



MUNICIPAL FINANCE MANAGEMENT ACT

56 OF 2003

SECTION 71 FINANCIAL REPORT

28 February 2026

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PART 1: IN-YEAR REPORT FOR THE PERIOD ENDING 28 FEBRUARY 2026
TO: THE HONOURABLE MAYOR
FROM: THE DIRECTORATE: FINANCIAL SERVICES: BUDGET & TREASURY OFFICE

1. PURPOSE

The purpose of this report is to comply with section 71 of the Municipal Finance Management Act and its regulations for the submission of a monthly budget statement reporting on the monthly actual performance of the municipality's budget to the Executive Mayor or, National and Provincial Treasury containing prescribed financial performance particulars for the relevant reporting month and for the financial year up to the end of the relevant month, as legislated.

2. BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement on the financial performance of that municipality.

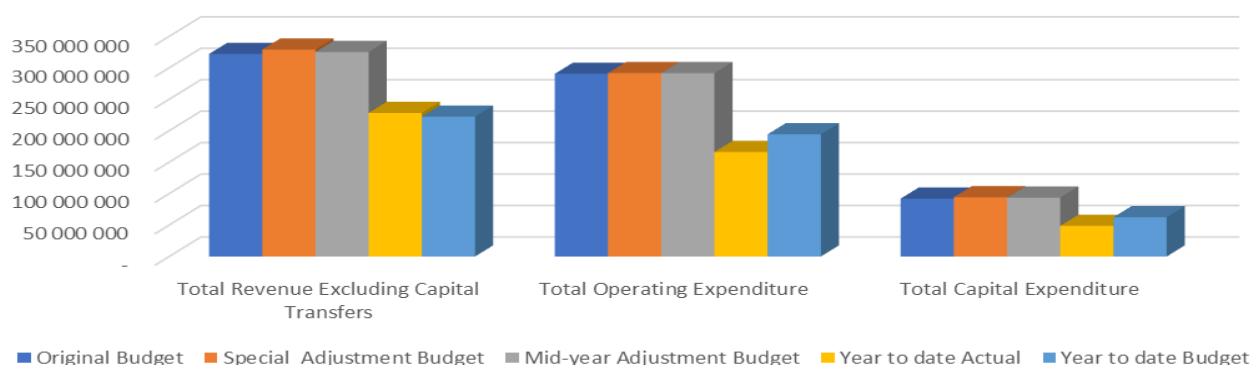
According to the Municipal Budget Reporting and Regulations (MBRR), 2009, "The monthly budget statement of a municipality must be in a format specified in Schedule C and include all the required tables, charts and explanatory information taking into account any guidelines issued by the Minister in terms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

3. SUMMARY

The purpose of this report is to present the financial performance of the municipality for the eighth month of the 2025/26 financial year, as required by Section 71 of the MFMA. This summary highlights the overall budget implementation status and key areas of concern as the municipality closes off the financial year.

	Original Budget	Special Adjustment Budget	Mid-year Adjustment Budget	Year to date Actual	Year to date Budget	% Adjustment Budget	% Year to date Budget
Total Revenue Excluding Capital Transfers	322 007 776	328 951 480	325 101 033	228 352 456	222 354 320	70%	103%
Total Operating Expenditure	290 496 561	291 714 004	291 552 212	166 179 174	194 368 176	57%	85%
Total Capital Expenditure	92 121 850	94 333 990	93 733 990	48 754 325	62 489 320	52%	78%

Executive Summary



Revenue Performance: Operating revenue (excluding capital transfers) amounted to R228 million which constitutes 103% of the year-to-date budget and 70% of the Approved Budget. The main sources of this revenue are as follows: Transfers and Subsidies contribute 48%, Service Charges 24%, Other Gains 12%, Property Rates contribute 9%, and all other sources collectively make up the remaining 7%.

Expenditure Performance: Operating expenditure amounted to R166 million, which constitutes 85% of the year-to-date budget and 57% of the Approved Budget.

The main cost drivers behind this expenditure are Employee-Related Costs at 51%, Bulk Purchases at 28%, Interest 7%, Contracted Services at 8 % each respectively and all other items share the remaining 6%.

Capital Expenditure: The Capital expenditure amounted to R48 million, which constitutes 78% of the year-to-date budget and 52% of the Approved Budget.

Cash Flow and Liquidity: The cash flow statement indicates that the municipality's operations generated a net cash inflow of R55 million by month-end, resulting in a closing cash balance of R8 million comprising call deposits and the primary municipal bank account.

Debtors and Creditors: The municipality is currently owed R277 million in outstanding debt, reflecting an increase of R2 million from the previous month's closing balance. Households remain the largest category of debtors, accounting for R176 million (2 million increase), followed by government debtors at R64 million (R1 million increase) and commercial accounts at R35 million (R1 million increase). The continued growth in consumer debt remains a concern and highlights the need for strengthened credit control measures.

The municipality's outstanding creditors' balance is R109 million which reflects R6 million increase from the previous month, with Eskom accounting for the largest share at R65 million (R5 million increase). In the 8th month of the financial year, the municipality paid R4.9 million to Eskom as part of its commitment under the Debt Relief agreement.

Grant Funding: Total receipts from transfers and grants excluding Equitable share amounted to R68 million to date. Grant expenditure amounts to R54 million; however, this is expected to increase in the coming months in line with planned targets, particularly for capital allocations.

Debt Relief Compliance: The municipality remains compliant with the Eskom Debt Relief Program, consistently settling its monthly Eskom accounts in full. Implementation of the Smart Meter Grant is currently underway. Debt relief compliance for the year has averaged 100%, with required documentation submitted regularly to both the Provincial and National Treasury.

Overall Surplus: The municipality reported a surplus of R107 million after capital transfers. This is largely influenced by timing differences in expenditure recognition and outstanding month-end journals. Although financial performance reflects an overall surplus and underspending trends, structural challenges persist. These include rising debtor levels, incomplete recognition of non-cash items, and sustainability risks associated with the municipality's unfunded 2025/26 budget. A Financial Recovery Plan is in place, and its strict and consistent implementation is essential to address these concerns.

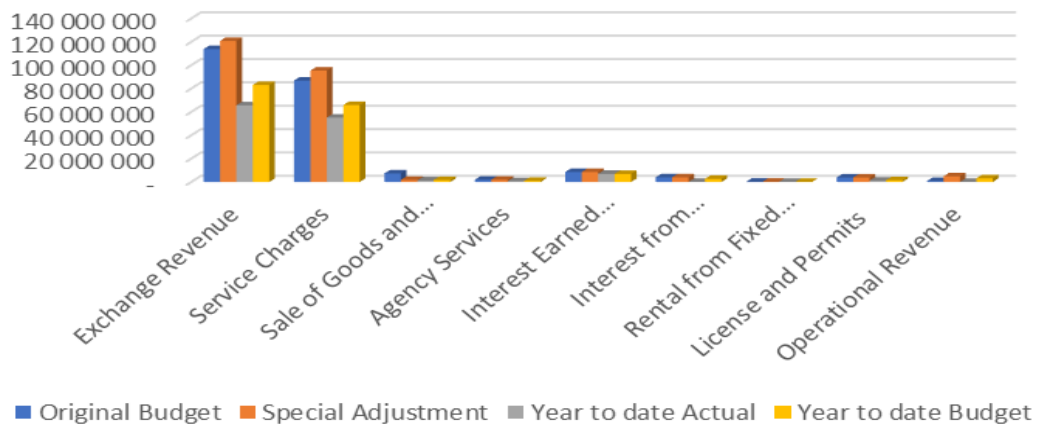
4. BUDGET PERFORMANCE OVERVIEW

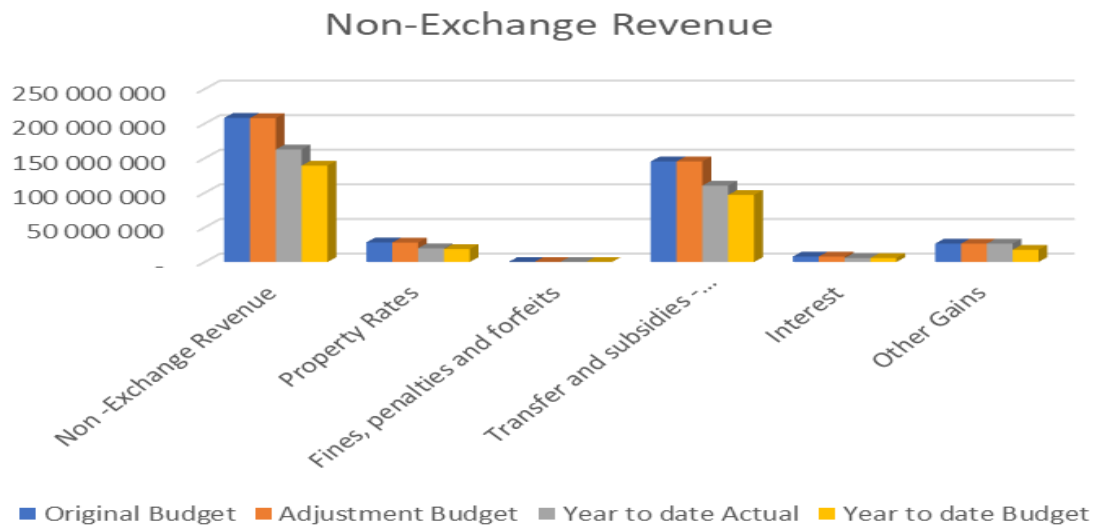
4.1 Operating Revenue by source

The Summary Statement of Financial Performance shown below is prepared on a similar basis of the prescribed budget format, detailing revenue by source type and expenditure per vote.

