which is an increase of R1 million. Household and Government debt is

growing significantly on a monthly basis, which is of concern. Household and Government debt have increased on average by R2 million on a monthly basis.

EC124 Amahlathi - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2025/26											Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		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			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6 146	-	1 498	1 378	2 795	-	9 083	6 602	27 501	19 857	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 694	10	1 031	949	1 784	(10)	11 554	53 203	71 215	67 479	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 978	(3)	865	854	1 638	(1)	5 761	53 440	64 532	61 692	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	(0)	(0)	-	6	149	-	41	485	680	681	-	-	-
Interest on Arrear Debtor Accounts	1810	3 121	-	1 517	1 510	2 933	-	9 645	46 937	65 663	61 025	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	902	(19)	406	401	818	(24)	2 383	13 078	17 946	16 656	-	-	-
Total By Income Source	2000	14 841	(12)	5 317	5 097	10 117	(35)	38 466	173 745	247 536	227 391	-	-	-
2024/25 - totals only										-	-			
Debtors Age Analysis By Customer Group														
Organs of State	2200	4 003	(2)	1 745	1 757	3 631	(1)	17 775	21 075	49 983	44 238	-	-	-
Commercial	2300	4 826	(17)	826	708	1 348	(14)	3 155	21 273	32 105	26 470	-	-	-
Households	2400	5 924	7	2 706	2 593	5 059	(20)	17 216	130 189	163 674	155 037	-	-	-
Other	2500	88	(0)	40	40	79	-	320	1 208	1 774	1 647	-	-	-
Total By Customer Group	2600	14 841	(12)	5 317	5 097	10 117	(35)	38 466	173 745	247 536	227 391	-	-	-

4.2 TABLE SC 4 AGE CREDITORS ANALYSIS

Section 65 of the Municipal Finance management Act requires that municipalities should pay its creditors within 30 days. The municipality strives to pay its creditors within 30 days, however delays are experienced due to cash flow challenges the municipality is faced with. Below is the list of trade creditors as at 30 June 2025.

EC124 Amahlathi - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	8 735	-	564	1 750	528	-	2 840	76 056	90 474	90 474
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	865	382	759	-	44	-	2 003	13 451	17 504	17 504
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	1 404	1 378	236	-	-	-	-	19 443	22 460	22 460
Total By Customer Type	1000	11 004	1 759	1 559	1 750	572	-	4 843	108 949	130 437	130 437

4.3 TABLE SC5 INVESTMENT PORTFOLIO

The municipality invests money that is not immediately required on short term basis to generate interest, and this is in line with the municipal policy and the requirements of the Municipal Finance Management Act. The table below details the Call Deposits made by the Municipality for the period ending 30 June 2025.

