

# **ITEM [5.1]**

## **FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE**

---

### **5.1 QUARTERLY BUDGET STATEMENT – S52(d) REPORT: 31 DECEMBER 2025**

File No. xxx]  
[Chief Financial Officer/LM/AL]  
[Municipal Standing Committee]  
[January 2026]

#### **PURPOSE**

To submit to the committee for noting the Section 52(d) report for the quarter ended 31 December 2025.

#### **LEGAL / STATUTORY REQUIREMENTS**

Municipal Finance Management Act s 52(d)  
Municipal Finance Management Regulations  
National Treasury Circulars

#### **BACKGROUND /PURPOSE**

Section 52 (d) stipulates that “the mayor of the municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of the municipality”.

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 quarterly section 52(d) 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 must be in Section 52(d) of the MFMA format, which requires that this report must be prepared in the following manner:

- Actual Revenue per revenue source.
- Actual expenditure per vote.
- Actual Capital Expenditure per vote.
- The amount 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.

**ITEM [5.1]**  
**FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING**  
**COMMITTEE**

---

- 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

# ITEM [5.1] FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**Table C1- Monthly Budget Statement Summary**

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

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	35 180	54 888	54 888	3 985	18 702	27 444	(8 742)	-32%	54 888
Service charges	18 224	17 891	17 891	1 899	11 268	8 945	2 323	26%	17 891
Investment revenue	6 525	6 733	6 733	567	2 781	3 367	(585)	-17%	6 733
Transfers and subsidies - Operational	60 484	61 753	60 753	19 140	45 174	30 331	14 843	0	60 753
Other own revenue	7 874	12 065	12 065	807	4 667	6 032	(1 366)	-23%	12 065
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>128 287</b>	<b>153 330</b>	<b>152 330</b>	<b>26 398</b>	<b>82 592</b>	<b>76 119</b>	<b>6 473</b>	<b>9%</b>	<b>152 330</b>
Employee costs	55 062	55 670	56 281	4 974	28 186	28 369	(183)	-1%	56 281
Remuneration of Councillors	5 923	5 730	5 788	482	2 894	2 885	8	0%	5 788
Depreciation and amortisation	18 966	20 846	18 040	-	6 678	8 034	(1 357)	-17%	18 040
Interest	1 329	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	14 789	16 555	17 131	1 285	10 467	9 275	1 192	13%	17 131
Transfers and subsidies	-	450	800	-	-	340	(340)	-100%	800
Other expenditure	29 411	33 699	34 399	2 128	14 451	16 239	(1 789)	-11%	34 399
<b>Total Expenditure</b>	<b>125 481</b>	<b>132 968</b>	<b>132 439</b>	<b>8 869</b>	<b>62 675</b>	<b>65 143</b>	<b>(2 469)</b>	<b>-4%</b>	<b>132 439</b>
<b>Surplus/(Deficit)</b>	<b>2 806</b>	<b>20 362</b>	<b>19 891</b>	<b>17 529</b>	<b>19 917</b>	<b>10 976</b>	<b>8 941</b>	<b>81%</b>	<b>19 891</b>
Transfers and subsidies - capital (monetary allocations)	39 786	39 267	79 267	992	25 403	33 501	(8 097)	-24%	79 267
Transfers and subsidies - capital (in-kind)	3 500	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>46 072</b>	<b>59 629</b>	<b>99 158</b>	<b>18 521</b>	<b>45 321</b>	<b>44 477</b>	<b>844</b>	<b>2%</b>	<b>99 158</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>46 072</b>	<b>59 629</b>	<b>99 158</b>	<b>18 521</b>	<b>45 321</b>	<b>44 477</b>	<b>844</b>	<b>2%</b>	<b>99 158</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>50 945</b>	<b>45 277</b>	<b>81 571</b>	<b>3 935</b>	<b>25 914</b>	<b>34 216</b>	<b>(8 303)</b>	<b>-24%</b>	<b>81 571</b>
Capital transfers recognised	40 591	33 585	68 468	1 250	20 030	28 679	(8 649)	-30%	68 468
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	10 353	11 691	13 103	2 685	5 884	5 538	346	6%	13 103
<b>Total sources of capital funds</b>	<b>50 945</b>	<b>45 277</b>	<b>81 571</b>	<b>3 935</b>	<b>25 914</b>	<b>34 216</b>	<b>(8 303)</b>	<b>-24%</b>	<b>81 571</b>
<b>Financial position</b>									
Total current assets	107 723	88 817	88 817	-	120 962	-	-	-	88 817
Total non current assets	394 828	486 566	522 860	-	419 924	-	-	-	522 860
Total current liabilities	76 878	12 091	12 061	-	64 028	-	-	-	12 061
Total non current liabilities	32 519	20 789	20 789	-	32 519	-	-	-	20 789
Community wealth/Equity	353 216	-	-	-	399 014	-	-	-	-
<b>Cash flows</b>									
Net cash from (used) operating	(94 585)	68 910	68 910	6 175	(11 731)	43 365	55 097	127%	68 910
Net cash from (used) investing	-	(52 068)	(52 068)	(4 686)	(33 276)	(26 034)	7 241	-28%	(52 068)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>(23 937)</b>	<b>64 285</b>	<b>64 285</b>	<b>1 488</b>	<b>39 105</b>	<b>64 775</b>	<b>25 670</b>	<b>40%</b>	<b>100 953</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	8 771	2 772	3 017	3 684	4 633	2 063	1 832	61 160	87 933
<b>Creditors Age Analysis</b>									
Total Creditors	4 650	71	38	-	-	-	430	15 407	20 597

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

### OPERATING REVENUE

Total revenue, including operational grants to date, amounts to R82.6 million, compared to the anticipated R 76.1 million. However, total receipts of transfers and conditional grant revenue to date amount to R 70.6 million.

Total revenue, including government grants and subsidies, amounts to R 153.2 million.

Cash receipts on operating revenue, excluding grants and VAT refunds, total R 34.5 million.