EC124 Amahlathi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February										
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		63 735	72 499	81 045	5 201	49 333	54 030	(4 697)	-9%	72 499
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		11 734	14 362	9 334	708	5 761	11 840	(6 078)	-51%	14 362
Sale of Goods and Rendering of Services		6 435	7 363	2 575	33	1 318	1 716	(399)	-23%	7 363
Agency services		800	2 005	1 493	25	684	996	(312)	-31%	2 005
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		9 497	8 566	10 444	906	7 005	6 963	42	1%	8 566
Interest from Current and Non Current Assets		3 421	4 063	4 063	-	123	2 709	-	-	4 063
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		286	209	221	25	202	148	54	37%	209
Licence and permits		1 549	3 845	2 217	1	1 150	1 481	(331)	-22%	3 845
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		3 507	891	4 869	121	122	3 246	(3 124)	-96%	891
Non-Exchange Revenue										
Property rates		22 003	28 350	28 079	1 935	19 815	18 719	1 096	6%	28 350
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		26	18	120	2	80	80	(1)	-	18
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		146 325	145 328	145 328	787	110 433	96 885	13 547	-	145 328
Interest		7 763	7 955	8 757	749	5 770	5 838	(68)	-	7 955
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		26 686	26 554	26 554	-	26 557	17 703	8 854	-	26 554
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		303 766	322 008	325 101	10 494	228 352	222 354	5 998	3%	322 008

Exchange Revenue



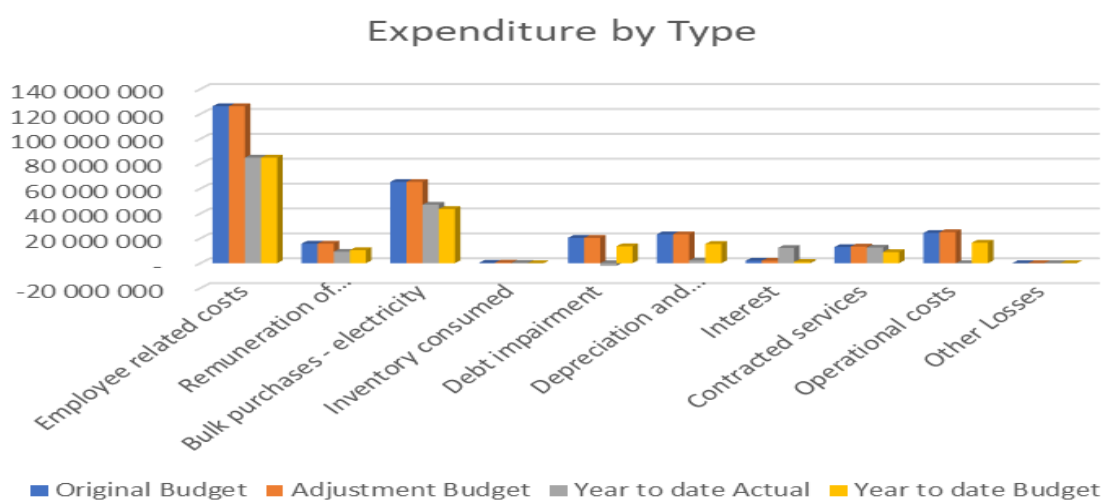


Revenue Variance Explanations against Planned Budget

- Waste Management reflects an unfavorable variance of 51%. This is as result of the refuse removal billed being less than estimated.
- Sale of goods and rendering of services a favorable variance of 23%. This variance is as result of the non-creation of the in-house projects.
- Agency Services, Licenses and permits reflects unfavorable variances of 31%, and 22% for the period, respectively. The unfavorable variances are due to a decrease in demand for traffic services.
- Rentals of facilities reflects a favorable variance of 37%. This is due to an increase in demand. This is a trend which continued from the fourth quarter of the previous financial year as apposed to following of the same trend of the previous financial year, where demand was low during the first two quarters and increased during the final two.
- Operational revenue reflects a favorable variance of 6%, this is attributable to no insurance claims being submitted until the third quarter of the financial year.
- Property rates reflect a favorable variance of 8%. This is largely due to annual billing being done for certain consumers and the budgeted projections being over 12 months.

4.2 Operating Expenditure by Type

Expenditure By Type									
Employee related costs	124 980	126 195	127 275	10 759	84 864	84 850	14	0%	126 195
Remuneration of councillors	14 006	15 692	15 692	1 147	9 209	10 461	(1 252)	-12%	15 692
Bulk purchases - electricity	59 230	65 349	65 349	4 923	47 039	43 566	3 473		65 349
Inventory consumed	261	324	17	67	217	11	205		324
Debt impairment	-	20 385	20 385	-	(2 140)	13 590	(15 730)	-116%	20 385
Depreciation and amortisation	30 529	23 217	23 217	-	-	15 478	(15 478)	-100%	23 217
Interest	7 069	2 000	1 500	13	2 162	1 000	1 162	116%	2 000
Contracted services	17 729	13 003	13 375	1 221	12 284	8 917	3 367	38%	13 003
Transfers and subsidies	-	-	-	-	-	-	-		-
Irrecoverable debts written off	28 602	-	-	-	-	-	-		-
Operational costs	22 771	24 330	24 741	794	12 544	16 494	(3 950)	-24%	24 330
Losses on Disposal of Assets	1 581	-	-	-	-	-	-		-
Other Losses	(10)	1	1	-	-	1	(1)		1
Total Expenditure	306 748	290 497	291 552	18 924	166 179	194 368	(28 189)	-15%	290 497



Expenditure Variance Explanations against Planned Budget

- Remuneration of councillors reflects a unfavourable variances of 12% due to upper limits not yet processed
- Interest on overdue accounts reflect an unfavourable variance of 116%. This is as result of an Eskom interest reversal during the first two quarters.
- Depreciation and Debt Impairment reflect a variance of 100% and 116% respectively and these will be calculated at year end.
- Operational costs reflect an unfavourable variance of 24%. This is due to the implementation of cost containment measures and the management of the municipality's cash flow.

The municipality tabled an unfunded budget for the 2025/26 Financial Year. A Financial Recovery Plan has been approved and is currently implemented.

4.3 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 continued to progress but remains below the targeted implementation level for this stage of the financial year. as at 31 January 2026 the total spending on Capital projects amount to R40 million (46 million including VAT) represents 79% of the year to date capital budget and 42% of the total capital 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) - M08 February										
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		594	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		33 324	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		4 809	2 800	3 495	-	2 691	2 330	362	16%	2 800
Vote 4 - Community Services		117 822	-	400	-	82	267	(185)	-69%	-
Vote 5 - Planning and Development		(45)	-	-	-	-	-	-	-	-
Vote 6 - Engineering Services		621 172	89 322	89 839	8 585	45 981	59 893	(13 912)	-23%	89 322
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	777 677	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122
Total Capital Expenditure		777 677	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122
Capital Expenditure - Functional Classification										
Governance and administration		46 271	2 800	3 495	-	2 691	2 330	362	16%	2 800
Executive and council		(989)	-	-	-	-	-	-	-	-
Finance and administration		45 677	2 800	3 495	-	2 691	2 330	362	16%	2 800
Internal audit		1 583	-	-	-	-	-	-	-	-
Community and public safety		92 418	-	-	-	-	-	-	-	-
Community and social services		92 273	-	-	-	-	-	-	-	-
Sport and recreation		145	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		560 218	66 382	66 382	5 214	35 637	44 255	(8 617)	-19%	66 382
Planning and development		100 626	37 737	37 737	2 199	25 184	25 158	26	0%	37 737
Road transport		459 592	28 645	28 645	3 015	10 453	19 097	(8 644)	-45%	28 645
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		86 313	22 940	23 858	3 371	10 426	15 905	(5 479)	-34%	22 940
Energy sources		60 573	22 940	23 458	3 371	10 344	15 638	(5 294)	-34%	22 940
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		25 740	-	400	-	82	267	(185)	-69%	-
Other		1 127	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	786 348	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122
Funded by:										
National Government		709 939	74 322	74 839	8 585	45 589	49 893	(4 304)	-9%	74 322
Provincial Government		4 135	15 000	15 400	-	474	10 267	(9 793)	-95%	15 000
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		714 074	89 322	90 239	8 585	46 063	60 160	(14 097)	-23%	89 322
Borrowing	6	670	-	-	-	-	-	-	-	-
Internally generated funds		71 603	2 800	3 495	-	2 691	2 330	362	16%	2 800
Total Capital Funding		786 348	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122

4.4 Cash Flows

The cash available as at 28 February 2026 amounts to R67 million; this consists of call deposits and cash available in the main account excluding the cash on hand.

EC124 Amahlathi - Table C7 Monthly Budget Statement - Cash Flow - M08 February										
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		(14 840)	31 710	31 708	1 404	10 744	21 139	(10 395)	-49%	31 708
Service charges		(47 264)	76 998	90 379	4 278	36 323	65 870	(29 547)	-45%	90 379
Other revenue		12 603	14 330	7 392	208	3 555	4 928	(1 373)	-28%	7 392
Transfers and Subsidies - Operational		112 896	145 328	145 328	539	113 435	96 885	16 550	17%	145 328
Transfers and Subsidies - Capital		(42 708)	89 322	90 299	-	42 708	60 199	(17 491)	-29%	90 299
Interest		20 680	12 629	23 265	1 656	12 898	15 510	(2 612)	-17%	23 265
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(10 704)	(259 511)	(260 687)	(4 910)	(166 157)	(152 869)	13 289	-9%	(260 687)
Interest		-	(2 000)	(1 500)	(13)	2 162	(1 000)	(3 162)	316%	(1 500)
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		30 663	108 806	126 183	3 162	55 667	110 662	54 995	50%	126 183
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		786 348	(91 874)	(102 872)	(8 585)	(48 754)	(68 581)	(19 827)	29%	(102 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		786 348	(91 874)	(102 872)	(8 585)	(48 754)	(68 581)	(19 827)	29%	(102 872)
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		817 010	16 932	23 311	(5 424)	6 913	42 081			-
Cash/cash equivalents at beginning:		1 559	30 825	30 825	-	1 559	30 825			1 559
Cash/cash equivalents at month/year end:		818 569	47 757	54 136	(5 424)	8 471	72 906			-

