ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEE

5.1 MONTHLY BUDGET STATEMENT – S71 REPORT: 31 AUGUST 2026,

File No. xxx]
[Municipal Manager/LN/AL]
[Financial Viability & Sustainability Standing Committee]
[August 2026]

PURPOSE

To submit to the committee for noting, the Section 71 report as at the end of August 2026.

LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act S71
Municipal Finance Management Regulations
National Treasury Circulars

BACKGROUND /PURPOSE

Section 71(1) (a) – (g) of the Municipal Finance Management Act (MFMA) inter alia, states:
"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 in the prescribed format on the state of the municipality's budget reflecting the following particulars for the month and for the financial year up to the end of that month.

FINANCIAL PERFORMANCE

The monthly section 71 report is compiled and serves as a tool to monitor financial performance within the Municipality. The Summary Statement of Financial Performance shown in Annexure 1, Table C4, is prepared similarly to the prescribed budget format, detailing revenue by source type and expenditure per vote.

SECTION 1 – EXECUTIVE SUMMARY

1.1 Introduction

Municipal budget regulations require that this report be in Section 71 of the MFMA format, which requires that this report be prepared in the following manner:

- Actual Revenue per revenue source.
- Actual expenditure per vote.
- Actual Capital Expenditure per vote.
- The number of allocations received,
- Actual Expenditure on allocations received,
- Actual Expenditure on those allocations,
- Where necessary, explanations on:
  - Any material variances from the municipality's projected revenue per source and the municipality's expenditure projections per vote.
  - Any material variances from the SDBIP, and
  - Remedial or corrective steps taken or to be taken by the municipality

2. The statement must include: -

- Projections of the municipality's revenue and expenditure for the rest of the financial year and any revisions from initial projections.

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

This report has been prepared using the accrual method of accounting. The general idea is that economic events are recognized by matching revenues to expenses (the matching principle) when the transaction occurs rather than when payment is received or made.

This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of the municipality's current financial position.

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Table C1- Monthly Budget Statement Summary

The table below reflects the summary of the municipality's budget against year-to-date collections or expenditures.

EC123 Great Kei - Table C1 Monthly Budget Statement Summary - M02 August

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	40 000	54 647	–	4 126	10 417	9 108	1 309	14%	54 647
Service charges	22 264	24 283	–	1 999	3 958	4 047	(89)	-2%	24 283
Investment revenue	6 671	8 000	–	332	591	1 333	(742)	-56%	8 000
Transfers and subsidies - Operational	61 350	59 027	–	541	23 273	9 838	13 435	0	59 027
Other own revenue	21 707	12 332	–	743	1 704	2 055	(351)	-17%	12 332
Total Revenue (excluding capital transfers and contributions)	**151 993**	**158 288**	**–**	**7 742**	**39 944**	**26 381**	**13 562**	**51%**	**158 288**
Employee costs	63 014	65 820	–	4 920	9 778	10 970	(1 192)	-11%	65 820
Remuneration of Councillors	5 955	6 305	–	492	985	1 051	(66)	-6%	6 305
Depreciation, amortisation and impairment	19 034	13 568	–	1 201	2 401	2 261	139	6%	13 568
Interest, Dividends and Rent on Land	1 475	–	–	–	–	–	–		–
Inventory consumed and bulk purchases	18 591	19 312	–	2 104	4 156	3 219	938	29%	19 312
Transfers and subsidies	197	1 541	–	–	–	257	(257)	-100%	1 541
Other expenditure	33 818	35 597	–	2 599	4 837	5 933	(1 097)	-18%	35 597
Total Expenditure	**142 084**	**142 143**	**–**	**11 316**	**22 156**	**23 691**	**(1 535)**	**-6%**	**142 143**
Surplus/(Deficit)	**9 909**	**16 145**	**–**	**(3 574)**	**17 787**	**2 690**	**15 097**	**561%**	**16 145**
Transfers and subsidies - capital (monetary	40 664	31 815	–	6 776	12 233	5 303	6 931	131%	31 815
Transfers and subsidies - capital (in-kind)	2 800	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**53 373**	**47 960**	**–**	**3 202**	**30 020**	**7 993**	**22 028**	**276%**	**47 960**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**53 373**	**47 960**	**–**	**3 202**	**30 020**	**7 993**	**22 028**	**276%**	**47 960**
Capital expenditure & funds sources									
Capital expenditure	**44 760**	**45 319**	**–**	**5 660**	**9 912**	**7 553**	**2 358**	**31%**	**45 319**
Capital transfers recognised	36 358	27 101	–	5 504	9 755	4 517	5 238	116%	27 101
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**8 402**	**18 218**	**–**	**157**	**157**	**3 036**	**(2 880)**	**-95%**	**18 218**
Total sources of capital funds	**44 760**	**45 319**	**–**	**5 660**	**9 912**	**7 553**	**2 358**	**31%**	**45 319**
Financial position									
Total current assets	125 142	186 781	–		24 366				186 781
Total non current assets	423 812	881 359	–		7 511				881 359
Total current liabilities	69 106	13 519	–		1 857				13 519
Total non current liabilities	16 529	21 760	–		–				21 760
Community wealth/Equity	**448 113**	**47 960**	**–**		**30 020**				**47 960**
Cash flows									
Net cash from (used) operating	(44 795)	72 439	–	1 951	16 566	15 523	(1 043)	-7%	72 439
Net cash from (used) investing	51 094	(27 752)	–	(7 056)	(12 185)	(4 625)	7 560	-163%	(27 752)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**90 411**	**97 535**	**–**	**(5 104)**	**4 380**	**19 706**	**15 325**	**78%**	**97 535**
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	10 260	3 093	2 512	2 356	2 503	2 431	2 246	70 812	96 213
Creditors Age Analysis									
Total Creditors	6 992	15	255	–	–	281	1 573	13 260	22 376

OPERATING REVENUE

Total revenue, including operational grants to date, amounts to R 32.6 million, compared to the anticipated R26.3 million. However, total receipts of transfers and conditional grant revenue to date amount to R35.1 million.

