TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

www.tswelopele.gov.za

IN YEAR REPORT (Schedule C)

July 2025

PREPARED IN ACCORDANCE WITH BUDGET REGULATIONS IN TERMS OF GOVERNMENT GAZETTE OF 17 APRIL 2009

Contents

PART 1

1. Executive summary

Council of the Municipality approved the Budget in terms of the Municipal Finance Management Act (MFMA), Act 56 of 2003 MFMA Circulars and Municipal Budget and Reporting Regulations (MBRR) as promulgated in 2009. The Budget document was submitted to both National and Provincial Treasury in soft copies by uploading it on the National Treasury prescribed Gomuni portal.

In terms of section 28 of the MBRR, the municipality must prepare the in-year reports in terms of Schedule C of the regulations.

The Schedule C states that the Municipality must report on its overall performance with specific reference to financial and non-financial information.

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

Mentioned below are some of the key issues that happened in July 2025:

- Revenue that accrued to the Municipality is presented in table C4.
- The following are the main revenue contributors:
    - Revenue from Property rates & Electricity service charges.
    - Revenue from unconditional Grants
    - In terms of GRAP 23 – Revenue from non-exchange transaction, whenever, the conditions of the grants are met, such revenue must be recognised as income in the income statement of the Municipality.
- Total Expenditure for the month is presented in the expenditure section in table C4

2. In Year Budget Statements Tables

In terms of Municipal Budget and Reporting Regulations as per government gazette No. 32141 of 2009, the municipality is required to report on the following Tables:

- Table C1 MFMA s 71 Monthly budget statement summary
- Table C2 Monthly budget statement – Financial performance (revenue and expenditure by municipal vote)
- Table C3 Monthly budget statement – Financial Performance (Revenue and expenditure by municipal vote)
- Table C4 Monthly budget statement – Financial Performance (Revenue and expenditure)
- Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)
- Table C6 Monthly budget statement – Financial Position
- Table C7 Monthly budget statement – Cash Flow

In the following pages the above tables are disclosed with summaries of what these tables mean:

2.1.1. In Year Budget Statement – Table C1 – Budget Summary

FS183 Tswelopele - Table C1 Monthly Budget Statement Summary - M01 - July

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	35 998	42 771	–	17 752	17 752	3 564	14 188	398%	42 771
Service charges	88 269	90 399	–	9 905	9 905	7 533	2 372	31%	90 399
Investment revenue	3 564	3 219	–	187	187	268	(81)	-30%	3 219
Transfers and subsidies - Operational	107 176	109 873	–	44 661	44 661	9 156	35 505	388%	109 873
Other own revenue	18 483	86 597	–	1 190	1 190	7 216	(6 026)	-84%	86 597
Total Revenue (excluding capital transfers and contributions)	**253 490**	**332 860**	–	**73 696**	**73 696**	**27 738**	**45 958**	**166%**	**332 860**
Employee costs	100 600	104 071	–	9 661	9 661	8 673	988	11%	104 071
Remuneration of Councillors	7 190	6 988	–	–	–	582	(582)	-100%	6 988
Depreciation and amortisation	–	20 000	–	–	–	1 667	(1 667)	-100%	20 000
Interest	13 348	3 000	–	950	950	250	700	280%	3 000
Inventory consumed and bulk purchases	68 271	60 978	–	5 986	5 986	5 082	904	18%	60 978
Transfers and subsidies	–	10	–	–	–	1	(1)	-100%	10
Other expenditure	72 618	85 687	–	3 424	3 424	7 141	(3 717)	-52%	85 687
Total Expenditure	**262 026**	**280 734**	–	**20 021**	**20 021**	**23 394**	**(3 374)**	**-14%**	**280 734**
Surplus/(Deficit)	**(8 536)**	**52 126**	–	**53 676**	**53 676**	**4 344**	**49 332**	**1136%**	**52 126**
Transfers and subsidies - capital (monetary allocations)	55 743	37 721	–	6 335	6 335	3 143	3 192	102%	37 721
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers &	**47 207**	**89 847**	–	**60 011**	**60 011**	**7 487**	**52 524**	**702%**	**89 847**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**47 207**	**89 847**	–	**60 011**	**60 011**	**7 487**	**52 524**	**702%**	**89 847**
Capital expenditure & funds sources									
Capital expenditure	**53 821**	**41 201**	–	**6 335**	**6 335**	**3 433**	**2 902**	**85%**	**41 201**
Capital transfers recognised	50 784	36 381	–	6 335	6 335	3 032	3 304	109%	36 381
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**2 269**	**4 820**	–	–	–	**402**	**(402)**	**-100%**	**4 820**
Total sources of capital funds	**53 052**	**41 201**	–	**6 335**	**6 335**	**3 433**	**2 902**	**85%**	**41 201**
Financial position									
Total current assets	135 451	255 773	–		207 248				255 773
Total non current assets	768 956	160 212	–		775 291				160 212
Total current liabilities	258 131	109 213	–		276 253				109 213
Total non current liabilities	68 122	185 124	–		68 122				185 124
Community wealth/Equity	**570 293**	**121 649**	–		**638 164**				**121 649**
Cash flows									
Net cash from (used) operating	574 968	122 254	–	168 769	168 769	10 188	(158 581)	-1557%	122 254
Net cash from (used) investing	55 653	(36 201)	–	(7 286)	(7 286)	(3 017)	4 269	-142%	(36 201)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**648 301**	**161 322**	–	–	**174 682**	**82 440**	**(92 242)**	**-112%**	**99 252**
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	28 804	8 052	5 257	3 733	6 813	3 276	3 020	158 634	217 590
Creditors Age Analysis									
Total Creditors	8 958	11 012	6 002	5 333	11 039	–	11 992	160 135	214 471

