TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

www.tswelopele.gov.za

IN YEAR REPORT (Schedule C)

July 2026

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 2026:

- 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	2025/26	Budget Year 2026/27							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	35 928	51 698	–	18 858	18 858	4 308	14 550	338%	51 698
Service charges	89 581	96 231	–	8 450	8 450	8 019	431	5%	96 231
Investment revenue	2 682	2 250	–	208	208	188	20	11%	2 250
Transfers and subsidies - Operational	109 723	111 896	–	9 706	9 706	9 325	381	4%	111 896
Other own revenue	12 866	86 042	–	1 704	1 704	7 170	(5 467)	-76%	86 042
Total Revenue (excluding capital transfers and contributions)	**250 780**	**348 116**	–	**38 925**	**38 925**	**29 010**	**9 915**	**34%**	**348 116**
Employee costs	113 748	129 581	–	9 816	9 816	10 798	(982)	-9%	129 581
Remuneration of Councillors	7 278	8 427	–	607	607	702	(96)	-14%	8 427
Depreciation and amortisation	–	20 000	–	–	–	1 667	(1 667)	-100%	20 000
Interest	18 363	3 000	–	3	3	250	(247)	-99%	3 000
Inventory consumed and bulk purchases	73 617	85 434	–	644	644	7 120	(6 476)	-91%	85 434
Transfers and subsidies	–	10	–	–	–	1	(1)	-100%	10
Other expenditure	73 829	92 814	–	3 869	3 869	7 735	(3 866)	-50%	92 814
Total Expenditure	**286 834**	**339 267**	–	**14 938**	**14 938**	**28 272**	**(13 334)**	**-47%**	**339 267**
Surplus/(Deficit)	**(36 054)**	**8 849**	–	**23 987**	**23 987**	**737**	**23 250**	**3153%**	**8 849**
Transfers and subsidies - capital (monetary allocations)	41 602	50 173	–	5 307	5 307	4 181	1 126	27%	50 173
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers &	**5 548**	**59 022**	–	**29 294**	**29 294**	**4 919**	**24 376**	**496%**	**59 022**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**5 548**	**59 022**	–	**29 294**	**29 294**	**4 919**	**24 376**	**496%**	**59 022**
Capital expenditure & funds sources									
Capital expenditure	**42 442**	**55 913**	–	**4 574**	**4 574**	**4 659**	**(85)**	**-2%**	**55 913**
Capital transfers recognised	33 226	48 533	–	4 472	4 472	4 044	427	11%	48 533
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**8 938**	**7 380**	–	**103**	**103**	**615**	**(512)**	**-83%**	**7 380**
Total sources of capital funds	**42 165**	**55 913**	–	**4 574**	**4 574**	**4 659**	**(85)**	**-2%**	**55 913**
Financial position									
Total current assets	134 114	218 497	–		173 913				218 497
Total non current assets	821 639	814 768	–		826 214				814 768
Total current liabilities	322 111	195 782	–		341 160				195 782
Total non current liabilities	69 453	68 870	–		65 483				68 870
Community wealth/Equity	**557 598**	**768 612**	–		**593 484**				**768 612**
Cash flows									
Net cash from (used) operating	578 359	61 331	67 351	100 189	100 189	5 111	(95 078)	-1860%	61 331
Net cash from (used) investing	(39 554)	(64 301)	(64 201)	(5 275)	(5 275)	(5 358)	(83)	2%	(64 301)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**552 004**	**40 229**	**46 349**	–	**113 839**	**42 951**	**(70 888)**	**-165%**	**15 956**
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	29 609	8 507	5 651	5 023	4 397	3 773	4 296	177 585	238 842
Creditors Age Analysis									
Total Creditors	1 599	12 962	6 117	7 505	5 460	6 271	7 240	216 508	263 662