Total revenue, including government grants and subsidies, amounts to R67.7 million.

Cash receipts on operating revenue, excluding grants and VAT refunds, total R9.8 million.

i) Property Rates

Property rates year-to-date billing amounts to R 10.4 million, compared to the anticipated YTD budget of R9.1 million. This indicates 14% overperformance. Property rates remain the municipality's largest own revenue source.

The cash received to date for rates billing is R12 million, including old debt.

ii) Refuse Services

The year-to-date refuse revenue amounts to R993 thousand, while the YTD budget is 1 million. This indicates -3% variance. An effort is being made to ensure this revenue source performs adequately, as the municipality has additional capital resources for this function.

Cash received for refuse collection to date amounts to R690 thousand.

iii) Electricity Services

Year-to-date electricity billed amounts to R2.9 million. The anticipated budgeted revenue amounted to R3 million, which indicates a -2% underestimation of the electrical YTD budget. The trading service has been operating at a deficit if you compare sales vs bulk electricity purchases.

Year-to-date receipts amount to R1.1 million. (Conventional R274 thousand and Prepaid R825 thousand)

SURPLUS/ DEFICIT ON SALE OF ELECTRICITY 2026/27 FY			
Sales	**Conventional**	**Prepaid**	**Total**
July	271 835.54	936 339.31	1 208 174.85
August	274 737.78	825 747.33	1 100 485.11
Total Sales	**546 573.32**	**1 762 086.64**	**3 409 145.08**
Costs Eskom Bulk			**Total**
July			2 357 877.81
August			2 420 128.59
Total Costs			**4 778 006.40**
Deficit			**- 1 368 861.32**

iv) Interest on investments

Interest earned on external investments to date amounts to R591 thousand. With an anticipated budget of R1.3 million, which indicates a -56% underestimation of the interest on investment YTD budget. The variance is due to a change in the official prime lending rate.

v) Interest on outstanding debtors

Interest billed on debtor amounts to R815 thousand (*Exchange transactions: R 319 004.92; non-exchange transactions: R 496 004.41. The interest billed is less than the prior year.*

vi) Licences and permits

Movement on this line item to date amounts to R188 thousand. YTD budget amounts to R594 thousand. This indicates a year-to-date variance of -68%; the major contributing factor is due to current construction of R63 provincial road by SANRAL making it difficult for the traffic department to implement the Traffic Management Act e.g. issuing of traffic fines.

vii) VAT refunds

The amount received on VAT refunds to date is R1 678 746.80 million. An amount of R 1 113 269.60 has been submitted to SARS and is receivable as of 31 August 2026.

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OPERATING EXPENDITURE

At the end of August 2026, the total expenditure amounts to 22.1 million, while the YTD budget amounts to R23.6 million. This indicates a year-to-date variance of -6%.

i) Employee Costs

The year-to-date movement of employee-related costs amounts to R9.7 million, while the YTD budget amounts to R10.9 million. This is a YTD variance of -11%.

ii) Remuneration of councillors

The YTD budget for councillors' allowances is R1 million, and the actual spending to date is R985 thousand. This indicates a year-to-date variance of -6%.

iii) Bulk Electricity

Expenditure for bulk electricity purchases is budgeted at R3 million, and the spending to date is R4.1 million excluding VAT. This indicates a year-to-date variance of 38%. The August 2026 invoice for Eskom Bulk amounts to R2 420 128.59. The electricity service is being rendered at a deficit, as the billed cost of bulk purchases exceeded the billed revenue of R 1.3 million.

iv) Contracted Services

The expenditure incurred on this line amounts to R2 million compared to the YTD budget of R1.4 million. This is a YTD variance of -39%. This is due to the implementation of the MFMA circular 82 – cost containment measures.

v) Operational Costs

As of the end of August 2026, operational costs amount to R2.8 million, while the YTD budget amounts to R3.6 million. This is a YTD variance of -22%. This includes accommodation, external audit fees, machine rentals, bank charges, travel, subsistence, telephone costs, and software licensing. The variance is also due to the appropriate implementation of cost containment measures.

VI) Depreciation

Expenditure for depreciation and amortization is budgeted at R2.2 million, and the expense recognized or accounted for to date is R2.4 million. This indicates a year-to-date variance of 6%.

CAPITAL EXPENDITURE [SEE C5 TABLE BELOW]

The YTD budget on Capital expenditure is R7.5 million, and the movement to date is at R9.9 million. The variance between the budget and actual translates to overperformance of 31%.

STATEMENT OF FINANCIAL POSITION [SEE C6 TABLE BELOW]

Accumulated surplus as of 31 August 2026 is 28.5 million. The surplus as at the end of August 2026 is R22 million.

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CASH FLOWS [SEE C7 TABLE BELOW]

The municipality ended the month with a positive cash and cash equivalents balance of R 111 696 463.42 million (Operating main bank balance and other short-term investments).

