



QUARTERLY BUDGET REPORT AND SDBIP DECEMBER 2025

In-Year Report of the Municipality

Prepared in terms of Section 52(d) of the Local Government:
Municipal Finance Management Act (Act 56 of 2003) &
Section 31 of the Municipal Budget and Reporting Regulations,
Government Gazette 32141, 17 May 2009.



We belong



We care



We serve



SPECIAL MEETING OF THE COUNCIL
SPEZIALE VERGADERING VAN DIE RAAD
INTLANGANISO EKHETHEKILEYO YEBHUNGA

MINUTES / NOTULE /

IMIZUZU

DATE / DATUM / UMHLA : 28 JANUARY / JANUARIE /
JANYUWARI 2026
BANQUETING HALL,
CIVIC CENTRE,
HERMANUS

TIME / TYD / IXESHA : 10:00

OVERSTRAND

MUNICIPALITY / MUNISIPALITEIT / U-MASIPALA

MINUTES OF A SPECIAL MEETING OF THE COUNCIL HELD IN THE BANQUETING HALL ON 28 JANUARY 2026, AT 10:00

PRESENT: Councillors were present as per attached attendance register.

OFFICIALS PRESENT:

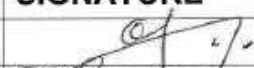


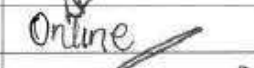

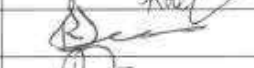

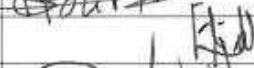



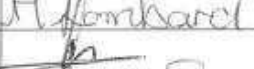


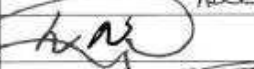







- Dr D O'Neill, Municipal Manager
- Mr S Müller, Chief Engineer : Infrastructure Services
- Ms D Arrison, Director: Corporate Services
- Mr D Louw, Acting CFO
- Mr. L Smith, Chief : Fire, Rescue & Disaster Management
- Mr B King, Divisional Manager : Financial Accounting
- Ms R Louw, Divisional Manager : Strategic Support Services
- Mr A Gcotyelwa, Manager : Integrated Human Settlements and Development
- Ms H van Tonder, Manager : Administrative Support Services
- Ms R Steenekamp, Assistant Media and Social Media Liaison Officer
- Mr A Lekay, Senior Clerk
- Mr. C Solomons, Technical Support : Auditorium
- Ms C Fisher, Chief Clerk : Committee Services

ALSO PRESENT: Auditor General (Teams)
Members of the Public

MINUTES/....

**OVERSTRAND MUNICIPALITY
ATTENDANCE REGISTER**

SPECIAL COUNCIL MEETING : 28 JANUARY 2026

ALDERMEN/COUNCILLORS	SIGNATURE
AFRICA, F	
BANDEZA, V	
BEYI, S	
BRICE, KD	
COETZEE, DP	Online
COHEN, G	
DE CONING, CA	
DEES, RM	
ELS, T	OLS
FOURIE, SH	
GILLION, E	
GRIMBEEK, MD	
KLAAS, AG	
KOMANI, AS	
LERM, CH	
LOMBARD, H	H Lombard
NGQANDANA, K	
NOMATITI, M	
NOMBULA, BG	
NQINATA, NNT	Absent with an apology
NTSABO, L	
NUTT, R	
RESANDT, CT	
SIHLAHLA, M	
TAFU-NWONKWO, CC	Absent with an apology
VAN STADEN, JA	
WILLIAMS, SH	

4.8

BUDGET REPORT AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) FOR THE QUARTER ENDED DECEMBER 2025**BA King** **Divisional Manager: Financial Accounting**
20 JANUARY 2026**(028) 313 8154**

EXECUTIVE SUMMARY

Report prepared as part of the reporting obligations arising from section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (MFMA).

RESOLVED (SUPPORTED BY 25 COUNCILLORS):

that the budget report and service delivery and budget implementation plan for the quarter ended December 2025, prepared as part of the reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

RESPONSIBLE OFFICIALS :**BA KING**
RG LOUW**TARGET DATE FOR IMPLEMENTATION :****TO BE NOTED**



QUARTERLY BUDGET REPORT AND SDBIP DECEMBER 2025

In-Year Report of the Municipality

Prepared in terms of Section 52(d) of the Local Government:
Municipal Finance Management Act (Act 56 of 2003) &
Section 31 of the Municipal Budget and Reporting Regulations,
Government Gazette 32141, 17 May 2009.



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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Budget – The financial plan of the Municipality.

Capital expenditure - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

FMG – Financial Management Grant.

GFS – Government Finance Statistics. An internationally recognized classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality.

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant.

MTREF – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years' budget allocations. Also includes financial information of the previous and current year.

NDPG – Neighbourhood Development Partnership Grant.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Vote – A main appropriation segment of the budget. In Overstrand Municipality this relates to the directorate level for operating expenditure and the GFS classification for capital expenditure.

YTD – Year to date

y-o-y – year-on-year

PART 1 – IN-YEAR REPORT

Mayor's Report

1.1 In-Year Report – Quarterly Budget Report

1.1.1 Implementation of the budget in accordance with the SDBIP

The results of the SDBIP for the second quarter ended 31 December 2025 is included as Appendix 1 to this report.

1.1.2 Financial problems or risks facing the municipality

No financial problems or risks from a budgetary implementation or financial management perspective identified up to 31 December 2025. Important to note that Overstrand Municipality was battling with raging fires this season which has left devastation and structures destroyed. The estimated cost of the firefighting operations across the municipality during this time could be in excess of R7 million.

1.1.3 Other relevant information

The below results reflect the second quarter's financial position.

YTD Actual operating revenue at the end of the second quarter for 2025/2026 is 52.58% of the budgeted revenue of R2.018bn. The expenditure reflects spending of 46.54% against the budgeted expenditure of R2.112bn.

The YTD Capital expenditure amounts to R79.5m or 30.79% of the amended budget of R258.3m. The current capital commitments of orders in progress amounts to R85.6m or 33.13% of the amended capital budget of R258.3m.

Refer to the table on page 29 for the implementation status of the Top 10 Capital Projects.

No Adjustments Budget was tabled during this quarter.

The debt collection rate stood at 99,49% at the end of December 2025.

The positive cash flow remains stable and is in line with budgeted performance.

Resolutions

IN-YEAR REPORTS 2025/2026

This is the resolution that will be presented to Council when the In-Year Report is tabled:

RECOMMENDATION TO THE COUNCIL:

that the budget report and service delivery and budget implementation plan for the quarter ended December 2025, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003 and additional information, **be noted**.

Executive Summary

As the Auditor General completed the audit of the 2024/2025 financial statements the 'Audited Outcome' for 2024/2025 will be included after the tabling of the Annual Report in Council.

Revenue by Source

The Year-to-Date actual revenue is 0.56% above the YTD budget projections at the end of December 2025.

Borrowings

The balance of borrowings amounts to R361.8m at the end of December 2025.

Operating expenditure by vote & type

Current expenditure is 2.43% below YTD budget projections as at December 2025.

Capital expenditure

The YTD Capital expenditure amounts to R79.5m or 30.79% of the amended budget of R258.3m. The current capital commitments of orders in progress amounts to R85.6m or 33.13% of the amended capital budget of R258.3m.

Capital projects were funded from the following sources:

Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Funded by:									
National Government	-	76,207	76,207	11,280	19,912	31,150	(11,238)	-36%	76,207
Provincial Government	-	25,342	25,342	2,497	8,311	5,400	2,911	54%	25,342
District Municipality	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educ Institutions)	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	101,549	101,549	13,777	28,223	36,550	(8,327)	-23%	101,549
Borrowing	-	106,337	106,337	7,002	32,112	48,698	(16,586)	-34%	106,337
Internally generated funds	-	50,460	50,460	9,380	19,207	15,655	3,552	23%	50,460
Total Capital Funding	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346

Financial Position

In terms of the Statement of Financial Position, the current ratio at the end of December 2025 is at 4.88: 1, compared to 2.59: 1 at the end of June 2025.

Cash flows

The municipality started the year with a positive cash balance of R854.1 million. The December closing balance is R832.9 million. Refer to Supporting Table SC9 for more details on the cash position.

The commitments against cash are listed below:

Commitments against cash as at December 2025:	
Cash and cash equivalents	832,973,907
Commitments against cash:	
Unspent external loans	-36,974,827
Unspent rollover cash committed	-460,000
Unspent conditional receipts	-30,373,690
Surplus cash committed for Capital Budget	-30,793,410
Creditors/suppliers	-7,056,295
Housing development fund	-3,228,322
Self-insurance fund	-26,140,904
Re-payments of borrowings current year (interest + capital)	-45,112,108
Cash	<u>652,834,351</u>

Debt Collection

The collection rate gained traction during the Quarter 2 for the 2025/2026 financial year and at the end of December 2025 this stood at 99,49%, as compared to 98,11% on 30 June 2025.

Allocations received (National & Provincial Grants)

Grants totaling R69.6 were received during December 2025.

Spending on Grants

Spending on grants amounts to R19.4m for December 2025 which includes FMG, MIG, EPWP, INEP, WSIG, Resource funding for the establishment & support of Law Enforcement Rural Safety Unit & K9 Unit, Community Library Grant, spending on Construction Contracts and Housing Grant (Capex).

Material variances

The table below summarises variances for projected revenue and expenditure.

WC032 Overstrand - Supporting Table SC1 Material variance explanations - M06 December			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue	0.56%		
Expenditure By Type	-2.43%		
Capital Expenditure	-21.17%	Capital Commitments=R85.6m	
Financial Position In order			
Cash Flow In order			

Total Revenue (including capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	2,119,420	1,089,300	51.40%
Expenditure	2,112,340	983,104	46.54%
Surplus / (Deficit)	7,080	106,197	
Capital	258,346	79,541	30.79%

Total Revenue (excluding capital grants)

R thousand	Amended Budget	YearTD actual	% of Budget Received/Spent
Revenue	2,017,871	1,061,077	52.58%
Expenditure	2,112,340	983,104	46.54%
Surplus / (Deficit)	(94,469)	77,974	
Capital	258,346	79,541	30.79%

Performance in relation to SDBIP targets

See the comprehensive quarterly report included as Appendix 1 of this report.

Remedial or corrective steps

Refer to the SDBIP report.

In-year budget statement tables / ...

Table C1: s71 Monthly Budget Statement Summary

WC032 Overstrand - Table C1 Monthly Budget Statement Summary - M06 December

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	383,977	383,977	31,884	195,022	193,588	1,434	1%	383,977
Service charges	-	1,199,626	1,199,626	99,364	593,687	589,944	3,743	1%	1,199,626
Investment revenue	-	55,000	55,000	2,086	20,859	20,859	-		55,000
Transfers and subsidies - Operational	-	205,957	205,957	61,415	145,700	145,700	-		205,957
Other own revenue	-	173,311	173,311	21,494	105,809	105,060	749	1%	173,311
Total Revenue (excluding capital transfers and	-	2,017,871	2,017,871	216,242	1,061,077	1,055,151	5,926	1%	2,017,871
Employee costs	-	618,840	618,775	46,175	285,463	295,108	(9,645)	-3%	618,775
Remuneration of Councillors	-	14,012	14,012	1,153	6,917	7,006	(89)	-1%	14,012
Depreciation and amortisation	-	167,211	167,211	13,934	83,606	83,606	-		167,211
Interest	-	51,227	51,227	23,517	24,656	24,656	-		51,227
Inventory consumed and bulk purchases	-	632,328	630,377	43,874	278,182	282,796	(4,614)	-2%	630,377
Transfers and subsidies	-	16,770	16,770	1,285	9,060	9,060	-		16,770
Other expenditure	-	611,953	613,969	42,343	295,220	305,362	(10,142)	-3%	613,969
Total Expenditure	-	2,112,340	2,112,340	172,282	983,104	1,007,593	(24,489)	-2%	2,112,340
Surplus/(Deficit)	-	(94,469)	(94,469)	43,961	77,974	47,558	30,415	64%	(94,469)
Transfers and subsidies - capital (monetary allocations)	-	101,549	101,549	13,777	28,223	28,223	-		101,549
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	-	7,080	7,080	57,737	106,197	75,781	30,415	40%	7,080
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	-	7,080	7,080	57,737	106,197	75,781	30,415	40%	7,080
Capital expenditure & funds sources									
Capital expenditure	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346
Capital transfers recognised	-	101,549	101,549	13,777	28,223	36,550	(8,327)	-23%	101,549
Borrowing	-	106,337	106,337	7,002	32,112	48,698	(16,586)	-34%	106,337
Internally generated funds	-	50,460	50,460	9,380	19,207	15,655	3,552	23%	50,460
Total sources of capital funds	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346
Financial position									
Total current assets	-	942,343	942,343		1,106,225				942,343
Total non current assets	-	4,166,089	4,166,089		4,055,370				4,166,089
Total current liabilities	-	326,629	326,629		226,304				326,629
Total non current liabilities	-	693,169	693,169		659,748				693,169
Community wealth/Equity	-	4,088,634	4,088,634		4,275,543				4,088,634
Cash flows									
Net cash from (used) operating	-	223,747	223,747	48,798	185,763	185,830	67	0%	223,747
Net cash from (used) investing	-	(228,178)	(228,178)	(30,573)	(82,031)	(82,031)	-		(228,178)
Net cash from (used) financing	-	(59,454)	(59,454)	(121,339)	(124,822)	(124,822)	-		(59,454)
Cash/cash equivalents at the month/year end	-	723,115	723,115	-	832,974	765,977	(66,997)	-9%	790,178
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	115,566	9,250	7,812	7,527	5,470	2,477	9,253	52,736	210,091
Creditors Age Analysis									
Total Creditors	7,056	-	-	-	-	-	-	-	7,056

Table C2: Monthly Budget Statement – Financial Performance (standard classification)