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	2025/26	Budget Year 2026/27							
R thousands	1	Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<u>Revenue - Functional</u>										
Governance and administration		**123 274**	**145 628**	–	**29 430**	**29 430**	**12 136**	17 295	143%	**145 628**
Executive and council		55 956	40 889	–	9 651	9 651	3 407	6 243	183%	40 889
Finance and administration		67 318	104 739	–	19 780	19 780	8 728	11 052	127%	104 739
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**10 251**	**6 888**	–	**988**	**988**	**574**	414	72%	**6 888**
Community and social services		1 288	850	–	22	22	71	(49)	-68%	850
Sport and recreation		7 400	4 450	–	958	958	371	587	158%	4 450
Public safety		1 563	1 588	–	8	8	132	(125)	-94%	1 588
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**25 696**	**10 890**	–	**49**	**49**	**908**	(859)	-95%	**10 890**
Planning and development		5 384	5 680	–	43	43	473	(430)	-91%	5 680
Road transport		20 313	5 210	–	5	5	434	(429)	-99%	5 210
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**133 161**	**184 711**	–	**8 458**	**8 458**	**15 393**	**(6 935)**	-45%	**184 711**
Energy sources		81 849	132 934	–	6 652	6 652	11 078	(4 426)	-40%	132 934
Water management		13 941	18 674	–	678	678	1 556	(878)	-56%	18 674
Waste water management		31 159	18 345	–	726	726	1 529	(803)	-53%	18 345
Waste management		6 212	14 758	–	402	402	1 230	(828)	-67%	14 758
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**292 382**	**348 116**	–	**38 925**	**38 925**	**29 010**	**9 915**	**34%**	**348 116**
<u>Expenditure - Functional</u>										
Governance and administration		**117 177**	**118 709**	–	**7 921**	**7 921**	**9 892**	(1 971)	-20%	**118 709**
Executive and council		32 558	44 313	–	3 494	3 494	3 693	(198)	-5%	44 313
Finance and administration		84 618	74 396	–	4 427	4 427	6 200	(1 773)	-29%	74 396
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**11 249**	**14 621**	–	**944**	**944**	**1 218**	(274)	-23%	**14 621**
Community and social services		3 795	6 625	–	343	343	552	(209)	-38%	6 625
Sport and recreation		5 220	5 866	–	418	418	489	(71)	-14%	5 866
Public safety		2 234	2 130	–	183	183	178	6	3%	2 130
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**30 827**	**41 365**	–	**2 023**	**2 023**	**3 447**	(1 424)	-41%	**41 365**
Planning and development		10 384	12 128	–	677	677	1 011	(334)	-33%	12 128
Road transport		20 443	29 237	–	1 345	1 345	2 436	(1 091)	-45%	29 237
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**127 582**	**164 572**	–	**4 050**	**4 050**	**13 714**	**(9 664)**	-70%	**164 572**
Energy sources		70 905	93 876	–	1 665	1 665	7 823	(6 158)	-79%	93 876
Water management		27 986	33 590	–	802	802	2 799	(1 997)	-71%	33 590
Waste water management		16 164	22 128	–	861	861	1 844	(983)	-53%	22 128
Waste management		12 527	14 978	–	722	722	1 248	(526)	-42%	14 978
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	**286 834**	**339 267**	–	**14 938**	**14 938**	**28 272**	**(13 334)**	**-47%**	**339 267**
Surplus/ (Deficit) for the year		**5 548**	**8 849**	–	**23 987**	**23 987**	**737**	**23 250**	**3153%**	**8 849**