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														
FNB 62063171351			Call Deposit	Yes	Fixed		Nil		N/A	14 563	462	(41 010)	29 291	3 305
FNB 62135193770			Call Deposit	Yes	Fixed		Nil		N/A	2	379	(48 569)	48 349	161
FNB 61381739619			Call Deposit	Yes	Fixed		Nil		N/A	896	57	(3 223)	4 057	1 787
FNB 74568809858			Fixed Deposit	Yes	Fixed	7,9	Nil		N/A	5 175	406	(439)		5 142
FNB 62774381942			Call Deposit	Yes	Fixed		Nil		N/A	300	21	(19)		302
FNB 62774381009			Call Deposit	Yes	Fixed		Nil		N/A	2	10	(1 467)	1 456	2
FNB 62774381413			Call Deposit	Yes	Fixed		Nil		N/A	19	15	(1 876)	1 860	19
FNB 62774382445			Call Deposit	Yes	Fixed		Nil		N/A	2	0	(0)		2
FNB 62774383592			Call Deposit	Yes	Fixed		Nil		N/A	391	355	(165 249)	165 269	766
FNB 62774382966			Call Deposit	Yes	Fixed		Nil		N/A	974	49	(1 505)	900	418
FNB 63127292538			Call Deposit	Yes	Fixed		Nil		N/A	-	11	(2 444)	2 434	1
FNB 63127290730			Call Deposit	Yes	Fixed		Nil		N/A	-	36	(4 831)	4 875	80
FNB 63127288686			Call Deposit	Yes	Fixed		Nil		N/A	-	12	(2 300)	2 301	13
FNB 76207901903			Call Deposit	Yes	Fixed		Nil		N/A	-	13	(2 013)	2 000	-
FNB 76207925432			Call Deposit	Yes	Fixed		Nil		N/A	-	13	(4 313)	4 300	-
FNB 76207902282			Call Deposit	Yes	Fixed		Nil		N/A	-	7	(2 007)	2 000	-
FNB 76207902167			Call Deposit	Yes	Fixed		Nil		N/A	-	8	(1 208)	1 200	-
FNB 76207902042			Call Deposit	Yes	Fixed		Nil		N/A	-	50	(7 550)	7 500	-
STD 548578273-001			Fixed Deposit	Yes	Fixed		Nil		N/A	-	65	(9 065)	9 000	-
STD 548578273-002			Fixed Deposit	Yes	Fixed		Nil		N/A	-	130	(9 130)	9 000	-
STD 548578273-003			Fixed Deposit	Yes	Fixed		Nil		N/A	-	188	(9 188)	9 000	-
STD 548578273-004			Fixed Deposit	Yes	Fixed		Nil		N/A	-	53	(9 053)	9 000	-
STD 548578273-005			Fixed Deposit	Yes	Fixed		Nil		N/A	-	113	(9 113)	9 000	-
STD 548578273-006			Fixed Deposit	Yes	Fixed		Nil		N/A	-	173	(9 173)	9 000	-
NEDBANK 20738			Fixed Deposit	Yes	Fixed		Nil		N/A	-	121	(9 121)	9 000	-
ABSA 2081691844			Fixed Deposit	Yes	Fixed		Nil		N/A	-	189	(9 189)	9 000	-
ABSA 2081691836			Fixed Deposit	Yes	Fixed		Nil		N/A	-	54	(9 054)	9 000	-
ABSA 2081691828			Fixed Deposit	Yes	Fixed		Nil		N/A	-	267	(9 267)	9 000	-
Municipality sub-total										22 324		(381 379)	367 792	11 997