2.1.2. In Year Budget Statement – Table C2 – Fin Performance (STD Classification)

FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 - July

Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Revenue - Functional										
Governance and administration		**157 124**	**200 226**	–	**63 228**	**63 228**	**16 686**	46 543	279%	**200 226**
Executive and council		99 616	104 299	–	44 689	44 689	8 692	35 997	414%	104 299
Finance and administration		57 509	95 927	–	18 539	18 539	7 994	10 545	132%	95 927
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**2 231**	**1 865**	–	**934**	**934**	**155**	779	501%	**1 865**
Community and social services		935	700	–	2	2	58	(56)	-96%	700
Sport and recreation		1 216	1 150	–	928	928	96	832	868%	1 150
Public safety		81	15	–	4	4	1	3	229%	15
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**32 350**	**20 271**	–	**22**	**22**	**1 689**	(1 667)	-99%	**20 271**
Planning and development		912	900	–	15	15	75	(60)	-80%	900
Road transport		31 438	19 371	–	7	7	1 614	(1 607)	-100%	19 371
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**117 527**	**148 218**	–	**15 847**	**15 847**	**12 352**	**3 496**	28%	**148 218**
Energy sources		66 167	98 649	–	7 299	7 299	8 221	(922)	-11%	98 649
Water management		33 028	30 169	–	1 609	1 609	2 514	(905)	-36%	30 169
Waste water management		11 135	10 500	–	6 570	6 570	875	5 695	651%	10 500
Waste management		7 198	8 901	–	369	369	742	(373)	-50%	8 901
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**309 233**	**370 581**	–	**80 032**	**80 032**	**30 882**	**49 150**	**159%**	**370 581**
Expenditure - Functional										
Governance and administration		**108 355**	**105 515**	–	**12 276**	**12 276**	**8 793**	3 484	40%	**105 515**
Executive and council		28 261	31 022	–	594	594	2 585	(1 992)	-77%	31 022
Finance and administration		80 094	74 493	–	11 683	11 683	6 208	5 475	88%	74 493
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**10 650**	**12 346**	–	–	–	**1 029**	(1 029)	-100%	**12 346**
Community and social services		3 477	4 183	–	–	–	349	(349)	-100%	4 183
Sport and recreation		5 110	6 686	–	–	–	557	(557)	-100%	6 686
Public safety		2 063	1 477	–	–	–	123	(123)	-100%	1 477
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**25 463**	**37 332**	–	**1 223**	**1 223**	**3 111**	(1 888)	-61%	**37 332**
Planning and development		9 180	9 354	–	25	25	779	(754)	-97%	9 354
Road transport		16 283	27 978	–	1 198	1 198	2 332	(1 134)	-49%	27 978
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**117 558**	**125 540**	–	**6 521**	**6 521**	**10 462**	**(3 941)**	-38%	**125 540**
Energy sources		68 541	62 799	–	5 924	5 924	5 233	690	13%	62 799
Water management		24 189	28 897	–	597	597	2 408	(1 811)	-75%	28 897
Waste water management		14 238	19 740	–	–	–	1 645	(1 645)	-100%	19 740
Waste management		10 590	14 104	–	–	–	1 175	(1 175)	-100%	14 104
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**262 026**	**280 734**	–	**20 021**	**20 021**	**23 394**	**(3 374)**	**-14%**	**280 734**
Surplus/ (Deficit) for the year		**47 207**	**89 847**	–	**60 011**	**60 011**	**7 487**	**52 524**	**702%**	**89 847**