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	2025/26	Budget Year 2026/27							
R thousands		Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
Revenue by Vote	1									
Vote 1 - Executive		61 130	46 069	-	9 670	9 670	3 839	5 831	151.9%	46 069
Vote 2 - Budget and Treasury Office		25 371	32 489	-	590	(590)	2 707	(3 297)	-121.8%	32 489
Vote 3 - Community and Social Services		6 456	4 788	-	1 012	1 012	399	613	153.5%	4 788
Vote 4 - Public Safety		-	-	-	-	-	-	-		-
Vote 5 - Sport and Recreation		4 004	2 600	-	-	-	217	(217)	-100.0%	2 600
Vote 6 - Waste Management		6 212	14 758	-	402	402	1 230	(828)	-67.3%	14 758
Vote 7 - Waste Water Management		31 159	18 345	-	726	726	1 529	(803)	-52.5%	18 345
Vote 8 - Road Transport		20 313	5 210	-	5	5	434	(429)	-98.7%	5 210
Vote 9 - Water		13 941	18 674	-	678	678	1 556	(878)	-56.4%	18 674
Vote 10 - Electricity		81 849	132 934	-	6 652	6 652	11 078	(4 426)	-40.0%	132 934
Vote 11 - Corporate Services		41 947	72 250	-	20 370	20 370	6 021	14 349	238.3%	72 250
Vote 12 -		-	-	-	-	-	-	-		-
Vote 13 -		-	-	-	-	-	-	-		-
Vote 14 -		-	-	-	-	-	-	-		-
Vote 15 -		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	**292 382**	**348 116**	-	**38 925**	**38 925**	**29 010**	**9 915**	**34.2%**	**348 116**
Expenditure by Vote	1									
Vote 1 - Executive		42 942	56 441	-	4 171	4 171	4 703	(532)	-11.3%	56 441
Vote 2 - Budget and Treasury Office		60 004	43 615	-	3 377	3 377	3 635	(258)	-7.1%	43 615
Vote 3 - Community and Social Services		10 726	13 129	-	889	889	1 094	(205)	-18.7%	13 129
Vote 4 - Public Safety		451	1 346	-	55	55	112	(57)	-51.0%	1 346
Vote 5 - Sport and Recreation		72	146	-	-	-	12	(12)	-100.0%	146
Vote 6 - Waste Management		12 527	14 978	-	722	722	1 248	(526)	-42.2%	14 978
Vote 7 - Waste Water Management		16 164	22 128	-	861	861	1 844	(983)	-53.3%	22 128
Vote 8 - Road Transport		20 443	29 237	-	1 345	1 345	2 436	(1 091)	-44.8%	29 237
Vote 9 - Water		27 986	33 590	-	802	802	2 799	(1 997)	-71.3%	33 590
Vote 10 - Electricity		70 905	93 876	-	1 665	1 665	7 823	(6 158)	-78.7%	93 876
Vote 11 - Corporate Services		24 614	30 781	-	1 050	1 050	2 565	(1 515)	-59.1%	30 781
Vote 12 -		-	-	-	-	-	-	-		-
Vote 13 -		-	-	-	-	-	-	-		-
Vote 14 -		-	-	-	-	-	-	-		-
Vote 15 -		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	**286 834**	**339 267**	-	**14 938**	**14 938**	**28 272**	**(13 334)**	**-47.2%**	**339 267**
Surplus/ (Deficit) for the year	2	**5 548**	**8 849**	-	**23 987**	**23 987**	**737**	**23 250**	**3152.8%**	**8 849**

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	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		69 026	70 599	–	6 644	6 644	5 883	761	13%	70 599
Service charges - Water		8 088	10 528	–	677	677	877	(200)	-23%	10 528
Service charges - Waste Water Management		8 039	9 345	–	726	726	779	(53)	-7%	9 345
Service charges - Waste management		4 427	5 758	–	402	402	480	(78)	-16%	5 758
Sale of Goods and Rendering of Services		841	1 108	–	81	81	92	(11)	-12%	1 108
Agency services		–	–	–	–	–	–	–		–
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		2 682	2 250	–	208	208	188	20	11%	2 250
Dividends		121	200	–	–	–	17	(17)	-100%	200
Rent on Land		2 989	990	–	874	874	83	791	959%	990
Rental from Fixed Assets		(747)	570	–	45	45	48	(3)	-5%	570
Licence and permits		272	590	–	31	31	49	(18)	-36%	590
Special Rating Levies		–	–	–	–	–	–	–		–
Construction Contract Revenue		–	–	–	–	–	–	–		–
Development Charges		–	–	–	–	–	–	–		–
Operational Revenue		504	1 000	–	64	64	83	(19)	-23%	1 000
Non-Exchange Revenue								–		
Property rates		35 928	51 698	–	18 858	18 858	4 308	14 550	338%	51 698
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		1 381	1 162	–	21	21	97	(76)	-79%	1 162
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		109 723	111 896	–	9 706	9 706	9 325	381	4%	111 896
Interest		7 164	28 500	–	588	588	2 375	(1 787)	-75%	28 500
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–		–
Other Gains		342	51 922	–	–	–	4 327	(4 327)	-100%	51 922
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**250 780**	**348 116**	**–**	**38 925**	**38 925**	**29 010**	**9 915**	**34%**	**348 116**
Expenditure By Type										
Employee related costs		113 748	129 581	–	9 816	9 816	10 798	(982)	-9%	129 581
Remuneration of councillors		7 278	8 427	–	607	607	702	(96)	-14%	8 427
Bulk purchases - electricity		57 879	71 598	–	633	633	5 966	(5 333)	-89%	71 598
Inventory consumed		15 738	13 837	–	11	11	1 153	(1 142)	-99%	13 837
Debt impairment		–	13 000	–	–	–	1 083	(1 083)	-100%	13 000
Depreciation and amortisation		–	20 000	–	–	–	1 667	(1 667)	-100%	20 000
Interest		18 363	3 000	–	3	3	250	(247)	-99%	3 000
Contracted services		33 230	46 985	–	734	734	3 915	(3 181)	-81%	46 985
Transfers and subsidies		–	10	–	–	–	1	(1)	-100%	10
Irrecoverable debts written off		12 745	3 000	–	46	46	250	(204)	-82%	3 000
Operational costs		27 854	29 179	–	3 089	3 089	2 432	657	27%	29 179
Disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–		–
Other Losses		–	650	–	–	–	54	(54)	-100%	650
Total Expenditure		**286 834**	**339 267**	**–**	**14 938**	**14 938**	**28 272**	**(13 334)**	**-47%**	**339 267**
Surplus/(Deficit)		**(36 054)**	**8 849**	**–**	**23 987**	**23 987**	**737**	**23 250**	**3153%**	**8 849**
Transfers and subsidies - capital (monetary allocations)		41 602	50 173	–	5 307	5 307	4 181	1 126	27%	50 173
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**5 548**	**59 022**	**–**	**29 294**	**29 294**	**4 919**			**59 022**
Income Tax		–	–	–	–	–	–	–		–
Surplus/(Deficit) after income tax		**5 548**	**59 022**	**–**	**29 294**	**29 294**	**4 919**			**59 022**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–		–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		**5 548**	**59 022**	**–**	**29 294**	**29 294**	**4 919**			**59 022**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–		–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year		**5 548**	**59 022**	**–**	**29 294**	**29 294**	**4 919**			**59 022**