#### **i) Property Rates**

Property rates year-to-date billing amounts to R18.7 million, compared to the anticipated YTD budget of R27.4 million. This indicates 32% underperformance. Property rates remain the municipality's largest own revenue source.

The cash received to date for rates billing is R 24.9 million, including old debt.

#### **ii) Refuse Services**

The year-to-date refuse revenue amounts to R2.9 million, while the YTD budget is R2 million. This is an overperformance of 47%. 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 R2.2 million.

#### **iii) Electricity Services**

Year-to-date electricity billed amounts to R8.3 million. The anticipated budgeted revenue amounted to R6.9 million, which indicates a 20% 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 R6.5 million. (Conventional R2 million and Prepaid R4.6 million)

<b>SURPLUS/ DEFICIT ON SALE OF ELECTRICITY 2025/26 FY</b>			
<b>Sales</b>	<b>Conventional</b>	<b>Prepaid</b>	<b>Total</b>
July	260 701.99	769 160.33	1 029 862.32
August	369 776.69	749 439.31	1 119 216.00
September	218 705.17	807 820.74	1 026 525.91
October	318 643.24	783 483.00	1 102 126.24
November	150 707.78	638 871.27	789 579.05
December	681 518.96	811 176.47	1 492 695.43
<b>Total Sales</b>	<b>2 000 053.83</b>	<b>4 559 951.12</b>	<b>6 560 004.95</b>
<b>Costs Eskom Bulk</b>	<b>Total</b>		
July			2 154 047.24
August			2 398 398.43
September			1 871 682.05
October			1 565 004.59
November			1 525 140.12
December			1 466 544.03
<b>Total Costs</b>			<b>10 980 816.46</b>
<b>Deficit</b>			<b>- 4 420 811.52</b>

## **ITEM [5.1]**

### **FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE**

---

#### **iv) Interest on investments**

Interest earned on external investments to date amounts to R 2.8 million. With an anticipated budget of R3.4 million. The variance is due to a change in the official prime lending rate.

#### **v) Interest on outstanding debtors**

Interest billed on debtor amounts to R2.47million (*Exchange transactions: R703 204.13; non-exchange transactions: R 1 763 708.28*). *The interest billed is less than the prior year.*

#### **vi) Licences and permits**

Movement on this line item to date amounts to R 508 thousand. YTD budget amounts to R 1.4 million. This indicates a year-to-date variance of 65%, 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 R6.2 million. The amount of R978 000 which has been submitted to SARS is receivable as of 31 December 2025.

### **OPERATING EXPENDITURE**

At the end of December 2025, the total expenditure amounts to R62 million, while the YTD budget amounts to R65 million. This indicates a year-to-date variance of 4%.

#### **i) Employee Costs**

The year-to-date movement of employee-related costs amounts to R 28.2 million, while the YTD budget amounts to R 28.4 million. This is a YTD variance of 1%.

#### **ii) Remuneration of councillors**

The YTD budget for councillors' allowances is R 2.9 million, and the actual spending to date is R 2.9 million. This indicates a year-to-date variance of 0%.

#### **iii) Bulk Electricity**

Expenditure for bulk electricity purchases is budgeted at R8.4 million, and the spending to date is R9.5 million excluding VAT. This indicates a year-to-date variance of 13%. The December 2025 invoice for Eskom Bulk amounts to R1 466 544.03. The electricity service is being rendered at a deficit, as the billed cost of bulk purchases exceeded the billed revenue of R4.4 million.

#### **iv) Contracted Services**

The expenditure incurred on this line item amounts to R3.7 million compared to the YTD budget of R3.6 million. This is a YTD variance of 1%. This is due to the implementation of the MFMA circular 82 – cost containment measures.

# **ITEM [5.1]**

## **FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE**

---

### **v) Operational Costs**

As of the end of December 2025, operational costs amount to R10.7 million, while the YTD budget amounts to R10 million. This is a YTD variance of 7%. 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 R8 million, and the expense recognized or accounted for to date is R 6.7 million. This indicates a year-to-date variance of 17%.

### **CAPITAL EXPENDITURE [SEE C5 TABLE BELOW]**

The YTD budget on Capital expenditure is R34.2 million, and the movement to date is at R25.9 million. The variance between the budget and actual translates to overperformance of 24%.

### **STATEMENT OF FINANCIAL POSITION [SEE C6 TABLE BELOW]**

Accumulated surplus as of 31 December 2025 is R339 million. The surplus as at the end of December 2025 is R45.1 million.

### **CASH FLOWS [SEE C7 TABLE BELOW]**

The municipality ended the month with a positive cash and cash equivalents balance of R94.6 million (Operating main bank balance and other short-term investments).

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**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.

EC123 Great Kei - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December										
Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		119 277	134 036	163 036	24 592	76 311	78 135	(1 825)	-2%	163 036
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		119 277	134 036	163 036	24 592	76 311	78 135	(1 825)	-2%	163 036
<i><b>Community and public safety</b></i>		3 167	4 038	5 038	144	2 233	2 473	(240)	-10%	5 038
Community and social services		1 360	977	1 977	54	1 402	943	459	49%	1 977
Public safety		1 598	3 061	3 061	73	738	1 531	(792)	-52%	3 061
Housing		209	-	-	18	93	-	93	#DIV/0!	-
<i><b>Economic and environmental services</b></i>		25 312	25 673	36 673	157	11 250	15 586	(4 336)	-28%	36 673
Planning and development		670	1 471	1 471	15	242	735	(493)	-67%	1 471
Road transport		24 642	24 202	35 202	142	11 008	14 851	(3 843)	-26%	35 202
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		23 797	28 850	26 850	2 497	18 201	13 425	4 776	36%	26 850
Energy sources		14 439	21 982	21 982	1 827	14 648	10 991	3 657	33%	21 982
Waste management		9 359	6 869	4 869	670	3 553	2 434	1 119	46%	4 869
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	171 553	192 597	231 597	27 390	107 996	109 620	(1 625)	-1%	231 597
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		56 062	59 806	58 666	3 450	27 436	27 575	(139)	-1%	58 666
Executive and council		5 978	5 738	5 788	494	2 942	2 885	57	2%	5 788
Finance and administration		50 083	54 068	52 878	2 956	24 493	24 689	(196)	-1%	52 878
<i><b>Community and public safety</b></i>		10 987	9 805	9 635	850	4 361	4 599	(238)	-5%	9 635
Community and social services		3 953	776	746	42	393	321	72	22%	746
Public safety		7 033	9 029	8 889	808	3 968	4 278	(310)	-7%	8 889
<i><b>Economic and environmental services</b></i>		31 917	28 978	27 589	2 192	13 887	14 617	(731)	-5%	27 589
Planning and development		14 312	15 410	16 070	1 145	6 222	7 616	(1 395)	-18%	16 070
Road transport		17 604	13 568	11 519	1 047	7 665	7 001	664	9%	11 519
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		26 791	34 379	36 550	2 377	16 991	18 352	(1 361)	-7%	36 550
Energy sources		18 073	20 793	22 864	1 591	12 578	11 811	767	6%	22 864
Waste management		8 717	13 586	13 686	786	4 414	6 541	(2 128)	-33%	13 686
<i><b>Other</b></i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	125 755	132 968	132 439	8 869	62 675	65 143	(2 469)	-4%	132 439
<b>Surplus/ (Deficit) for the year</b>		45 798	59 629	99 158	18 521	45 321	44 477	844	0.01897378	99 158