2.1.3. In Year Budget Tables – Table C3 – Fin Performance (Rev and Exp – Municipal Vote)

FS183 Tswelopele - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 - July

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands									%	
Revenue by Vote	1									
Vote 1 - Executive		99 890	104 669	–	44 697	44 697	8 722	35 974	412.4%	104 669
Vote 2 - Budget and Treasury Office		19 596	19 362	–	(705)	(705)	1 614	(2 318)	-143.7%	19 362
Vote 3 - Community and Social Services		2 838	2 345	–	506	506	195	311	159.0%	2 345
Vote 4 - Public Safety		–	–	–	–	–	–	–		–
Vote 5 - Sport and Recreation		31	50	–	435	435	4	431	10346.0%	50
Vote 6 - Waste Management		7 198	8 901	–	369	369	742	(373)	-50.2%	8 901
Vote 7 - Waste Water Management		11 135	10 500	–	6 570	6 570	875	5 695	650.9%	10 500
Vote 8 - Road Transport		31 438	19 371	–	7	7	1 614	(1 607)	-99.6%	19 371
Vote 9 - Water		33 028	30 169	–	1 609	1 609	2 514	(905)	-36.0%	30 169
Vote 10 - Electricity		66 167	98 649	–	7 299	7 299	8 221	(922)	-11.2%	98 649
Vote 11 - Corporate Services		37 912	76 565	–	19 244	19 244	6 380	12 864	201.6%	76 565
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**309 233**	**370 581**	–	**80 032**	**80 032**	**30 882**	**49 150**	**159.2%**	**370 581**
Expenditure by Vote	1									
Vote 1 - Executive		37 441	40 376	–	619	619	3 365	(2 746)	-81.6%	40 376
Vote 2 - Budget and Treasury Office		61 285	48 666	–	11 402	11 402	4 055	7 346	181.1%	48 666
Vote 3 - Community and Social Services		10 130	11 227	–	–	–	936	(936)	-100.0%	11 227
Vote 4 - Public Safety		467	979	–	–	–	82	(82)	-100.0%	979
Vote 5 - Sport and Recreation		53	140	–	–	–	12	(12)	-100.0%	140
Vote 6 - Waste Management		10 590	14 104	–	–	–	1 175	(1 175)	-100.0%	14 104
Vote 7 - Waste Water Management		14 238	19 740	–	–	–	1 645	(1 645)	-100.0%	19 740
Vote 8 - Road Transport		16 283	27 978	–	1 198	1 198	2 332	(1 134)	-48.6%	27 978
Vote 9 - Water		24 189	27 397	–	597	597	2 283	(1 686)	-73.8%	27 397
Vote 10 - Electricity		68 541	62 799	–	5 924	5 924	5 233	690	13.2%	62 799
Vote 11 - Corporate Services		18 809	25 827	–	281	281	2 152	(1 871)	-86.9%	25 827
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**262 026**	**279 234**	–	**20 021**	**20 021**	**23 269**	**(3 249)**	**-14.0%**	**279 234**
Surplus/ (Deficit) for the year	2	**47 207**	**91 347**	–	**60 011**	**60 011**	**7 612**	**52 399**	**688.3%**	**91 347**