5. IN-YEAR BUDGET STATEMENT TABLES

EC124 Amahlathi - Table C1 Monthly Budget Statement Summary - M08 February

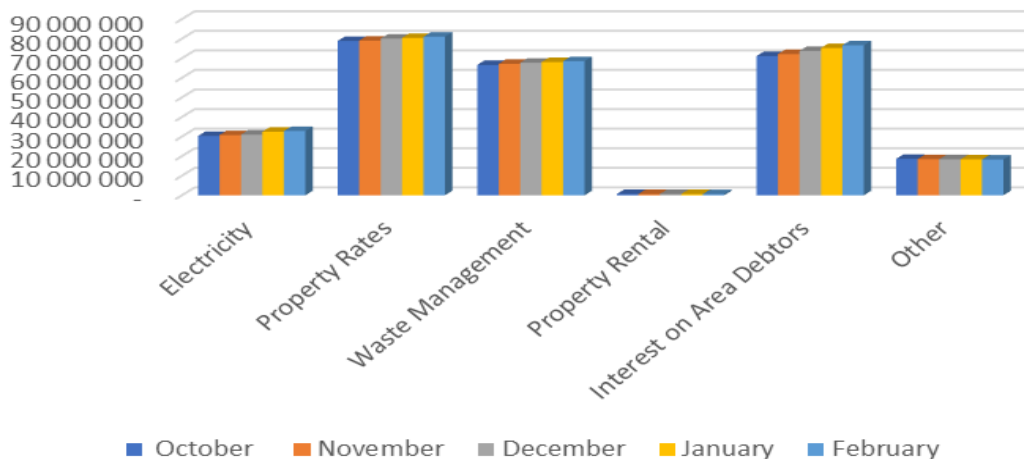
Description	2024/25	Budget Year 2025/26								
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands										
Financial Performance										
Property rates	22 003	28 350	28 079	1 935	19 815	18 719	1 096	6%	28 350	
Service charges	75 469	86 861	90 379	5 909	55 095	65 870	(10 775)	-16%	86 861	
Investment revenue	3 421	4 063	4 063	-	123	2 709	(2 586)	-95%	4 063	
Transfers and subsidies - Operational	146 325	145 328	145 328	787	110 433	96 885	13 547	14%	145 328	
Other own revenue	56 548	57 405	57 252	1 863	42 887	38 171	4 716	12%	57 405	
Total Revenue (excluding capital transfers and contributions)	303 766	322 008	325 101	10 494	228 352	222 354	5 998	3%	322 008	
Employee costs	124 980	126 195	127 275	10 759	84 864	84 850	14		126 195	
Remuneration of Councillors	14 006	15 692	15 692	1 147	9 209	10 461	(1 252)		15 692	
Depreciation and amortisation	30 529	23 217	23 217	-	-	15 478	(15 478)		23 217	
Interest	7 069	2 000	1 500	13	2 162	1 000	1 162		2 000	
Inventory consumed and bulk purchases	59 491	65 673	65 366	4 990	47 256	43 578	3 678		65 673	
Transfers and subsidies	-	-	-	-	-	-	-		-	
Other expenditure	70 673	57 719	58 502	2 015	22 688	39 001	(16 313)	-42%	57 719	
Total Expenditure	306 748	290 497	291 552	18 924	166 179	194 368	(28 189)	-15%	290 497	
Surplus/(Deficit)	(2 982)	31 511	33 549	(8 430)	62 173	27 986	34 187	122%	31 511	
Transfers and subsidies - capital (monetary allocations)	77 657	89 322	90 299	8 227	45 776	60 199	60 199	###	-24%	89 322
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	###		-
Surplus/(Deficit) after capital transfers & contributions	74 676	120 833	123 848	(203)	107 950	88 185	19 764	22%	120 833	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-	
Surplus/ (Deficit) for the year	74 676	120 833	123 848	(203)	107 950	88 185	19 764	22%	120 833	
Capital expenditure & funds sources										
Capital expenditure	777 677	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122	
Capital transfers recognised	714 074	89 322	90 239	8 585	46 063	60 160	(14 097)	-23%	89 322	
Borrowing	670	-	-	-	-	-	-		-	
Internally generated funds	71 603	2 800	3 495	-	2 691	2 330	362	16%	2 800	
Total sources of capital funds	786 348	92 122	93 734	8 585	48 754	62 489	(13 735)	-22%	92 122	
Financial position										
Total current assets	114 382	104 178	109 765		180 672				109 765	
Total non current assets	468 429	600 889	602 501		517 183				602 501	
Total current liabilities	159 681	143 434	100 619		144 783				100 619	
Total non current liabilities	91 736	7 862	7 862		91 736				7 862	
Community wealth/Equity	331 391	553 771	603 785		461 336				603 785	
Cash flows										
Net cash from (used) operating	30 663	108 806	126 183	3 162	55 667	110 662	54 995	50%	126 183	
Net cash from (used) investing	786 348	(91 874)	(102 872)	(8 585)	(48 754)	(68 581)	(19 827)	29%	(102 872)	
Net cash from (used) financing	-	-	-	-	-	-	-		-	
Cash/cash equivalents at the month/year end	818 569	47 757	54 136	(5 424)	8 471	72 906	64 434	88%	-	
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	14 700	4 919	5 009	5 237	(20)	4 731	37 584	205 782	277 942	
Creditors Age Analysis										
Total Creditors	15 983	(325)	12	85	766	368	12 786	79 729	109 405	

6. DEBTORS ANALYSIS

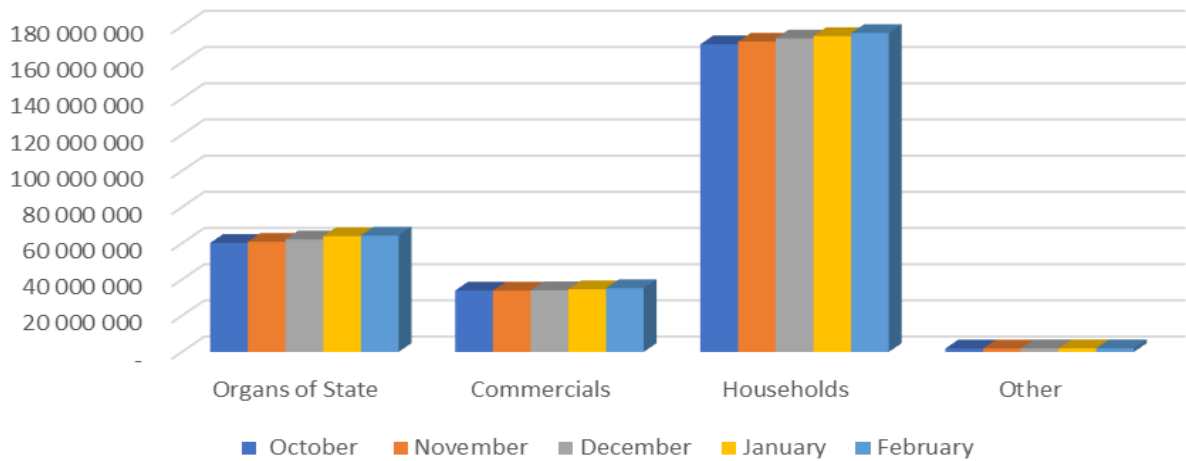
In terms of section 64 of the Municipal Finance Management Act, the accounting officer must ensure that the municipality has an effective revenue collection system that is consistent with section 95 of the Municipal Systems Act and the municipality's credit control and debt collection policy. The debtors report below provides the total amount owed to the municipality by income source and by debtor type.

EC124 Amahlathi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February												
Description	NT Code	Budget Year 2025/26									Total	Total over 90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr			
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	6 012	1 249	1 391	1 302	12	1 249	8 233	13 399	32 847	24 195	
Receivables from Non-exchange Transactions - Property Rates	1400	3 143	1 085	1 059	1 237	(21)	987	10 165	63 383	81 037	75 750	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	2 232	975	959	940	(2)	923	5 878	56 616	68 522	64 356	
Receivables from Exchange Transactions - Property Rental Debtors	1700	35	10	6	6	-	6	24	542	629	577	
Interest on Arrear Debtor Accounts	1810	3 287	1 609	1 590	1 761	(0)	1 571	10 418	56 408	76 645	70 159	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	
Other	1900	(8)	(10)	4	(10)	(9)	(5)	2 867	15 434	18 263	18 277	
Total By Income Source	2000	14 700	4 919	5 009	5 237	(20)	4 731	37 584	205 782	277 942	253 314	
2024/25 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	2200	3 605	1 677	1 835	2 208	2	1 720	16 258	37 065	64 370	57 252	
Commercial	2300	5 033	667	615	568	(16)	555	3 679	24 176	35 278	28 962	
Households	2400	5 932	2 537	2 520	2 425	(11)	2 420	17 358	143 065	176 246	165 257	
Other	2500	129	38	38	36	5	36	289	1 477	2 048	1 843	
Total By Customer Group	2600	14 700	4 919	5 009	5 237	(20)	4 731	37 584	205 782	277 942	253 314	

Debt by Source



Debt by Customer



The debtors report above provides the total amount owed to the municipality by income source and by debtor type. Total outstanding debt for the month ending 28 February 2026 is R277 million. A R2 million increase from the previous month. The biggest contributor being the households that owe R176 million which is an increase of R2 million from previous quarter (household debt is increasing by approximately R1-2 million per month which is concerning); followed by government departments owing R64 million which is an increase of R1 million from previous month and business that owe R35 million with an increase of R1 million. Household and Government debt is growing significantly monthly, which is of concern.

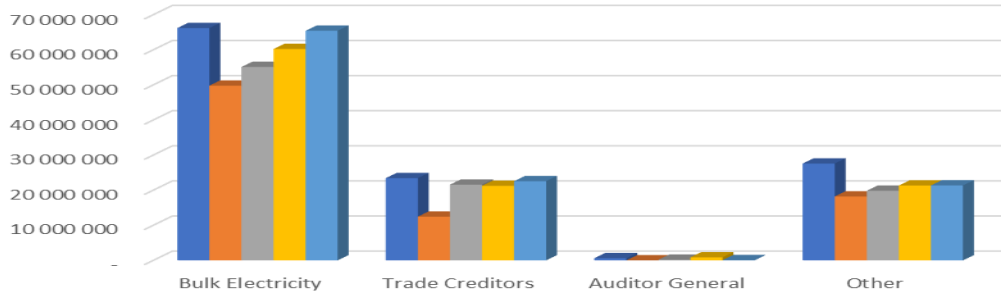
7. CREDITORS ANALYSIS

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 28 February 2026 amounts to R109 million.