Institution	Opening Balance	New Investment	Withdrawals	INTEREST												Total
				July	August	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	
FNB 62063171351	14 562 569,07	29 290 596,49	(41 010 071,88)	80 298,33	63 751,49	72 076,82	46 022,59	24 335,14	7 674,26	8 205,97	42 361,96	42 275,10	27 606,21	26 839,32	20 175,94	3 304 716,81
FNB 62135193770	1 620,85	48 349 177,42	(48 569 074,56)	19 715,91	64 135,80	55 313,70	22 982,72	62 052,67	42 146,15	1 465,77	33 159,85	15 561,89	22 148,50	22 235,31	17 886,14	160 528,12
FNB 61381739619	895 602,61	4 056 873,66	(3 222 743,60)	5 058,32	5 086,88	2 941,62	3 496,22	2 841,42	2 664,92	2 726,99	4 303,04	4 340,44	6 709,26	8 922,78	8 283,91	1 787 108,47
FNB 74568809858	5 174 751,78		(438 556,23)	37 003,02	38 509,87	36 291,56	31 478,79	32 739,30	31 895,77	33 172,98	33 395,54	30 366,11	33 823,37	32 951,90	34 271,40	5 142 095,16
FNB 62774381942	299 994,50		(19 206,02)	1 847,23	1 858,60	1 786,84	1 816,18	1 749,11	1 771,75	1 779,79	1 558,74	1 734,35	1 642,36	1 661,07	1 555,21	301 549,71
FNB 62774381009	2 031,22	1 456 345,80	(1 466 650,29)	12,50	12,59	12,10	12,29	11,85	11,99	12,05	10,56	5 638,57	4 533,84	36,15	30,00	2 061,22
FNB 62774381413	19360,52	1 860 000,00	(1 875 676,93)	834,28	3 615,85	1 617,36	194,21	296,01	245,87	246,98	465,63	3 146,20	2 808,12	1 206,42	397,53	18 758,05
FNB 62774382445	2392,88		(153,19)	14,73	14,82	14,26	14,48	13,96	14,13	14,19	12,44	13,83	13,10	13,25	12,41	2 405,29
FNB 62774383592	391165,68	165 269 000,00	(165 249 055,68)	162 683,27	6 032,26	6 388,23	10 273,44	6 791,68	74 474,61	14 004,64	6 355,26	42 972,93	13 894,43	9 768,57	1 422,17	766 171,49
FNB 62774382966	974256,48	900 000,00	(1 505 031,72)	5 619,69	5 641,66	5 423,82	5 512,91	3 214,35	5 309,28	2 893,46	3 736,43	3 545,39	2 845,30	2 687,94	2 158,90	417 813,89
FNB 63127292538	2 434 000,00		(2 444 380,44)					0,73	3 112,59	23,55	20,63	4 530,55	2 968,24	724,15	53,85	1 053,85
FNB 63127290730	4 875 000,00		(4 830 998,72)					0,73	4 282,10	892,33	4 388,82	10 439,44	8 303,59	4 593,74	3 209,93	80 111,96
FNB 63127288686	2 301 000,00		(2 300 000,00)					0,73	5,74	5,76	5,05	5,62	361,63	10 754,20	404,82	12 543,55
FNB 76207901903	2 000 000,00		(2 013 249,31)						5 115,61	8 133,70						-0,00
FNB 76207925432	4 300 000,00		(4 312 782,19)						8 217,12	4 565,07						-0,00
FNB 76207902282	2 000 000,00		(2 007 247,12)						5 128,76	2 118,36						-0,00
FNB 76207902167	1 200 000,00		(1 207 949,58)						3 077,26	4 872,32						-0,00
FNB 76207902042	7 500 000,00		(7 549 684,93)						19 232,87	30 452,06						0,00
STD 548578273-001	9 000 000,00		(9 064 781,51)						41 794,52	22 986,99						0,00
STD 548578273-002	9 000 000,00		(9 130 357,34)						42 041,10	63 061,64	25 254,60					0,00
STD 548578273-003	9 000 000,00		(9 187 631,51)						42 164,38	63 246,58	59 030,14	23 190,41				0,00
STD 548578273-004	9 000 000,00		(9 052 980,41)									26 445,21	26 535,20			-0,00
STD 548578273-005	9 000 000,00		(9 112 561,64)									26 605,48	26 535,20	59 420,96		-0,00
STD 548578273-006	9 000 000,00		(9 172 947,95)									26 765,75	26 535,20	59 420,96	60 226,04	0,00
NEDBANK 20738	9 000 000,00		(9 120 834,25)	30 757,81	68 106,58	21 969,86										-
ABSA 2081691844	9 000 000,00		(9 188 839,73)	-	102 195,61	71 092,60	15 551,52									-0,00
ABSA 2081691836	9 000 000,00		(9 054 236,71)	-	54 236,71											-0,00
ABSA 2081691828	9 000 000,00		(9 267 100,27)	-	104 123,83	72 433,97	72 500,27	18 042,20								0,00
	22 323 745,59	367 791 993,37	(381 374 783,71)	343 845,09	617 322,55	347 362,74	209 855,62	152 089,88	340 380,78	264 881,18	214 058,69	267 577,27	207 263,55	241 236,72	150 088,25	11 996 917,57

4.4 TABLE SC 6 GRANTS TRANSFERRED

The conditional and unconditional grants allocation gazette for 2024/25 reflected an amount of R223m. An amount of R222.9 million has been received for period ending 30 June 2025. Transfers and grants receipts per allocation or grant is provided in the table below.