2.1.4. In Year Budget Tables – Table C4 – (Rev& Exp)

FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 - July

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		64 580	64 740	–	7 260	7 260	5 395	1 865	35%	64 740
Service charges - Water		8 927	9 828	–	1 607	1 607	819	788	96%	9 828
Service charges - Waste Water Management		9 350	8 715	–	669	669	726	(57)	-8%	8 715
Service charges - Waste management		5 413	7 116	–	369	369	593	(224)	-38%	7 116
Sale of Goods and Rendering of Services		973	1 458	–	68	68	122	(53)	-44%	1 458
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		3 564	3 219	–	187	187	268	(81)	-30%	3 219
Dividends		162	241	–	–	–	20	(20)	-100%	241
Rent on Land		580	600	–	443	443	50	393	785%	600
Rental from Fixed Assets		1 298	520	–	43	43	43	(1)	-2%	520
Licence and permits		718	545	–	12	12	45	(34)	-75%	545
Special Rating Levies		–	–	–	–	–	–	–		–
Operational Revenue		3 254	6 000	–	33	33	500	(467)	-93%	6 000
Non-Exchange Revenue								–		
Property rates		35 998	42 771	–	17 752	17 752	3 564	14 188	398%	42 771
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		932	1 012	–	39	39	84	(46)	-54%	1 012
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		107 176	109 873	–	44 661	44 661	9 156	35 505	388%	109 873
Interest		7 452	46 000	–	554	554	3 833	(3 280)	-86%	46 000
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Assets		–	–	–	–	–	–	–		–
Other Gains		3 114	30 220	–	–	–	2 518	(2 518)	-100%	30 220
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and		**253 490**	**332 860**	**–**	**73 696**	**73 696**	**27 738**	**45 958**	**166%**	**332 860**
Expenditure By Type										
Employee related costs		100 600	104 071	–	9 661	9 661	8 673	988	11%	104 071
Remuneration of councillors		7 190	6 988	–	–	–	582	(582)	-100%	6 988
Bulk purchases - electricity		57 097	47 425	–	5 924	5 924	3 952	1 972	50%	47 425
Inventory consumed		11 174	13 553	–	62	62	1 129	(1 067)	-94%	13 553
Debt impairment		–	10 000	–	–	–	833	(833)	-100%	10 000
Depreciation and amortisation		–	20 000	–	–	–	1 667	(1 667)	-100%	20 000
Interest		13 348	3 000	–	950	950	250	700	280%	3 000
Contracted services		35 714	41 808	–	2 624	2 624	3 484	(860)	-25%	41 808
Transfers and subsidies		–	10	–	–	–	1	(1)	-100%	10
Irrecoverable debts written off		10 952	10 000	–	0	0	833	(833)	-100%	10 000
Operational costs		25 830	23 879	–	799	799	1 990	(1 190)	-60%	23 879
Losses on Disposal of Assets		–	–	–	–	–	–	–		–
Other Losses		123	–	–	–	–	–	–		–
Total Expenditure		**262 026**	**280 734**	**–**	**20 021**	**20 021**	**23 394**	**(3 374)**	**-14%**	**280 734**
Surplus/(Deficit)		**(8 536)**	**52 126**	**–**	**53 676**	**53 676**	**4 344**	**49 332**	**1136%**	**52 126**
Transfers and subsidies - capital (monetary allocations)		55 743	37 721	–	6 335	6 335	3 143	3 192	102%	37 721
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**47 207**	**89 847**	**–**	**60 011**	**60 011**	**7 487**			**89 847**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**47 207**	**89 847**	**–**	**60 011**	**60 011**	**7 487**			**89 847**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**47 207**	**89 847**	**–**	**60 011**	**60 011**	**7 487**			**89 847**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**47 207**	**89 847**	**–**	**60 011**	**60 011**	**7 487**			**89 847**