EC124 Amahlathi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

Description	NT Code	Budget Year 2025/26								Total
		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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	10 681	25	12	85	-	14	3 415	51 185	65 418
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	2 489	(350)	-	-	-	356	8 739	11 325	22 559
Auditor General	0800	70	-	-	-	-	-	-	-	70
Other	0900	2 744	-	-	-	766	(3)	631	17 219	21 358
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	15 983	(325)	12	85	766	368	12 786	79 729	109 405

Credit by Customer



Creditors age

Accounts Payable Age Analysis								
Amahlathi Local Municipality								
28-Feb-26								
Accounts Payable Age Analysis								
Supplier	180 Days	150 Days	120 Days	90 Days	60 Days	30 Days	Current	Balance
3RDPAR04 (3rd Party GARNISHHES)							0,03	0,03
3RDPAR03 (3rd Party MEDICAL AIDS)	-0,25							-0,25
3RDPAR02 (3rd Party PENSIONS)							1 897 735,92	1 897 735,92
ACTO001 (ACTOM ELECTRICAL)							1 840 427,63	1 840 427,63
ALMSAL01 (ALM SALARIES)							81 141,40	81 141,40
ALOE0001 (ALOE OFFICE & BUSINESS EQUIPMENT)							9 194,72	9 194,72
ALOE001 (ALOE TRAVEL)	22 677,26					3 716,60	20 889,70	47 283,56
AMAN001 (AMANTLO GENERAL TRADING)							129 450,00	129 450,00
AMAT0002 (AMATHOLE DISTRICT MUNICIPALITY)	17 058 597,16							17 058 597,16
AUDI001 (AUDITOR - GENERAL)							70 439,46	70 439,46
BEECON01 (BEECON HOLDINGS (PTY)LTD)	102 655,22							102 655,22
BLACKM01 (BLACK MOUNTAIN CONSULTING ENGINEERS)							38 399,92	38 399,92
BOSE0001 (BOSE TYRES)	6 748,83							6 748,83
CABH0001 (CAB HOLDINGS)							16 673,42	16 673,42
CAME0001 (CCG SYSTEMS)	52 725,02						105 625,26	158 350,28
CITYOF01 (CITY OF CHOICE TRAVELS)							30 204,28	30 204,28
DIBELA01 (DIBELA HOLDINGS)							24 839,69	24 839,69
EASTLO02 (EAST LONDON INDUSTRIAL DEVELOPMENT ZONE)							6 210,00	6 210,00
ESKOMB01 (ESKOM (BULK))	54 600 507,84	14 340,97	84 532,10	12 463,60		25 298,65	10 680 601,95	65 417 745,11
ESKOME01 (ESKOM (ELECTRICITY & LIGHTS))							88 537,18	88 537,18
ESKOMF01 (ESKOM (FBE))							20 313,75	20 313,75
JAMICM01 (JEMIC MOTORS)	47 004,31							47 004,31
LIQHAY01 (LIQHAYIYA ELECTRICAL (PTY)(LTD))							208 440,00	208 440,00
MAXPRO01 (MAXPROF (PTY)LTD)							304 815,70	304 815,70
MICROS01 (MICROSOFT IRELAND OPERATIONS LIMITED)	26 378,93							26 378,93
MOBILE01 (MOBILE TELEPHONE NETWORK)							133 638,18	133 638,18
MSASSO01 (MSAS SOLUTIONS)							10 287,50	10 287,50
PAYD001 (PayDay Software Systems Pty Ltd)							35 192,00	35 192,00
PROD001 (PRODIBA)							16 511,00	16 511,00
SALG0001 (SALGA)	2 923 504,76							2 923 504,76
SNRE0001 (SNR Electrical CC)	120 784,71							120 784,71
SPCAAM01 (SPCA AMAHLATHI)							45 000,00	45 000,00
SPECIA01 (SPECIAL INVESTIGATION UNIT)	10 537 432,33							10 537 432,33
SQUA0001 (SQUARE DEAL ENGINEERING)							72 565,00	72 565,00
STUT002 (STUTT MECHANICAL t/a STUTTERHEIM GARAGE)							36 166,30	36 166,30
VITSHA01 (VITSHA TRADING)	478 915,37							478 915,37
WCADEP01 (WCA (Departmemnt of Labour))	6 026 968,75		766 343,79					6 793 312,54
WESL0001 (Wesley Pretorius & Associates)							93 322,15	93 322,15
WIND0001 (WINDEED)							1 207,17	1 207,17
WCCOUR01 (WYNAND BARENDT BOTHA)							780,00	780,00
XLAL001 (XL ALOE TRAVEL)						2 412,80	2 432,80	4 845,60
Accounts Payable Age Analysis								
YANDEE01 (YANDE ENGINEERING AND PROJECTS)	507 525,00							507 525,00
Totals:	92 512 425,24	14 340,97	850 875,89	12 463,60	0,00	31 428,05	16 021 042,11	109 442 575,86

8. INVESTMENT PORTFOLIO ANALYSIS

The table below details the Call Deposits made by the Municipality for the period ending February 2026.

Institution	Investments	Opening Balance	New Investment	Withdrawals	July	August	Sept	Oct	Nov	Dec	Jan	Feb	Total
FNB 62774382966	DEFEAT	417 813,89		- 170 188,81	1 801,80	1 312,89	1 277,00	1 304,42	1 250,47	1 261,85	1 261,41	1 134,03	258 228,95
FNB 62063171351	Disaster	3 304 716,81	62 323 875,00	- 25 969 138,54	13 441,80	7 363,50	27 410,87	32 217,02	6 025,85	6 016,02	11 804,17	50 062,45	39 813 794,95
FNB 63127290730	EEDSM	80 111,96		- 2 430,22	425,25	410,41	399,20	408,64	391,58	395,14	394,99	355,12	80 862,07
FNB 62774381009	FMG	2 061,22	2 200 000,00	- 2 201 516,47	10,94	1 457,13	17,41	10,75	10,07	10,17	10,16	9,14	2 080,52
FNB 62774381413	INEP	18 758,05	22 792 000,00	- 22 937 651,46	99,58	26 948,48	33 668,08	30 892,64	19 473,77	10 842,84	9 225,49	6 819,30	11 076,77
FNB 63127288686	Inhouse projects	12 543,55	3 596 456,83	- 3 607 249,64	5 583,10	1 450,85	79,08	48,20	44,00	44,41	44,38	39,90	9 084,66
FNB 61381739619	Insurance	1 787 108,47	3 719 090,14	- 5 301 120,27	10 588,72	5 553,61	6 365,37	5 582,59	5 277,02	3 257,06	1 065,09	931,16	243 698,96
FNB 62774382445	LG Seta	2 405,29	106 200,00	- 53 406,54	12,76	56,71	295,67	287,49	275,70	278,21	278,11	250,03	56 933,43
FNB 62135193770	MIG	160528,12	40 622 939,35	- 40 867 501,82	8 949,32	60 793,82	35 288,99	7 062,27	40 689,47	35 084,46	7 101,68	6 787,96	117 723,62
FNB 62774383592	Salaries	766171,49	118 900 000,00	- 111 363 256,11	99 546,46	11 200,64	8 524,95	193,64	185,73	61 964,48	27 162,16	38 847,71	8 550 541,15
FNB 62774381942	Retention	301549,71	4 935 753,51	- 2 305 428,58	521,92	10,56	10,27	7,98	7,58	4 870,27	10 440,60	10 900,18	2 958 644,00
FNB 63127292538	STR	1053,85	450 884,32	- 451 880,84	5,60	5,39	894,67	79,79	5,51	5,56	5,44	4,67	1 063,96
FNB 74568809858	FNB Guarantee	5142095,16		- 33 388,40	34 725,37	33 830,67	29 080,14	29 823,68	29 038,12	30 183,62	30 368,20		5 392 533,36
	Payroll short term investments		56 000 000,00	- 46 654 856,85	65 391,78	120 390,14	388 842,51	456 165,97	470 359,61	153 068,59	208 846,03	256 505,96	67 496 266,40
		11 996 917,57	259 647 199,15	- 215 230 769,30	174 375,65	282 072,92	388 842,51	456 165,97	470 359,61	153 068,59	208 846,03	256 505,96	67 496 266,40

9. ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

The table below presents grant receipts and expenditures, excluding Equitable Share.

	Grant Allocation	Grants Received	Grants Spent	Grants Unspent	% Received on Allocation	% Spent on Allocation
Equitable Share (OG)	137 520 000	103 140 000	-	137 520 000	75%	0%
Finance Management Grant(OG)	2 200 000	2 200 000	1 531 740	668 260	100%	70%
EPWP Grant (OG)	1 799 000	1 799 000	3 937 669	- 2 138 669	100%	219%
Integrated National Electrification Program Grant (CG)	17 440 000	9 592 000	11 444 665	5 995 335	55%	66%
MIG (CG)	39 723 000	33 861 000	24 571 584	15 151 416	85%	62%
Municipal Disaster Recovery Grant (CG)	19 145 000	19 145 000	12 020 936	7 124 064	100%	63%
Library Grant	1 823 000	1 823 000	1 823 000	-	100%	100%
Office of the Premium	15 000 000	450 884	450 884		3%	3%
Totals	234 650 000	172 010 884	55 780 479	164 320 406	73%	

EC124 Amahlathi - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M08 February

Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		526 644	143 505	-	41 921	160 934	95 670	(274)	-0,3%	143 505
EPWP Incentive	-	6 905	1 799	-	539	2 249	1 199	1 050	87,5%	1 799
Finance Management	-	10 935	2 200	-	-	4 400	1 467	-	-	2 200
Local Government Equitable Share	-	-	137 520	-	-	103 140	91 680	-	-	137 520
Metro Informal Settlements Partnership Grant	-	477 996	-	-	-	-	-	-	-	-
Municipal Drought Relief	-	30 808	-	-	41 382	51 145	-	-	-	-
Municipal Infrastructure Grant	-	-	1 986	-	-	-	1 324	(1 324)	-100,0%	1 986
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	-
Provincial Government:		(16 536)	1 823	-	-	(3 646)	(1 215)	(2 431)	200,0%	1 823
Eastern Cape_Capacity Building and Other_Specifi (Add grant descripti	-	(16 536)	1 823	-	-	(3 646)	(1 215)	(2 431)	200,0%	1 823
Other transfers and grants [insert description]	4	-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-	-
Other grant providers:		1 403	-	-	-	-	-	-	-	-
Unspecified_Specifi (Replace with the name of the Entity)_Receipts	-	1 403	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	511 511	145 328	-	41 921	157 288	94 455	(2 705)	-2,9%	145 328
Capital Transfers and Grants										
National Government:		162 987	74 322	-	-	41 709	24 021	8 703	36,2%	74 322
Municipal Infrastructure Grant (MIG)	-	162 987	37 737	-	-	33 861	25 158	8 703	34,6%	37 737
Integrated National Electrification Programme Grant	-	-	17 440	-	-	7 848	11 627	-	-	17 440
Municipal Disaster Relief Grant	-	-	19 145	-	-	-	(12 763)	-	-	19 145
Other capital transfers [insert description]	-	-	-	-	-	-	-	-	-	-
Provincial Government:		-	15 000	-	-	999	(10 651)	11 651	-109,4%	15 000
Eastern Cape_Capacity Building and Other_Capacity Building and Oth	-	-	-	-	-	-	(651)	651	-100,0%	-
Eastern Cape_Infrastructure_Infrastructure_RECEIPTS	-	-	15 000	-	-	999	(10 000)	-	-	15 000
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	162 987	89 322	-	-	42 708	13 370	20 354	152,2%	89 322
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	674 497	234 650	-	41 921	199 996	107 825	17 648	16,4%	234 650

The conditional and unconditional grants allocation budgeted for 2025/26 reflected an amount of R234 million. An amount of R199 million has been received, and R53 million reported as expenditure to the period ending 28 February 2026. It must also be noted 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 - M08 February

Description	Ref	Budget Year 2025/26								
		2024/25 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:		500 066	5 985	-	4 254	17 490	3 990	13 500	338,3%	5 985
Expanded Public Works Programme Integrated Grant	-	6 028	1 799	-	761	3 938	1 199	2 738	228,3%	1 799
Local Government Financial Management Grant	-	10 935	2 200	-	26	1 532	1 467	65	4,4%	2 200
Metro Informal Settlements Partnership Grant	-	477 996	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant	-	5 107	-	-	3 467	12 021	-	12 021	#DIV/0!	-
Municipal Infrastructure Grant	-	-	1 986	-	-	-	1 324	(1 324)	-100,0%	1 986
Municipal Infrastructure Grant	-	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	-
Provincial Government:		14 831	1 823	-	-	1 823	1 215	608	50,0%	1 823
Eastern Cape	-	14 831	1 823	-	-	1 823	1 215	608	50,0%	1 823
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-	-
Other grant providers:		1 403	-	-	-	-	-	-	-	-
Unspecified-Specify (Replace with the name of the Entity)-Transfer	-	1 403	-	-	-	-	-	-	-	-
<i>Unspecified_Specify (Replace with the name of the Entity)_Receipts</i>	-	-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		516 299	7 808	-	4 254	19 313	5 205	14 108	271,0%	7 808
Capital expenditure of Transfers and Grants										
National Government:		164 441	74 322	-	4 760	33 304	49 548	(16 243)	-32,8%	74 322
Integrated National Electrification Programme Grant	-	-	17 440	-	3 877	11 445	11 627	(182)	-1,6%	17 440
Municipal Disaster Relief Grant	-	11 281	19 145	-	-	-	12 763	(12 763)	-100,0%	19 145
Municipal Infrastructure Grant	-	153 160	37 737	-	883	21 860	25 158	(3 298)	-13,1%	37 737
Other capital transfers [insert description]	-	-	-	-	-	-	-	-	-	-
Provincial Government:		-	15 000	-	-	451	10 651	(10 200)	-95,8%	15 000
Eastern Cape	-	-	15 000	-	-	451	10 651	(10 200)	-95,8%	15 000
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		164 441	89 322	-	4 760	33 755	60 199	(26 444)	-43,9%	89 322
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		680 740	97 130	-	9 014	53 069	65 405	(12 336)	-18,9%	97 130

10. COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

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 - M08 February										
Summary of Employee and Councillor remuneration	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		9 463	10 834	10 834	771	6 185	7 223	(1 037)	-14%	10 834
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		460	619	619	36	307	413	(106)	-26%	619
Cellphone Allowance		1 416	1 777	1 777	119	948	1 185	(237)	-20%	1 777
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		2 666	2 462	2 462	221	1 769	1 642	128	8%	2 462
Sub Total - Councillors		14 006	15 692	15 692	1 147	9 209	10 461	(1 252)	-12%	15 692
% increase	4		12,0%	12,0%						12,0%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		4 562	5 980	6 702	540	3 653	4 468	(815)	-18%	5 980
Pension and UIF Contributions		9	9	12	1	7	8	(1)	-9%	9
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		200	431	671	55	305	448	(142)	-32%	431
Cellphone Allowance		67	71	113	9	63	75	(12)	-16%	71
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		1	1	1	0	0	0	(0)	-1%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4 838	6 493	7 499	606	4 030	4 999	(969)	-19%	6 493
% increase	4		34,2%	55,0%						34,2%
Other Municipal Staff										
Basic Salaries and Wages		82 534	79 503	79 525	6 565	54 766	53 017	1 750	3%	79 503
Pension and UIF Contributions		14 109	14 621	14 786	1 224	9 824	9 858	(33)	0%	14 621
Medical Aid Contributions		6 099	6 665	6 552	843	4 311	4 368	(56)	-1%	6 665
Overtime		1 387	1 219	1 231	119	951	820	130	16%	1 219
Performance Bonus		(0)	6 807	7 339	651	4 560	4 893	(332)	-7%	6 807
Motor Vehicle Allowance		4 533	3 409	3 908	336	2 799	2 605	193	7%	3 409
Cellphone Allowance		818	889	862	70	570	575	(4)	-1%	889
Housing Allowances		2 430	2 661	2 549	201	1 633	1 700	(67)	-4%	2 661
Other benefits and allowances		621	518	561	56	484	374	109	29%	518
Payments in lieu of leave		-	163	343	51	355	229	127	55%	163
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	6 945	2 813	1 413	-	-	942	(942)	-100%	2 813
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		667	435	707	36	581	471	109	23%	435
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		120 142	119 703	119 777	10 152	80 834	79 851	983	1%	119 703
% increase	4		-0,4%	-0,3%						-0,4%
Total Parent Municipality		138 986	141 887	142 967	11 906	94 073	95 311	(1 238)	-1%	141 887

The municipality allocated a budget of R15.6 million for Councillors and has spent R9 million which constitutes 58% as of the seventh month of the financial year.

The municipality allocated a budget of R7.4 million for Senior Managers and spent R4 million, which constitutes 54% as of the seventh month of the financial year.

The municipality have allocated a budget of R119.7 million for Other Municipal Staff and have spent R80 million which constitutes 67% for the seventh month of the financial year.

11. MATERIAL VARIANCES TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

Refer to bullet no.4

12. CAPITAL PROGRAMME PERFORMANCE

	2025/26		
	Budget	Expenditure	Available
Xholorha Paving Phase 2	15 000 000	8 315 477	6 684 523
Ngamngeni Roads and Stormwater	4 145 000	3 705 459	439 541
Cathcart 22/11kv 2x2,5 MVA Substation	12 440 000	6 716 305	5 723 695
Upgrading Stutterheim Main Intake Su	5 000 000	4 728 360	271 640
Building Plan Offices	8 000 000	55 710	7 944 290
Mlungisi Sportfield	5 600 000	4 426 205	1 173 795
STR KKH Roads	5 500 000	-	5 500 000
Phumlani Community Hall	4 651 162	486 974	4 164 188
Langdraai Community Hall	4 501 288	2 711 771	1 789 517
STR Stutterheim Electricity	4 000 000	450 884	3 549 116
STR Stutterheim Roads	4 000 000	-	4 000 000
Nqenge Internal Roads	3 462 969	4 432 192	- 969 223
Waste Collection Compactor Truck	3 283 196	3 283 195	1
Izidenge Internal Roads	3 326 149	203 296	3 122 853
Infrastructure plans	1 697 050	756 083	940 967
STR KKH Electricity	1 500 000		1 500 000
Vehicles	3 300 000	2 180 493	1 119 507
Paving of Xholorha Internal Roads	1 000 000	2 181 792	- 1 181 792
Keilands Roads	700 000	347 258	352 742
Sutterheim - Streets Paving	400 000	399 999	1
KeiskammahoekTown Paving	400 000	400 000	0
Furniture and Office Equipment	794 640	480 248	314 391
Cathcart Town Hall Upgrade	400 000		400 000
Amabele Paving	315 036	4 487 146	- 4 172 110
Computer Equipment	400 000	434 388	- 34 388
MV Substations	517 500	-	517 500
	94 333 990	51 183 235	43 150 755

13. 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 28 February 2026.