WC032 Overstrand - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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
Revenue - Functional								%	
Governance and administration	-	558,698	558,698	67,422	298,502	297,581	921	0%	558,698
Executive and council	-	78,908	78,908	26,301	59,186	59,187	(0)	0%	78,908
Finance and administration	-	479,790	479,790	41,122	239,316	238,395	921	0%	479,790
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	-	190,872	190,872	20,346	101,280	94,554	6,726	7%	190,872
Community and social services	-	9,667	9,667	941	6,179	4,834	1,346	28%	9,667
Sport and recreation	-	42,443	42,443	7,210	21,924	20,339	1,585	8%	42,443
Public safety	-	71,012	71,012	5,677	35,125	35,506	(381)	-1%	71,012
Housing	-	67,750	67,750	6,519	38,051	33,875	4,177	12%	67,750
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	25,010	25,010	7,247	15,635	14,020	1,615	12%	25,010
Planning and development	-	15,605	15,605	1,245	8,599	7,802	796	10%	15,605
Road transport	-	6,430	6,430	6,002	6,605	4,730	1,876	40%	6,430
Environmental protection	-	2,975	2,975	-	431	1,487	(1,057)	-71%	2,975
Trading services	-	1,344,840	1,344,840	135,003	673,883	677,220	(3,336)	0%	1,344,840
Energy sources	-	803,779	803,779	73,549	407,231	408,990	(1,759)	0%	803,779
Water management	-	254,990	254,990	27,319	115,599	116,095	(496)	0%	254,990
Waste water management	-	151,900	151,900	18,837	80,960	81,850	(890)	-1%	151,900
Waste management	-	134,170	134,170	15,297	70,094	70,285	(192)	0%	134,170
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	-	2,119,420	2,119,420	230,019	1,089,300	1,083,374	5,926	1%	2,119,420
Expenditure - Functional									
Governance and administration	-	363,287	378,773	24,117	168,859	176,876	(8,016)	-5%	378,773
Executive and council	-	73,767	73,289	4,567	35,454	36,134	(680)	-2%	73,289
Finance and administration	-	284,657	300,622	19,231	131,066	138,310	(7,244)	-5%	300,622
Internal audit	-	4,863	4,863	320	2,340	2,431	(92)	-4%	4,863
Community and public safety	-	370,794	356,454	30,879	174,426	178,403	(3,977)	-2%	356,454
Community and social services	-	28,762	28,369	2,139	13,314	13,984	(670)	-5%	28,369
Sport and recreation	-	79,622	80,222	8,831	38,499	39,510	(1,011)	-3%	80,222
Public safety	-	212,178	197,632	15,622	90,520	92,815	(2,296)	-2%	197,632
Housing	-	50,232	50,232	4,288	32,093	32,093	-	-	50,232
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	243,372	242,262	19,762	98,808	101,298	(2,490)	-2%	242,262
Planning and development	-	63,589	62,479	3,836	24,036	25,707	(1,671)	-6%	62,479
Road transport	-	150,904	150,904	13,495	61,447	62,152	(705)	-1%	150,904
Environmental protection	-	28,879	28,879	2,431	13,325	13,439	(115)	-1%	28,879
Trading services	-	1,127,966	1,127,966	97,200	539,358	549,004	(9,646)	-2%	1,127,966
Energy sources	-	674,784	674,784	50,799	318,200	322,048	(3,848)	-1%	674,784
Water management	-	181,546	181,546	21,073	85,807	88,173	(2,366)	-3%	181,546
Waste water management	-	156,965	156,965	16,927	76,835	78,948	(2,114)	-3%	156,965
Waste management	-	114,670	114,670	8,401	58,516	59,835	(1,319)	-2%	114,670
Other	-	6,921	6,885	323	1,653	2,012	(359)	-18%	6,885
Total Expenditure - Functional	-	2,112,340	2,112,340	172,282	983,104	1,007,593	(24,489)	-2%	2,112,340
Surplus/ (Deficit) for the year	-	7,080	7,080	57,737	106,197	75,781	30,415	40%	7,080

This table reflects the operating budget (Financial Performance) in the standard classifications which are Functions and Sub-functions. These are used by National Treasury to assist in the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.

The main functional areas are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in functional classification, Table C2, and by municipal vote, Table C3.

Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

WC032 Overstrand - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06

Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Municipal Council	-	78,908	78,908	26,301	59,186	59,186	-		78,908
Vote 2 - Office of the Municipal Manager	-	515	515	40	562	257	305	118.4%	515
Vote 3 - Corporate Services	-	1,274	1,274	19	69	637	(568)	-89.1%	1,274
Vote 4 - Financial Services	-	477,666	477,666	41,042	238,923	237,333	1,590	0.7%	477,666
Vote 5 - Infrastructure Services	-	1,419,613	1,419,613	147,502	718,465	716,157	2,308	0.3%	1,419,613
Vote 6 - Community Services	-	52,939	52,939	8,212	28,508	26,491	2,017	7.6%	52,939
Vote 7 - Municipal Public Safety	-	71,012	71,012	5,677	35,125	35,506	(381)	-1.1%	71,012
Vote 8 - Planning and Development	-	17,494	17,494	1,226	8,461	7,807	655	8.4%	17,494
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
Total Revenue by Vote	-	2,119,420	2,119,420	230,019	1,089,300	1,083,374	5,926	0.5%	2,119,420
Expenditure by Vote									
Vote 1 - Municipal Council	-	55,516	55,516	3,606	29,286	29,748	(461)	-1.6%	55,516
Vote 2 - Office of the Municipal Manager	-	33,702	33,702	1,832	11,721	13,851	(2,130)	-15.4%	33,702
Vote 3 - Corporate Services	-	82,589	82,589	5,279	35,446	38,294	(2,848)	-7.4%	82,589
Vote 4 - Financial Services	-	171,468	171,468	12,101	84,971	87,734	(2,763)	-3.1%	171,468
Vote 5 - Infrastructure Services	-	1,293,520	1,293,520	110,300	608,258	613,325	(5,067)	-0.8%	1,293,520
Vote 6 - Community Services	-	203,116	203,116	19,047	94,250	98,235	(3,984)	-4.1%	203,116
Vote 7 - Municipal Public Safety	-	201,555	201,555	15,244	89,237	93,077	(3,840)	-4.1%	201,555
Vote 8 - Planning and Development	-	70,875	70,875	4,873	29,934	33,330	(3,395)	-10.2%	70,875
Vote 9 - Costing Services	-	-	-	-	-	-	-		-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-		-
Total Expenditure by Vote	-	2,112,340	2,112,340	172,282	983,104	1,007,593	(24,489)	-2.4%	2,112,340
Surplus/ (Deficit) for the year	-	7,080	7,080	57,737	106,197	75,781	30,415	40.1%	7,080

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality which comprises the following directorates: Municipal Council; Office of the Municipal Manager; Corporate Services; Financial Services; Infrastructure Services; Community Services; Municipal Public Safety & Planning and Development.

Unauthorised expenditure by year-end would occur, either for the municipality as a whole if the adjusted budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific vote/s were overspent. During the financial year some of the figures are influenced by transactions that occur annually only.

Table C4: Monthly Budget Statement – Financial Performance (revenue and expenditure)

WC032 Overstrand - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	2024/25	Budget Year 2025/26								
	R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Revenue										
Exchange Revenue			1,368,101	1,368,101	114,594	686,045	682,092	3,953	1%	1,368,101
Service charges - Electricity			745,540	745,540	57,937	372,779	374,013	(1,234)	0%	745,540
Service charges - Water			209,109	209,109	20,672	100,468	97,584	2,883	3%	209,109
Service charges - Waste Water Management			129,533	129,533	11,681	64,429	62,068	2,362	4%	129,533
Service charges - Waste management			115,444	115,444	9,073	56,011	56,279	(268)	0%	115,444
Sale of Goods and Rendering of Services			63,725	63,725	8,407	44,915	44,915	-	-	63,725
Agency services			7,500	7,500	527	3,795	3,750	45	1%	7,500
Interest			0	0	-	-	-	-	-	0
Interest earned from Receivables			12,500	12,500	766	3,407	3,542	(135)	-4%	12,500
Interest earned from Current and Non Current Assets			55,000	55,000	2,086	20,859	20,859	-	-	55,000
Dividends			-	-	-	-	-	-	-	-
Rent on Land			452	452	94	626	626	-	-	452
Rental from Fixed Assets			7,544	7,544	748	4,637	4,338	300	7%	7,544
Licence and permits			780	780	116	694	694	-	-	780
Special rating levies			15,420	15,420	1,289	7,815	7,815	-	-	15,420
Operational Revenue			5,554	5,554	1,199	5,610	5,610	-	-	5,554
Non-Exchange Revenue			649,770	649,770	101,648	375,033	373,059	1,973	1%	649,770
Property rates			383,977	383,977	31,884	195,022	193,588	1,434	1%	383,977
Surcharges and Taxes			-	-	-	-	-	-	-	-
Fines, penalties and forfeits			52,537	52,537	4,417	26,834	26,268	566	2%	52,537
Licence and permits			2,000	2,000	139	1,001	1,000	1	0%	2,000
Transfer and subsidies - Operational			205,957	205,957	61,415	145,700	145,700	-	-	205,957
Interest			2,300	2,300	179	672	700	(27)	-4%	2,300
Fuel Levy			-	-	-	-	-	-	-	-
Operational Revenue			-	-	-	-	-	-	-	-
Gains on disposal of Assets			-	-	-	-	-	-	-	-
Other Gains			3,000	3,000	3,614	5,803	5,803	-	-	3,000
Discontinued Operations			-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and			2,017,871	2,017,871	216,242	1,061,077	1,055,151	5,926	1%	2,017,871
Expenditure By Type										
Employee related costs			618,840	618,775	46,175	285,463	295,108	(9,645)	-3%	618,775
Remuneration of councillors			14,012	14,012	1,153	6,917	7,006	(89)	-1%	14,012
Bulk purchases - electricity			556,160	556,160	38,898	249,439	252,800	(3,361)	-1%	556,160
Inventory consumed			76,168	74,217	4,976	28,744	29,996	(1,253)	-4%	74,217
Debt impairment			70,770	70,770	5,897	35,385	35,385	-	-	70,770
Depreciation and amortisation			167,211	167,211	13,934	83,606	83,606	-	-	167,211
Interest			51,227	51,227	23,517	24,656	24,656	-	-	51,227
Contracted services			356,644	357,707	34,036	129,071	135,631	(6,560)	-5%	357,707
Transfers and subsidies			16,770	16,770	1,285	9,060	9,060	-	-	16,770
Irrecoverable debts written off			20,000	20,000	(6,843)	55,048	55,048	-	-	20,000
Operational costs			164,539	165,492	9,252	75,716	79,298	(3,582)	-5%	165,492
Losses on Disposal of Assets			-	-	-	-	-	-	-	-
Other Losses			-	-	-	-	-	-	-	-
Total Expenditure			2,112,340	2,112,340	172,282	983,104	1,007,593	(24,489)	-2%	2,112,340
Surplus/(Deficit)			(94,469)	(94,469)	43,961	77,974	47,558	30,415	0	(94,469)
Transfers and subsidies - capital (monetary allocations)			101,549	101,549	13,777	28,223	28,223	-	-	101,549
Transfers and subsidies - capital (in-kind)			-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions			7,080	7,080	57,737	106,197	75,781			7,080
Income Tax			-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax			7,080	7,080	57,737	106,197	75,781			7,080
Share of Surplus/Deficit attributable to Joint Venture			-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities			-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality			7,080	7,080	57,737	106,197	75,781			7,080
Share of Surplus/Deficit attributable to Associate			-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions			-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year			7,080	7,080	57,737	106,197	75,781			7,080

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 0.56% above the YTD budget projections.

Current expenditure is 2.43% below YTD budget projections for December 2025.

Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

WC032 Overstrand - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Municipal Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services	-	3,315	3,315	-	2,666	1,657	1,008	61%	3,315
Vote 4 - Financial Services	-	8,420	8,420	2,005	6,046	4,210	1,836	44%	8,420
Vote 5 - Infrastructure Services	-	215,840	215,840	15,995	55,077	84,525	(29,448)	-35%	215,840
Vote 6 - Community Services	-	2,925	2,925	907	1,049	1,312	(263)	-20%	2,925
Vote 7 - Municipal Public Safety	-	3,792	3,392	-	57	1,446	(1,389)	-96%	3,792
Vote 8 - Planning and Development	-	29	29	-	17	15	2	15%	29
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	-	234,321	233,921	18,907	64,912	93,165	(28,253)	-30%	234,321
Single Year expenditure appropriation									
Vote 1 - Municipal Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	15	15	5	5	8	(2)	-29%	15
Vote 3 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services	-	16,060	16,460	5,112	7,690	4,030	3,660	91%	16,060
Vote 5 - Infrastructure Services	-	7,950	7,950	6,134	6,934	3,700	3,234	87%	7,950
Vote 6 - Community Services	-	-	-	-	-	-	-	-	-
Vote 7 - Municipal Public Safety	-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development	-	-	-	-	-	-	-	-	-
Vote 9 - Costing Services	-	-	-	-	-	-	-	-	-
Vote 10 - Main Ledger Services	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	-	24,025	24,425	11,251	14,629	7,738	6,892	89%	24,025
Total Capital Expenditure	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346
Capital Expenditure - Functional Classification									
Governance and administration	-	3,500	3,500	5	2,671	1,750	921	53%	3,500
Executive and council	-	70	70	5	5	35	(30)	-85%	70
Finance and administration	-	3,430	3,430	-	2,666	1,715	951	55%	3,430
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	-	72,520	72,520	6,814	22,113	24,639	(2,526)	-10%	72,520
Community and social services	-	6,625	6,625	-	2,721	163	2,558	1574%	6,625
Sport and recreation	-	33,901	33,901	4,317	11,023	16,000	(4,977)	-31%	33,901
Public safety	-	7,452	7,452	-	57	3,476	(3,419)	-98%	7,452
Housing	-	24,542	24,542	2,497	8,311	5,000	3,311	66%	24,542
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	18,954	18,954	8,141	12,244	9,202	3,042	33%	18,954
Planning and development	-	1,554	1,554	2	64	777	(713)	-92%	1,554
Road transport	-	17,400	17,400	8,139	12,180	8,425	3,755	45%	17,400
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	-	163,372	163,372	15,198	42,513	65,312	(22,798)	-35%	163,372
Energy sources	-	60,218	60,218	7,328	12,665	19,955	(7,290)	-37%	60,218
Water management	-	63,653	63,653	4,846	22,787	30,127	(7,340)	-24%	63,653
Waste water management	-	34,560	34,560	3,025	7,061	12,760	(5,699)	-45%	34,560
Waste management	-	4,940	4,940	-	-	2,470	(2,470)	-100%	4,940
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346
Funded by:									
National Government	-	76,207	76,207	11,280	19,912	31,150	(11,238)	-36%	76,207
Provincial Government	-	25,342	25,342	2,497	8,311	5,400	2,911	54%	25,342
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	-	101,549	101,549	13,777	28,223	36,550	(8,327)	-23%	101,549
Borrowing	-	106,337	106,337	7,002	32,112	48,698	(16,586)	-34%	106,337
Internally generated funds	-	50,460	50,460	9,380	19,207	15,655	3,552	23%	50,460
Total Capital Funding	-	258,346	258,346	30,158	79,541	100,903	(21,361)	-21%	258,346

Capital expenditure is 21.17% below the Year-to-Date budget projections. Refer to the table on page 29 for the implementation status of the Top 10 Capital Projects.