Table C2: Statement of Financial Performance by Vote

This table reflects the operating budget in the standard classification: Government Finance Statistics Functions and Sub-Functions. National Treasury uses these to assist the compilation of national and international accounts for comparison purposes, regardless of the organizational structures used by different institutions.

Table C3: Monthly Financial Performance (Revenue and Expenditure by vote)

The operating budget of the institution is approved by the council at the municipal vote level. The table below reflects expenditures per vote. Close monitoring of spending is vital.

EC123 Great Kei - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

Vote 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									%	
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		409	1	–	–	0	0	(0)	-97.8%	1
Vote 2 - Directorate: Budget and Treasury		139 342	138 771	–	4 089	39 189	23 128	16 060	69.4%	138 771
Vote 3 - Directorate: Corporate Services		–	–	–	–	11	–	11	#DIV/0!	–
Vote 4 - Directorate: Strategic Services		705	755	–	–	74	126	(52)	-41.1%	755
Vote 5 - Directorate: Technical Service & Community Services		56 127	50 576	–	3 094	5 640	8 429	(2 789)	-33.1%	50 576
Vote 6 - Municipal Manager- Acting		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**196 583**	**190 103**	**–**	**7 184**	**44 915**	**31 684**	**13 231**	**41.8%**	**190 103**
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		–	1 607	–	–	8	268	(260)	-97.1%	1 607
Vote 2 - Directorate: Budget and Treasury		41 967	40 637	–	4 102	7 651	6 773	878	13.0%	40 637
Vote 3 - Directorate: Corporate Services		12 189	11 889	–	781	1 395	1 982	(587)	-29.6%	11 889
Vote 4 - Directorate: Strategic Services		19 722	25 543	–	1 616	3 280	4 257	(978)	-23.0%	25 543
Vote 5 - Directorate: Technical Service & Community Services		68 206	62 466	–	4 841	9 847	10 411	(564)	-5.4%	62 466
Total Expenditure by Vote	2	**142 084**	**142 143**	**–**	**11 339**	**22 180**	**23 691**	**(1 512)**	**-6.4%**	**142 143**
Surplus/ (Deficit) for the year	2	**54 499**	**47 960**	**–**	**(4 156)**	**22 735**	**7 993**	**14 742**	**184.5%**	**47 960**

Operating income and expenditure against approved budget (Table C4- Statement of Financial Performance)

Revenue by Source

EC123 Great Kei - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

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		16 816	18 136	–	1 503	2 965	3 023	(58)	-2%	18 136
Service charges - Water		–	–	–	–	–	–	–		–
Service charges - Waste Water Management		–	–	–	–	–	–	–		–
Service charges - Waste management		5 448	6 147	–	496	993	1 024	(31)	-3%	6 147
Sale of Goods and Rendering of Services		965	930	–	54	206	155	51	33%	930
Agency services		393	870	–	–	–	145	(145)	-100%	870
Interest		–	–	–	–	–	–	–		–
Interest earned from Receivables		1 547	1 477	–	162	319	246	73	30%	1 477
Interest from Current and Non Current Assets		6 671	8 000	–	332	591	1 333	(742)	-56%	8 000
Dividends		–	–	–	–	–	–	–		–
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		327	201	–	30	30	33	(4)	-12%	201
Licence and permits		1 086	3 565	–	70	188	594	(406)	-68%	3 565
Special rating levies		–	–	–	–	–	–	–		–
Construction Contract Revenue		–	–	–	–	–	–			–
Development Charges		–	–	–	–	–	–			–
Operational Revenue		989	58	–	343	358	10	349	3610%	58
Non-Exchange Revenue								–		
Property rates		40 000	54 647	–	4 126	10 417	9 108	1 309	14%	54 647
Surcharges and Taxes		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		7 129	150	–	10	107	25	82	327%	150
Licence and permits		–	–	–	–	–	–	–		–
Transfers and subsidies - Operational		61 350	59 027	–	541	23 273	9 838	13 435	137%	59 027
Interest		3 680	5 081	–	75	496	847	(351)	-41%	5 081
Fuel Levy		–	–	–	–	–	–	–		–
Operational Revenue		–	–	–	–	–	–	–		–
Gains on disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–		–
Other Gains		5 590	–	–	–	–	–	–		–
Discontinued Operations		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**151 993**	**158 288**	**–**	**7 742**	**39 944**	**26 381**	**13 562**	**51%**	**158 288**

Operating expenditure by type

EC123 Great Kei - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

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
Expenditure By Type										
Employee related costs		63 014	65 820	–	4 924	9 782	10 970	(1 189)	-11%	65 820
Remuneration of councillors		5 955	6 305	–	492	985	1 051	(66)	-6%	6 305
Bulk purchases - electricity		17 753	18 000	–	2 104	4 155	3 000	1 155	38%	18 000
Inventory consumed		838	1 312	–	–	1	219	(217)	-99%	1 312
Debt impairment		2 661	5 108	–	–	–	851	(851)	-100%	5 108
Depreciation, amortisation and impairment		19 034	13 568	–	1 201	2 401	2 261	139	6%	13 568
Interest, Dividends and Rent on Land		1 475	–	–	–	–	–	–		–
Contracted services		9 826	8 793	–	1 845	2 033	1 466	567	39%	8 793
Transfers and subsidies		197	1 541	–	–	–	257	(257)	-100%	1 541
Irrecoverable debts written off		(1 433)	–	–	–	–	–	–		–
Operational costs		22 583	21 696	–	773	2 823	3 616	(793)	-22%	21 696
Disposal of Fixed and Intangible Assets		181	–	–	–	–	–	–		–
Other Losses		–	–	–	–	–	–	–		–

Total Expenditure		**142 084**	**142 143**	**–**	**11 339**	**22 180**	**23 691**	**(1 512)**	**-6%**	**142 143**

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Table C5: Capital Expenditure (Municipal Vote, standard classification, and funding)

The table above shows the bud get for capital expenditure funded from municipal infrastructure grants (MIG) and provincial Government Grants and funded internally. These include infrastructure projects, the purchasing of computers, and transport assets for the municipality.