EC124 Amahlathi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q4 Fourth Quarter										
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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		14 330	143 651	143 951	-	143 951	107 738	603	0,6%	143 651
EPWP Incentive	-	5 595	1 211	1 511	-	1 511	908	603	66,4%	1 211
Finance Management	-	8 735	2 200	2 200	-	2 200	1 650			2 200
Local Government Equitable Share	-	-	138 370	138 370	-	138 370	103 777			138 370
Municipal Infrastructure Grant	-	-	1 870	1 870	-	1 870	1 403			1 870
Other transfers and grants [insert description]	-	-	-	-			-			-
Provincial Government:		-	1 854	1 854	-	1 854	1 828	26	1,4%	1 854
Sport and Recreation	-	-	1 792	1 792	-	1 792	1 792	-		1 792
Human Settlements	-	-	62	62	-	62	36			62
Other transfers and grants [insert description]	-									
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		1 153	-	-	-	-	-	-		-
Unspecified_Specify (Replace with the name of the Entity)_Receipts	-	1 153	-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	15 483	145 505	145 805	-	145 805	109 567	628	0,6%	145 505
Capital Transfers and Grants										
National Government:		132 217	59 538	73 958	-	73 958	60 493	11 844	19,6%	73 958
Municipal Infrastructure Grant (MIG)	-	132 217	35 533	35 533	-	35 533	23 689	11 844	50,0%	35 533
Energy Efficiency and Demand Side Management Grant	-	-	3 000	3 000	-	3 000	2 000			3 000
Integrated National Electrification Programme Grant	-	-	1 860	1 860	-	1 860	1 240			1 860
Municipal Disaster Relief Grant	-	-	19 145	33 565	-	33 565	33 565			33 565
Other capital transfers [insert description]	-									
Provincial Government:		(15 225)	60 000	4 000	-	3 205	4 000	(795)	-19,9%	4 000
Eastern Cape_Capacity Building and Other_Specify (Add grant description)	-	(15 225)	60 000	4 000	-	3 205	4 000	(795)	-19,9%	4 000
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Capital Transfers and Grants	5	116 992	119 538	77 958	-	77 162	64 493	11 049	17,1%	77 958
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	132 475	265 043	223 763	-	222 967	174 060	11 677	6,7%	223 463

4.5 TABLE SC7 GRANTS EXPENDITURE

The table below reflects expenditure for the period ending 30 June 2025. The operating grants, excluding equitable share are at R7 million and capital grants at R77 million. It is worth noting that the funds for EPWP Grant are already depleted and the municipality is financing the expenditure from internally generated funds.

EC124 Amahlathi - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q4 Fourth Quarter										
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										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		13 453	5 281	5 761	48	5 761	5 211	550	10,6%	5 761
Expanded Public Works Programme Integrated Grant	-	4 718	1 211	1 511	-	1 511	1 511	-		1 511
Local Government Financial Management Grant	-	8 735	2 200	2 200	48	2 200	1 650	550	33,3%	2 200
Municipal Infrastructure Grant	-	-	1 870	1 870	-	1 870	1 870	-		1 870
Energy Efficiency Demand side management	-	-	-	180	-	180	180	-		180
	-	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]								-		
Provincial Government:		-	1 854	1 854	-	1 854	1 854	-		1 854
Sport and Recreation			1 792	1 792	-	1 792	1 792	-		1 792
Eastern Cape	-	-	62	62	-	62	62	-		62
								-		
Other transfers and grants [insert description]								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
Other grant providers:		1 153	-	-	-	-	-	-		-
Unspecified-Specify (Replace with the name of the Entity)-Transfer	-	1 153	-	-	-	-	-	-		-
Unspecified_Specify (Replace with the name of the Entity)_Receipts								-		
Total operating expenditure of Transfers and Grants:		14 606	7 135	7 615	48	7 615	7 065	550	7,8%	7 615
Capital expenditure of Transfers and Grants										
National Government:		122 390	59 538	73 778	7 129	73 778	73 778	-		59 538
Energy Efficiency and Demand Side Management Grant	-	-	3 000	2 820	578	2 820	2 820	-		3 000
Integrated National Electrification Programme Grant	-	-	1 860	1 860	-	1 860	1 860	-		1 860
Municipal Disaster Relief Grant	-	-	19 145	33 565	2 985	33 565	33 565	-		19 145
Municipal Infrastructure Grant	-	122 390	35 533	35 533	3 566	35 533	35 533	-		35 533
								-		
Other capital transfers [insert description]								-		
Provincial Government:		4 800	-	4 000	-	2 514	4 000	(1 486)	-37,2%	4 000
Eastern Cape	-	4 800	-	-	-	-	-	-		-
Small Town Revitalisation Projects			-	4 000	-	2 514	4 000	(1 486)	-37,2%	4 000
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total capital expenditure of Transfers and Grants		127 190	59 538	77 778	7 129	76 291	77 778	(1 486)	-1,9%	63 538
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		141 796	66 673	85 393	7 177	83 906	84 843	(936)	-1,1%	71 153