EC124 Amahlathi - Table C6 Monthly Budget Statement - Financial Position - M08 February

Description	Ref	Budget Year 2025/26				
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		12 563	39 757	55 712	34 272	55 712
Trade and other receivables from exchange transactions		44 707	22 570	15 186	88 053	15 186
Receivables from non-exchange transactions		32 588	9 188	958	19 577	958
Current portion of non-current receivables		-	-	-	-	-
Inventry		6	24	11	243	11
VAT		11 670	32 639	37 899	25 650	37 899
Other current assets		12 849	-	-	12 877	-
Total current assets		114 382	104 178	109 765	180 672	109 765
Non current assets						
Investments		-	-	-	-	-
Investment property		11 678	11 686	11 686	11 678	11 686
Property, plant and equipment		451 563	582 387	584 000	500 317	584 000
Biological assets		4 568	6 214	6 214	4 568	6 214
Living and non-living resources		-	-	-	-	-
Heritage assets		610	610	610	610	610
Intangible assets		9	(9)	(9)	9	(9)
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		468 429	600 889	602 501	517 183	602 501
TOTAL ASSETS		582 811	705 067	712 266	697 855	712 266
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		1 850	1 844	1 844	1 634	1 844
Trade and other payables from exchange transactions		137 794	64 065	69 250	85 779	69 250
Trade and other payables from non-exchange transactions		428	47 000	-	29 512	-
Provision		16 456	20 407	19 407	16 456	19 407
VAT		3 153	10 118	10 118	11 402	10 118
Other current liabilities		-	-	-	-	-
Total current liabilities		159 681	143 434	100 619	144 783	100 619
Non current liabilities						
Financial liabilities		-	-	-	-	-
Provision		18 563	7 862	7 862	18 563	7 862
Long term portion of trade payables		42 094	-	-	42 094	-
Other non-current liabilities		31 078	-	-	31 078	-
Total non current liabilities		91 736	7 862	7 862	91 736	7 862
TOTAL LIABILITIES		251 417	151 296	108 482	236 519	108 482
NET ASSETS	2	331 394	553 771	603 785	461 336	603 785
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		331 391	553 771	603 785	461 336	603 785
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	331 391	553 771	603 785	461 336	603 785

a. CURRENT ASSETS

- **Cash** – The cash balance of R87 581.60 comprises of the cashbook balance for the main primary bank account as at 28 February 2026.
- **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 February 2026.

Date	Type	Account Description	Balance
31 January 2026	Cash	Main Account	87 581.60
31 January 2026	Call Investment Deposit	Disaster Account	39 813 794.95
31 January 2026	Call Investment Deposit	MIG Account	117 723.62
31 January 2026	Call Investment Deposit	Insurance Account	243 698.96
31 January 2026	Call Investment Deposit	FNB Guarantee	5 392 533.36
31 January 2026	Call Investment Deposit	Retention Account	2 958 644
31 January 202	Call Investment Deposit	FMG Account	2 080.52
31 January 2026	Call Investment Deposit	INEP Account	11 076.77
31 January 2026	Call Investment Deposit	LGSETA Account	56 933.43
31 January 2026	Call Investment Deposit	Payroll Account	8 550 541.15
31 January 2026	Call Investment Deposit	DEDEAT Account	258 228.95
31 January 2026	Call Investment Deposit	STR Account	1 063.96
31 January 2026	Call Investment Deposit	EEDSM Account	80 862.07
31 January 2026	Call Investment Deposit	Inhouse Account	9 084.66
			57 496 266.40

- The total cash available as at 28 February 2026 indicates a total balance of **R67 496 266.40**
- **Inventory** – The value of inventory as at 28 February 2026 amounts to R243 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 R517 million, the biggest contributor being the Property; Plant and Equipment of the municipality amounting to R500 million.

b. 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 28 February 2026.
- **Trade and other Payables** – The trade and other payables are currently at R85 million which indicates a R16 million decrease when compared to the second Quarter .
- **Unspent Grant** – The unspent conditional grants amount to R29 million at 28 February 2026.

14. OTHER SUPPORTING DOCUMENTS

REPAIRS AND MAINTENANCE

The table below reflects expenditure on repairs by asset class. The expenditure on repairs and maintenance is at 66% of annual budget.

EC124 Amahlathi - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 February

Description	Ref	Budget Year 2025/26								
		2024/25 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		1 158	1 880	1 930	452	1 690	1 287	(403)	-31,4%	1 880
Roads Infrastructure		325	1 150	1 150	202	814	767	(47)	-6,1%	1 150
Roads		325	1 150	1 150	202	814	767	(47)	-6,1%	1 150
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		25	30	30	-	25	20	(5)	-26,3%	30
Drainage Collection		25	30	30	-	25	20	(5)	-26,3%	30
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		807	700	750	249	851	500	(351)	-70,2%	700
Power Plants		-	100	50	41	63	33	(30)	-89,2%	100
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		807	600	700	208	788	467	(321)	-68,8%	600
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Community Assets		-	100	30	-	17	20	3	15,1%	100
Community Facilities		-	100	30	-	17	20	3	15,1%	100
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		-	100	30	-	17	20	3	15,1%	100
Other assets		352	400	1	-	0	0	(0)	-24,8%	400
Operational Buildings		352	400	1	-	0	0	(0)	-24,8%	400
Municipal Offices		344	300	-	-	-	-	-	-	300
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		8	100	1	-	0	0	(0)	-24,8%	100
Machinery and Equipment		33	50	50	-	30	33	3	9,0%	50
Machinery and Equipment		33	50	50	-	30	33	3	9,0%	50
Transport Assets		1 065	545	714	120	691	476	(214)	-45,0%	545
Transport Assets		1 065	545	714	120	691	476	(214)	-45,0%	545
Total Repairs and Maintenance Expenditure	1	2 608	2 975	2 725	572	2 428	1 817	(612)	-33,7%	2 975

15. RESOLUTIONS AND RECOMMENDATIONS

It is recommended that that the Mayoral Committee / Mayoral Committee meeting take note of

-

1. The monthly section 71 report for period ending 31 February 2026 **BE NOTED AND ACCEPTED.**
2. The non-compliance emanating from the municipality's debt relief self-assessment as well as the Provincial Treasury's independent assessment set-out.
3. The following remedial actions necessary and / or undertaken to improve the municipality's monthly compliance in terms of debt relief conditions.
4. The balance of the Eskom bulk account and the municipality's reconciliation of these accounts.

16. CONCLUSION

The collection rate for February 2026 stands at 68%. Since the inception of the Debt Relief Program, the municipality has remained committed and has not missed a single payment to Eskom. Compliance for February 2025 was recorded at 95%, while the self-assessed compliance for 2025/26 has improved to 100%. This improvement comes despite challenges related to the municipality operating under an unfunded budget.

17. ANNEXURE A: SCHEDULE A

18. ANNEXURE B: Compliance with the Conditions for Municipal Debt Relief

18.1 MFMA Circular 124 – Municipal Compliance Self-Assessment

Annexure A2 - Monthly

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

Mpumalanga Provincial Treasury ▼

Certificate of Compliance: Municipal Debt Relief Conditions for Application

Period Feb'24 ▼

National Financial Year 2023/24 ▼

Demarcation Code of Municipality being assessed EC124 ▼

District Amathole

Demarcation Description Amahlathi

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

Municipal Debt Relief Conditions (Monthly reporting)

Choose from drop down list


Condition	6,3 + 6,12	Maintaining the Eskom and bulk water current account – <small>(current account for the purpose of this exercise means the account for a single month's consumption):</small>	
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)? <i>Note - refer condition 6.12 .2</i>	Does not have function ▼
2	6.12.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za ?	Does not have function ▼
3	6.12.2	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	Does not have function ▼
4	6.3.1	- Has the municipality paid its Eskom bulk current account within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)? <i>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.</i>	Yes ▼
5	6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za ?	Yes ▼
6	6.3.4	- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?	Yes ▼
6,4	Compliance with a funded MTREF – <i>(choose from drop down list the MTREF assessed)</i>		2025/26 Main Adjustment MTREF ▼
7	6.4.1	- Is the municipality's MTREF funded and aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx ?	No ▼
8	6.4.1	- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes ▼
9	6.4.1	- Has the municipality made adequate provision for debt impairment <i>(considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget)</i> on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?	Yes ▼
<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no realignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".</i></p>			

10	6.4.1	- Has the municipality made adequate provision for depreciation and asset impairment (<i>considering its asset register and physical state of assets</i>) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?	Yes
		<i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i>	
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
		<i>Note - if the municipality has an FRP, a separate budget funding plan is not necessary. However, the PT / NT must assesses whether the existing FRP incorporates / will give effect to a funded MTREF. If not, the FRP requires strengthening.</i>	
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)? <i>Note - only if the municipality does not have an FRP may "N/A" be selected from the dropdown list.</i>	N/a
13	6.4.2	- Does the municipality's annual and monthly cashflow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 – Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy (or the FRP strategy) and related seasonal trends (<i>For example higher winter Eskom tariffs, lower January collection rates, etc.?</i>)	Yes
14	6,5	Cost reflective tariffs – (excluding metros) has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	Yes
	6,6	Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:	
15	6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	Yes
16	6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	Yes
17	6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/ property owner unless the defaulter already registered as an indigent consumer with the municipality? <i>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.</i>	Does not have function
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? <i>Note – the municipality's monthly MFMA s.71 statement must include as part of the narratives the Indigent Information in the required NT format.</i>	Yes
	6.6	Supporting evidence : The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.	
	6,7	Maintain a minimum average quarterly collection of property rates and services charges –	
19	6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded via the GoMuni Upload Portal?	Not yet end of quarter
		<i>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.</i>	
	6.7.2	- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of National Treasury the following :	