Table C6: Monthly Budget Statement - Financial Position

WC032 Overstrand - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	2024/25	Budget Year 2025/26			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD Actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash and cash equivalents		723,115	723,115	832,974	723,115
Trade and other receivables from exchange transactions		110,653	110,653	92,794	110,653
Receivables from non-exchange transactions		35,577	35,577	28,171	35,577
Current portion of non-current receivables		-	-	-	-
Inventory		15,588	15,588	14,336	15,588
VAT		1,800	1,800	14,683	1,800
Other current assets		55,610	55,610	123,267	55,610
Total current assets	-	942,343	942,343	1,106,225	942,343
Non current assets					
Investments		8,400	8,400	15,608	8,400
Investment property		168,225	168,225	167,369	168,225
Property, plant and equipment		3,871,372	3,871,372	3,754,502	3,871,372
Biological assets		-	-	-	-
Living and non-living resources		980	980	681	980
Heritage assets		109,625	109,625	109,625	109,625
Intangible assets		7,488	7,488	7,585	7,488
Trade and other receivables from exchange transactions		-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-
Other non-current assets		-	-	-	-
Total non current assets	-	4,166,089	4,166,089	4,055,370	4,166,089
TOTAL ASSETS	-	5,108,433	5,108,433	5,161,595	5,108,433
LIABILITIES					
Current liabilities					
Bank overdraft		-	-	-	-
Financial liabilities		61,383	61,383	26,183	61,383
Consumer deposits		69,665	69,665	63,199	69,665
Trade and other payables from exchange transactions		133,297	133,297	56,772	133,297
Trade and other payables from non-exchange transactions		-	-	30,374	-
Provision		48,242	48,242	39,157	48,242
VAT		6,076	6,076	6,942	6,076
Other current liabilities		7,966	7,966	3,678	7,966
Total current liabilities	-	326,629	326,629	226,304	326,629
Non current liabilities					
Financial liabilities		360,476	360,476	335,584	360,476
Provision		186,928	186,928	186,049	186,928
Long term portion of trade payables		-	-	-	-
Other non-current liabilities		145,765	145,765	138,115	145,765
Total non current liabilities	-	693,169	693,169	659,748	693,169
TOTAL LIABILITIES	-	1,019,798	1,019,798	886,052	1,019,798
NET ASSETS	-	4,088,634	4,088,634	4,275,543	4,088,634
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)		4,085,404	4,085,404	4,272,315	4,085,404
Reserves and funds		3,231	3,231	3,228	3,231
Other		-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	-	4,088,634	4,088,634	4,275,543	4,088,634

The statement of financial position is in line with expectations for the financial year.

Table C7: Monthly Budget Statement - Cash Flow

WC032 Overstrand - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description R thousands	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
CASH FLOW FROM OPERATING ACTIVITIES									%
Receipts									
Property rates		395,671	395,671	32,739	204,779	204,760	19	0%	395,671
Service charges		1,191,297	1,191,297	98,458	619,077	618,879	199	0%	1,191,297
Other revenue		95,718	95,718	13,642	120,931	120,931	-		95,718
Transfers and Subsidies - Operational		205,957	205,957	59,756	153,984	153,984	-		205,957
Transfers and Subsidies - Capital		101,549	101,549	5,731	47,301	47,301	-		101,549
Interest		55,000	55,000	3,031	24,939	24,939	-		55,000
Dividends		-	-	-	-	-	-		-
Payments									
Suppliers and employees		(1,753,448)	(1,753,448)	(139,756)	(951,530)	(951,246)	284	0%	(1,753,448)
Interest		(51,227)	(51,227)	(23,517)	(24,656)	(24,656)	-		(51,227)
Transfers and Subsidies		(16,770)	(16,770)	(1,285)	(9,060)	(9,060)	-		(16,770)
NET CASH FROM/(USED) OPERATING ACTIVITIES	-	223,747	223,747	48,798	185,763	185,830	67	0%	223,747
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-		-
Decrease (increase) in non-current investments		30,167	30,167	(415)	(2,490)	(2,490)	-		30,167
Payments									
Capital assets		(258,346)	(258,346)	(30,158)	(79,541)	(79,541)	-		(258,346)
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(228,178)	(228,178)	(30,573)	(82,031)	(82,031)	-		(228,178)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		90,000	90,000	-	-	-	-		90,000
Increase (decrease) in consumer deposits		5,200	5,200	(1,254)	(75)	(75)	-		5,200
Payments									
Repayment of borrowing		(154,654)	(154,654)	(120,084)	(124,746)	(124,746)	-		(154,654)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	(59,454)	(59,454)	(121,339)	(124,822)	(124,822)	-		(59,454)
NET INCREASE/ (DECREASE) IN CASH HELD	-	(63,885)	(63,885)	(103,114)	(21,090)	(21,023)			(63,885)
Cash/cash equivalents at beginning:		787,000	787,000		854,064	787,000			854,064
Cash/cash equivalents at month/year end:	-	723,115	723,115		832,974	765,977			790,178

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R 832.9 million.

The municipality started the year with a positive cash balance of R854.1 million. The December closing balance is R832.9 million. Refer to Supporting Table SC9 for more details on the cash position.

Supporting Table SC9: Monthly Budget Statement – Actual & revised targets for cash receipts & cash flows

WC032 Overstrand - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Budget Year 2025/26												2025/26 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	September Outcome	October Outcome	November Outcome	December Outcome	January Budget	February Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousands															
Cash Receipts By Source															
Property rates	33,790	36,590	33,052	31,753	36,854	32,739	-	-	-	-	-	-	395,671	419,108	443,938
Service charges - Electricity revenue	55,670	67,169	66,503	75,047	57,579	59,034	-	-	-	-	-	-	745,029	790,596	838,032
Service charges - Water revenue	16,266	14,207	15,769	23,435	16,555	18,571	-	-	-	-	-	-	205,517	217,229	230,263
Service charges - Waste Water Management	10,837	9,789	10,658	16,138	11,211	11,475	-	-	-	-	-	-	127,298	138,469	146,786
Service charges - Waste Management	9,437	8,939	10,264	15,479	9,668	9,378	-	-	-	-	-	-	113,453	120,518	127,740
Rental of facilities and equipment	548	991	924	1,165	913	730	-	-	-	-	-	-	7,996	8,475	8,983
Interest earned - external investments	4,191	2,070	4,236	4,124	4,152	2,086	-	-	-	-	-	-	55,000	58,300	61,798
Interest earned - outstanding debtors	1,110	1,233	(55)	(63)	910	945	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	4,354	4,324	4,649	4,385	4,706	4,417	-	-	-	-	-	-	8,017	5,890	3,658
Licences and permits	247	298	356	291	247	255	-	-	-	-	-	-	2,780	2,947	3,124
Agency services	566	706	703	713	580	527	-	-	-	-	-	-	7,500	7,950	8,427
Transfers and Subsidies - Operational	74,678	5,389	9,577	(2)	4,458	59,756	-	-	-	-	-	-	205,957	210,874	218,553
Other revenue	15,080	12,395	12,069	20,247	8,600	7,350	-	-	-	-	-	-	69,426	47,416	30,235
Cash Receipts by Source	226,774	164,099	168,707	192,711	156,433	207,262	-	-	-	-	-	-	1,943,643	2,027,772	2,121,537
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	9,668	10,767	5,046	11,079	5,138	5,731	-	-	-	-	-	-	101,549	77,043	52,375
Transfers and subsidies - capital (monetary allocations)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	90,000	70,000	80,000
Increase (decrease) in consumer deposits	836	(3)	(28)	143	241	(1,254)	-	-	-	-	-	-	5,200	2,050	2,050
VAT Control (receipts)	1,117	(8,780)	16	(4,141)	674	363	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	(415)	(415)	(415)	(415)	(415)	(415)	-	-	-	-	-	-	30,167	(360)	-
Total Cash Receipts by Source	237,979	165,688	173,326	199,378	162,070	211,687	-	-	-	-	-	-	2,170,559	2,176,505	2,255,962
Cash Payments by Type															
Employee related costs	35,983	48,043	42,719	43,284	67,418	45,048	-	-	-	-	-	-	604,571	635,864	666,604
Remuneration of councillors	1,153	1,153	1,153	1,153	1,153	1,153	-	-	-	-	-	-	14,012	15,062	16,151
Interest	(10)	300	479	-	370	23,517	-	-	-	-	-	-	51,227	44,657	45,526
Bulk purchases - Electricity	14	66,036	59,318	42,950	42,223	38,898	-	-	-	-	-	-	556,160	585,970	622,242
Acquisitions - water & other inventory	1,043	4,624	5,217	7,391	5,493	4,976	-	-	-	-	-	-	76,168	75,536	82,189
Contracted services	506	17,785	22,533	30,183	24,028	34,036	-	-	-	-	-	-	356,644	375,949	400,663
Transfers and subsidies - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - other	1,285	2,635	1,285	1,285	1,285	1,285	-	-	-	-	-	-	16,770	17,487	18,128
Other expenditure	95,476	17,839	27,218	64,110	16,261	15,645	-	-	-	-	-	-	145,894	113,096	112,761
Cash Payments by Type	135,449	158,415	159,922	190,356	158,231	164,558	-	-	-	-	-	-	1,821,445	1,863,622	1,964,263
Other Cash Flows/Payments by Type															
Capital assets	3,932	9,699	7,773	11,957	16,022	30,158	-	-	-	-	-	-	258,346	147,043	132,375
Repayment of borrowing	(0)	1,380	1,785	-	1,496	120,084	-	-	-	-	-	-	154,654	61,383	72,116
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	139,380	169,493	169,480	202,313	175,750	314,801	-	-	-	-	-	-	2,234,444	2,072,048	2,168,754
NET INCREASE/(DECREASE) IN CASH HELD	98,599	(3,806)	3,846	(2,935)	(13,680)	(103,114)	-	-	-	-	-	-	(63,885)	104,457	87,208
Cash/cash equivalents at the month/year beginning:	854,064	952,663	948,857	952,703	949,768	936,088	832,974	832,974	832,974	832,974	832,974	832,974	854,064	790,178	894,635
Cash/cash equivalents at the month/year end:	952,663	948,857	952,703	949,768	936,088	832,974	832,974	832,974	832,974	832,974	832,974	832,974	790,178	894,635	981,842

This supporting table gives details of information summarised in Table C7.

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

(This table represents the debtors billing system representing the state of all debtors, including payments received in advance)

WC032 Overstrand - 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.o 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													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	30,933	1,756	1,400	1,279	859	489	1,371	10,185	48,272	14,183	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	41,051	3,968	3,462	3,323	2,503	785	2,112	6,373	63,576	15,096	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	33,171	957	610	515	539	348	1,833	8,210	46,184	11,445	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	15,057	1,032	856	720	508	241	808	3,242	22,464	5,519	-	-
Receivables from Exchange Transactions - Waste Management	1600	12,081	971	885	767	496	250	851	3,205	19,504	5,568	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	911	84	61	151	21	15	20	124	1,387	332	-	-
Interest on Arrear Debtor Accounts	1810	455	118	165	215	164	91	600	14,066	15,875	15,137	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	(18,092)	364	373	556	380	258	1,659	7,331	(7,171)	10,184	-	-
Total By Income Source	2000	115,566	9,250	7,812	7,527	5,470	2,477	9,253	52,736	210,091	77,463	-	-
2024/25 - totals only		108,141	6,422	5,488	4,155	3,458	3,562	27,587	62,664	221,487	101,426	-	-
Debtors Age Analysis By Customer Group													
Organs of State	2200	1,141	409	319	344	376	219	377	3,266	6,452	4,583	-	-
Commercial	2300	15,507	1,122	1,023	1,186	765	43	270	3,561	23,476	5,824	-	-
Households	2400	101,335	7,710	6,468	5,993	4,326	2,213	8,578	45,783	182,406	66,893	-	-
Other	2500	(2,417)	9	3	3	2	3	28	126	(2,242)	163	-	-
Total By Customer Group	2600	115,566	9,250	7,812	7,527	5,470	2,477	9,253	52,736	210,091	77,463	-	-

The debtors' 12-month rolling average payment rate is 99,49% at the end of December 2025.