EC123 Great Kei - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote 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
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		2 720	–	–	–	–	–	–		–
Vote 2 - Directorate: Budget and Treasury		38	–	–	–	–	–	–		–
Vote 3 - Directorate: Corporate Services		147	–	–	–	–	–	–		–
Vote 4 - Directorate: Strategic Services		–	–	–	–	–	–	–		–
Vote 5 - Directorate: Technical Service & Community Services		11 516	11 123	–	1 917	2 626	1 854	772	42%	11 123
Vote 6 - Municipal Manager- Acting		–	–	–	–	–	–	–		–
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 Multi-year expenditure	4,7	**14 421**	**11 123**	**–**	**1 917**	**2 626**	**1 854**	**772**	**42%**	**11 123**
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		–	217	–	–	–	36	(36)	-100%	217
Vote 2 - Directorate: Budget and Treasury		795	1 637	–	–	–	273	(273)	-100%	1 637
Vote 3 - Directorate: Corporate Services		282	350	–	–	–	58	(58)	-100%	350
Vote 4 - Directorate: Strategic Services		1 199	430	–	–	–	72	(72)	-100%	430
Vote 5 - Directorate: Technical Service & Community Services		28 063	31 562	–	3 743	7 286	5 260	2 025	39%	31 562
Vote 6 - Municipal Manager- Acting		–	–	–	–	–	–	–		–
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	30 339	34 197	–	3 743	7 286	5 699	**1 586**	**28%**	34 197
Total Capital Expenditure		**44 760**	**45 319**	**–**	**5 660**	**9 912**	**7 553**	**2 358**	**31%**	**45 319**
Capital Expenditure - Functional Classification										
Governance and administration		**1 261**	**2 204**	**–**	**–**	**–**	**367**	(367)	-100%	**2 204**
Executive and council		–	217	–	–	–	36	(36)	-100%	217
Finance and administration		1 261	1 987	–	–	–	331	(331)	-100%	1 987
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**21**	**1 160**	**–**	**–**	**–**	**193**	(193)	-100%	**1 160**
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		21	1 160	–	–	–	193	(193)	-100%	1 160
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**33 840**	**33 087**	**–**	**4 339**	**8 590**	**5 515**	3 076	56%	**33 087**
Planning and development		1 199	430	–	–	–	72	(72)	-100%	430
Road transport		32 641	32 657	–	4 339	8 590	5 443	3 148	58%	32 657
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**9 638**	**8 867**	**–**	**1 321**	**1 321**	**1 478**	(157)	-11%	**8 867**
Energy sources		7 512	8 117	–	1 321	1 321	1 353	(32)	-2%	8 117
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		2 126	750	–	–	–	125	(125)	-100%	750
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	3	**44 760**	**45 319**	**–**	**5 660**	**9 912**	**7 553**	**2 358**	**31%**	**45 319**
Funded by:										
National Government		36 358	27 101	–	5 504	9 755	4 517	5 238	116%	27 101
Provincial Government		–	–	–	–	–	–	–		–
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		**36 358**	**27 101**	**–**	**5 504**	**9 755**	**4 517**	**5 238**	**116%**	**27 101**
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		8 402	18 218	–	157	157	3 036	(2 880)	-95%	18 218
Total Capital Funding		**44 760**	**45 319**	**–**	**5 660**	**9 912**	**7 553**	**2 358**	**31%**	**45 319**

ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEE

Table C6: Statement of Financial Position

EC123 Great Kei - Table C6 Monthly Budget Statement - Financial Position - M02 August

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		104 791	74 422	–	20 802	74 422
Short term Investments		–	–	–	–	–
Trade and other receivables from exchange transactions		13 271	11 845	–	372	11 845
Receivables from non-exchange transactions		5 180	93 937	–	3 558	93 937
Current portion of non-current receivables		81	41	–	(5)	41
Inventory		542	–	–	–	–
VAT Receivable		–	6 518	–	2 164	6 518
Other current assets		1 276	18	–	(2 525)	18
Total current assets		**125 142**	**186 781**	**–**	**24 366**	**186 781**
Non current assets						
Investments		–	–	–	–	–
Investment property		75 812	84 500	–	(47)	84 500
Property, plant and equipment		347 556	796 309	–	7 567	796 309
Biological assets		–	–	–	–	–
Living resources		–	–	–	–	–
Heritage assets		36	36	–	–	36
Intangible assets		408	515	–	(9)	515
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		**423 812**	**881 359**	**–**	**7 511**	**881 359**
TOTAL ASSETS		**548 955**	**1 068 140**	**–**	**31 877**	**1 068 140**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		393	–	–	28	–
Trade and other payables from exchange transactions		47 741	15 139	–	6 056	15 139
Trade and other payables from non-exchange transactions		17 227	(461)	–	(4 689)	(461)
Provision		3 745	1 577	–	–	1 577
VAT Payable		–	(2 736)	–	462	(2 736)
Other current liabilities		–	–	–	–	–
Total current liabilities		**69 106**	**13 519**	**–**	**1 857**	**13 519**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		16 529	21 760	–	–	21 760
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**16 529**	**21 760**	**–**	**–**	**21 760**
TOTAL LIABILITIES		**85 635**	**35 278**	**–**	**1 857**	**35 278**
NET ASSETS	2	**463 319**	**1 032 862**	**–**	**30 020**	**1 032 862**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		448 113	47 960	–	30 020	47 960
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**448 113**	**47 960**	**–**	**30 020**	**47 960**

Table C7: Cash flow

The table below reflects the institution's cash flow.

ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEE

EC123 Great Kei - Table C7 Monthly Budget Statement - Cash Flow - M02 August

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	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		932	39 678	–	–	2 673	6 613	(3 940)	-60%	39 678
Service charges		9 418	23 262	–	–	961	3 877	(2 916)	-75%	23 262
Other revenue		19 127	16 700	–	–	3 761	2 783	977	35%	16 700
Transfers and Subsidies - Operational		83 387	58 165	–	2 867	29 481	9 694	19 787	204%	58 165
Transfers and Subsidies - Capital		36 312	31 815	–	–	–	5 303	(5 303)	-100%	31 815
Interest		–	8 000	–	–	–	1 333	(1 333)	-100%	8 000
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(193 972)	(105 181)	–	(8 670)	(17 785)	(14 080)	3 705	-26%	(105 181)
Finance charges		–	–	–	–	–	–	–		–
Transfers and Subsidies		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**(44 795)**	**72 439**	**–**	**(5 804)**	**19 091**	**15 523**	**(3 568)**	**-23%**	**72 439**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Insurance Refund - Capital		–	–	–	–	–	–	–		–
Interest on Short Term Investment (Greater then 90 days) and Long Term Investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		51 094	(27 752)	–	(7 056)	(12 185)	(4 625)	7 560	-163%	(27 752)
Retention (Capital)		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) INVESTING ACTIVITIES		**51 094**	**(27 752)**	**–**	**(7 056)**	**(12 185)**	**(4 625)**	**7 560**	**-163%**	**(27 752)**
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		**6 299**	**44 687**	**–**	**(12 859)**	**6 905**	**10 898**			**44 687**
Cash/cash equivalents at beginning:		84 112	52 848	–	–	104 791	8 808			52 848
Cash/cash equivalents at month/year end:		90 411	97 535	–	(12 859)	111 696	19 706			97 535

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ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEEES

Table SC3: Aged Debtors

The municipality owns a total of R96.3 million, the biggest portion of R65 million owned by households. The organs of the state owe R15.9 million. Commercial debtors are sitting at R4.7 million. Agriculture debtors are sitting at R10.1 million. The municipality has monthly debt collection strategies to help collect outstanding revenue, including blocking prepaid electricity users in arrears. Disconnection notices are sent monthly to all customers with outstanding accounts.

EC123 Great Kei - Supporting Table SC2 Monthly Budget Statement - aged debtors - M02 August

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	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	–	–	–	–	–	–	–	–	–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	725	877	571	553	542	532	532	8 594	12 927	10 753		
Receivables from Non-exchange Transactions - Property Rates	1400	6 009	2 548	1 851	1 680	1 812	1 743	1 550	56 212	74 707	62 997		
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–		
Receivables from Exchange Transactions - Waste Management	1600	544	337	262	232	220	209	197	6 655	8 655	7 512		
Receivables from Exchange Transactions - Property Rental Debtors	1700	0	0	–	–	–	–	–	–	0	–		
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		
Other	1900	22	–	–	–	–	–	–	3	25	3		
Total By Income Source	**2000**	**7 299**	**3 763**	**2 684**	**2 465**	**2 574**	**2 484**	**2 278**	**71 465**	**96 314**	**81 266**	**–**	**–**
2025/26 - totals only		10182467	2324074	2045800	1685150	3071112	2271388	1600051	59292309	82 472	**67 920**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 007	682	609	594	627	568	586	13 191	15 951	15 566		
Commercial	2300	418	420	139	134	133	128	122	3 784	4 755	4 301		
Households	2400	4 806	2 587	1 909	1 710	1 789	1 752	1 548	54 205	65 421	61 003		
Other	2500	69	73	28	26	25	36	23	286	10 187	396		
Total By Customer Group	**2600**	**7 299**	**3 763**	**2 684**	**2 465**	**2 574**	**2 484**	**2 278**	**71 465**	**96 314**	**81 266**	**–**	**–**

Report on Collection

The current month's collection rate is 81%.

SC4: Aged Creditors

EC123 Great Kei - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	NT Code	Budget Year 2026/27									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	2 431	–	–	–	–	–	–	–	**2 431**	2 541
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	3 277	21	255	–	–	281	755	7 498	**12 088**	11 015
Auditor General	0800	531	–	–	–	–	–	–	–	**531**	318
Other	0900	752	–	–	–	–	–	818	5 762	**7 332**	6 513
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**1000**	**6 992**	**21**	**255**	**–**	**–**	**281**	**1 573**	**13 260**	**22 382**	20 387

The Municipality's top creditors as of August 2026 are as follows:

Supplier Name	Total
Amathole - EC District Municipality	R 8 789 199.41
Compensation Fund	R 6 580 183.27
ESKOM	R 2 420 128.59
SARS - PAYE	R 778 253.28

TOTAL TOP CREDITORS	R 18 567 763.55

Other trade creditors amount to R 3 814 616.62 million, which the Municipality will strive to pay in the following months. The municipality has had a session with ADM to reconcile their credit owed and attend to billing issues by the District Municipality.