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**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) - M06 December										
Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Office of the Municipal Manager		209	1	1	18	94	1	93	15819.6%	1
Vote 2 - Directorate: Budget and Treasury		122 341	134 036	163 036	24 647	80 190	78 135	2 055	2.6%	163 036
Vote 3 - Directorate: Corporate Services		89	-	-	-	-	-	-	-	-
Vote 4 - Directorate: Strategic Services		670	1 471	1 471	15	242	735	(493)	-67.1%	1 471
Vote 5 - Directorate: Technical Service & Community Services		48 243	57 089	67 089	2 711	27 470	30 749	(3 279)	-10.7%	67 089
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]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>171 553</b>	<b>192 597</b>	<b>231 597</b>	<b>27 390</b>	<b>107 996</b>	<b>109 620</b>	<b>(1 625)</b>	<b>-1.5%</b>	<b>231 597</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Office of the Municipal Manager		-	-	10	-	-	4	(4)	-100.0%	10
Vote 2 - Directorate: Budget and Treasury		44 870	42 956	41 766	2 196	20 216	19 402	815	4.2%	41 766
Vote 3 - Directorate: Corporate Services		5 150	11 112	11 112	760	4 277	5 288	(1 011)	-19.1%	11 112
Vote 4 - Directorate: Strategic Services		20 382	21 197	21 897	1 639	9 189	10 522	(1 333)	-12.7%	21 897
Vote 5 - Directorate: Technical Service & Community Services		55 354	57 703	57 655	4 274	28 992	29 928	(936)	-3.1%	57 655
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]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>125 755</b>	<b>132 968</b>	<b>132 439</b>	<b>8 869</b>	<b>62 675</b>	<b>65 143</b>	<b>(2 469)</b>	<b>-3.8%</b>	<b>132 439</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>45 798</b>	<b>59 629</b>	<b>99 158</b>	<b>18 521</b>	<b>45 321</b>	<b>44 477</b>	<b>844</b>	<b>1.9%</b>	<b>99 158</b>

**ITEM [5.1]**

**FOR CONSIDERATION BY THE**

**FINANCIAL VIABILITY STANDING COMMITTEE**

**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) - M06 December**

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
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		14 081	13 830	13 830	1 396	8 291	6 915	1 376	20%	13 830
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		4 143	4 061	4 061	503	2 977	2 030	947	47%	4 061
Sale of Goods and Rendering of Services		1 035	1 185	1 185	40	353	593	(240)	-40%	1 185
Agency services		422	705	705	-	224	352	(128)	-36%	705
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		1 125	1 126	1 126	128	703	563	140	25%	1 126
Interest from Current and Non Current Assets		6 525	6 733	6 733	567	2 781	3 367	(585)	-17%	6 733
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		375	214	214	18	93	107	(14)	-13%	214
Licence and permits		984	2 906	2 906	66	508	1 453	(945)	-65%	2 906
Special rating levies		-	-	-	-	-	-	-	-	-
Operational Revenue		147	53	53	5	824	27	798	3009%	53
<b>Non-Exchange Revenue</b>										
Property rates		35 180	54 888	54 888	3 985	18 702	27 444	(8 742)	-32%	54 888
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		710	200	200	61	198	100	98	98%	200
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		60 484	61 753	60 753	19 140	45 174	30 331	14 843	49%	60 753
Interest		4 947	5 676	5 676	490	1 764	2 838	(1 074)	-38%	5 676
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		(193)	-	-	-	-	-	-	-	-
Other Gains		(1 678)	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>128 287</b>	<b>153 330</b>	<b>152 330</b>	<b>26 398</b>	<b>82 592</b>	<b>76 119</b>	<b>6 473</b>	<b>9%</b>	<b>152 330</b>

**ITEM [5.1]**

**FOR CONSIDERATION BY THE  
FINANCIAL VIABILITY STANDING COMMITTEE**

**Operating expenditure by type**

<b>Expenditure By Type</b>										
Employee related costs	55 062	55 678	56 281	4 974	28 186	28 369	(183)	-1%	56 281	
Remuneration of councillors	5 923	5 738	5 788	482	2 894	2 885	8	0%	5 788	
Bulk purchases - electricity	14 597	15 497	15 147	1 275	9 549	8 434	1 115	13%	15 147	
Inventory consumed	192	1 059	1 985	9	919	841	77	9%	1 985	
Debt impairment	-	5 000	5 000	-	-	2 500	(2 500)	-100%	5 000	
Depreciation and amortisation	18 966	20 848	18 040	-	6 678	8 034	(1 357)	-17%	18 040	
Interest	1 329	-	-	-	-	-	-	-	-	
Contracted services	8 078	8 393	8 401	841	3 715	3 663	51	1%	8 401	
Transfers and subsidies	-	450	800	-	-	340	(340)	-100%	800	
Irrecoverable debts written off	5 002	-	-	-	-	-	-	-	-	
Operational costs	17 053	20 306	20 998	1 287	10 736	10 076	660	7%	20 998	
Losses on Disposal of Assets	337	-	-	-	-	-	-	-	-	
Other Losses	(1 059)	-	-	-	-	-	-	-	-	
<b>Total Expenditure</b>	<b>125 481</b>	<b>132 968</b>	<b>132 439</b>	<b>8 869</b>	<b>62 675</b>	<b>65 143</b>	<b>(2 469)</b>	<b>-4%</b>	<b>132 439</b>	