Summary of Indigent Households

	Indigent Households	Other Households	Total Households	
2025				
July	5,610	33,061	38,671	14.51%
August	5,406	34,139	39,545	13.67%
September	5,537	34,009	39,546	14.00%
October	6,197	33,109	39,306	15.77%
November	7,744	31,702	39,446	19.63%
December	7,803	31,499	39,302	19.85%
2026				
January				
February				
March				
April				
May				
June				

Monthly FBS (Free Basic Services)

Free Basic Water				Free Basic Sanitation			
No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. 6 kilolitres per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (e.g. VIP toilets)
7803			10KL	7803	0	7803	waterborne
Free Basic Electricity				Free Basic Refuse Removal			
Beneficiaries provided by Eskom	Beneficiaries provided by Municipality	Non-grid energy Beneficiaries	level of Service (e.g. 50 Kwh per household)	No. of Indigent (poor) beneficiaries	No. of other beneficiaries (non indigent)	Total beneficiaries	level of Service (type of subsidy)
99	7704		70kWh	7803	0	7803	Total monthly levy

Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total -	Older than 30 Days	Older than 90 days
2025/2026											
June											
May											
April											
March											
February											
January											
December	137,425,133	9,250,207	7,812,195	7,526,554	5,469,945	2,477,280	9,253,022	52,735,877	231,950,212	94,525,079	77,462,677
November	134,466,233	10,945,705	9,119,377	6,488,577	2,762,064	2,148,960	9,060,542	52,416,544	227,408,003	92,941,770	72,876,687
October	80,919,593	10,893,754	7,207,530	3,105,035	2,352,955	1,792,121	14,497,756	46,391,771	167,160,516	86,240,923	68,139,639
September	143,229,388	12,554,482	7,179,238	4,654,290	3,785,304	3,932,567	23,799,930	70,326,049	269,461,248	126,231,860	106,498,141
Augustus	139,532,017	10,409,510	6,057,729	4,563,445	4,762,071	3,707,482	25,663,964	70,903,053	265,599,271	126,067,254	109,600,015
July	145,026,865	7,155,849	4,837,988	4,825,796	3,874,454	3,304,686	26,876,344	65,991,425	261,893,408	116,866,542	104,872,705

Government Debt

Overstrand Municipality as at 31/12/2025		Total Debt	Services	Rates	Other
Department Responsible for the Debt					
NPW 2227		5,235,698.34	2,789,538.80	2,446,159.54	-
WCED 2251		400,284.87	400,284.87	-	-
OTHER 2255		35,247.99	35,247.99	-	-
HEALTH 2252		258,682.93	258,682.93	-	-
TPW 2256		407,459.03	(179,317.73)	586,776.76	-
HUMAN SETTLE 2215		102,847.04	102,847.04	-	-
HOUSING 2253		5,154.22	5,154.22	-	-
OTHER MUNICIPALITIES 2276		6,541.10	6,541.10	-	-
TOTAL OUTSTANDING		6,451,915.52	3,418,979.22	3,032,936.30	-

Creditors' analysis

Supporting Table SC4

WC032 Overstrand - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2025/26									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	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	7,056	-	-	-	-	-	-	-	7,056	6,361
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	7,056	-	-	-	-	-	-	-	7,056	6,361

Supporting Table SC4 reflects current creditors at the end of December 2025.

The payment of creditors is within requirements of the MFMA.

Investment portfolio analysis

Supporting Table SC5

WC032 Overstrand - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commissio n Paid (Rands)	Commissio n 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													
LIBERTY 159344476	15 YEARS	Policy	Yes	Yes	No	No	No	01/09/2025	29,939	1,202		125	31,266
LIBERTY 21196964	14 YEARS	Policy	Yes	Yes	No	No	No	30/06/2025	54,282	2,214		260	56,757
MOMENTUM MP 3853776	14 YEARS	Policy	Yes	Yes	No	No	No	01/07/2026	8,259	198		30	8,487
ABSA 9331734880	DEP PLUS	DEP PLUS	Yes	Yes	Yes	No	No		10,268	54	-53473.63		10,269
ABSA 2082123676	364 days	FIXED DEP	Yes	Yes	Yes	No	No	30/06/2026	100,000				100,000
ABSA 2081694232	180 days	FIXED DEP	Yes	Yes	Yes	No	No	19/01/2026	100,000				100,000
Standard Bank 288434005-041	184 days	FIXED DEP	Yes	Yes	Yes	No	No	29/01/2026	100,000				100,000
ABSA 2082159516	184 days	FIXED DEP	Yes	Yes	Yes	Yes	Yes	29/01/2026	100,000				100,000
Standard Bank 288434005-043	181 days	FIXED DEP	Yes	Yes	Yes	Yes	Yes	30/03/2026	100,000				100,000
ABSA 2082272279	181days	FIXED DEP	Yes	Yes	Yes	Yes	Yes	30/04/2026	100,000				100,000
Municipality sub-total									702,750	3,667		415	706,779
TOTAL INVESTMENTS AND INTEREST									702,750	3,667		415	706,779

Surplus cash not immediately required is invested in call and monthly deposits.

Long-term investments relate to the sinking fund investments. These investments at maturity are intended to redeem a capital loan of R100m in 2026. The three investments comply with legislative prescriptions (investment instruments).

The performance of these investments was severely impacted by COVID with the temporary financial market collapse in March 2020. The relative instability of the financial markets since then is still hampering the trajectory of the values up to maturity.

This matter was considered at the time by the executive mayor, accounting officer and chief financial officer, as well as subsequently, a conservative approach in remaining with the initial investment as it is directly linked to the cession agreement. Any market fluctuations possibly negatively impacting on the maturity value of the contract investments are provided in the cash flows of the 2025/2026 MTREF to ensure full settlement of the redemption.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

WC032 Overstrand - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	-	183,866	183,866	59,756	138,271	138,271	-		183,866
Operational Revenue: General Revenue: Equitable Share		179,268	179,268	59,756	134,451	134,451	-		179,268
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		2,588	2,588		1,810	1,810	-		2,588
Local Government Financial Management Grant [Schedule 5B]		1,800	1,800		1,800	1,800	-		1,800
Municipal Infrastructure Grant [Schedule 5B]		210	210		210	210	-		210
Provincial Government:	-	61,906	61,906	4,114	40,589	40,589	-		61,906
Title Deeds Restoration Grant		97	97		-	-	-		97
Community Library Services Grant		8,824	8,824		5,883	5,883	-		8,824
Thusing Services Centres Grant		150	150		-	-	-		150
Resource funding for the establish & support of K9 Unit		4,350	4,350		4,350	4,350	-		4,350
Community Development Workers		76	76		-	-	-		76
Financial Management Capability Grant		672	672		672	672	-		672
Maintenance & Construction of Transport Infrastructure		130	130		-	-	-		130
Resource funding for the est of Law Enforcement Rural Safety Unit		4,317	4,317		4,317	4,317	-		4,317
Human Settlements Dev & Informal Settlement Upgrading Partnership Grant		42,790	42,790	4,114	24,867	24,867	-		42,790
Municipal Fire Service Capacity Support Grant		500	500		500	500	-		500
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-		-
Other grant providers:	-	2,975	2,975	-	512	512	-		2,975
Departmental Agencies and Accounts		2,600	2,600		305	305	-		2,600
Foreign Government and International Organisations		375	375		207	207	-		375
Total Operating Transfers and Grants	-	248,747	248,747	63,870	179,371	179,371	-		248,747
Capital Transfers and Grants									
National Government:	-	76,207	76,207	-	29,560	29,560	-		76,207
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		13,908	13,908		9,041	9,041	-		13,908
Municipal Infrastructure Grant [Schedule 5B]		33,872	33,872		16,519	16,519	-		33,872
Local Government Financial Management Grant [Schedule 5B]		-	-		-	-	-		-
Water Services Infrastructure Grant [Schedule 5B]		28,427	28,427		4,000	4,000	-		28,427
Provincial Government:	-	25,342	25,342	5,731	17,380	17,380	-		25,342
Human Settlements Dev & Informal Settlement Upgrading Partnership Grant		24,542	24,542	4,931	16,580	16,580	-		24,542
Non-motorised Transport Infrastructure Grant		-	-	-	-	-	-		-
Regional Socio Economic Projects		800	800	800	800	800	-		800
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts		-	-	-	-	-	-		-
Foreign Government and International Organisations		-	-	-	-	-	-		-
Households		-	-	-	-	-	-		-
Total Capital Transfers and Grants	-	101,549	101,549	5,731	46,940	46,940	-		101,549
TOTAL RECEIPTS OF TRANSFERS & GRANTS	-	350,296	350,296	69,601	226,312	226,312	-		350,296

Grant receipts are monitored according to the payment schedule. Year to date actuals only reflects actual receipts for 2025/2026.

Another letter was received from Department of Corporate Governance (DCoG) regarding the intention to withhold the Municipal Infrastructure Grant (MIG) transfer from the municipality in terms of section 17 of the Division of Revenue Act, No. 2 of 2025 (DORA). In line with the above cited section of the DORA, the DCoG intends to invoke section 17(1) and withholding the December transfer for a period not exceeding 30 days.

The municipality had 7 days from receipt of the letter to submit written representation to DCoG as to why the allocation should not be withheld.

The municipality submitted a written response to Department of Corporate Governance and no feedback received to date.

Supporting Table SC7 – Grant expenditure

WC032 Overstrand - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	-	4,598	4,598	200	1,407	1,407	-		4,598
Operational Revenue:General Revenue:Equitable Share									
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		2,588	2,588	142	997	997	-		2,588
Local Government Financial Management Grant [Schedule 5B]		1,800	1,800	59	333	333	-		1,800
Municipal Disaster Grant [Schedule 5B]		-	-	-	-	-	-		-
Municipal Infrastructure Grant [Schedule 5B]		210	210		78	78	-		210
Provincial Government:	-	61,906	61,906	5,458	38,997	38,997	-		61,906
Title Deeds Resrbration Grant		97	97		-	-	-		97
Community Library Services Grant		8,824	8,824	845	5,638	5,638	-		8,824
Thusong Services Centres Grant		150	150		-	-	-		150
Resource funding for the establish & support of K9 Unit		4,350	4,350	270	1,824	1,824	-		4,350
Community Development Workers		76	76		-	-	-		76
Financial Management Capability Grant		672	672		-	-	-		672
Maintenance & Construction of Transport Infrastructure		130	130		-	-	-		130
Resource funding for the est of Law Enforcement Rural Safety Unit		4,317	4,317	344	1,949	1,949	-		4,317
Human Settlements Dev & Informal Settlement Upgrading Partnership Grant		42,790	42,790	4,000	29,586	29,586	-		42,790
Municipal Fire Service Capacity Support Grant		500	500		-	-	-		500
Municipal Service Delivery and Capacity Building Grant		-	-	-	-	-	-		-
Library Service Replacement Funding for most vulnerable B3 Municipalities		-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-		-
Other grant providers:	-	2,975	2,975	-	431	431	-		2,975
Departmental Agencies and Accounts		2,600	2,600		305	305	-		2,600
Foreign Government and International Organisations		375	375		126	126	-		375
Households		-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	-	69,479	69,479	5,659	40,835	40,835	-		69,479
Capital expenditure of Transfers and Grants									
National Government:	-	76,207	76,207	11,280	19,912	19,912	-		76,207
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		13,908	13,908	691	1,251	1,251	-		13,908
Municipal Infrastructure Grant [Schedule 5B]		33,872	33,872	9,196	16,702	16,702	-		33,872
Local Government Financial Management Grant [Schedule 5B]		-	-	-	-	-	-		-
Water Services Infrastructure Grant [Schedule 5B]		28,427	28,427	1,393	1,959	1,959	-		28,427
Municipal Disaster Relief Grant		-	-	-	-	-	-		-
Provincial Government:	-	25,342	25,342	2,497	8,311	8,311	-		25,342
Human Settlements Dev & Informal Settlement Upgrading Partnership Grant		24,542	24,542	2,497	8,311	8,311	-		24,542
Non-motorised Transport Infrastructure Grant									
Regional Socio Economic Projects		800	800	-	-	-	-		800
District Municipality:	-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Departmental Agencies and Accounts		-	-	-	-	-	-		-
Foreign Government and International Organisations		-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	-	101,549	101,549	13,777	28,223	28,223	-		101,549
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	-	171,028	171,028	19,435	69,058	69,058	-		171,028

Grant expenditure is monitored against grant receipts.

Supporting Table SC7(2) – Expenditure against approved rollovers

This table does not yet reflect in the mSCOA V6.9 C-Schedule Template

A roll-over application was submitted to Provincial Treasury in August 2025 for unspent Financial Management Capability Grant (FMCG) funds. The roll-over application was not approved and the unspent grants relating to the (FMCG) paid back to the transferring department.

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

WC032 Overstrand - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages		12,742	12,742	1,047	6,283	6,371	(89)	-1%	12,742
Pension and UIF Contributions		-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-
Cellphone Allowance		1,269	1,269	106	635	635	-	-	1,269
Housing Allowances		-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-
Sub Total - Councillors		14,012	14,012	1,153	6,917	7,006	(89)	-1%	14,012
Senior Managers of the Municipality									
Basic Salaries and Wages		12,377	12,377	555	3,878	6,189	(2,310)	-37%	12,377
Pension and UIF Contributions		-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-
Performance Bonus		229	229	-	-	114	(114)	-100%	229
Motor Vehicle Allowance		-	-	-	-	-	-	-	-
Cellphone Allowance		221	221	8	59	110	(52)	-47%	221
Housing Allowances		-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		12,827	12,827	563	3,937	6,413	(2,477)	-39%	12,827
Other Municipal Staff									
Basic Salaries and Wages		382,372	380,562	28,463	163,366	167,766	(4,401)	-3%	380,562
Pension and UIF Contributions		57,015	57,017	4,594	27,222	28,308	(1,086)	-4%	57,017
Medical Aid Contributions		19,278	19,278	1,533	9,236	9,939	(704)	-7%	19,278
Overtime		59,290	60,790	5,997	27,701	28,395	(694)	-2%	60,790
Performance Bonus		549	480	40	240	240	0	0%	480
Motor Vehicle Allowance		8,438	8,543	621	3,712	4,407	(695)	-16%	8,543
Cellphone Allowance		2,426	2,436	173	1,050	1,218	(168)	-14%	2,436
Housing Allowances		2,116	2,130	170	1,009	1,065	(56)	-5%	2,130
Other benefits and allowances		45,857	46,040	1,630	33,654	33,020	634	2%	46,040
Payments in lieu of leave		-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-
Post-retirement benefit obligations		28,672	28,672	2,389	14,336	14,336	0	0%	28,672
Entertainment		-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		606,013	605,948	45,612	281,526	288,695	(7,169)	-2%	605,948
TOTAL SALARY, ALLOWANCES & BENEFITS		632,851	632,786	47,328	292,380	302,114	(9,734)	-3%	632,786
TOTAL MANAGERS AND STAFF		618,840	618,775	46,175	285,463	295,108	(9,645)	-3%	618,775

SDBIP

The results of the SDBIP for the second quarter ended 31 December 2025 is included as Appendix 1 to this report.