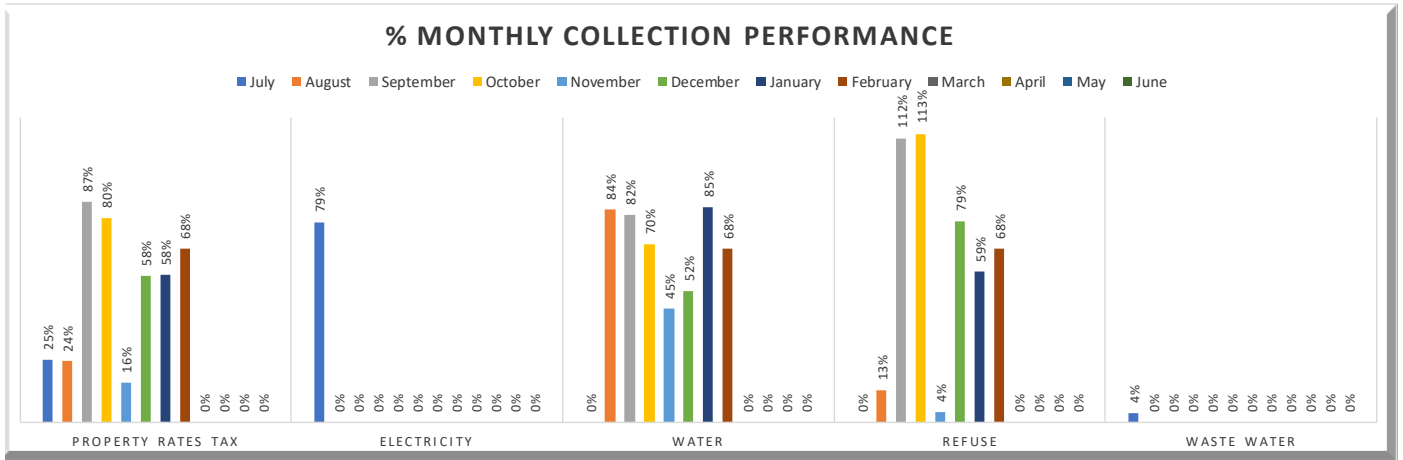
20	6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool <u>and</u> that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1.	not yet the end of a quarter
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)?	Does not have function
22	6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed <u>and</u> the reason(s) for the failure?	Yes
23	6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection <u>and</u> only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	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?	Yes
6,8 Municipality's Completeness of the revenue base –			
26	6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer?	Yes
27	6.8.1	- If the response in 6.8.1 is "No", has the municipality demonstrated the steps taken to correct the variances identified? <i>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</i>	Yes
28	6.8.2	- For the latest ending Quarter -Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguploadportal.treasury.gov.za ?	Yes
6,9 Monitor and report on implementation –			
29	6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	Yes
30	6.9.2	- If progress is slow in terms of paragraph 6.9.1, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string? <i>Note - condition 6.9.2 has a typing error and must refer to 6.9.1.</i>	6.9.1 = Yes
31	6.9.3	- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	No FRP
32	6.9.4	- If the municipality has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress report to the Provincial Executive, has the municipality also submitted the FRP progress report to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za ?	Yes
<i>Note - a municipality with a FRP may only benefit from the Municipal Debt Support programme. If the FRP progress report was submitted to both the Provincial Executive and MFRS.</i>			
6.10 Provincial Treasury Note - Provincial Treasury certification of municipal compliance – in terms of section 5 and 74 of the MFMA, with effect from 01 April 2023, a delegated municipality may not benefit from Municipal Debt Relief, unless:			
33	6.10.1	- has the relevant Provincial Treasury (delegated) / National Treasury (non-delegated) monthly monitored the municipality's compliance in terms of these conditions?	Yes
34	6.10.2	- has the Head of the relevant Provincial Treasury (delegated) monthly certified the municipality's compliance to these conditions, to the National Treasury's satisfaction as envisaged in the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.5 of MFMA Circular no. 124) and timeously uploaded the compliance certificate via the GoMuni Upload Portal https://lguploadportal.treasury.gov.za ? <i>Note - in the case of a non-delegated municipality the National Treasury to issue the compliance certificate.</i>	Yes
35	6.10.3	- has the Provincial Treasury failed to rectify any provincial treasury non-compliance with any of the conditions for provincial treasuries (refer paragraph 4.1.1 to 4.1.6 of MFMA Circular no. 124) within one month of the non-compliance occurring?	No
<i>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.</i>			
36	6.11	Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?	No
<i>Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme. NT confirms that MFMA Circular No. 124: condition 6.11 (Limitation on municipality borrowing powers) will only be enforced in relation to new long term loans (entered into after the effective date of debt relief approval) as envisaged in MFMA section 46. Short term borrowing, including making use of an overdraft for in-year bridging purposes are not considered within the ambit of this condition.</i>			
	6,12	For the duration of the Municipal Debt Relief (to ensure proper management of resources):	

37	6.12.1	- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?	Yes
38	6.12.2	- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.12.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?	Yes
<p><i>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).</i></p>			
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? <i>Note - to include accounting for any related benefit (e.g. interest suppression, etc.) and alignment with mSCOA.</i>	Yes
41	6,14	'NERSA License - has the municipality during the month failed to comply with any condition of the Municipal Debt Relief?	Yes
<p><i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 17 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006). Any such application must be preceded by the relevant processes for appointing an external mechanism as envisaged in Chapter 8 of the Municipal Systems Act, 2000, including the necessary service delivery agreement aligning with the Municipal Systems Act, 2000 and Electricity Regulation Act, 2006. In terms of the conditions of government's wider support to Eskom, Eskom will once again have to enforce its credit control and debt collection policies also in relation to the municipality's arrears that are the subject of municipal debt relief, etc.</i></p>			

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

 National Treasury Municipal Debt Relief MFMA Circular No. 124 Municipal Finance Management Act No. 56 of 2003			Province																								Scoring and Rating																				
			EC																																												
Municipal Details			Code																								Score		Rating																		
			District												Code Description																																
Month			EC124																								0%		Not completed																		
			Amathole												Amahlathi																																
Monthly Performance Report																									Score		Rating																				
Municipal Details			Part A						Part B					Part C				Part D				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					Oversight															
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.July25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance	
26.August25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance
27.September25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	No	No	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	95%	Above Moderate	
28.October25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance	
29.November25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance	
30.December25	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	No	No	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	95%	Above Moderate	
31.January26	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance	
32.February26	Amahlathi	EC124	N/A	N/A	N/A	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	N/A	Yes	Yes	Yes	Yes	N/A	Yes	N/A	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	100%	Full Compliance	
33.March26	Amahlathi	EC124																																											0%	Not completed	
34.April26	Amahlathi	EC124																																											0%	Not completed	
35.May26	Amahlathi	EC124																																											0%	Not completed	
36.June26	Amahlathi	EC124																																											0%	Not completed	
37.July26	Amahlathi	EC124																																											0%	Not completed	
38.August26	Amahlathi	EC124																																											0%	Not completed	
39.September26	Amahlathi	EC124																																											0%	Not completed	
40.October26	Amahlathi	EC124																																											0%	Not completed	
41.November26	Amahlathi	EC124																																											0%	Not completed	

18.3 Provincial Treasury Debt Relief Compliance Assessment



18.4 Collection Performance

18.4.1 Monthly/Quarterly Collection per Ward

National Treasury		Municipal Details				
Municipal Debt Relief		Eastern Cape				
MFMA Circular No. 124		Code	District	Municipality	Period Monitored	No. Of Wards
Municipal Finance Management Act No. 56 of 2003		EC124		Amahlathi	February	15

Collection Rate Assessment

Aggregate Collection	Summary - Quarter 1					Summary - Quarter 2					Summary - Quarter 3					Summary - Quarter 4				
	Billing	Collection	R - Billing not collected	% Collection	Q1	Billing	Collection	R - Billing not collected	% Collection	Q2	Billing	Collection	R - Billing not collected	% Collection	Q1	Billing	Collection	R - Billing not collected	% Collection	
1. Collection for whole demarcation	41829 196	21 083 493	20 739 703	50%	50%	27 117 640	15 204 603	11 913 237	56%	56%	20 812 035	13 104 092	7 707 942	63%	63%	-	-	-	#DIV/0!	
2. Collection <i>excl Eskom supplied areas</i>	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	
3. Collection: Property Rates	11243 565	5 318 355	5 925 210	47%	47%	5 391 502	3 114 959	2 276 543	58%	58%	4 286 532	3 276 593	1 009 939	76%	76%	-	-	-	#DIV/0!	
4. Total average collection: Electricity (Municipal supplied areas)	21 364 635	14 228 732	7 135 904	67%	67%	#####	9 746 621	5 018 218	66%	66%	10 291 397	6 550 167	3 741 230	64%	64%	-	-	-	#DIV/0!	
5. Total average collection: Water	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	
6. Total average collection: Wastewater	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!	-	-	-	#DIV/0!	
7. Total average collection: Refuse	4 475 685	1 008 192	3 467 493	23%	23%	3 711 581	2 079 462	1 632 119	56%	56%	2 954 882	2 075 714	879 167	70%	70%	-	-	-	#DIV/0!	
8. Total average collection: Interest	4 745 311	534 214	4 211 097	11%	0%	3 249 917	263 560	2 986 357	8%	8%	3 279 224	1 201 618	2 077 606	37%	37%	-	-	-	#DIV/0!	

Total Aggregate Collection		1.July - Reporting for June in July				2.August - Reporting for July in August				3.September - Reporting for August in September				Summary - Quarter 1			
		Billing For June	Collection in July	R - Billing not collected	% Collection	Billing For July	Collection in August	R - Billing not collected	% Collection	Billing For August	Collection in September	R - Billing not collected	% Collection	Billing	Collection	R - Billing not collected	% Collection
1.Collection for whole demarcation	Summary	16 962 068	7 424 306	9 537 761	44%	12 573 238	3 007 480	9 565 757	24%	12 293 891	10 657 706	2 447 943	87%	41 829 196	21 089 493	20 739 703	50%
2.Collection excl Eskom supplied areas		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
3.Collection: Property Rates		6 831 398	1 677 527	5 153 871	25%	2 129 029	1 779 363	349 666	84%	2 283 137	1 861 465	421 672	82%	11 243 565	5 318 355	5 925 210	47%
4.Total average collection: Electricity (Municipal supplied areas)		7 108 593	5 592 842	1 515 752	79%	7 360 746	928 835	6 431 911	13%	6 895 296	7 707 054	0	112%	21 364 635	14 228 732	7 135 904	67%
5.Total average collection: Water		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
6.Total average collection: Wastewater		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
7.Total average collection: Refuse		1 512 306	53 173	1 459 134	4%	1 464 059	42 925	1 421 134	3%	1 499 319	912 094	587 225	61%	4 475 685	1 008 192	3 467 493	23%
8. 7.Total average collection: Interest		1 509 770	100 765	1 409 005	7%	1 619 403	256 357	1 363 046	16%	1 616 138	177 092	1 439 046	11%	4 745 311	534 214	4 211 097	11%