4.6 TABLE SC8 COUNCILLOR AND STAFF BENEFITS

In terms of section 66 of the Municipal Finance Management Act; all the expenditure the municipality incurred on staff salaries; wages; allowances and benefits must be reported to council. The expenditure on employee related costs and councillors allowance is detailed in the table below.

EC124 Amahlathi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter										
Summary of Employee and Councillor remuneration	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	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		9 141	10 377	10 377	772	9 463	10 377	(914)	-9%	10 377
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		436	593	593	36	460	593	(132)	-22%	593
Cellphone Allowance		1 481	1 702	1 702	119	1 416	1 702	(286)	-17%	1 702
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		2 538	2 358	2 358	225	2 666	2 358	307	13%	2 358
Sub Total - Councillors		13 595	15 031	15 031	1 151	14 006	15 031	(1 025)	-7%	15 031
% increase	4		10,6%	10,6%						10,6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 214	6 423	6 371	-	4 193	6 371	(2 178)	-34%	6 423
Pension and UIF Contributions		10	12	12	-	8	12	(4)	-33%	12
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		369	585	549	-	185	549	(364)	-66%	585
Cellphone Allowance		78	94	92	-	62	92	(30)	-33%	94
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		1	1	1	-	1	1	(0)	-39%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		38	82	82	-	-	82	(82)	-100%	82
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 710	7 197	7 107	-	4 448	7 107	(2 659)	-37%	7 197
% increase	4		26,0%	24,5%						26,0%
Other Municipal Staff										
Basic Salaries and Wages		87 036	87 827	83 229	268	75 902	83 229	(7 327)	-9%	87 827
Pension and UIF Contributions		16 052	16 798	14 730	53	13 334	14 730	(1 396)	-9%	16 798
Medical Aid Contributions		4 898	6 449	6 302	100	5 753	6 302	(549)	-9%	6 449
Overtime		1 622	1 386	1 372	-	1 184	1 372	(189)	-14%	1 386
Performance Bonus		6 854	6 815	6 824	22	6 318	6 824	(506)	-7%	6 815
Motor Vehicle Allowance		5 495	5 484	3 943	-	3 667	3 943	(276)	-7%	5 484
Cellphone Allowance		1 859	850	857	2	783	857	(74)	-9%	850
Housing Allowances		2 522	2 631	2 553	14	2 300	2 553	(253)	-10%	2 631
Other benefits and allowances		911	1 042	677	0	562	677	(115)	-17%	1 042
Payments in lieu of leave		1 051	-	87	-	251	87	164	189%	-
Long service awards		(698)	966	966	-	-	966	(966)	-100%	966
Post-retirement benefit obligations	2	2 709	2 204	2 204	-	-	2 204	(2 204)	-100%	2 204
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		186	1 844	669	-	576	669	(93)	-14%	1 844
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		130 496	134 297	124 414	459	110 630	124 414	(13 784)	-11%	134 297
% increase	4		2,9%	-4,7%						2,9%
Total Parent Municipality		149 801	156 524	146 551	1 610	129 084	146 551	(17 467)	-12%	156 524

4.7 TABLE SC13C REPAIRS AND MAINTENANCE

The table below reflects expenditure on repairs by asse class. The expenditure on repairs and maintenance is at 65% of annual budget.