Financial Performance

Supporting Table SC2

WC032 Overstrand - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD Actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	10.3%	10.3%	11.0%	10.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	41.2%	41.2%	40.4%	41.2%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	0.0%	17.1%	17.1%	13.7%	17.1%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	11158.5%	11158.5%	10395.0%	11158.5%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	0.0%	288.5%	288.5%	488.8%	288.5%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0%	221.4%	221.4%	368.1%	221.4%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	0.0%	10.0%	10.0%	23.0%	10.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	Annual Indicator	100.0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated		24.8%	24.8%	Annual Indicator	24.8%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source		5.9%	5.9%	Annual Indicator	5.9%
Employee costs	Employee costs/Total Revenue - capital revenue	0.0%	30.7%	30.7%	26.9%	30.7%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	15.8%	15.8%	14.1%	15.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.0%	10.8%	10.8%	10.2%	10.8%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				Annual Indicator	
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		4.2%	4.2%	Annual Indicator	4.2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		4.9	4.9	Annual Indicator	4.9

Capital programme performance

Supporting Table SC12

WC032 Overstrand - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July		4,211	3,906	3,932	3,932	3,906	(26)	-0.7%	2%
August		4,061	3,756	9,699	13,630	7,661	(5,969)	-77.9%	5%
September		13,119	13,829	7,773	21,403	21,490	86	0.4%	8%
October		5,521	5,216	11,957	33,361	26,705	(6,655)	-24.9%	13%
November		9,761	9,456	16,022	49,383	36,161	(13,222)	-36.6%	19%
December		64,232	64,742	30,158	79,541	100,903	21,361	21.2%	31%
January		5,411	5,106	-					
February		10,661	10,356	-					
March		16,519	17,229	-					
April		22,261	21,956	-					
May		10,761	10,456	-					
June		91,832	92,342	-					
Total Capital expenditure	-	258,346	258,346	79,541					

Top 10 Capital Projects

Rank	Local Area	Ward	Project description	Original Budget R'000	Adjusted budget R'000	YTD Expenditure R'000	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Kleinmond	Multi-ward KM Area	REFURBISHMENT OF BUFFELS RIVER WTW	30,397,000	30,397,000	1,958,605	Tender award objection period (expiring 1 Dec 2025).	Contract SC2588/2025 awarded on 17/11/2025. Objection period expiring on 1 Dec 2025.	Not applicable.	Not applicable.
2	Overstrand	Overstrand	LCH SERVICES	24,542,000	24,542,000	8,311,406	Kleinmond IRDP - Planning in Progress; Overhills UISP - Planning in Progress, Schulphoek UISP - Planning in Progress, Masakhane UISP Phase A7 (Services) - 100%; Masakhane UISP Wetcores - 50%; Mnt Pleasant IRDP Area 8 Phase 2 - 30%	Kleinmond IRDP - Planning Phase; Overhills UISP - Planning Phase, Schulphoek UISP - Planning Phase, Masakhane UISP Phase A7 (Services) - Construction Phase; Masakhane UISP Wetcores - Construction Phase; Mnt Pleasant IRDP Area 8 Phase 2 - Construction Phase	Not applicable.	Not applicable.
3	Overstrand	Overstrand	ELECTRIFICATION OF LOW COST HOUSING AREAS	13,908,000	13,908,000	1,250,993	Awaiting Bid Evaluation Committee & Bid Adjudication Committee meetings.	Procurement (Contract SC2587/2025).	Not applicable.	Not applicable.
4	Overstrand	Overstrand	UPGRADING OF PUMPSTATIONS AND RISING MAINS	13,000,000	13,000,000	-	Procurement.	Tenders closed on 19 Sept 2025 (SC2585/2025). Bids currently being evaluated.	Budgetary and SCM requirements to be resolved before award.	Communication with Budget Office and SCM.
5	Overstrand	Overstrand	REPLACEMENT OF OVERSTRAND WATER PIPES	12,700,000	12,700,000	9,808,389	Construction stage.	Construction (Contract SC2490/2024).	Not applicable.	Not applicable.
6	Mount Pleasant	Ward 04	UPGRADE MOUNT PLEASANT SPORT GROUNDS	12,200,000	12,200,000	1,888,095	Under construction.	Under construction.	Await appointment of officials to serve as members of the BAC committee.	Applied to National Treasury for exemption.
7	Hawston	Ward 08	UPGRADE HAWSTON SPORT COMPLEX (NEW STADIUM)	10,629,000	10,629,000	5,954,912	Under construction.	Construction stage. (SC2500A/2024)	Not applicable.	Not applicable.
8	Hermanus	Ward 03	NEW STILL STREET 66KV 11K	10,000,000	10,000,000	-	Planning and procurement.	Municipal capital funding to be reallocated to another critical infrastructure project during the mid-year budget review while external fund sourcing continues for this project.	Additional external funding is required to continue with the project. INEP allocations will only be Gazetted later.	Continue to try an source external funding (INEP, DTI, DBSA) for the project
9	Hermanus	Ward 03	HERMANUS MV/LV UPGRADE REPLACEMENT	9,000,000	9,000,000	1,145,808	Construction phase.	Construction underway for the 2025/26 Financial Year (Contract SC2437/2023). Awaiting long lead time material.	Not applicable.	Not applicable.
10	Overstrand	Overstrand	VEHICLES-ROADS	8,250,000	8,250,000	6,045,991	Procurement process (orders generated).	Awaiting for delivery of the last 3 Tipper Trucks.	Not applicable.	Not applicable.
Totals				144,626,000	144,626,000	36,364,198				

Supporting Table SC13a

WC032 Overstrand - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	–	78,215	78,215	10,522	24,158	25,453	(1,296)	-5.1%	78,215
Roads Infrastructure	–	8,500	8,500	6,134	6,134	4,250	1,884	44.3%	8,500
Roads	–	8,500	8,500	6,134	6,134	4,250	1,884	44.3%	8,500
Storm water Infrastructure	–	6,200	6,200	–	–	280	–	280	6,200
Drainage Collection	–	–	–	–	–	–	–	–	–
Storm water Conveyance	–	6,200	6,200	–	–	280	–	280	6,200
Attenuation	–	–	–	–	–	–	–	–	–
Electrical Infrastructure	–	33,018	33,018	1,239	3,188	7,555	(4,368)	-57.8%	33,018
MV Substations	–	10,000	10,000	–	–	5,000	(5,000)	-100.0%	10,000
MV Switching Stations	–	–	–	–	–	–	–	–	–
MV Networks	–	20,018	20,018	764	2,117	2,555	(438)	-17.2%	20,018
LV Networks	–	3,000	3,000	475	1,071	–	1,071	–	3,000
Capital Spares	–	–	–	–	–	–	–	–	–
Water Supply Infrastructure	–	17,806	17,806	2,905	11,020	7,528	3,492	46.4%	17,806
Dams and Weirs	–	–	–	–	–	–	–	–	–
Boreholes	–	5,273	5,273	122	5,060	2,636	2,424	91.9%	5,273
Reservoirs	–	–	–	–	–	–	–	–	–
Pump Stations	–	–	–	–	–	–	–	–	–
Water Treatment Works	–	8,983	8,983	2,783	5,160	4,492	668	14.9%	8,983
Bulk Mains	–	–	–	–	–	–	–	–	–
Distribution	–	3,550	3,550	–	800	400	400	100.0%	3,550
Sanitation Infrastructure	–	7,750	7,750	244	3,536	3,650	(114)	-3.1%	7,750
Pump Station	–	–	–	–	–	–	–	–	–
Reticulation	–	950	950	109	151	250	(99)	-39.6%	950
Waste Water Treatment Works	–	6,800	6,800	135	3,385	3,400	(15)	-0.4%	6,800
Solid Waste Infrastructure	–	4,940	4,940	–	–	2,470	(2,470)	-100.0%	4,940
Landfill Sites	–	–	–	–	–	–	–	–	–
Waste Transfer Stations	–	3,300	3,300	–	–	1,650	(1,650)	-100.0%	3,300
Waste Processing Facilities	–	840	840	–	–	420	(420)	-100.0%	840
Waste Drop-off Points	–	800	800	–	–	400	(400)	-100.0%	800
Community Assets	–	12,022	12,022	396	2,273	4,536	(2,263)	-49.9%	12,022
Community Facilities	–	1,950	1,950	–	–	450	(450)	-100.0%	1,950
Police	–	200	200	–	–	–	–	–	200
Parks	–	300	300	–	–	–	–	–	300
Stalls	–	800	800	–	–	400	(400)	-100.0%	800
Taxi Ranks/Bus Terminals	–	650	650	–	–	50	(50)	-100.0%	650
Capital Spares	–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities	–	10,072	10,072	396	2,273	4,086	(1,813)	-44.4%	10,072
Indoor Facilities	–	–	–	–	–	–	–	–	–
Outdoor Facilities	–	10,072	10,072	396	2,273	4,086	(1,813)	-44.4%	10,072
Capital Spares	–	–	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–
Other assets	–	28,292	28,292	3,304	10,045	6,850	3,195	46.6%	28,292
Operational Buildings	–	3,750	3,750	807	1,734	1,850	(116)	-6.3%	3,750
Workshops	–	3,750	3,750	807	1,734	1,850	(116)	-6.3%	3,750
Housing	–	24,542	24,542	2,497	8,311	5,000	3,311	66.2%	24,542
Staff Housing	–	–	–	–	–	–	–	–	–
Social Housing	–	24,542	24,542	2,497	8,311	5,000	3,311	66.2%	24,542
Capital Spares	–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–
Intangible Assets	–	–	–	–	–	–	–	–	–
Computer Equipment	–	3,201	3,201	–	2,666	1,600	1,065	66.6%	3,201
Computer Equipment	–	3,201	3,201	–	2,666	1,600	1,065	66.6%	3,201
Furniture and Office Equipment	–	1,345	1,345	7	127	673	(546)	-81.1%	1,345
Furniture and Office Equipment	–	1,345	1,345	7	127	673	(546)	-81.1%	1,345
Machinery and Equipment	–	325	325	–	142	163	(20)	-12.4%	325
Machinery and Equipment	–	325	325	–	142	163	(20)	-12.4%	325
Transport Assets	–	24,310	24,710	7,117	13,736	8,155	5,581	68.4%	24,710
Transport Assets	–	24,310	24,710	7,117	13,736	8,155	5,581	68.4%	24,710
Land	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–	–	–	–	–
Living resources	–	–	–	–	–	–	–	–	–
Total Capital Expenditure on new assets	–	147,710	148,110	21,346	53,148	47,430	(5,718)	-12.1%	148,110

Supporting Table SC13b

WC032 Overstrand - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06									
Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	46,797	46,797	1,941	11,767	22,798	(11,032)	-48.4%	46,797
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	-	-	-	-	-	-	-	-
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	1,500	1,500	-	-	750	(750)	-100.0%	1,500
MV Switching Stations	-	1,500	1,500	-	-	750	(750)	-100.0%	1,500
MV Networks	-	-	-	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	44,597	44,597	1,941	11,767	22,048	(10,282)	-46.6%	44,597
Dams and Weirs	-	-	-	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	-	500	500	-	-	-	-	-	500
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	-	-	-	-	-	-	-	-	-
Distribution	-	44,097	44,097	1,941	11,767	22,048	(10,282)	-46.6%	44,097
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	700	700	-	-	-	-	-	700
Pump Station	-	700	700	-	-	-	-	-	700
Community Assets	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Halls	-	-	-	-	-	-	-	-	-
Centres	-	-	-	-	-	-	-	-	-
Crèches	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	-	-	-	-	-	-	-	-	-
Testing Stations	-	-	-	-	-	-	-	-	-
Museums	-	-	-	-	-	-	-	-	-
Galleries	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	300	300	-	-	-	-	-	300
Biological or Cultivated Assets	-	300	300	-	-	-	-	-	300
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	-	47,097	47,097	1,941	11,767	22,798	11,032	48.4%	47,097