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**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) - M06 December										
Vote Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Office of the Municipal Manager		-	1 507	2 452	-	2 464	1 539	925	60%	2 452
Vote 2 - Directorate: Budget and Treasury		(13)	-	170	-	9	57	(48)	-85%	170
Vote 3 - Directorate: Corporate Services		-	-	170	170	170	43	128	300%	170
Vote 4 - Directorate: Strategic Services		-	-	-	-	-	-	-	-	-
Vote 5 - Directorate: Technical Service & Community Services		4 970	11 783	10 565	308	7 422	6 649	773	12%	10 565
Vote 6 - Municipal Manager- Acting		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	<b>4 956</b>	<b>13 290</b>	<b>13 356</b>	<b>478</b>	<b>10 064</b>	<b>8 287</b>	<b>1 777</b>	<b>21%</b>	<b>13 356</b>
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Directorate: Budget and Treasury		3 253	359	359	-	113	180	(67)	-37%	359
Vote 3 - Directorate: Corporate Services		264	839	869	-	282	402	(120)	-30%	869
Vote 4 - Directorate: Strategic Services		6 122	1 102	653	-	582	163	418	256%	653
Vote 5 - Directorate: Technical Service & Community Services		36 350	29 687	66 334	3 457	14 874	25 185	(10 311)	-41%	66 334
<b>Total Capital single-year expenditure</b>	4	<b>45 988</b>	<b>31 987</b>	<b>68 215</b>	<b>3 457</b>	<b>15 849</b>	<b>25 930</b>	<b>(10 080)</b>	<b>-39%</b>	<b>68 215</b>
<b>Total Capital Expenditure</b>		<b>50 945</b>	<b>45 277</b>	<b>81 571</b>	<b>3 935</b>	<b>25 914</b>	<b>34 216</b>	<b>(8 303)</b>	<b>-24%</b>	<b>81 571</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>3 503</b>	<b>1 198</b>	<b>1 568</b>	<b>170</b>	<b>573</b>	<b>681</b>	<b>(108)</b>	<b>-16%</b>	<b>1 568</b>
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		3 503	1 198	1 568	170	573	681	(108)	-16%	1 568
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>834</b>	<b>543</b>	<b>570</b>	<b>-</b>	<b>-</b>	<b>228</b>	<b>(228)</b>	<b>-100%</b>	<b>570</b>
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		834	543	570	-	-	228	(228)	-100%	570
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>45 190</b>	<b>32 377</b>	<b>58 135</b>	<b>2 993</b>	<b>18 148</b>	<b>25 097</b>	<b>(6 949)</b>	<b>-28%</b>	<b>58 135</b>
Planning and development		6 122	1 102	653	-	582	163	418	256%	653
Road transport		39 068	31 275	57 482	2 993	17 567	24 934	(7 367)	-30%	57 482
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>1 418</b>	<b>11 158</b>	<b>21 298</b>	<b>772</b>	<b>7 193</b>	<b>8 211</b>	<b>(1 018)</b>	<b>-12%</b>	<b>21 298</b>
Energy sources		267	8 888	17 583	772	5 124	6 618	(1 494)	-23%	17 583
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		1 150	2 271	3 715	-	2 069	1 593	476	30%	3 715
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional Classification</b>	3	<b>50 945</b>	<b>45 277</b>	<b>81 571</b>	<b>3 935</b>	<b>25 914</b>	<b>34 216</b>	<b>(8 303)</b>	<b>-24%</b>	<b>81 571</b>
<b>Funded by:</b>										
National Government		32 519	24 890	50 107	1 250	20 030	21 914	(1 885)	-9%	50 107
Provincial Government		257	8 696	8 796	-	-	4 373	(4 373)	-100%	8 796
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		7 815	-	9 565	-	-	2 391	(2 391)	-100%	9 565
<b>Transfers recognised - capital</b>		<b>40 591</b>	<b>33 585</b>	<b>68 468</b>	<b>1 250</b>	<b>20 030</b>	<b>28 679</b>	<b>(8 649)</b>	<b>-30%</b>	<b>68 468</b>
<b>Borrowing</b>	6	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Internally generated funds</b>		<b>10 353</b>	<b>11 691</b>	<b>13 103</b>	<b>2 685</b>	<b>5 884</b>	<b>5 538</b>	<b>346</b>	<b>6%</b>	<b>13 103</b>
<b>Total Capital Funding</b>		<b>50 945</b>	<b>45 277</b>	<b>81 571</b>	<b>3 935</b>	<b>25 914</b>	<b>34 216</b>	<b>(8 303)</b>	<b>-24%</b>	<b>81 571</b>