Table SC16: Investment Portfolio

All the call deposits are highly liquid, short-term investments held to meet short-term commitments rather than earn a return (interest). At the end of August 2026, the municipality had a favorable operating bank balance of R 6 860 042.91 and call deposits amounting to R118 733 247.76 million.

EC123 Great Kei - Supporting Table SC16 Monthly Budget Statement - Investment Portfolio - M02 August

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
1 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	8 310	39	(876)	–	7 488 116.76
2 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	1 073	5	–	–	1 078 416.07
3 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	20 135	83	–	–	20 218 508.72
4 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	33 563	175	(5 880)	–	27 984 108.35
5 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	629	1	–	–	655 253.58
6 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	3 731	28	–	2 072	5 838 864.91
Standard Bank			Deposit-Bank	Yes	Variable				09 January 2030					50 000 000.00
FNB			Call Account	Yes	Variable	6.15	0		09 January 2030					4 694.01
13 FNB		127 M	Call Account	Yes	Variable	6.15	0		09 January 2030	5 465	–	–	–	5 465 285.36
Municipality sub-total										72 907	332	(6 757)	2 072	118 733 247.76
TOTAL INVESTMENTS AND INTEREST	2									72 907	332	(6 757)	2 072	118 733 247.76

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Table SC18: Grants Received

The table below reflects conditional grants received to date, totaling R35.5 million.

EC123 Great Kei - Supporting Schedule SC18 Monthly Budget Statement - Transfers and Grant Receipts - M02 August

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									%	
RECEIPTS	1.2									
Operating										
National Government										
Monetary Allocations								13 579	#DIV/0!	
Equitable Share		55 269	54 214	–	–	22 589	9 036	13 553	150.0%	54 214
Expanded Public Works Programme Integrated Grant		1 327	1 351	–	104	200	225	(25)	-11.2%	1 351
Local Government Financial Management Grant		2 400	2 600	–	–	439	433	5	1.3%	2 600
Municipal Infrastructure Grant		644	–	–	46	46	–	46	#DIV/0!	–
Total Monetary Allocations		**59 640**	**58 165**	**-**	**149**	**23 273**	**9 694**	13 579	140.1%	**58 165**
Total Operating/National Government		**59 640**	**58 165**	**-**	**149**	**23 273**	**9 694**	13 579	140.1%	**58 165**
Provincial Government								–		
Monetary Allocations								–		
Specify (Add grant description)		844	0	–	–	–	0	(0)	-100.0%	0
								–		
Total Monetary Allocations		**844**	**0**	**-**	**-**	**-**	**0**	(0)	-100.0%	**0**
Total Operating/Provincial Government		**844**	**0**	**-**	**-**	**-**	**0**	**40 737**	**4073684969.0%**	**0**
Other Grant Providers								–		
Monetary Allocations								–		
Council for Medical Schemes		–	–	–	–	–	–	–		–
National Library South Africa		757	862	–	–	–	144	(144)	-100.0%	862
National Skills Fund		110	–	–	–	–	–	–		–
South Africa Housing Fund		–	–	–	–	–	–	–		–
								–		
Total Monetary Allocations		**867**	**862**	**-**	**-**	**-**	**144**	(144)	-100.0%	**862**
Allocations In-kind								–		
[insert description]										
Total Allocations In-kind		**-**	**-**	**-**	**-**	**-**	**-**	**40 737**	**#DIV/0!**	**-**
Total Operating/Other Grant Providers		**867**	**862**	**-**	**-**	**-**	**144**			**862**
Total Operating	5	**61 350**	**59 027**	**-**	**149**	**23 273**	**9 838**			**59 027**
Capital										
National Government										
Monetary Allocations										
Integrated National Electrification Programme Grant		7 312	4 335	–	599	599	723			4 335
Municipal Disaster Recovery Grant		11 929	14 500	–	3 831	8 473	2 417			14 500
Municipal Disaster Response Grant		9 192	–	–	–	–	–			–
Municipal Infrastructure Grant		12 231	12 980	–	2 346	3 161	2 163			12 980
Total Monetary Allocations		**40 664**	**31 815**	**-**	**6 776**	**12 233**	**5 303**			**31 815**
Total Capital/National Government		**40 664**	**31 815**	**-**	**6 776**	**12 233**	**5 303**			**31 815**
Total Capital	5	**40 664**	**31 815**	**-**	**6 776**	**12 233**	**5 303**			**31 815**
TOTAL RECEIPTS OF TRANSFERS AND GRANTS		**102 015**	**90 842**	**-**	**6 925**	**35 506**	**15 140**			**90 842**

ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEEES

Table SC19: Grants expenditure

EC123 Great Kei - Supporting Schedule SC19 Monthly Budget Statement - Expenditure on Transfers and Grants - M02 August