Supporting Table SC13c

WC032 Overstrand - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	-	193,053	193,053	17,349	76,214	96,526	(20,312)	-21.0%	193,053
Roads Infrastructure	-	85,143	85,143	7,972	28,259	42,571	(14,312)	-33.6%	85,143
Roads	-	85,143	85,143	7,972	28,259	42,571	(14,312)	-33.6%	85,143
Storm water Infrastructure	-	13,746	13,746	881	6,335	6,873	(538)	-7.8%	13,746
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	13,746	13,746	881	6,335	6,873	(538)	-7.8%	13,746
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	49,278	49,278	3,193	20,080	24,639	(4,559)	-18.5%	49,278
LV Networks	-	49,278	49,278	3,193	20,080	24,639	(4,559)	-18.5%	49,278
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	20,984	20,984	3,248	10,287	10,492	(205)	-2.0%	20,984
Distribution	-	19,901	20,000	3,248	10,287	10,000	288	2.9%	20,000
Distribution Points	-	1,083	985	-	-	492	(492)	-100.0%	985
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	12,419	12,419	1,236	6,549	6,209	340	5.5%	12,419
Pump Station	-	-	-	-	-	-	-	-	-
Reticulation	-	8,521	8,521	694	4,335	4,260	75	1.8%	8,521
Waste Water Treatment Works	-	3,898	3,898	543	2,214	1,949	265	13.6%	3,898
Solid Waste Infrastructure	-	11,483	11,483	819	4,703	5,742	(1,038)	-18.1%	11,483
Landfill Sites	-	-	-	-	-	-	-	-	-
Waste Transfer Stations	-	-	-	-	-	-	-	-	-
Waste Processing Facilities	-	3,100	3,060	227	1,059	1,530	(471)	-30.8%	3,060
Waste Drop-off Points	-	8,383	8,423	592	3,644	4,212	(568)	-13.5%	8,423
Community Assets	-	63,754	63,916	6,795	35,420	31,958	3,462	10.8%	63,916
Community Facilities	-	48,316	49,413	4,902	26,461	24,707	1,754	7.1%	49,413
Halls	-	5,464	5,461	379	2,624	2,731	(106)	-3.9%	5,461
Cemeteries/Crematoria	-	3,111	3,111	326	1,385	1,556	(171)	-11.0%	3,111
Police	-	-	-	-	-	-	-	-	-
Parks	-	31,742	31,742	2,907	17,744	15,871	1,873	11.8%	31,742
Public Open Space	-	4,186	5,286	1,120	3,506	2,643	863	32.6%	5,286
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	3,812	3,812	170	1,202	1,906	(704)	-36.9%	3,812
Sport and Recreation Facilities	-	15,437	14,502	1,893	8,959	7,251	1,708	23.6%	14,502
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	15,437	14,502	1,893	8,959	7,251	1,708	23.6%	14,502
Capital Spares	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	18,955	18,655	2,805	9,675	9,327	348	3.7%	18,655
Operational Buildings	-	18,955	18,655	2,805	9,675	9,327	348	3.7%	18,655
Municipal Offices	-	18,955	18,655	2,805	9,675	9,327	348	3.7%	18,655
Housing	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	10,661	10,661	19	4,817	5,330	(514)	-9.6%	10,661
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	10,661	10,661	19	4,817	5,330	(514)	-9.6%	10,661
Computer Software and Applications	-	10,661	10,661	19	4,817	5,330	(514)	-9.6%	10,661
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	-	2,546	2,546	353	1,024	1,273	(249)	-19.5%	2,546
Computer Equipment	-	2,546	2,546	353	1,024	1,273	(249)	-19.5%	2,546
Furniture and Office Equipment	-	1,704	1,647	148	513	823	(310)	-37.7%	1,647
Furniture and Office Equipment	-	1,704	1,647	148	513	823	(310)	-37.7%	1,647
Machinery and Equipment	-	5,807	5,797	359	1,461	2,898	(1,437)	-49.6%	5,797
Machinery and Equipment	-	5,807	5,797	359	1,461	2,898	(1,437)	-49.6%	5,797
Transport Assets	-	22,339	22,339	3,945	20,754	11,169	9,585	85.8%	22,339
Transport Assets	-	22,339	22,339	3,945	20,754	11,169	9,585	85.8%	22,339
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	-	318,818	318,613	31,772	149,879	159,306	9,426	5.9%	318,613

Supporting Table SC13d

WC032 Overstrand - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Depreciation by Asset Class/Sub-class									
Infrastructure	–	138,760	138,760	11,563	69,380	69,380	0	0.0%	138,760
Roads Infrastructure	–	49,695	49,695	4,141	24,848	24,848	0	0.0%	49,695
Roads	–	49,695	49,695	4,141	24,848	24,848	0	0.0%	49,695
Storm water Infrastructure	–	8,899	8,899	742	4,450	4,450	0	0.0%	8,899
Drainage Collection	–	8,899	8,899	742	4,450	4,450	0	0.0%	8,899
Storm water Conveyance	–	–	–	–	–	–	–	–	–
Attenuation	–	–	–	–	–	–	–	–	–
Electrical Infrastructure	–	28,196	28,196	2,350	14,098	14,098	0	0.0%	28,196
LV Networks	–	28,196	28,196	2,350	14,098	14,098	0	0.0%	28,196
Capital Spares	–	–	–	–	–	–	–	–	–
Water Supply Infrastructure	–	26,052	26,052	2,171	13,026	13,026	0	0.0%	26,052
Distribution	–	26,052	26,052	2,171	13,026	13,026	0	0.0%	26,052
Distribution Points	–	–	–	–	–	–	–	–	–
PRV Stations	–	–	–	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–	–	–	–
Sanitation Infrastructure	–	22,577	22,577	1,881	11,288	11,288	0	0.0%	22,577
Pump Station	–	–	–	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–	–	–	–
Waste Water Treatment Works	–	22,577	22,577	1,881	11,288	11,288	0	0.0%	22,577
Solid Waste Infrastructure	–	3,340	3,340	278	1,670	1,670	0	0.0%	3,340
Landfill Sites	–	3,340	3,340	278	1,670	1,670	0	0.0%	3,340
Waste Transfer Stations	–	–	–	–	–	–	–	–	–
Community Assets	–	15,199	15,199	1,267	7,599	7,599	0	0.0%	15,199
Community Facilities	–	15,199	15,199	1,267	7,599	7,599	0	0.0%	15,199
Halls	–	15,199	15,199	1,267	7,599	7,599	0	0.0%	15,199
Centres	–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities	–	–	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–
Other assets	–	3,538	3,538	295	1,769	1,769	–	–	3,538
Operational Buildings	–	3,538	3,538	295	1,769	1,769	–	–	3,538
Municipal Offices	–	3,538	3,538	295	1,769	1,769	–	–	3,538
Pay/Enquiry Points	–	–	–	–	–	–	–	–	–
Building Plan Offices	–	–	–	–	–	–	–	–	–
Workshops	–	–	–	–	–	–	–	–	–
Yards	–	–	–	–	–	–	–	–	–
Stores	–	–	–	–	–	–	–	–	–
Laboratories	–	–	–	–	–	–	–	–	–
Training Centres	–	–	–	–	–	–	–	–	–
Manufacturing Plant	–	–	–	–	–	–	–	–	–
Depots	–	–	–	–	–	–	–	–	–
Capital Spares	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–
Intangible Assets	–	290	290	24	145	145	0	0.0%	290
Servitudes	–	–	–	–	–	–	–	–	–
Licences and Rights	–	290	290	24	145	145	0	0.0%	290
Water Rights	–	–	–	–	–	–	–	–	–
Effluent Licenses	–	–	–	–	–	–	–	–	–
Solid Waste Licenses	–	–	–	–	–	–	–	–	–
Computer Software and Applications	–	290	290	24	145	145	0	0.0%	290
Load Settlement Software Applications	–	–	–	–	–	–	–	–	–
Unspecified	–	–	–	–	–	–	–	–	–
Computer Equipment	–	–	–	–	–	–	–	–	–
Computer Equipment	–	–	–	–	–	–	–	–	–
Furniture and Office Equipment	–	2,547	2,547	212	1,274	1,273	0	0.0%	2,547
Furniture and Office Equipment	–	2,547	2,547	212	1,274	1,273	0	0.0%	2,547
Machinery and Equipment	–	1,621	1,621	135	810	810	0	0.0%	1,621
Machinery and Equipment	–	1,621	1,621	135	810	810	0	0.0%	1,621
Transport Assets	–	5,188	5,188	432	2,594	2,594	0	0.0%	5,188
Transport Assets	–	5,188	5,188	432	2,594	2,594	0	0.0%	5,188
Land	–	–	–	–	–	–	–	–	–
Land	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals	–	68	68	6	34	34	0	0.0%	68
Zoo's, Marine and Non-biological Animals	–	68	68	6	34	34	0	0.0%	68
Living resources	–	–	–	–	–	–	–	–	–
Total Depreciation	–	167,211	167,211	13,934	83,606	83,605	(1)	0.0%	167,211

Supporting Table SC13e

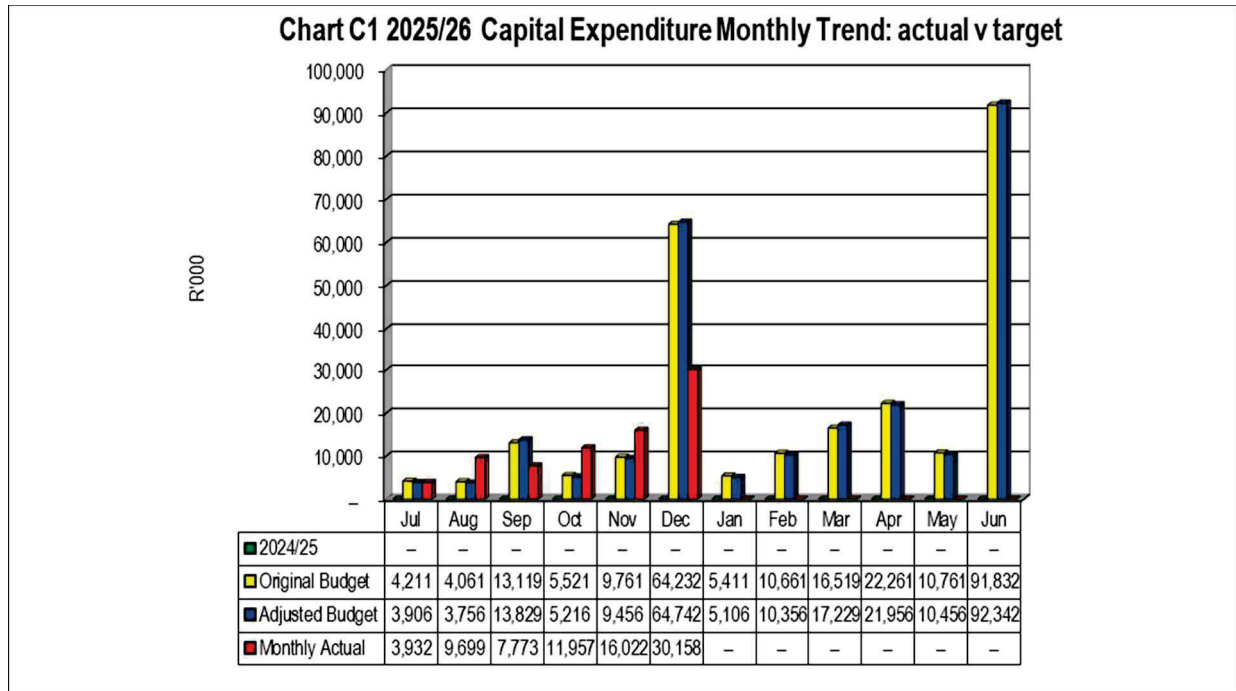
WC032 Overstrand - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
R thousands									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class									
Infrastructure	-	36,710	36,710	2,950	5,877	17,460	(11,583)	-66.3%	36,710
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	1,000	1,000	1,000	1,000	-	1,000	-	1,000
Drainage Collection	-	-	-	-	-	-	-	-	-
Storm water Conveyance	-	1,000	1,000	1,000	1,000	-	1,000	-	1,000
Attenuation	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	16,300	16,300	169	2,632	8,150	(5,518)	-67.7%	16,300
MV Networks	-	16,300	16,300	169	2,632	8,150	(5,518)	-67.7%	16,300
LV Networks	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	500	500	-	-	200	(200)	-100.0%	500
Distribution	-	500	500	-	-	200	(200)	-100.0%	500
Sanitation Infrastructure	-	18,910	18,910	1,780	2,245	9,110	(6,865)	-75.4%	18,910
Pump Station	-	13,000	13,000	-	-	6,500	(6,500)	-100.0%	13,000
Reticulation	-	600	600	-	-	300	(300)	-100.0%	600
Waste Water Treatment Works	-	5,310	5,310	1,780	2,245	2,310	(65)	-2.8%	5,310
Community Assets	-	26,829	26,429	3,922	8,750	13,214	(4,464)	-33.8%	26,429
Community Facilities	-	4,000	3,600	907	907	1,800	(893)	-49.6%	3,600
Halls	-	-	-	-	-	-	-	-	-
Centres	-	-	-	-	-	-	-	-	-
Crèches	-	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations	-	3,000	2,600	-	-	1,300	(1,300)	-100.0%	2,600
Public Open Space	-	1,000	1,000	907	907	500	407	81.4%	1,000
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	22,829	22,829	3,015	7,843	11,414	(3,571)	-31.3%	22,829
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	22,829	22,829	3,015	7,843	11,414	(3,571)	-31.3%	22,829
Capital Spares	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing assets	-	63,539	63,139	6,871	14,627	30,674	16,048	52.3%	63,139