# ITEM [5.1] FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**Table C6: Statement of Financial Position**

**EC123 Great Kei - Table C6 Monthly Budget Statement - Financial Position - M06 December**

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		84 112	64 285	64 285	94 624	64 285
Trade and other receivables from exchange transactions		8 873	13 831	13 831	11 519	13 831
Receivables from non-exchange transactions		3 817	2 894	2 894	3 073	2 894
Current portion of non-current receivables		41	-	-	41	-
Inventory		-	-	-	-	-
VAT		10 897	7 664	7 664	11 722	7 664
Other current assets		(18)	143	143	(18)	143
<b>Total current assets</b>		<b>107 723</b>	<b>88 817</b>	<b>88 817</b>	<b>120 962</b>	<b>88 817</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		76 094	73 005	73 005	75 062	73 005
Property, plant and equipment		318 359	413 173	449 297	344 489	449 297
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		36	36	36	36	36
Intangible assets		339	352	522	336	522
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		<b>394 828</b>	<b>486 566</b>	<b>522 860</b>	<b>419 924</b>	<b>522 860</b>
<b>TOTAL ASSETS</b>		<b>502 551</b>	<b>575 382</b>	<b>611 677</b>	<b>540 885</b>	<b>611 677</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		375	(392)	(422)	407	(422)
Trade and other payables from exchange transactions		54 772	10 660	10 660	49 041	10 660
Trade and other payables from non-exchange transactions		9 192	-	(0)	250	(0)
Provision		2 930	3 510	3 510	2 930	3 510
VAT		9 609	(1 688)	(1 688)	11 400	(1 688)
Other current liabilities		-	-	-	-	-
<b>Total current liabilities</b>		<b>76 878</b>	<b>12 091</b>	<b>12 061</b>	<b>64 028</b>	<b>12 061</b>
<b>Non current liabilities</b>						
Financial liabilities		-	-	-	-	-
Provision		24 479	20 412	20 412	24 479	20 412
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		8 040	377	377	8 040	377
<b>Total non current liabilities</b>		<b>32 519</b>	<b>20 789</b>	<b>20 789</b>	<b>32 519</b>	<b>20 789</b>
<b>TOTAL LIABILITIES</b>		<b>109 397</b>	<b>32 880</b>	<b>32 850</b>	<b>96 546</b>	<b>32 850</b>
<b>NET ASSETS</b>	2	<b>393 154</b>	<b>542 502</b>	<b>578 826</b>	<b>444 339</b>	<b>578 826</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		353 216	-	-	399 014	-
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>353 216</b>	<b>-</b>	<b>-</b>	<b>399 014</b>	<b>-</b>

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEE

**Table C7: Cash flow**

The table below reflects the institution's cash flow.

EC123 Great Kei - Table C7 Monthly Budget Statement - Cash Flow - M06 December										
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
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		-	41 166	41 166	51	338	20 583	(20 245)	-98%	41 166
Service charges		-	18 938	18 938	784	4 716	9 469	(4 752)	-50%	18 938
Other revenue		-	18 724	18 724	1 023	10 361	9 362	999	11%	18 724
Transfers and Subsidies - Operational		-	59 996	59 996	22 275	63 814	29 998	33 816	113%	59 996
Transfers and Subsidies - Capital		-	39 267	39 267	-	59 541	19 634	39 907	203%	39 267
Interest		-	6 734	6 734	-	-	3 367	(3 367)	-100%	6 734
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(94 585)	(115 915)	(115 915)	(17 958)	(94 983)	(49 047)	45 936	-94%	(115 915)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(94 585)</b>	<b>68 910</b>	<b>68 910</b>	<b>6 175</b>	<b>43 788</b>	<b>43 365</b>	<b>(422)</b>	<b>-1%</b>	<b>68 910</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		-	(52 068)	(52 068)	(4 686)	(33 276)	(26 034)	7 241	-28%	(52 068)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>-</b>	<b>(52 068)</b>	<b>(52 068)</b>	<b>(4 686)</b>	<b>(33 276)</b>	<b>(26 034)</b>	<b>7 241</b>	<b>-28%</b>	<b>(52 068)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(94 585)</b>	<b>16 841</b>	<b>16 841</b>	<b>1 488</b>	<b>10 512</b>	<b>17 331</b>			<b>16 841</b>
Cash/cash equivalents at beginning:		70 648	47 444	47 444	-	84 112	47 444			84 112
Cash/cash equivalents at month/year end:		(23 937)	64 285	64 285	1 488	94 624	64 775			100 953

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

### Table SC3: Aged Debtors

The municipality is owed a total amount of R86.5 million, the biggest portion of R63 million owed by households. The organs of the state owe R 10.4 million. Commercial debtors are sitting at R4.1 million. Agriculture debtors are sitting at R9.1 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 SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 476	498	478	478	462	423	422	4 851	9 088	6 636	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	6 373	1 979	2 273	2 958	3 934	1 471	1 249	49 939	70 177	59 551	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	901	293	266	248	236	167	161	6 369	8 642	7 182	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	11	0	-	-	-	-	-	-	12	-	-	-	
Interest on Ameer Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	10	1	-	0	-	3	-	2	16	5	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>8 771</b>	<b>2 772</b>	<b>3 017</b>	<b>3 684</b>	<b>4 633</b>	<b>2 063</b>	<b>1 832</b>	<b>61 160</b>	<b>87 933</b>	<b>73 373</b>	-	-	
<b>2024/25 - totals only</b>		<b>6998114</b>	<b>2293238</b>	<b>2223600</b>	<b>2198757</b>	<b>3084671</b>	<b>1719281</b>	<b>2015050</b>	<b>63505063</b>	<b>84 038</b>	<b>72 523</b>	<b>0</b>	<b>0</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 202	508	484	558	1 141	464	473	9 235	14 065	11 871	-	-	
Commercial	2300	840	144	129	290	199	104	88	2 930	4 723	3 610	-	-	
Households	2400	6 625	2 087	2 374	2 807	3 266	1 461	1 260	48 693	68 573	57 488	-	-	
Other	2500	104	33	31	29	27	34	12	302	572	404	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>8 771</b>	<b>2 772</b>	<b>3 017</b>	<b>3 684</b>	<b>4 633</b>	<b>2 063</b>	<b>1 832</b>	<b>61 160</b>	<b>87 933</b>	<b>73 373</b>	-	-	

Debt by Type	Residents	Councillors	Municipal Officials	Industries	Nat. Departments	Prov. Depts	Agric. Farms	Total
Water								
Electricity	556 189.34	-	-	374 024.31	58 107.80	7 813 272.02	70 851.71	8 872 445.18
Rental	16 838.66	-	-	-	-	-	-	16 838.66
Refuse	7 858 239.11	-	-	415 694.87	19 930.85	155 763.10	22 744.10	8 472 372.03
Rates	54 576 356.93	-	-	3 325 511.71	245 693.75	2 091 623.70	8 992 200.18	69 231 386.27
Other	-	-	-	-	-	-	-	-
<b>Grand Total</b>	<b>63 007 624.04</b>	-	-	<b>4 115 230.89</b>	<b>323 732.40</b>	<b>10 060 658.82</b>	<b>9 085 795.99</b>	<b>86 593 042.14</b>
% on Total Debt	72.76	-	-	4.75	0.37	11.62	10	100.00

### Report on Collection

The current month's collection rate is 77%.