EC124 Amahlathi - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q4 Fourth										
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									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		1 454	1 750	1 390	212	1 189	1 390	201	14,5%	1 750
Roads Infrastructure		705	900	550	–	359	550	191	34,8%	900
Roads		705	900	550	–	359	550	191	34,8%	900
Road Structures		–	–	–	–	–	–	–	–	–
Road Furniture		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Storm water Infrastructure		7	50	30	23	25	30	5	15,5%	50
Drainage Collection		7	50	30	23	25	30	5	15,5%	50
Storm water Conveyance		–	–	–	–	–	–	–	–	–
Attenuation		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		742	800	810	189	805	810	5	0,6%	800
Power Plants		46	100	50	–	–	50	50	100,0%	100
HV Substations		–	–	–	–	–	–	–	–	–
HV Switching Station		–	–	–	–	–	–	–	–	–
HV Transmission Conductors		696	700	760	189	805	760	(45)	-5,9%	700
MV Substations		–	–	–	–	–	–	–	–	–
MV Switching Stations		–	–	–	–	–	–	–	–	–
MV Networks		–	–	–	–	–	–	–	–	–
LV Networks		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Community Assets		–	150	100	–	–	100	100	100,0%	150
Community Facilities		–	150	100	–	–	100	100	100,0%	150
Halls		–	–	–	–	–	–	–	–	–
Centres		–	–	–	–	–	–	–	–	–
Crèches		–	–	–	–	–	–	–	–	–
Clinics/Care Centres		–	–	–	–	–	–	–	–	–
Fire/Ambulance Stations		–	–	–	–	–	–	–	–	–
Testing Stations		–	–	–	–	–	–	–	–	–
Museums		–	–	–	–	–	–	–	–	–
Galleries		–	–	–	–	–	–	–	–	–
Theatres		–	–	–	–	–	–	–	–	–
Libraries		–	–	–	–	–	–	–	–	–
Cemeteries/Crematoria		–	150	100	–	–	100	100	100,0%	150
Police		–	–	–	–	–	–	–	–	–
Purls		–	–	–	–	–	–	–	–	–
Other assets		308	515	360	5	343	360	17	4,7%	515
Operational Buildings		308	515	360	5	343	360	17	4,7%	515
Municipal Offices		307	500	350	–	332	350	18	5,1%	500
Pay/Enquiry Points		–	–	–	–	–	–	–	–	–
Building Plan Offices		–	–	–	–	–	–	–	–	–
Workshops		–	–	–	–	–	–	–	–	–
Yards		–	–	–	–	–	–	–	–	–
Stores		–	–	–	–	–	–	–	–	–
Laboratories		–	–	–	–	–	–	–	–	–
Training Centres		–	–	–	–	–	–	–	–	–
Manufacturing Plant		–	–	–	–	–	–	–	–	–
Depots		–	–	–	–	–	–	–	–	–
Capital Spares		0	15	10	5	11	10	(1)	-6,0%	15
Housing		–	–	–	–	–	–	–	–	–
Staff Housing		–	–	–	–	–	–	–	–	–
Social Housing		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Machinery and Equipment		–	50	50	10	21	50	29	57,7%	50
Machinery and Equipment		–	50	50	10	21	50	29	57,7%	50
Transport Assets		1 955	1 300	995	163	1 065	995	(70)	-7,1%	1 300
Transport Assets		1 955	1 300	995	163	1 065	995	(70)	-7,1%	1 300
Total Repairs and Maintenance Expenditure	1	3 717	3 765	2 895	389	2 618	2 895	277	9,6%	3 765

SECTION 5

MUNICIPAL MANAGERS QUALITY CERTIFICATE

QUALITY CERTIFICATE

I, **Dr. Z Shasha** Municipal Manager of **Amahlathi Municipality**, hereby certify that -

(Mark as appropriate)

☐ the monthly budget statement

☒ Quarterly report on the implementation of the budget and financial state of affairs of the municipality

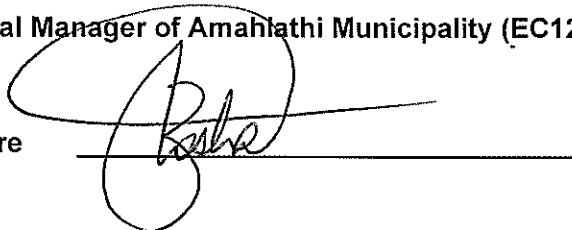
☐ Mid-year budget and performance assessment

for the month of June 2025 of 2024/2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: Dr. Z Shasha

Municipal Manager of Amahlathi Municipality (EC124)

Signature



Date: 07 July 2025