2.1.5. In Year Budget Table – C5 – Capital Expenditure (Mun Vote)

FS183 Tswelopele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 - July

Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands	1								%	
Multi-Year expenditure appropriation	2									
Vote 1 - Executive		–	–	–	–	–	–	–		–
Vote 2 - Budget and Treasury Office		–	–	–	–	–	–	–		–
Vote 3 - Community and Social Services		–	–	–	–	–	–	–		–
Vote 4 - Public Safety		–	–	–	–	–	–	–		–
Vote 5 - Sport and Recreation		–	–	–	–	–	–	–		–
Vote 6 - Waste Management		–	–	–	–	–	–	–		–
Vote 7 - Waste Water Management		–	–	–	–	–	–	–		–
Vote 8 - Road Transport		–	–	–	–	–	–	–		–
Vote 9 - Water		–	–	–	–	–	–	–		–
Vote 10 - Electricity		–	–	–	–	–	–	–		–
Vote 11 - Corporate Services		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 1 - Executive		320	580	–	–	–	48	(48)	-100%	580
Vote 2 - Budget and Treasury Office		302	620	–	–	–	52	(52)	-100%	620
Vote 3 - Community and Social Services		0	160	–	–	–	13	(13)	-100%	160
Vote 4 - Public Safety		–	–	–	–	–	–	–		–
Vote 5 - Sport and Recreation		10 159	7 881	–	434	434	657	(223)	-34%	7 881
Vote 6 - Waste Management		–	30	–	–	–	3	(3)	-100%	30
Vote 7 - Waste Water Management		18 461	19 100	–	5 901	5 901	1 592	4 310	271%	19 100
Vote 8 - Road Transport		17 654	11 100	–	–	–	925	(925)	-100%	11 100
Vote 9 - Water		5 235	70	–	–	–	6	(6)	-100%	70
Vote 10 - Electricity		1 585	1 500	–	–	–	125	(125)	-100%	1 500
Vote 11 - Corporate Services		106	160	–	–	–	13	(13)	-100%	160
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	53 821	41 201	–	6 335	6 335	3 433	**2 902**	**85%**	41 201
Total Capital Expenditure		**53 821**	**41 201**	–	**6 335**	**6 335**	**3 433**	**2 902**	**85%**	**41 201**
Capital Expenditure - Functional Classification										
Governance and administration		**652**	**1 260**	–	–	–	**105**	(105)	-100%	**1 260**
Executive and council		245	480	–	–	–	40	(40)	-100%	480
Finance and administration		408	780	–	–	–	65	(65)	-100%	780
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**10 159**	**8 041**	–	**434**	**434**	**670**	(236)	-35%	**8 041**
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		10 159	8 041	–	434	434	670	(236)	-35%	8 041
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**17 729**	**11 200**	–	–	–	**933**	(933)	-100%	**11 200**
Planning and development		76	100	–	–	–	8	(8)	-100%	100
Road transport		17 654	11 100	–	–	–	925	(925)	-100%	11 100
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**25 280**	**20 700**	–	**5 901**	**5 901**	**1 725**	4 176	242%	**20 700**
Energy sources		1 585	1 500	–	–	–	125	(125)	-100%	1 500
Water management		5 235	70	–	–	–	6	(6)	-100%	70
Waste water management		18 461	19 100	–	5 901	5 901	1 592	4 310	271%	19 100
Waste management		–	30	–	–	–	3	(3)	-100%	30
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**53 821**	**41 201**	–	**6 335**	**6 335**	**3 433**	**2 902**	**85%**	**41 201**
Funded by:										
National Government		50 784	36 381	–	6 335	6 335	3 032	3 304	109%	36 381
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		–	–	–	–	–	–	–		–
Transfers recognised - capital		**50 784**	**36 381**	–	**6 335**	**6 335**	**3 032**	**3 304**	**109%**	**36 381**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		2 269	4 820	–	–	–	402	(402)	-100%	4 820
Total Capital Funding		**53 052**	**41 201**	–	**6 335**	**6 335**	**3 433**	**2 902**	**85%**	**41 201**