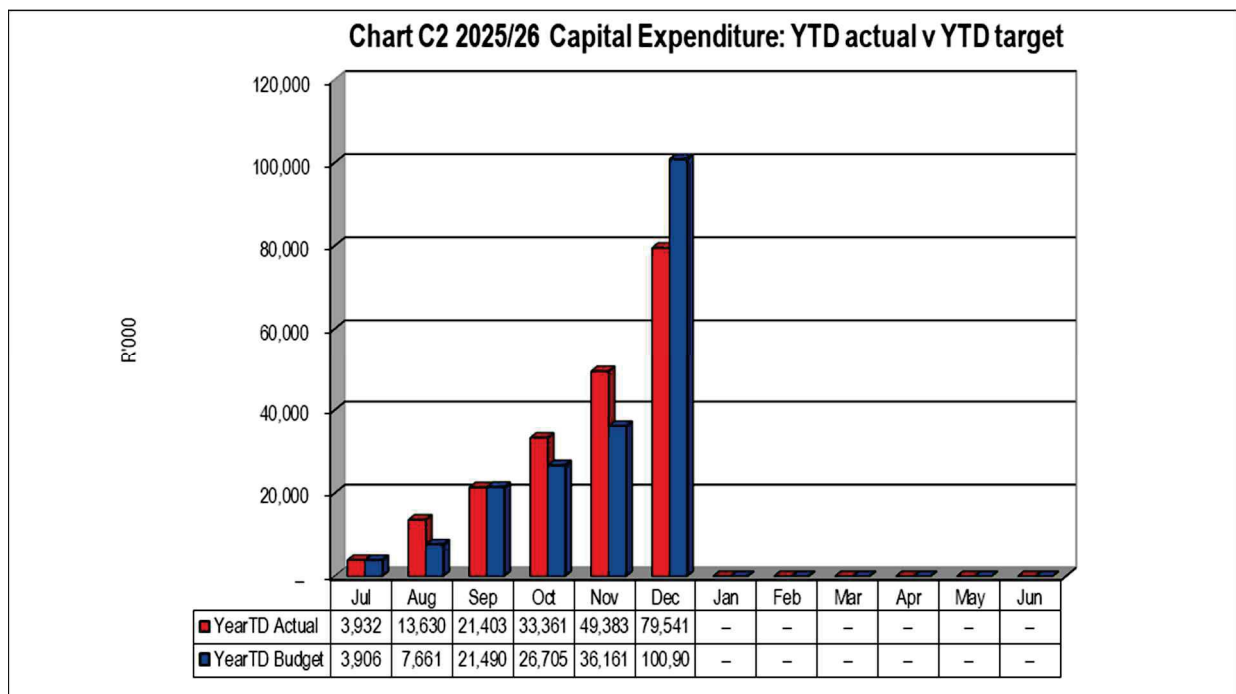
Other supporting documentation

Section 71 charts

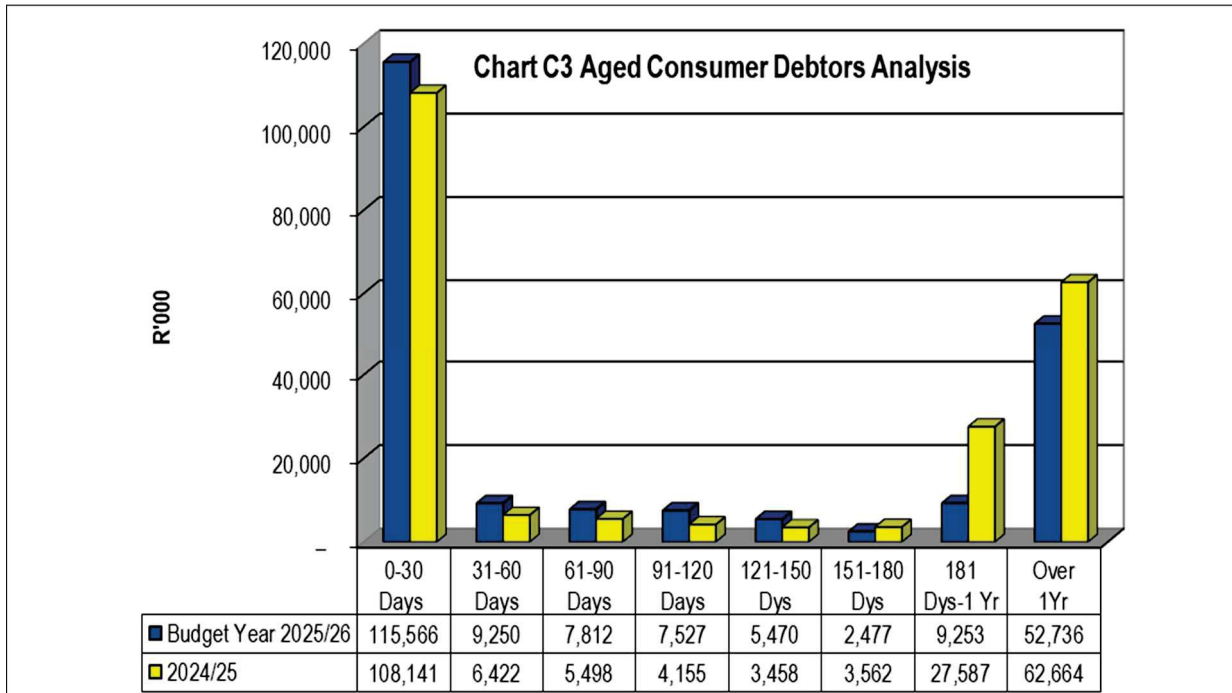
Capital expenditure monthly trend - actual vs target



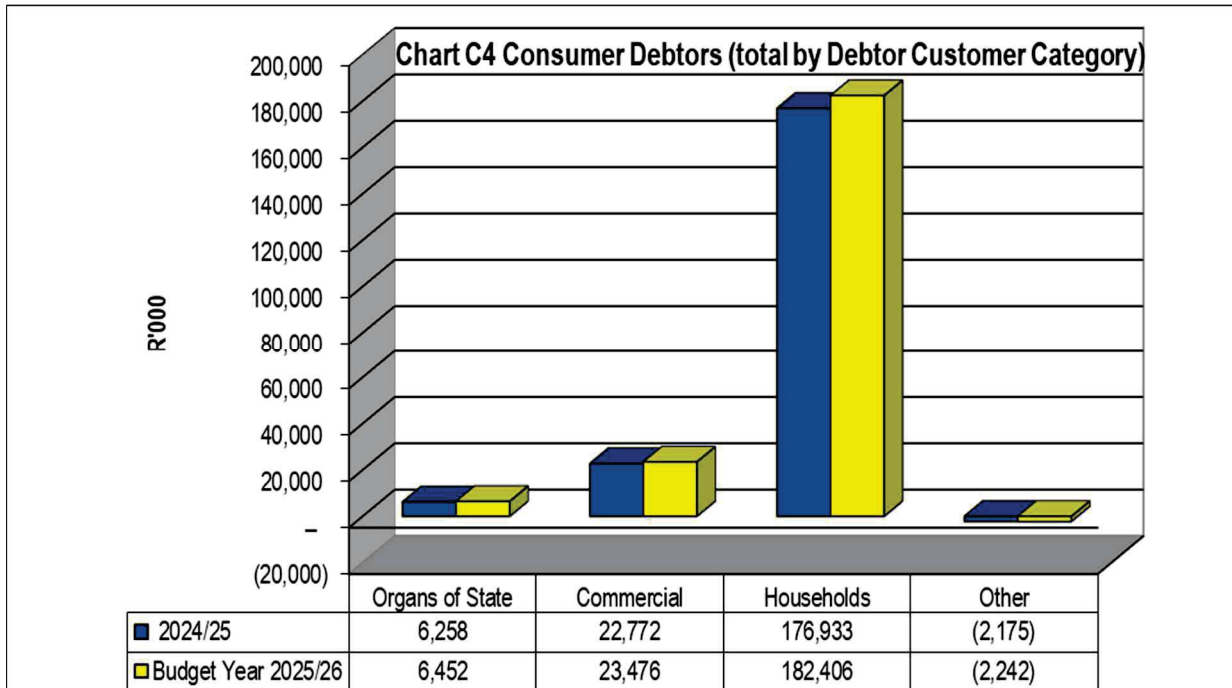
Capital expenditure – YTD actual vs YTD trend



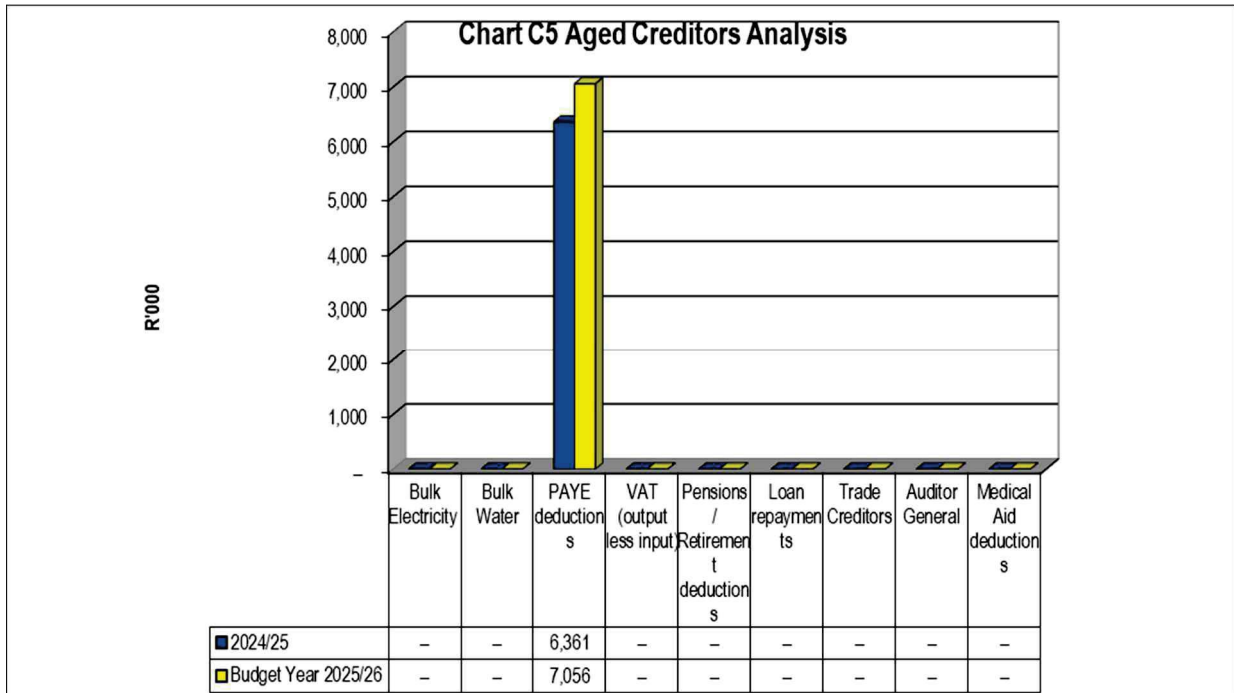
Debtors Age Analysis



Debtors by Type



Creditor Payments



Municipal manager's quality certification


I, DGI O'Neill, the Municipal Manager of Overstrand Municipality, hereby certify that the –

- Quarterly Budget Report

for the period ending December 2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Dr DGI O'Neill

Municipal Manager of Overstrand Municipality (WC032)

Signature: 

Date: 21 January 2025



*Service Delivery and Budget
Implementation Plan (SDBIP)*

*2nd Quarterly report:
1 October – 31 December 2025*

The sections below provide an executive summary of service delivery performance in terms of the top level SDBIP for the **second quarter of the 2025/26 financial year**, 1 October 2025 to 31 December 2025.

KPI Result Categories




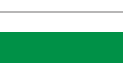
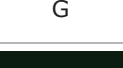

Category	Colour	Explanation
KPI's Not Yet Measured	 N/A	KPIs with no targets or actuals in the selected period.
KPI's Not Met	 R	0% >= Actual/Target < 75%
KPI's Almost Met	 O	75% >= Actual/Target < 100%
KPI's Met	 G	Actual/Target = 100%
KPI's Well Met	 G2	100% > Actual/Target < 150%
KPI's Extremely Well Met	 B	Actual/Target >= 150%

Table 1: KPI Result Categories

1.1 STRATEGIC / TOP LAYER SDBIP PERFORMANCE GRAPH FOR CURRENT QUARTER

The graph below displays the overall strategic (top layer SDBIP) per Directorate for the second quarter (October -December 2025).

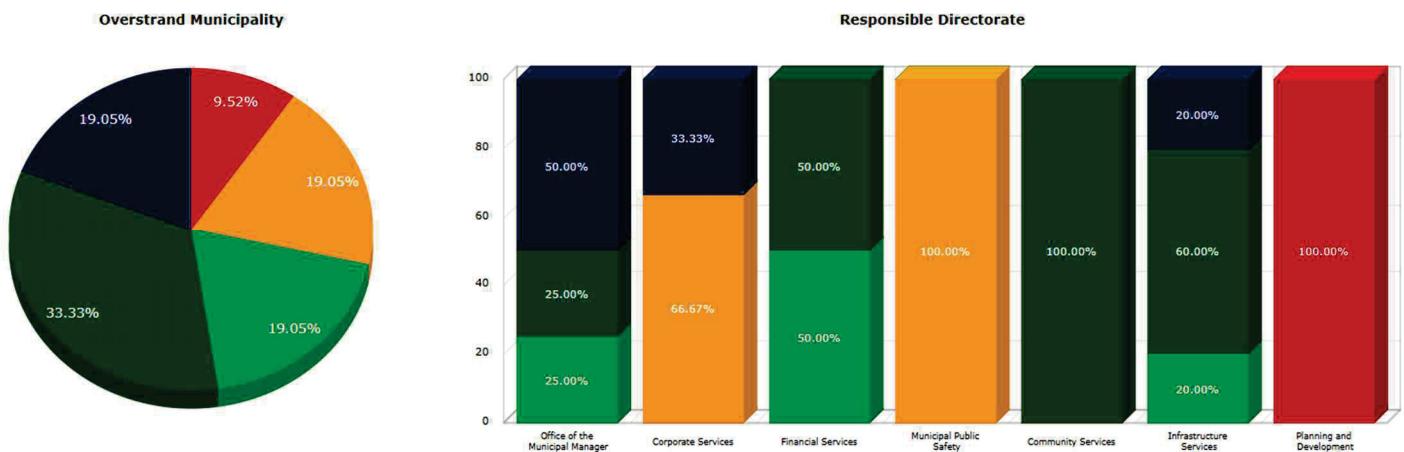


Figure 1: Top layer SDBIP performance for 2nd quarter (1 October – 31 December 2025)

Overstrand Municipality		Responsible Directorate						
		Office of the Municipal Manager	Corporate Services	Financial Services	Municipal Public Safety	Community Services	Infrastructure Services	Planning and Development
Not Met	2 (9.52%)	-	-	-	-	-	-	2 (100.00%)
Almost Met	4 (19.05%)	-	2 (66.67%)	-	2 (100.00%)	-	-	-
Met	4 (19.05%)	1 (25.00%)	-	2 (50.00%)	-	-	1 (20.00%)	-
Well Met	7 (33.33%)	1 (25.00%)	-	2 (50.00%)	-	1 (100.00%)	3 (60.00%)	-
Extremely Well Met	4 (19.05%)	2 (50.00%)	1 (33.33%)	-	-	-	1 (20.00%)	-
Total:	21*	4	3	4	2	1	5	2
	100%	19.05%	14.29%	19.05%	9.52%	4.76%	23.81%	9.52%

Table 2: KPI performance per Directorate for the 2nd quarter of 2025/26

**Excludes 21 KPIs which had no targets/actuals for the period selected.*

Overall, the municipality met **15 (71.43%)** of a total number of **21 Top Layer key performance indicators (KPIs)** that were measured for the period, 01 October 2025 – 31 December 2025. 4 (19.05%) of KPIs were almost met and 2 (9.52) of the indicators were not met. 21 KPIs had no targets or actuals in the reporting period.