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	1									
Operating										
National Government										
Monetary Allocations										
Equitable Share		41 781	37 205	–	2 301	3 693	6 201	(2 508)	-40.4%	37 205
Expanded Public Works Programme Integrated Grant		3 133	1 351	–	192	294	225	69	30.5%	1 351
Local Government Financial Management Grant		11 695	2 326	–	1 318	1 360	388	972	250.8%	2 326
Municipal Infrastructure Grant		1	649	–	–	–	108	(108)	-100.0%	649
Total Monetary Allocations		**56 610**	**41 531**	**-**	**3 811**	**5 347**	**6 922**	**(1 575)**	-22.8%	**41 531**
Total National Government		**56 610**	**41 531**	**-**	**3 811**	**5 347**	**6 922**	**(1 575)**	-22.8%	**41 531**
Monetary Allocations										
Clerical Assist (Pole Parties)		–	–	–	–	–	–	–		–
National Library South Africa		(155)	0	–	147	178	0	178	8910750.0%	0
National Library South Africa		77	730	–	21	51	122	(71)	-58.4%	730
Transfer from Operational Revenue		–	–	–	–	–	–	–		–
								–		
Total Monetary Allocations		**(77)**	**730**	**-**	**168**	**229**	**122**	**107**	**0**	**730**
Allocations In-kind										
Other transfers/grants [insert description]								–		
Total Allocations In-kind		**-**	**-**	**-**	**-**	**-**	**-**	**-**		**-**
Total Operating/Other Grant Providers		**(77)**	**730**	**-**	**168**	**229**	**122**	**107**	**0**	**730**
Total operating expenditure of Transfers and Grants		**56 533**	**42 260**	**-**	**3 978**	**5 576**	**7 044**	**(1 468)**	**(0)**	**42 260**
Capital										
National Government										
Monetary Allocations										
Equitable Share		–	–	–	–	–	–	–		–
Integrated National Electrification Programme Grant		6 564	3 770	–	469	469	628	(160)	-25.4%	3 770
Municipal Disaster Recovery Grant		19 259	12 609	–	3 118	6 661	2 101	4 559	217.0%	12 609
Municipal Disaster Response Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		10 535	10 723	–	1 917	2 626	1 787	839	46.9%	10 723
								–		
Total Monetary Allocations		**36 358**	**27 101**	**-**	**5 504**	**9 755**	**4 517**	**5 238**		**27 101**
Total National Government		**36 358**	**27 101**	**-**	**5 504**	**9 755**	**4 517**	**5 238**		**27 101**
Monetary Allocations										
Government Motor Transport		–	–	–	–	–	–	–		–
Human Settlement Re-development Programme		–	–	–	–	–	–	–		–
National Library South Africa		–	–	–	–	–	–	–		–
Transfer from Operational Revenue		8 402	18 218	–	157	157	3 036			18 218
Total Monetary Allocations		**-**	**-**	**-**	**-**	**-**	**-**	**-**		**-**
Allocations In-kind										
								–		
Total Allocations In-kind		**-**	**-**	**-**	**-**	**-**	**-**	**-**		**-**
Total Capital/Other Grant Providers		**-**	**-**	**-**	**-**	**-**	**-**	**-**		**-**
Total capital expenditure of Transfers and Grants		**36 358**	**27 101**	**-**	**5 504**	**9 755**	**4 517**	**5 238**		**27 101**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**92 891**	**69 361**	**-**	**9 482**	**15 331**	**11 561**	**3 771**		**69 361**

The table below reflects the grants' expenditure as of 31 August 2026, and these amounts are inclusive of VAT:

- The Finance Management Grant's (FMG) year-to-date expenditure is R438 thousand related to interns' salaries, updating the fixed asset register, and MSCOA implementation.

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- The year-to-date expenditure related to the Expanded Public Works Program (EPWP) amounts to R199 thousand for casual work and poverty alleviation projects
- DEAT Rollover year-to-date expenditure amounts to R156 thousand.
- MIG year-to-date expenditure amounts to R3.2 million for capital project implementation and operational costs.
- In the current year the Municipal Disaster Recovery Grant (MDRG) Rollover expenditure amounts to R8.4 million for capital project implementation costs. This funding assists with the reconstruction of roads affected by inclement weather conditions.
- The municipality received an amount of R 1 734 000.00 for INEP grant and the year-to-date expenditure amounts to R598 thousand.

Grants	Allocation	Withheld / Not Provisioned	Amount Received	Amount Spent	Variance	% Over Total Allocation
FMG	R 2 600 000.00	R -	R 2 600 000.00	R 438 771.23	R 2 161 228.77	17%
EPWP	R 1 351 000.00	R -	R 338 000.00	R 199 854.50	R 138 145.50	15%
DEDEAT ROLLOVER	R 156 500.00		R 156 500.00	R 156 500.00	R -	100%
INEP	R 4 335 000.00	R -	R 1 734 000.00	R 598 889.86	R 1 135 110.14	14%
MIG	R 12 980 000.00	R -	R 3 894 000.00	R 3 206 665.89	R 687 334.11	25%
MDRG - Roll Over	R 17 070 915.74	R -	R 17 070 915.74	R 8 473 092.56	R 8 597 823.18	50%
Totals	**38 493 416**	**-**	**25 793 416**	**13 073 774**	**12 719 642**	**34%**

ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEEES

Table SC8: Expenditure on councilors, employees, and managers

Table SC8 shows the performance of staff costs and councilors' remuneration as of August 2026.