2.1.6. **In Year Budget Table – C6 – Financial Position**

FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M01 - July

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		13 199	163 472	–	62 005	163 472
Trade and other receivables from exchange transactions		46 078	1 630	–	49 974	1 630
Receivables from non-exchange transactions		38 808	42 428	–	55 334	42 428
Current portion of non-current receivables		–	–	–	–	–
Inventory		1 710	2 543	–	2 035	2 543
VAT		33 614	44 088	–	35 858	44 088
Other current assets		2 042	1 612	–	2 042	1 612
Total current assets		**135 451**	**255 773**	–	**207 248**	**255 773**
Non current assets						
Investments		1 630	1 426	–	1 630	1 426
Investment property		102 223	102 571	–	102 223	102 571
Property, plant and equipment		662 670	53 949	–	669 005	53 949
Biological assets		946	705	–	946	705
Living and non-living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		–	–	–	–	–
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		1 487	1 561	–	1 487	1 561
Total non current assets		**768 956**	**160 212**	–	**775 291**	**160 212**
TOTAL ASSETS		**904 406**	**415 985**	–	**982 539**	**415 985**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		4 849	2 769	–	4 849	2 769
Consumer deposits		1 954	1 700	–	1 988	1 700
Trade and other payables from exchange transactions		219 522	75 781	–	231 156	75 781
Trade and other payables from non-exchange transactions		(0)	9	–	4 869	9
Provision		17 155	863	–	17 155	863
VAT		14 651	28 091	–	16 236	28 091
Other current liabilities		–	–	–	–	–
Total current liabilities		**258 131**	**109 213**	–	**276 253**	**109 213**
Non current liabilities						
Financial liabilities		–	6 146	–	–	6 146
Provision		64 599	141 077	–	64 599	141 077
Long term portion of trade payables		–	30 000	–	–	30 000
Other non-current liabilities		3 523	7 901	–	3 523	7 901
Total non current liabilities		**68 122**	**185 124**	–	**68 122**	**185 124**
TOTAL LIABILITIES		**326 253**	**294 336**	–	**344 375**	**294 336**
NET ASSETS	2	**578 153**	**121 649**	–	**638 164**	**121 649**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		570 293	121 649	–	638 164	121 649
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**570 293**	**121 649**	–	**638 164**	**121 649**

2.1.7. In Year Budget Table – C7 Cash Flow

FS183 Tswelopele - Table C7 Monthly Budget Statement - Cash Flow - M01 - July

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		27 429	64 467	–	1 757	1 757	5 372	(3 615)	-67%	64 467
Service charges		74 257	145 669	–	6 666	6 666	12 139	(5 473)	-45%	145 669
Other revenue		434 888	11 141	–	92 667	92 667	928	91 739	9881%	11 141
Transfers and Subsidies - Operational		105 212	109 723	–	44 154	44 154	9 144	35 011	383%	109 723
Transfers and Subsidies - Capital		46 905	37 721	–	23 426	23 426	3 143	20 283	645%	37 721
Interest		215	–	–	–	–	–	–		–
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(113 936)	(243 467)	–	99	99	(20 289)	20 388	-100%	(243 467)
Interest		–	(3 000)	–	–	–	(250)	250	-100%	(3 000)
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		574 968	122 254	–	168 769	168 769	10 188	(158 581)	-1557%	122 254
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1	5 000	–	–	–	417	(417)	-100%	5 000
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		55 652	(41 201)	–	(7 286)	(7 286)	(3 433)	(3 853)	112%	(41 201)
NET CASH FROM/(USED) INVESTING ACTIVITIES		55 653	(36 201)	–	(7 286)	(7 286)	(3 017)	4 269	-142%	(36 201)
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		630 621	86 053	–	161 483	161 483	7 171			86 053
Cash/cash equivalents at beginning:		17 680	75 269	–		13 199	75 269			13 199
Cash/cash equivalents at month/year end:		648 301	161 322	–		174 682	82 440			99 252

3. Explanatory note on in year budget tables

Explanatory Notes to Table C1

Table C1 gives a summary of the overall performance of Tswelopele Local Municipality for the Month of July 2025 as well as YTD performance for the financial year; the following key aspects are included

Financial Performance: This is a summary of income statement of the Municipality

Capital Expenditure and funding sources: This gives a brief overview of the capital expenditure and its funding sources

Cash Flow: This gives a brief overview of the Cash flow of the Municipality

Creditors and Debtors analysis: This section gives the summary of creditors and debtors aging analysis.

This is the most important table as it gives users of the financial information a “snapshot” of what happened in the month of July 2025.