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	2025/26	Budget Year 2026/27							
		Audited	Original	Adjusted	Monthly actual	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		616	1 430	–	–	–	119	(119)	-100%	1 430
Vote 2 - Budget and Treasury Office		1 092	620	–	–	–	52	(52)	-100%	620
Vote 3 - Community and Social Services		240	200	–	–	–	17	(17)	-100%	200
Vote 4 - Public Safety		–	–	–	–	–	–	–		–
Vote 5 - Sport and Recreation		1 005	5 000	–	72	72	417	(345)	-83%	5 000
Vote 6 - Waste Management		–	30	–	–	–	3	(3)	-100%	30
Vote 7 - Waste Water Management		14 369	22 540	–	–	–	1 878	(1 878)	-100%	22 540
Vote 8 - Road Transport		22 153	22 843	–	3 135	3 135	1 904	1 232	65%	22 843
Vote 9 - Water		1 555	80	–	1 367	1 367	7	1 360	20403%	80
Vote 10 - Electricity		1 230	3 000	–	–	–	250	(250)	-100%	3 000
Vote 11 - Corporate Services		181	170	–	–	–	14	(14)	-100%	170
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 -		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	42 442	55 913	–	4 574	4 574	4 659	(85)	-2%	55 913
Total Capital Expenditure		42 442	55 913	–	4 574	4 574	4 659	(85)	-2%	55 913
Capital Expenditure - Functional Classification										
Governance and administration		1 755	1 650	–	–	–	138	(138)	-100%	1 650
Executive and council		483	860	–	–	–	72	(72)	-100%	860
Finance and administration		1 273	790	–	–	–	66	(66)	-100%	790
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		1 246	5 200	–	72	72	433	(361)	-83%	5 200
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		1 246	5 200	–	72	72	433	(361)	-83%	5 200
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		22 287	23 413	–	3 135	3 135	1 951	1 184	61%	23 413
Planning and development		134	570	–	–	–	48	(48)	-100%	570
Road transport		22 153	22 843	–	3 135	3 135	1 904	1 232	65%	22 843
Environmental protection		–	–	–	–	–	–	–		–
Trading services		17 154	25 650	–	1 367	1 367	2 138	(771)	-36%	25 650
Energy sources		1 230	3 000	–	–	–	250	(250)	-100%	3 000
Water management		1 555	80	–	1 367	1 367	7	1 360	20403%	80
Waste water management		14 369	22 540	–	–	–	1 878	(1 878)	-100%	22 540
Waste management		–	30	–	–	–	3	(3)	-100%	30
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	42 442	55 913	–	4 574	4 574	4 659	(85)	-2%	55 913
Funded by:										
National Government		33 226	48 533	–	4 472	4 472	4 044	427	11%	48 533
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies,		–	–	–	–	–	–	–		–
Transfers recognised - capital		33 226	48 533	–	4 472	4 472	4 044	427	11%	48 533
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		8 938	7 380	–	103	103	615	(512)	-83%	7 380
Total Capital Funding		42 165	55 913	–	4 574	4 574	4 659	(85)	-2%	55 913