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ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEEES

EC123 Great Kei - Supporting Table SC22 Monthly Budget Statement - councillor and staff benefits - M02 August

Summary of Employee and Councillor remuneration R thousands	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
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Allowances and Service Related Benefits										
Basic Salary		4 073	4 261	–	336	672	710	(38)	-5%	4 261
Cell phone Allowance		570	642	–	44	88	107	(19)	-18%	642
Travelling Allowance		1 312	1 402	–	112	225	234	(9)	-4%	1 402
Use of Personal Facilities		–	–	–	–	–	–	–		–
Total Allowances and Service Related Benefits		**5 955**	**6 305**	**-**	**492**	**985**	**1 051**	**(66)**	-6%	**6 305**
Total Councillors		**5 955**	**6 305**	**-**	**492**	**985**	**1 051**	**(66)**	-6%	**6 305**
% increase	4									
Senior Managers of the Municipality	2									
Salaries and Allowances										
Basic Salary		3 388	4 301	–	216	480	717	(237)	-33%	4 301
Bonuses		1 029	1 181	–	–	25	197	(172)	-88%	1 181
Allowance								–		
Accommodation, Travel and Incidental		–	–	–	–	–	–	–		–
Cellular and Telephone	3	–	–	–	–	–	–	–		–
Housing Benefits	3	606	690	–	41	92	115	(23)	-20%	690
Non-pensionable		–	–	–	–	–	–	–		–
Travel or Motor Vehicle	3	1 270	1 503	–	82	188	251	(62)	-25%	1 503
Voluntary Work		–	–	–	–	–	–			–
Total Allowance		**1 876**	**2 193**	**-**	**124**	**280**	**365**	**(85)**	-23%	**2 193**
Total Salaries and Allowances		**6 293**	**7 675**	**-**	**339**	**784**	**1 279**	**(495)**	-39%	**7 675**
Sub Total - Senior Managers of Municipality		**6 301**	**7 684**	**-**	**340**	**785**	**1 281**	**(495)**	-39%	**7 684**
% increase	4									
Other Municipal Staff										
Salaries and Allowances										
Basic Salary		37 741	40 453	–	3 341	6 642	6 742	(100)	-1%	40 453
Bonuses		758	541	–	–	–	90	(90)	-100%	541
Allowance										
Accommodation, Travel and Incidental		–	–	–	–	–	–	–		–
Cellular and Telephone	3	–	–	–	–	–	–	–		–
Housing Benefits	3	114	118	–	10	20	20	(0)	0%	118
Non-pensionable		–	–	–	–	–	–	–		–
Travel or Motor Vehicle	3	427	431	–	36	72	72	(0)	0%	431
Voluntary Work		–	–	–	–	–	–	–		–
Total Allowance		**540**	**549**	**-**	**46**	**91**	**91**	**(0)**	0%	**549**
Service Related Benefits										
Acting	3	–	–	–	–	–	–	–		–
Bonus	3	3 258	2 712	–	119	119	452	(333)	-74%	2 712
Danger Allowance	3	176	185	–	14	29	31	(2)	-7%	185
Entertainment	3	–	–	–	–	–	–	–		–
Fire Brigade		–	–	–	–	–	–	–		–
In-kind Benefits	3	–	–	–	–	–	–	–		–
Leave Pay	3	807	–	–	–	–	–	–		–
Lifeguard/Duty Squads		–	–	–	–	–	–	–		–
Long Service Award		(205)	0	–	44	44	0	44	1453533%	0
Overtime		1 512	2 274	–	93	212	379	(167)	-44%	2 274
Total Service Related Benefits		**5 547**	**5 170**	**-**	**269**	**403**	**862**	**(459)**	-53%	**5 170**
Total Salaries and Allowances		**44 587**	**46 713**	**-**	**3 657**	**7 137**	**7 786**	**(649)**	-8%	**46 713**
Social Contributions										
Bargaining Council		16	18	–	1	3	3	(0)	-4%	18
Group Life Insurance		–	–	–	–	–	–	–		–
Medical		3 808	4 149	–	330	662	691	(30)	-4%	4 149
Pension		6 269	6 724	–	551	1 107	1 121	(13)	-1%	6 724
Unemployment Insurance		262	279	–	24	48	46	1	2%	279
Total Social Contributions		**10 355**	**11 169**	**-**	**907**	**1 820**	**1 862**	**(42)**	-2%	**11 169**
Post-retirement Benefit	6									
Medical		1 770	253	–	20	40	42	(2)	-5%	253
Other Benefits		–	–	–	–	–	–	–		–
Pension		–	–	–	–	–	–	–		–
Total Post-retirement Benefit		**1 770**	**253**	**-**	**20**	**40**	**42**	**(2)**		**253**
Costs Capitalised to PPE		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		**56 712**	**58 135**	**-**	**4 584**	**8 996**	**9 690**	**(693)**		**58 135**
% increase	4									
Total Parent Municipality		**68 969**	**72 125**	**-**	**5 416**	**10 767**	**12 021**	**(1 255)**	-10%	**72 125**
TOTAL SALARY, ALLOWANCES & BENEFITS		**68 969**	**72 125**	**-**	**5 416**	**10 767**	**12 021**	**(1 255)**		**72 125**
% increase	4									
TOTAL MANAGERS AND STAFF	5,7	**63 014**	**65 820**	**-**	**4 924**	**9 782**	**10 970**	**(1 189)**		**65 820**

ITEM [5.1]
ITEM FOR CONSIDERATION BY FINANCIAL VIABILITY & SUSTAINABILITY STANDING COMMITTEEES

REPORT ON IRREGULAR, FRUITLESS, WASTEFUL, AND UNAUTHORISED EXPENDITURE AS OF AUGUST 2026

- The municipality has no unauthorized, irregular, fruitless and wasteful, and expenditures incurred during the period ending 31 August 2026.

FINANCIAL IMPLICATIONS

None

STAFF IMPLICATIONS

None

ANNEXURE

- Annexure A: Schedule C Report – August 2026.

RECOMMENDATION

The council should note that the August 2026 s71 monthly report was submitted.

SUBMITTED FOR NOTING