Explanatory Notes to Table C2

1. Table C2 is a view of the financial performance per standard classification.

2. Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4 as Table A4 exclude capital transfers

Explanatory Note to Table C3

1. Table C3 is an overview of the financial performance in relation to the revenue and expenditure per municipal vote.

2. Profits made on trading services are used to subsidise non-trading services

Explanatory note on table C4

1. This table gives the total revenue and total expenditure of the municipality (financial performance) according to revenue and expenditure classification.
2. The line item for interest, is for all the interest that the municipality has incurred on the historic debt to Eskom and Sandvet.
3. The line item for inventory consumed is all costs that were incurred to repair various assets of the municipality.
4. The line item for operational costs and contracted services amongst other expenditure includes amounts that were paid for the chemicals to purify water, legal fees and payments to our financial system service provider.
5. The line item for bulk purchases is the payments made towards the purchases of the water and electricity that the municipality provides as services to its community.

Explanatory note on Table C5

1. Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Explanatory Notes to Table C6

1. Table C6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as "accounting" Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.

Explanatory note on Table C7

1. Table C7 is the budgeted cash flow statement. It is the first measurement in determining if the municipality has enough cash and cash equivalents to fund its operations. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
2. The total amount shown for suppliers and employees consist of amounts for the July 2025 salaries of R9.6 million.

PART 2

1. Supporting Documentation

Over and above the information as disclosed above Municipal Budget and Reporting Regulations (MBRR) requires the Municipality to disclose the following information:

- Material Variances Explanations
- Debtors age analysis
- Creditors age analysis
- Allocations and Grant Receipts and Expenditure
- Other Supporting Documents

Mentioned on the following pages are all the supporting tables as required by MBRR

1.1. Supporting Table SC1 – Material Variances Explanations

FS183 Tswelopele - Supporting Table SC1 Material variance explanations - M01 July

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	**Revenue By Source**			
	Interest earned - outstanding debtors	456	The municipality's has a high number of outstanding debtors	
2	**Expenditure By Type**			
	Debt impairment	(1 083)	Write-offs performed at year end	
	Depreciation & asset impairment	(1 667)	Depreciation gets to be calculated only at the end of the finacial year	

1.2. Supporting Table SC2 – Performance Indicators

FS183 Tswelopele - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 - July

Description of financial indicator	Basis of calculation	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		5.1%	8.2%	0.0%	4.7%	3.6%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/		40.0%	76.1%	0.0%	38.3%	76.1%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	52.5%	234.2%	0.0%	75.0%	234.2%
Liquidity Ratio	Monetary Assets/Current Liabilities		5.1%	149.7%	0.0%	22.4%	149.7%
Revenue Management							
Annual Debtors Collection Rate	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		34.3%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors >		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		39.7%	31.3%	0.0%	13.1%	31.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		2.9%	6.2%	0.0%	1.6%	6.2%
Interest & Depreciation	I&D/Total Revenue - capital revenue		5.3%	6.9%	0.0%	1.3%	3.0%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational						

1.3. Supporting Table SC3 – Debtors age analysis

FS183 Tswelopele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 - July

Description	NT Code	Budget Year 2025/26											
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 952	566	495	455	527	460	432	17 852	22 738	19 725	255	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6 600	4 728	2 407	1 154	606	753	641	9 204	26 093	12 359	849	–
Receivables from Non-exchange Transactions - Property Rates	1400	18 128	967	573	416	4 022	439	350	67 572	92 468	72 799	(9)	–
Receivables from Exchange Transactions - Waste Water Management	1500	940	780	752	712	669	643	620	26 461	31 578	29 106	125	–
Receivables from Exchange Transactions - Waste Management	1600	545	446	434	421	415	411	410	18 003	21 086	19 660	73	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	638	565	596	575	575	569	566	19 418	23 502	21 703	81	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	0	–	124	124	124	(72)	–
Total By Income Source	**2000**	**28 804**	**8 052**	**5 257**	**3 733**	**6 813**	**3 276**	**3 020**	**158 634**	**217 590**	**175 476**	**1 301**	–
2024/25 - totals only		28 283	4 253	3 486	3 057	2 895	2 843	2 753	144 190	191 761	**155 739**	–	–
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 873	1 268	353	251	212	340	150	3 407	9 854	4 360	286	–
Commercial	2300	21 523	4 598	3 048	1 798	4 979	1 340	1 267	89 328	127 882	98 713	732	–
Households	2400	3 409	2 186	1 855	1 684	1 622	1 596	1 602	65 899	79 854	72 403	283	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**28 804**	**8 052**	**5 257**	**3 733**	**6 813**	**3 276**	**3 020**	**158 634**	**217 590**	**175 476**	**1 301**	–