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Total Aggregate Collection		4.October - Reporting for September in October				5.November - Reporting for October in November				6.December - Reporting for November in December				Summary - Quarter 2			
		Billing For September	Collection in October	R - Billing not collected	% Collection	Billing For October	Collection in November	R - Billing not collected	% Collection	Billing For November	Collection in December	R - Billing not collected	% Collection	Billing	Collection	R - Billing not collected	% Collection
1.Collection for whole demarcation	Summary	10 733 852	8 639 299	2 818 341	80%	6 828 953	1 061 942	5 869 505	16%	9 555 035	5 503 362	4 051 673	58%	27 117 840	15 204 603	11 913 237	56%
2.Collection excl Eskom supplied areas		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
3.Collection: Property Rates		2 236 703	1 564 074	672 628	70%	1 091 091	485 925	605 166	45%	2 063 708	1 064 960	998 749	52%	5 391 502	3 114 959	2 276 543	58%
4.Total average collection: Electricity (Municipal supplied areas)		5 383 442	6 107 230	0	113%	5 032 267	193 007	4 839 260	4%	4 349 131	3 446 384	902 747	79%	14 764 840	9 746 621	5 018 218	66%
5.Total average collection: Water		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
6.Total average collection: Wastewater		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!
7.Total average collection: Refuse		1 488 547	922 173	566 373	62%	705 595	280 515	425 080	40%	1 517 439	876 773	640 666	58%	3 711 581	2 079 462	1 632 119	56%
8. 7.Total average collection: Interest		1 625 160	45 821	1 579 339	3%	-	102 494	0	#DIV/0!	1 624 757	115 245	1 509 512	7%	3 249 917	263 560	2 986 357	8%

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Collection Rate Assessment

Total Aggregate Collection		7.January - Reporting for December in January				8.February - Reporting for January in February				9.March - Reporting for February in March				Summary - Quarter 3				Q1
		Billing For December	Collection in January	R - Billing not collected	% Collection	Billing For January	Collection in February	R - Billing not collected	% Collection	Billing For February	Collection in March	R - Billing not collected	% Collection	Billing	Collection	R - Billing not collected	% Collection	
1.Collection for whole demarcation	Summary	10 406 447	6 016 247	4 390 200	58%	10 405 588	7 087 845	3 317 743	68%	-	-	-	#DIV/0!	20 812 035	13 104 092	7 707 942	63%	63%
2.Collection excl Eskom supplied areas		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
3.Collection: Property Rates		2 143 354	1 816 751	326 603	85%	2 143 178	1 459 842	683 336	68%	-	-	-	#DIV/0!	4 286 532	3 276 593	1 009 939	76%	76%
4.Total average collection: Electricity (Municipal supplied areas)		5 145 911	3 045 280	2 100 631	59%	5 145 486	3 504 887	1 640 599	68%	-	-	-	#DIV/0!	10 291 397	6 550 167	3 741 230	64%	64%
5.Total average collection: Water		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
6.Total average collection: Wastewater		-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	-	-	-	#DIV/0!	#DIV/0!
7.Total average collection: Refuse		1 477 502	1 069 386	408 116	72%	1 477 380	1 006 328	471 051	68%	-	-	-	#DIV/0!	2 954 882	2 075 714	879 167	70%	70%
8. 7.Total average collection: Interest		1 639 680	84 830	1 554 850	5%	1 639 544	1 116 788	522 756	68%	-	-	-	#DIV/0!	3 279 224	1 201 618	2 077 606	37%	37%

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18.4.2 Monthly – Restriction of Free Basic Services to Indigent Households

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

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

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

Description	Ref	As Per Debt Relief Application	Current Year 2025/26				2025/2026 - Monthly Reporting											
			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	2																	
Indigent HH's with piped water inside yard (but not in dwelling)	3																	
Indigent HH's using public tap (at least min. service level)	4																	
Indigent HH's with other water supply (at least min. service level)	5																	
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total																		
Indigent HH's using public tap (< min. service level)	6																	
Indigent HH's with other water supply (< min. service level)	7																	
Indigent HH's with No water supply	8																	
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total																		
Total number of registered indigent households	9																	
Status of Water meters:																		
Number of Indigent HH's with prepaid Water	10																	
Number of Indigent HH's with conventional metered Water	11																	
Number of Indigent HH's NOT metered currently - Water	12																	
Number of Indigent HH's with NO Water supply - No metering	13																	
Total number of registered indigent households	14																	
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 kilolitre per household per month	15																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Water	16																	
Total number of registered indigent households receiving unlimited supply - Water	17																	
Of the Total Number of registered indigent households receiving unlimited supply - State the Number of HH's billed for consumption above the 6 kilolitre	18																	
Energy: (Include All Indigent households also in Eskom supplied areas)																		
Indigent HH's with Electricity (at least min. service level)	19																	
Indigent HH's with Electricity - prepaid (min. service level)	20		3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591			
Total no. of Indigent HH's receiving Minimum Service Level and Above sub-total			3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591			
Indigent HH's with Electricity (< min. service level)	21																	
Indigent HH's with Electricity - prepaid (< min. service level)	22																	
Indigent HH's with other energy sources	23																	
Total no. of Indigent HH's receiving - Below Minimum Service Level sub-total																		
Total number of registered indigent households	24		3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591				
Status of Electricity meters:																		
Number of Indigent HH's with prepaid Electricity	25		3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591				
Number of Indigent HH's with conventional metered Electricity	26																	
Number of Indigent HH's NOT metered currently - Electricity	27																	
Number of indigent HH's with other energy sources - No metering	28																	
Total number of registered indigent households	29		3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591				
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	30																	
Number of Indigent HH's NOT metered currently receiving unlimited supply - Electricity	31																	
Total number of registered indigent households receiving unlimited supply - Electricity	32																	
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	33																	
Number of ALL Households receiving Free Basic Service (including registered Indigent Households)	7																	
Water (6 kilolitre per household per month)																		
Electricity/other energy (50kwh per household per month)			3 270			1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591	1 591				
Cost of Free Basic Services provided to ALL Households in - Formal Settlements (R'000)																		
Water (6 kilolitre per household per month)																		
Electricity/other energy (50kwh per household per month)			191			191	191	191	191	191	191	191	191	191				
Cost of Free Basic Services provided to ALL Households in - Informal Formal Settlements (R'000)																		
Water (6 kilolitre per household per month)																		
Electricity/other energy (50kwh per household per month)																		
Total cost of FBS Water and Electricity provided to ALL Households	8		191			191	191	191	191	191	191	191	191	191				
Highest level of free service provided per household (ALL Households)																		
Property rates (R value threshold)			20 000			20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000				
Water (kilolitre per household per month)																		
Sanitation (kilolitre per household per month)																		
Sanitation (Rand per household per month)																		
Electricity (kwh per household per month)			50			50	50	50	50	50	50	50	50	50				
Refuse (average litres per week)			40			40	40	40	40	40	40	40	40	40				
Revenue cost of subsidised services provided for ALL Households (R'000)	9																	
Residential Category: Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)	14(a)		1 018			1 018	1 018	1 018	1 018	1 018	1 018	1 018	1 018	1 018				
PSI Category: Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)	14(b)		339			339	339	339	339	339	339	339	339	339				
Additional Subsidies: Property rates exemptions, reductions and rebates in excess of section 17 of MPRA)																		
Water (in excess of 6 kilolitre 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			1 357			1 357	1 357	1 357	1 357	1 357	1 357	1 357	1 357	1 357				

18.5 Completeness of Revenue Base

Property Rates Reconciliation						
Province	EC					
District	Amathole District					
Type	LM					
Municipal Name	Amahlati					
GV Period	01/07/2025 - 30/06/2030					
Financial Year	2025/2026					
Reconciliation Period	Quarter 3					
Reconciliation Overview						
High Level Reconciliation						
Property Categories	# of Properties			Market Values		
Property Categories	GV	MFS	Variance	GV Market Values	MFS Market Values	Variance
Residential	8 768	8 769	- 1	1366 295 324,00	1367 685 324,00	- 1390 000,00
Industrial	16	16	-	36 427 700,00	36 427 700,00	-
Business and Commercial	235	235	-	328 846 491,00	328 846 491,00	-
Agricultural	3 754	3 752	2	4 007 325 299,07	4 008 235 299,07	- 910 000,00
Mining	2	2	-	487 000,00	487 000,00	-
State Owned for Public Purpose	80	78	2	383 271 502,00	377 131 502,00	6 140 000,00
PSI	320	319	1	1940 977,00	1939 977,00	1000,00
PBO	58	58	-	35 708 504,00	35 708 504,00	-
Multi Use	-	-	-	-	-	-
Vacant	-	-	-	-	-	-
POW	135	134	1	56 377 466,00	56 345 966,00	31500,00
Municipal	1299	1289	10	413 453 506,46	268 321 506,46	145 132 000,00
Other	107	107	-	4 650 104,00	4 650 104,00	-
	14 774	14 759	15	6 634 783 873,53	6 485 779 373,53	149 004 500,00
Detailed Reconciliation						
Property Categories	Monthly Billing			Quarterly		
Property Categories	GV	MFS	Variance	GV	MFS	Variance
Residential	928 346	927 414	932	2 785 037,90	2 782 241,72	2 796,17
Industrial	29 987	29 992	5	89 961,85	89 976,36	14,51
Business and Commercial	270 706	270 750	44	812 119,29	812 250,89	131,60
Agricultural	592 349	591 194	1 156	1 777 048,40	1 773 581,00	3 467,40
Mining	401	401	0	1202,70	1202,88	0,18
State Owned for Public Purpose	315 509	312 182	3 327	946 527,30	936 547,39	9 979,91
PSI	276	395	119	827,21	1 184,69	357,48
PBO	5 278	5 267	11	15 834,94	15 801,66	33,28
Multi Use	-	-	-	-	-	-
Vacant	-	-	-	-	-	-
POW	-	-	-	-	-	-
Municipal	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	<u>R2 142 853,20</u>	<u>R2 137 595,53</u>	<u>R5 257,66</u>	<u>6 428 559,59</u>	6 412 786,60	15 772,99

18.6 Maintaining the Eskom bulk current account

Eskom accounts are paid prior to the due date. Last payment amounting to R4.8 million was made on 28 February 2026.

The municipality is also keeping up with the Third Party payments.

19. MUNICIPAL MANAGERS QUALITY CERTIFICATE

QUALITY CERTIFICATE

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

(Mark as appropriate)

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 **February** of 2025/2026 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: 13 March 2026