Collection Rate % of billing: December 2025			
	Billing	Receipts	%
Electricity	1 835 653.83	1 403 801.65	76%
Refuse	624 015.08	369 834.61	59%
Rates	4 413 183.66	3 532 180.25	80%
Property Rental	17 833.09	14 973.94	84%
<b>Total</b>	<b>6 890 685.66</b>	<b>5 320 790.45</b>	<b>77%</b>

#### Billing VS Collection Per Town

Name of Town/ Farm	Billing	Collection	Collection Current Account	Collection On Older Debt	Collection %
Cintsa	1 720 614.89	1 295 997.51	789 055.26	506 942.25	46%
East London RD (Farms)	447 808.89	364 687.99	216 905.28	147 782.71	48%
Kwelera	645 179.64	372 856.79	251 750.40	121 106.39	39%
Haga Haga	394 697.31	250 175.44	188 830.92	61 344.52	48%
Kei Mouth	662 419.75	383 813.11	286 676.65	97 136.46	43%
Komga	2 020 432.36	954 450.13	398 851.20	555 598.93	20%
Komga RD (Farm)	134 191.54	198 809.48	44 045.95	154 763.53	33%
Morgan's Bay	855 858.80	678 742.09	438 027.45	240 714.64	51%
Tainton	9 482.48	205.14	-	205.14	0%
<b>TOTAL</b>	<b>6 890 685.66</b>	<b>4 499 737.68</b>	<b>2 614 143.11</b>	<b>1 885 594.57</b>	<b>38%</b>

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

Alignment of Collection			
<b>Amount Collected</b>	<b>Collection On Curr</b>	<b>Collection On Older Debt</b>	
4 499 737.68	2 614 143.11	1 885 594.57	
<b>Collection On Current Billing</b>			
Month	Billing Amount	Collected Amount	Collection %
July	6 042 206.68	1 820 431.34	30%
August	8 750 723.59	2 630 634.83	30%
September	7 121 894.77	2 995 740.88	42%
October	6 665 380.66	3 928 919.74	59%
November	6 574 209.95	2 555 684.28	39%
December	6 890 685.66	2 614 143.11	38%
<b>Collection On Old Debt - 30 June 2024</b>			
Month	Billing Amount	Collected Amount	Collection%
July	71 250 364.51	2 408 018.90	3%
August	71 250 364.51	2 231 234.97	3%
September	71 250 364.51	1 341 659.77	2%
October	71 250 364.51	2 150 265.17	3%
November	71 250 364.51	2 277 875.88	3%
December	71 250 364.51	1 885 594.57	3%
<b>Number of Clearances Issued</b>		<b>Total Amount</b>	
23		309 935.48	
<b>Number of Transferred Accounts to New Ownership</b>			
9			

### SC4: Aged Creditors

EC123 Great Kei - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December												
Description	NT Code	Budget Year 2025/26									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	1 467	-	-	-	-	-	-	-	-	1 467	1 550
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	2 738	71	32	-	-	-	-	430	8 916	12 186	9 695
Auditor General	0800	191	-	-	-	-	-	-	-	-	191	561
Other	0900	255	-	7	-	-	-	-	-	6 491	6 753	7 975
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>4 650</b>	<b>71</b>	<b>38</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>430</b>	<b>15 407</b>	<b>20 597</b>	<b>19 782</b>

The Municipality's top creditors as of December 2025 are as follows:

Supplier Name	Total
Amathole - EC District Municipality	R7 497 965.88
Compensation Fund	R6 392 531.99
ESKOM	R1 466 544.03
SARS - PAYE	R791 177.88
MKJ 360	R481 960.34
<b>TOTAL TOP CREDITORS</b>	<b>R 16 630 180.10</b>

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

Other trade creditors amount to R3.9 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 SC5: 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 December 2025, the municipality had a favorable operating bank balance of R 13 922 657.20 and call deposits amounting to R 80.7 million.

EC123 Great Kei - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
<b>Municipality</b>														
1 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	5 620	63	-	2 832	8 530
2 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	1 032	9	-	-	1 041
3 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	135	-	-	-	135
4 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	33 590	365	(3 159)	-	30 922
5 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	527	0	-	30	583
6 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	3 341	38	-	-	3 388
13 FNB		127 M	Call Account	Yes	Variable	6.15	0		09 January 2030	5 192	91	-	-	5 283
14 FNB		5 Y	Call Account	Yes	Variable	0.09	0		30/06/2026	9	0	-	-	5
Standard Bank			Deposit-Bank	Yes	Variable	1	0		09 January 2030	30 000	812	-	-	30 812
<b>Municipality sub-total</b>										<b>79 447</b>	<b>567</b>	<b>(3 159)</b>	<b>2 862</b>	<b>80 699</b>
<b>TOTAL INVESTMENTS AND II</b>	<b>2</b>									<b>79 447</b>	<b>567</b>	<b>(3 159)</b>	<b>2 862</b>	<b>80 699</b>

## ITEM [5.1]

# FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

**Table SC6: Grants Received**

The table below reflects conditional grants received to date, totaling R70.1 million.