2.1.6. In Year Budget Table – C6 – Financial Position

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

Description	Ref	2025/26	Budget Year 2026/27			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		18 926	40 229	–	25 648	40 229
Short term Investments		–	–	–	–	–
Trade and other receivables from exchange transactions		40 731	96 148	–	45 430	96 148
Receivables from non-exchange transactions		30 996	18 921	–	48 505	18 921
Current portion of non-current receivables		–	–	–	–	–
Inventory		1 002	1 060	–	1 539	1 060
VAT		40 095	62 140	–	50 426	62 140
Other current assets		2 364	0	–	2 364	0
Total current assets		**134 114**	**218 497**	**–**	**173 913**	**218 497**
Non current assets						
Investments		1 972	1 630	–	1 972	1 630
Investment property		154 146	154 146	–	154 146	154 146
Property, plant and equipment		664 575	658 046	–	669 150	658 046
Biological assets		946	946	–	946	946
Living resources		–	–	–	–	–
Heritage assets		–	–	–	–	–
Intangible assets		–	–	–	–	–
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**821 639**	**814 768**	**–**	**826 214**	**814 768**
TOTAL ASSETS		**955 753**	**1 033 265**	**–**	**1 000 127**	**1 033 265**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		5 788	4 849	–	5 788	4 849
Consumer deposits		2 162	1 919	–	2 176	1 919
Trade and other payables from exchange transactions		282 313	158 465	–	303 490	158 465
Trade and other payables from non-exchange transactions		(0)	(0)	–	2 728	(0)
Provision		17 557	–	–	16 462	–
VAT		14 290	13 394	–	9 991	13 394
Other current liabilities		–	17 155	–	525	17 155
Total current liabilities		**322 111**	**195 782**	**–**	**341 160**	**195 782**
Non current liabilities						
Financial liabilities		583	–	–	583	–
Provision		65 347	61 377	–	61 377	61 377
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		3 523	7 494	–	3 523	7 494
Total non current liabilities		**69 453**	**68 870**	**–**	**65 483**	**68 870**
TOTAL LIABILITIES		**391 564**	**264 652**	**–**	**406 643**	**264 652**
NET ASSETS	2	**564 189**	**768 612**	**–**	**593 484**	**768 612**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		557 598	768 612	–	593 484	768 612
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**557 598**	**768 612**	**–**	**593 484**	**768 612**

2.1.7. In Year Budget Table – C7 Cash Flow

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

Description	Ref	2025/26	Budget Year 2026/27							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		28 970	51 698		1 791	1 791	4 308	(2 517)	-58%	51 698
Service charges		81 012	102 691		5 013	5 013	8 558	(3 545)	-41%	102 691
Other revenue		402 269	16 540		911	911	1 378	75 532	5480%	16 540
Transfers and Subsidies - Operational		109 807	111 896		9 116	9 116	9 325	(209)	-2%	111 896
Transfers and Subsidies - Capital		55 315	50 173		8 944	8 944	4 181	4 763	114%	50 173
Interest		–	30 750		16	16	2 563	(2 547)	-99%	30 750
Dividends		–	200		–	–	17	(17)	-100%	200
Payments										
Suppliers and employees		(99 014)	(299 607)		(14 938)	(14 938)	(24 967)	23 366	-94%	(299 607)
Interest		–	(3 000)		–	–	(250)	250	-100%	(3 000)
Transfers and Subsidies		–	(10)		–	–	(1)	1	-100%	(10)
NET CASH FROM/(USED) OPERATING ACTIVITIES		578 359	61 331		10 853	10 853	5 111	(95 078)	-1860%	61 331
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	100		–	–	8	(8)	-100%	100
Decrease (increase) in non-current receivables		–	–		–	–	–	–		–
Decrease (increase) in non-current investments		–	–		–	–	–	–		–
Insurance Refund - Capital		–	–		–	–	–	–		–
Long Term Investments		–	–		–	–	–	–		–
Payments										
Capital assets		(39 554)	(64 401)		(5 275)	(5 275)	(5 367)	91	-2%	(64 401)
Retention (Capital)		–	–		–	–	–	–		–
NET CASH FROM/(USED) INVESTING ACTIVITIES		(39 554)	(64 301)		(5 275)	(5 275)	(5 358)	83	(0)	(64 301)
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		538 805	(2 970)		5 578	5 578	(247)			(2 970)
Cash/cash equivalents at beginning:		13 199	43 199			18 926	43 199			18 926
Cash/cash equivalents at month/year end:		552 004	40 229			24 504	42 951			15 956

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 2026 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 2026.