Presented above is the municipal debtors aging at the end of July 2025. The total outstanding debt on the 31st of July 2025 is R 217.5 million.

In July 2025, the municipality billed R 18.1 million for property rates. This is due to the property rates of agricultural consumers being billed once a year in July.

1.4. Supporting Table SC4 – Aged Creditors

FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description R thousands	NT Code	Budget Year 2020/21								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	–	7 858	4 879	–	161 658	–	–	–	**174 395**
Bulk Water	0200	798	698	1 123	1 020	24 298	–	–	–	**27 937**
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**
Loan repayments	0600	1 617	–	–	1 142	1 563	–	–	–	**4 322**
Trade Creditors	0700	–	–	–	–	–	–	–	–	**–**
Auditor General	0800	–	–	–	–	–	–	–	–	**–**
Other	0900	–	3 162	–	–	–	–	–	–	**3 162**
Total By Customer Type	**1000**	**2 415**	**11 718**	**6 002**	**2 162**	**187 518**	**–**	**–**	**–**	**209 815**

At the end of July 2025, the Municipality has outstanding debt of R 209 million owed to creditors.

The majority of the outstanding creditors are from the bulk services: electricity and water.

1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 - July

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		102 959	109 723	-	44 152	44 152	9 144	35 008	382.9%	109 723
Expanded Public Works Programme Integrated Grant		-	1 659	-	-	-	138	(138)	-100.0%	1 659
Local Government Financial Management Grant	3	-	2 100	-	-	-	175	(175)	-100.0%	2 100
Equitable Share		102 959	105 964	-	44 152	44 152	8 830	35 322	400.0%	105 964
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	150	-	-	-	13	(13)	-100.0%	150
Education, Training and Development Practices SETA		-	150	-	-	-	13	(13)	-100.0%	150
Total Operating Transfers and Grants		102 959	109 873	-	44 152	44 152	9 156	34 996	382.2%	109 873
Capital Transfers and Grants										
National Government:		(3 983)	37 721	-	11 713	11 713	3 143	8 570	272.6%	37 721
Municipal Infrastructure Grant		-	19 281	-	2 273	2 273	1 607	666	41.5%	19 281
Water Services Infrastructure Grant		(3 983)	18 440	-	9 440	9 440	1 537	7 903	514.3%	18 440
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants		(3 983)	37 721	-	11 713	11 713	3 143	8 570	272.6%	37 721
TOTAL RECEIPTS OF TRANSFERS & GRANTS		98 976	147 594	-	55 865	55 865	12 299	43 566	354.2%	147 594

1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 - July

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	3 759	–	509	509	313	196	62.4%	3 759
Expanded Public Works Programme Integrated Grant		–	1 659	–	499	499	138	361	261.0%	1 659
Local Government Financial Management Grant	3	–	2 100	–	10	10	175	(165)	-94.4%	2 100
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	300	–	–	–	25	(25)	-100.0%	300
Education, Training and Development Practices SETA		–	300	–	–	–	25	(25)	-100.0%	300
Total Operating Transfers and Grants		–	4 059	–	509	509	338	171	50.4%	4 059
Capital Transfers and Grants										
National Government:		0	37 721	–	6 335	6 335	3 143	3 192	101.5%	37 721
Municipal Infrastructure Grant		0	19 281	–	434	434	1 607	(1 173)	-73.0%	19 281
Water Services Infrastructure Grant		–	18 440	–	5 901	5 901	1 537	4 365	284.0%	18 440
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		0	37 721	–	6 335	6 335	3 143	3 192	101.5%	37 721
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		0	41 780	–	6 844	6 844	3 482	3 362	96.6%	41 780