EC123 Great Kei - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December										
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										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		59 588	59 996	58 996	19 030	43 877	29 498	14 379	48.7%	58 996
Equitable Share		55 432	55 269	55 269	18 423	41 452	27 635	13 818	50.0%	55 269
Expanded Public Works Programme Integrated Grant		1 103	2 327	1 327	142	436	663	(227)	-34.2%	1 327
Local Government Financial Management Grant		2 400	2 400	2 400	416	1 695	1 200	495	41.2%	2 400
Municipal Infrastructure Grant		653	-	-	49	294	-	294	#DIV/0!	-
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		-	1 000	1 000	110	537	455	82	18.1%	1 000
Specify (Add grant description)		-	1 000	1 000	110	537	455	82	18.1%	1 000
Other transfers and grants [insert description]										
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Other grant providers:</b>		896	757	757	-	757	378	379	100.0%	757
Council for Medical Schemes		-	-	-	-	-	-	-		-
National Library South Africa		757	757	757	-	757	378	379	100.0%	757
National Skills Fund		89	-	-	-	-	-	-		-
South Africa Housing Fund		49	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	5	60 484	61 753	60 753	19 140	45 171	30 331	14 840	48.9%	60 753
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		37 156	29 267	58 267	992	25 403	25 751	(347)	-1.3%	58 267
Integrated National Electrification Programme Grant		-	7 312	7 312	360	6 005	3 656	2 349	64.2%	7 312
Municipal Disaster Recovery Grant		16 406	9 080	38 080	632	8 827	15 657	(6 831)	-43.6%	38 080
Municipal Disaster Response Grant		8 968	-	-	-	-	-	-		-
Municipal Infrastructure Grant		11 783	12 875	12 875	-	10 572	6 438	4 135	64.2%	12 875
Other capital transfers [insert description]										
<b>Provincial Government:</b>		610	10 000	10 000	-	-	5 000	(5 000)	-100.0%	10 000
Specify (Add grant description)		610	10 000	10 000	-	-	5 000	(5 000)	-100.0%	10 000
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Other grant providers:</b>		2 000	-	11 000	-	-	2 750	(2 750)	-100.0%	11 000
Government Motor Transport		2 000	-	11 000	-	-	2 750	(2 750)	-100.0%	11 000
<b>Total Capital Transfers and Grants</b>	5	39 766	39 267	79 267	992	25 403	33 501	(8 097)	-24.2%	79 267
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	100 250	101 020	140 020	20 132	70 574	63 832	6 742	10.6%	140 020

## ITEM [5.1]

# FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

**Table SC7: Grants expenditure**

EC123 Great Kei - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December										
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										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		53 175	54 545	55 464	4 143	19 991	24 845	(4 854)	-19.5%	55 464
Equitable Share		41 391	49 431	50 349	2 681	17 566	22 509	(4 943)	-22.0%	50 349
Expanded Public Works Programme Integrated Grant		1 304	2 327	2 327	351	436	942	(506)	-53.7%	2 327
Local Government Financial Management Grant		10 472	2 152	2 152	1 111	1 695	1 076	619	57.5%	2 152
Municipal Infrastructure Grant		8	635	635	-	294	318	(24)	-7.5%	635
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
Specify (Add grant description)										
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Other grant providers:</b>		1 620	0	0	49	71	0	71	1419140.0%	0
<b>Clerical Assist (Pole Parties)</b>		1 620	-	-	40	44	-	44	#DIV/0!	-
National Library South Africa		-	0	0	9	27	0	26	529900.0%	0
National Library South Africa		132	757	757	7	55	333			757
<b>Total operating expenditure of Transfers and Grants:</b>		<b>54 795</b>	<b>54 545</b>	<b>55 464</b>	<b>4 191</b>	<b>20 062</b>	<b>24 845</b>	<b>(4 783)</b>	<b>-19.3%</b>	<b>55 464</b>
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		32 519	24 890	50 107	1 250	25 403	21 914	3 489	15.9%	50 107
Equitable Share		-	-	-	-	-	-	-		-
Integrated National Electrification Programme Grant		-	6 358	6 358	438	6 005	3 179	2 826	88.9%	6 358
Municipal Disaster Recovery Grant		23 869	7 896	33 113	505	8 827	12 277	(3 451)	-28.1%	33 113
Municipal Disaster Response Grant		-	-	-	-	-	-	-		-
Municipal Infrastructure Grant		8 650	10 636	10 636	308	10 572	6 458	4 114	63.7%	10 636
Other capital transfers [insert description]										
<b>Provincial Government:</b>		257	8 696	8 696	-	-	4 348	(4 348)	-100.0%	8 696
Specify (Add grant description)		-	-	-	-	-	-	-		-
Specify (Add grant description)		257	8 696	8 696	-	-	4 348	(4 348)	-100.0%	8 696
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		7 815	-	9 565	-	-	2 391	(2 391)	-100.0%	9 565
<b>Government Motor Transport</b>		1 739	-	9 565	-	-	2 391	(2 391)	-100.0%	9 565
Human Settlement Re-development Programme		6 076	-	-	-	-	-	-		-
National Library South Africa		-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>		<b>40 591</b>	<b>33 585</b>	<b>68 368</b>	<b>1 250</b>	<b>25 403</b>	<b>28 654</b>	<b>(3 250)</b>	<b>-11.3%</b>	<b>68 368</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>95 386</b>	<b>88 131</b>	<b>123 832</b>	<b>5 441</b>	<b>45 465</b>	<b>53 498</b>	<b>(8 033)</b>	<b>-15.0%</b>	<b>123 832</b>

The table below reflects the grants' expenditure as of 31 December 2025, and these amounts are inclusive of VAT:

- The Finance Management Grant's (FMG) year-to-date expenditure is R1.7million related to interns' salaries, updating the fixed asset register, and MSCOA implementation.
- The year-to-date expenditure related to the Expanded Public Works Program (EPWP) amounts to R436 thousand for casual work and poverty alleviation projects
- The municipality has received a grant from DEDEAT of R1 million, year-to-date spending is R536 thousand.
- The current year's receipts for INEP grant amount to R4 million and the year-to-date expenditure is R6 million.