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, service delivery related expenditure 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 salaries of R10.4 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 – Performance Indicators

FS183 Tswelopele - Supporting Table SC1 Supporting detail to 'Monthly Budget Financial Performance - M01 - July

Description	Ref	2025/26	Budget Year 2026/27							
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD	Full Year
R thousands									%	
REVENUE ITEMS:										
Exchange revenue										
Service charges - Electricity	6									
Appliance Maintenance		-	-	-	-	-	-	–		-
Availability Charges		-	-	-	-	-	-	–		-
Connection/Reconnection		-	508	508	21	21	508	(488)	-95.9%	508
Electricity Distribution Revenue for Services		-	-	-	-	-	-	–		-
Electricity Sales		-	71 088	71 088	6 623	6 623	71 088	(64 464)	-90.7%	71 088
Joint Pole Usage		-	-	-	-	-	-	–		-
Meter Compliance Testing		-	-	-	-	-	-	–		-
Meter Reading Fees		-	3	3	-	-	3	(3)	-100.0%	3
Notice Revenues		-	-	-	-	-	-	–		-
Temporary Service Plant		-	-	-	-	-	-	–		-
Total Service charges - Electricity		-	**71 599**	**71 599**	**6 644**	**6 644**	**71 599**	**(64 955)**	**(0)**	**71 599**
Less Revenue Foregone (in excess of 50 kwh per indigent household per		69 026	71 599	71 599	6 644	6 644	71 599	(64 955)	-90.7%	71 599
Less Cost of Free Basis Services (50 kwh per indigent household per		-	-	-	-	-	-	–		-
Net Service charges - Electricity		**69 026**	**143 198**	**143 198**	**13 288**	**13 288**	**143 198**	**(129 910)**		**143 198**
Service charges - Water	6									
Agricultural and Rural Water Service		-	-	-	-	-	-	–		-
Availability Charges		-	-	-	-	-	-	–		-
Connection/Disconnection		-	44	44	2	2	44	(42)	-95.2%	44
Industrial Water		-	-	-	-	-	-	–		-
Meter Reading Fees		-	-	-	-	-	-	–		-
Sale		-	12 375	12 375	682	682	12 375	(11 693)	-94.5%	12 375
Urban Higher Level Service		-	-	-	-	-	-	–		-
Total Service charges - Water		-	**12 418**	**12 418**	**684**	**684**	**12 418**	**(11 734)**		**12 418**
Less Revenue Foregone (in excess of 6 kilolitres per indigent household per		8 088	12 418	12 418	684	684	12 418	(11 734)	-94.5%	12 418
Less Cost of Free Basis Services (6 kilolitres per indigent household per		-	-	-	-	-	-	–		-
Net Service charges - Water		**8 088**	**24 837**	**24 837**	**1 368**	**1 368**	**24 837**	**(23 469)**		**24 837**

1.2. Supporting Table SC2 – Debtors age analysis

FS183 Tswelopele - Supporting Table SC2 Monthly Budget Statement - aged debtors - M01 - July

Description		Budget Year 2026/27								
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	762	483	393	356	323	302	316	18 291	21 225
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7 274	3 208	3 052	2 813	2 266	1 630	2 304	12 422	34 971
Receivables from Non-exchange Transactions - Property Rates	1400	18 657	944	544	461	427	407	340	68 251	90 031
Receivables from Exchange Transactions - Waste Water Management	1500	822	523	495	482	474	460	450	26 712	30 420
Receivables from Exchange Transactions - Waste Management	1600	456	339	324	314	310	308	305	18 262	20 618
Receivables from Exchange Transactions - Property Rental Debtors	1700	1 040	2 416	253	21	10	78	9	9 752	13 579
Interest on Arrear Debtor Accounts	1810	597	593	590	576	588	588	572	23 774	27 878
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	–	–	121	121
Total By Income Source	**2000**	**29 609**	**8 507**	**5 651**	**5 023**	**4 397**	**3 773**	**4 296**	**177 585**	**238 842**
2025/26 - totals only		28 804	8 052	5 257	3 733	6 813	3 276	3 020	158 634	217 590
Debtors Age Analysis By Customer Group										
Organs of State	2200	2 906	1 085	300	220	145	105	63	4 476	9 300
Commercial	2300	23 433	5 832	3 945	3 449	2 926	2 384	2 970	105 900	150 840
Households	2400	3 270	1 590	1 406	1 354	1 327	1 283	1 264	67 209	78 702
Other	2500	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**29 609**	**8 507**	**5 651**	**5 023**	**4 397**	**3 773**	**4 296**	**177 585**	**238 842**