## ITEM [5.1]

### FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

- MIG year-to-date expenditure amounts to R10.9 million for capital project implementation and operational costs.
- In the current year the Municipal Disaster Recovery Grant (MDRG) Rollover expenditure amounts to R8.8 million for capital project implementation costs. This funding assists with the reconstruction of roads affected by inclement weather conditions.

Grants	Allocation	Withheld / Not Provisioned	Amount Received	Amount Spent	Variance	% Over Total Allocation
FMG	2 400 000	-	2 400 000.00	1 694 746.07	705 254	71%
EPWP	1 327 000	-	929 000.00	436 359.00	492 641	33%
DEDEAT	1 000 000		1 000 000.00	536 798.57	463 201	54%
INEP	7 312 000	-	4 022 000.00	6 004 699.53	- 1 982 700	82%
OTP Grant	10 000 000	10 000 000	-	-	-	0%
MIG	12 835 000	-	11 072 000.00	10 865 960.82	206 039	85%
MDRG - Roll Over	9 192 099.93	-	-	8 826 603.17	365 497	96%
<b>Totals</b>	<b>44 066 100</b>	<b>10 000 000</b>	<b>19 423 000</b>	<b>28 365 167</b>	<b>249 933</b>	<b>83%</b>

# ITEM [5.1]

## FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING COMMITTEES

**Table SC8: Expenditure on councillors, employees, and managers**

Table SC8 shows the performance of staff costs and councillors' remuneration as of November 2025.

**EC123 Great Kei - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December**

Summary of Employee and Councillor remuneration	Ref	2024/25			Budget Year 2025/26					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		4 063	3 882	3 932	323	1 941	1 958	(17)	-1%	3 932
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		610	562	562	51	306	281	25	9%	562
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		1 250	1 294	1 294	108	647	647	(0)	0%	1 294
<b>Sub Total - Councillors</b>		<b>5 923</b>	<b>5 738</b>	<b>5 788</b>	<b>482</b>	<b>2 894</b>	<b>2 885</b>	<b>8</b>	<b>0%</b>	<b>5 788</b>
<b>% increase</b>	4		<b>-3.1%</b>	<b>-2.3%</b>						<b>-2.3%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages	3	2 764	3 347	3 347	270	1 613	1 673	(61)	-4%	3 347
Pension and UIF Contributions		7	7	7	1	4	3	1	27%	7
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		169	-	-	84	117	-	117	#DIV/0!	-
Motor Vehicle Allowance		1 005	1 322	1 322	106	635	661	(26)	-4%	1 322
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		506	632	632	51	303	316	(13)	-4%	632
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment	2	-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>4 451</b>	<b>5 308</b>	<b>5 308</b>	<b>511</b>	<b>2 672</b>	<b>2 654</b>	<b>18</b>	<b>1%</b>	<b>5 308</b>
<b>% increase</b>	4		<b>19.3%</b>	<b>19.3%</b>						<b>19.3%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		34 137	35 326	35 917	3 173	18 830	18 248	582	3%	35 917
Pension and UIF Contributions		5 759	6 107	6 107	552	3 259	3 054	206	7%	6 107
Medical Aid Contributions		3 325	3 531	3 531	299	1 817	1 766	51	3%	3 531
Overtime		1 274	1 869	1 869	102	644	875	(231)	-26%	1 869
Performance Bonus		2 689	2 449	2 449	240	421	1 224	(803)	-66%	2 449
Motor Vehicle Allowance		470	481	481	34	215	240	(25)	-11%	481
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		81	84	84	9	60	42	17	41%	84
Other benefits and allowances		168	200	200	16	95	100	(5)	-5%	200
Payments in lieu of leave		1 157	-	-	41	54	-	54	#DIV/0!	-
Long service awards		-	-	12	(22)	5	4	1	23%	12
Post-retirement benefit obligations	2	1 552	323	323	18	113	162	(48)	-30%	323
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>50 612</b>	<b>50 370</b>	<b>50 973</b>	<b>4 464</b>	<b>25 514</b>	<b>25 715</b>	<b>(201)</b>	<b>-1%</b>	<b>50 973</b>
<b>% increase</b>	4		<b>-0.5%</b>	<b>0.7%</b>						<b>0.7%</b>
<b>Total Parent Municipality</b>		<b>60 986</b>	<b>61 416</b>	<b>62 069</b>	<b>5 457</b>	<b>31 079</b>	<b>31 254</b>	<b>(175)</b>	<b>-1%</b>	<b>62 069</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>60 986</b>	<b>61 416</b>	<b>62 069</b>	<b>5 457</b>	<b>31 079</b>	<b>31 254</b>	<b>(175)</b>	<b>-1%</b>	<b>62 069</b>
<b>% increase</b>	4		<b>0.7%</b>	<b>1.8%</b>						<b>1.8%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>55 062</b>	<b>55 678</b>	<b>56 281</b>	<b>4 974</b>	<b>28 186</b>	<b>28 369</b>	<b>(183)</b>	<b>-1%</b>	<b>56 281</b>

**ITEM [5.1]**  
**FOR CONSIDERATION BY THE FINANCIAL VIABILITY STANDING**  
**COMMITTEES**

---

**REPORT ON IRREGULAR, FRUITLESS, WASTEFUL, AND UNAUTHORISED**  
**EXPENDITURE AS OF DECEMBER 2025**

- The municipality has no unauthorized, irregular, fruitless and wasteful, and expenditures incurred during the period ending 30 December 2025.

**FINANCIAL IMPLICATIONS**

None

**STAFF IMPLICATIONS**

None

**ANNEXURE**

Annexure A: Schedule C Report – December 2025

**RECOMMENDATION**

The council should note that the s52(d) December 2025 Quarterly report was submitted.

**SUBMITTED FOR NOTING**



National Treasury South Africa  
Private Bag X 115  
Pretoria  
0001  
Fax: 086 691 1928

## QUALITY CERTIFICATE

I, L.N Mambila, Municipal Manager of Great Kei Municipality, hereby certify that:

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

For the quarter ending 31 December 2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under this Act

MP. L.N. Mambila  
Municipal Manager of Great Kei Municipality EC 123

12 January 2026