Presented above is the municipal debtors aging at the end of July 2026. The total outstanding debt on the 31st of July 2026 is R 238.8 million.

1.3. Supporting Table SC4 – Aged Creditors

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

Description R thousands	NT Code	Budget Year 2026/27								
		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	9 054	7 276		6 117		207 837	–	–	**230 284**
Bulk Water	0200	960		1 446	1 531	1 347	33 055	–	–	**38 340**
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**
Loan repayments	0600						5 558	–	–	**5 558**
Trade Creditors	0700	–	–	–	–	–	–	–	–	**–**
Auditor General	0800	–	–	–	–	–	–	–	–	**–**
Other	0900	–	5 875	–	–	–	–	–	–	**5 875**
Total By Customer Type	**1000**	**10 014**	**13 151**	**1 446**	**7 648**	**1 347**	**246 451**	**–**	**–**	**280 057**

At the end of July 2026, the Municipality has outstanding debt of R 280 million owed to creditors.

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

1.4. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC18 Monthly Budget Statement - transfers and grant receipts - M01 - July

Description	Ref	2025/26	Budget Year 2026/27							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		109 723	111 746	-	44 935	9 110	9 312	(202)	-2.2%	111 746
Expanded Public Works Programme Integrated Grant		1 659	1 601	-	-	-	133	(133)	-100.0%	1 601
Local Government Financial Management Grant	3	2 100	2 300	-	-	-	192	(192)	-100.0%	2 300
Equitable Share		105 964	107 845	-	44 935	9 110	8 987	123	1.4%	107 845
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		109 723	111 896	-	44 935	9 110	9 325	(215)	-2.3%	111 896
Capital Transfers and Grants										
National Government:		37 721	50 173	-	18 054	8 944	4 181	4 763	113.9%	50 173
Municipal Infrastructure Grant		19 281	25 063	-	8 944	8 944	2 089	6 855	328.2%	25 063
Integrated National Electrification Programme Grant		-	3 000	-	-	-	250	(250)	-100.0%	3 000
Water Services Infrastructure Grant		18 440	22 110	-	9 110	-	1 843	(1 843)	-100.0%	22 110
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants		37 721	50 173	-	18 054	8 944	4 181	4 763	113.9%	50 173
TOTAL RECEIPTS OF TRANSFERS & GRANTS		147 444	162 069	-	62 989	18 054	13 506	4 548	33.7%	162 069

1.5. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Schedule SC19 Monthly Budget Statement - Expenditure on Transfers and Grants - M01 - July

Description	Ref	2025/26	Budget Year 2026/27							
		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	3 901	–	596	596	325	271	83.3%	3 901
Expanded Public Works Programme Integrated Grant		1 659	1 601	–	536	536	133	402	301.7%	1 601
Local Government Financial Management Grant	3	2 100	2 300	–	60	60	192	(132)	-68.7%	2 300
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		3 759	4 051	–	596	596	338	258	76.5%	4 051
Capital Transfers and Grants										
National Government:		37 721	50 173	–	5 307	5 307	4 181	1 126	26.9%	50 173
Municipal Infrastructure Grant		19 281	25 063	–	3 735	3 735	2 089	1 647	78.9%	25 063
Integrated National Electrification Programme Grant		–	3 000	–	–	–	250	(250)	-100.0%	3 000
Regional Bulk Infrastructure Grant		0	–	–	–	–	–	–		–
Water Services Infrastructure Grant		18 440	22 110	–	1 572	1 572	1 843	(271)	-14.7%	22 110
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		37 721	50 173	–	5 307	5 307	4 181	1 126	26.9%	50 173
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		41 480	54 224	–	5 903	5 903	4 519	1 385	30.6%	54 224