1.2 TOP LAYER SDBIP REPORT: 1 OCTOBER – 31 DECEMBER 2025 (2nd Quarter of 2025/26)

OFFICE OF THE MUNICIPAL MANAGER

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL6	The encouragement of structured community participation in the matters of the municipality	Ward committee meetings held to facilitate consistent and regular communication with residents	Number of ward committee meetings per annum	Municipal Manager	70	70	14	15	G2	[D53] Divisional Manager: Strategic Support Services: Target well met. (December 2025)	[D53] Divisional Manager: Strategic Support Services: n/a (December 2025)	14	15	G2
TL7	The provision of democratic, accountable and ethical governance	Submit 4 progress reports on the revision of the top 10 risks as a corrective action to the Top Management Team (1 previous financial year & 3 current financial year)	Number of progress reports submitted	Municipal Manager	4	4	1	3	B	[D167] Chief Risk Officer: The target extremely well met. (October 2025)	[D167] Chief Risk Officer: N/A (October 2025)	1	3	B

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL29	The provision and maintenance of municipal services	Percentage of a municipality's capital budget actually spent on capital projects identified for the financial year in terms of the municipality's IDP {(Actual amount spent on projects as identified for the year in the IDP/Total amount budgeted on capital projects)X100} (MPPMR Reg 10 (c))	% of the capital budget spent	Municipal Manager	89.91%	95%	20%	30.79%	B	[D54] Municipal Manager: KPI extremely well met. (December 2025)		20%	30.79%	B
TL34	The provision of democratic, accountable and ethical governance	Sign section 56 performance agreements with all directors by the end of July 2025	Number of agreements signed	Municipal Manager	5	3	0	0	N/A			0	0	N/A
TL35	The provision of democratic, accountable and ethical governance	Monitor the implementation of the action plan developed to address all the issues raised in the management	Number of progress reports monitored and submitted to Executive Mayor	Municipal Manager	4	4	1	1	G	[D7] Municipal Manager: KPI Met (December 2025)		1	1	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
		letter of the Auditor General and submit 4 progress reports to Executive Mayor												
TL36	The provision of democratic, accountable and ethical governance	Bi-annual formal performance appraisals of the section 56 appointees for the previous financial period April to June 2025 to be completed by Sept 2025 and the current period -October - December 2025 to be completed by February 2026	Number of appraisals	Municipal Manager	9	6	0	0	N/A			0	0	N/A
TL37	The provision of democratic, accountable and ethical governance	Draft the annual report and submit to the Auditor-General by end August 2025	Draft Annual report submitted	Municipal Manager	1	1	0	0	N/A			0	0	N/A
TL40	The provision of democratic, accountable	Prepare the final IDP for submission to	Final IDP submitted	Municipal Manager	1	1	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
	and ethical governance	Council by the end of May 2026												
TL41	The provision of democratic, accountable and ethical governance	Submit the Final MTREF Budget by the end of May 2026	Final Budget submitted	Municipal Manager	1	1	0	0	N/A			0	0	N/A

CORPORATE SERVICES

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL17	The provision of democratic, accountable and ethical governance	The percentage of a municipality's budget (training budget) actually spent on implementing its workplace skills plan (Actual expenditure divided by the budget allocated) (MPPMR Reg 10 (f))	% of the training budget spent on implementation of the WSP	Director: Corporate Services	99.99%	100%	40%	85.34%	B	[D155] Director: Corporate Services: Target extremely well met. (December 2025)		40%	85.34%	B

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL18	The provision of democratic, accountable and ethical governance	92% of the approved and funded organogram filled {(actual number of posts filled divided by the funded posts budgeted) x100}	% filled	Director: Corporate Services	90.50%	92%	92%	83.25%	O	[D157] Director: Corporate Services: Target almost met. (December 2025)	[D157] Director: Corporate Services: This is due to resignations, deaths etc (December 2025)	92%	83.25%	O
TL19	The provision of democratic, accountable and ethical governance	The number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan (MPPMR Reg 10 (e))	The number of people from EE target groups employed based on staff mobility	Director: Corporate Services	67	75	75	60	O	[D110] Divisional Manager: Human Resources Management: Target almost met. 60 people from employment equity target groups employed in the three highest levels (October 2025) [D110] Divisional Manager: Human Resources Management: 60 people from employment	[D110] Divisional Manager: Human Resources Management: This figure cannot be controlled and is affected either by resignations, pension, disability, death etc. (October 2025) [D110] Divisional Manager: Human Resources Management: This figure cannot be controlled and is	75	60	O

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
										equity target groups employed in the three highest levels (November 2025) [D110] Divisional Manager: Human Resources Management: 60 people from employment equity target groups employed in the three highest levels (December 2025)	affected either by resignations, pension, disability, death etc. (November 2025) [D110] Divisional Manager: Human Resources Management: This figure cannot be controlled and is affected either by resignations, pension, disability, death etc. (December 2025)			

FINANCE

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL9	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the available cash to cover fixed operating expenditure ((Available cash+ investments)/ Monthly fixed operating expenditure) (MPPMR Reg 10 (g))	Ratio achieved	CFO	5.14	4.60	0	0	N/A			0	0	N/A
TL10	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the municipality's ability to meet it's service debt obligations ((Total operating revenue- operating grants received)/debt service payments due	Ratio achieved	CFO	32.45	16	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
		within the year) (MPPMR Reg 10 (g))												
TL11	The provision of democratic, accountable and ethical governance	Financial viability measured in terms of the outstanding service debtors (Total outstanding service debtors/ revenue received for services) (MPPMR Reg 10 (g))	% achieved	CFO	15.17%	14%	0%	0%	N/A			0%	0%	N/A
TL12	The provision of democratic, accountable and ethical governance	Financial statements submitted to the Auditor-General by end August 2025	Financial statements submitted	CFO	1	1	0	0	N/A			0	0	N/A
TL13	The provision of democratic, accountable and ethical governance	Submit a reviewed long term financial plan to the CFO by end of October 2025	Reviewed long term financial plan submitted	CFO	1	1	1	1	G	[D303] Divisional Manager: Financial Accounting: SUBMITTED		1	1	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
										TO THE CFO (October 2025)				
TL14	The provision of democratic, accountable and ethical governance	Report monthly to the MM on the status of 30/60/90 days debtor payments	Number of reports submitted	CFO	12	12	3	3	G	[D246] Divisional Manager: Revenue Management: Target met for October 2025. (October 2025) [D246] Divisional Manager: Revenue Management: Target achieved (November 2025) [D246] Divisional Manager: Revenue Management: Target achieved (December 2025)	[D246] Divisional Manager: Revenue Management: Target achieved (November 2025) [D246] Divisional Manager: Revenue Management: Target achieved (December 2025)	3	3	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL28	The provision and maintenance of municipal services	Provision of free basic electricity, refuse removal, sanitation and water in terms of the equitable share requirements (MPPMR Reg 10 (b))	Number of Indigent households	CFO	4 715	5 800	5 800	7 803	G2	[D249] Divisional Manager: Revenue Management: Target met. (October 2025) [D249] Divisional Manager: Revenue Management: Target achieved (November 2025) [D249] Divisional Manager: Revenue Management: Target well met (December 2025)	[D249] Divisional Manager: Revenue Management: Target achieved (November 2025)	5 800	7 803	G2

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL33	The provision of democratic, accountable and ethical governance	Achieve a debt recovery rate not less than 98% (Receipts/total billed for the 12-month period x 100)	% Recovered	CFO	96.13%	98%	98%	99.49%	G2	[D302] CFO: KPI not met for October 2025. (October 2025) [D302] CFO: KPI met for November 2025. (November 2025) [D302] CFO: Target well met. (December 2025)	[D302] CFO: 1. The underperformance is due to the collections via electricity purchases (aux) that were stopped during August 2025. Since the public is aware that no deductions are being made anymore, they have completely stopped paying their monthly accounts. Approximately R1.2 million per month is collected through aux. 2. Proposed corrective action: The aux system must be reinstated. 3. The date for the reinstatement of aux is 1 December 2025. (October 2025) [D302] CFO: Target achieved (December 2025)	98%	99.49%	G2

MUNICIPAL PUBLIC SAFETY

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL20	The creation and maintenance of a safe and healthy environment	Annually review and submit the draft Disaster Management Plan to Council by the end of March	Reviewed plan submitted	Director: Municipal Public Safety	1	1	0	0	N/A			0	0	N/A
TL21	The creation and maintenance of a safe and healthy environment	Annually arrange public awareness sessions on Municipal Public Safety by 30 June	Number of sessions held	Director: Municipal Public Safety	164	150	37	34	○	[D370] Director: Municipal Public Safety: Target almost met (December 2025)	[D370] Director: Municipal Public Safety: The target could not be met due to the major fire season that occurred from October to December. During this period, all officials were engaged in firefighting efforts and were therefore unable to conduct school visits. Awareness campaigns will be prioritized in the 1st term of the new school year. (December 2025)	37	34	○

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL22	The creation and maintenance of a safe and healthy environment	Collect R20,000,000 Public Safety Income by 30 June 2026 (Actual revenue, excluding the fine impairment amount)	R-value of public safety collected income	Director: Municipal Public Safety	R0	R20 000 000	R5 000 000	R4 865 001	○	[D371] Director: Municipal Public Safety: Target almost met (December 2025)	[D371] Director: Municipal Public Safety: Additional court dates have been requested to speed up the payment process Improved structure put in place for capturing and printing. Additional staff was appointed for the back office and new a SMS system was implemented to notify the clients of outstanding fines. (December 2025)	R5 000 000	R4 865 001	○

COMMUNITY SERVICES

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL1	The provision of democratic, accountable and ethical governance	100% of the operational conditional grant (Libraries & CDW's) spent (Actual expenditure divided by the total grant received)	% of total conditional operational grants spent (Libraries & CDW's)	Director: Community Services	100%	100%	50%	52.78%	G2	[D461] Director: Community Services: KPI WELL MET (December 2025)		50%	52.78%	G2
TL25	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all formal households at least once a week (A household is defined as a residential unit billed for the particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a))	Number of formal households for which refuse is removed at least once a week	Director: Community Services	36 662	36 676	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL26	The provision and maintenance of municipal services	Provision of refuse removal, refuse dumps and solid waste disposal to all informal households at least once a week (MPPMR Reg 10 (a))	Number of weekly removals of refuse in informal households (Once per week = 52 weeks per annum)	Director: Community Services	52	52	0	0	N/A			0	0	N/A

INFRASTRUCTURE SERVICES

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL2	The provision and maintenance of municipal services	m ² of roads patched and resealed according to Pavement Management System within available budget	m ² of roads patched and resealed	Chief Engineer: Infrastructure Services	128 419	120 000	15 000	22 673	B	[D549] Principal Engineer: Civil Engineering Services: Target extremely well met. (December 2025)		15 000	22 673	B
TL3	The provision and maintenance of municipal services	Quality of effluent comply 75% with general or special limit in terms of the Water Act (Act 36 of 1998)	% compliance	Chief Engineer: Infrastructure Services	77.81%	75%	75%	84.59%	G2	[D519] Principal Engineer: Civil Infrastructure Planning: Target well met		75%	84.59%	G2

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
										(December 2025)				
TL4	The provision and maintenance of municipal services	Quality of potable water comply 95% with SANS 241	% compliance with SANS 241	Chief Engineer: Infrastructure Services	97.03%	95%	95%	97.59%	G2	[D520] Principal Engineer: Civil Infrastructure Planning: Target well met. (December 2025)		95%	97.59%	G2
TL5	The provision and maintenance of municipal services	Limit unaccounted water to less than 33% {(Number of kilolitre water purified - Number of kilolitre water sold)/Number of kilolitre purified x 100}	% of water unaccounted for	Chief Engineer: Infrastructure Services	30.59%	32%	0%	0%	N/A			0%	0%	N/A
TL15	The provision and maintenance of municipal services	Limit electricity losses to 7.65% or less {(Number of Electricity Units Purchased - Number of Electricity Units Sold) / Number of Electricity Units Purchased and/or Generated) x 100}	% of electricity unaccounted for	Chief Engineer: Infrastructure Services	7.61%	7.65%	0%	0%	N/A			0%	0%	N/A
TL16	The provision	Report on the implementation of the	Report submitted	Chief Engineer:	1	1	1	1	G	[D534] Principal Engineer: Civil		1	1	G

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
	and maintenance of municipal services	Water Service Development plan annually by the end of October		Infrastructure Services						Infrastructure Planning: The WSDP implementation report for 2024/25 was submitted to DWS on 23 Oct 2025. (October 2025)				
TL23	The provision and maintenance of municipal services	Provision of water to informal households (excluding invaded state owned land and private land) based on the standard of 1 water point to 25 households (MPPMR Reg 10 (a))	The number of taps installed in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Chief Engineer: Infrastructure Services	718	262	0	0	N/A			0	0	N/A
TL24	The provision and maintenance of municipal services	Provision of cleaned piped water to all formal households within 200 m from households (MPPMR Reg 10 (a))	No of formal households that meet agreed service standards for piped water	Chief Engineer: Infrastructure Services	32 887	32 888	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL27	The provision and maintenance of municipal services	Provision of Electricity: Number of metered electrical connections in formal areas (Eskom Areas excluded) (Definition: Refers to residential households (RE) and pensioners (PR) as per Finance departments billed households) (MPPMR Reg 10 (a))	Number of formal households that meet agreed service standards	Chief Engineer: Infrastructure Services	23 989	23 500	0	0	N/A			0	0	N/A
TL30	The provision and maintenance of municipal services	The provision of sanitation services to informal households (excluding invaded state owned land and private land) based on the standard of 1 toilet to 5 households (MPPMR Reg 10 (a))	The number of toilet structures provided in relation to the number of informal households (excluding invaded land unsuitable for housing and private land)	Chief Engineer: Infrastructure Services	1 112	785	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL31	The provision and maintenance of municipal services	Provision of sanitation services to formal residential households (A household is defined as a residential unit billed for the particular services rendered by way of the financial system (SAMRAS)) (MPPMR Reg 10 (a))	No of formal residential households which are billed for sewerage in accordance to the SAMRAS financial system	Chief Engineer: Infrastructure Services	33 539	33 562	0	0	N/A			0	0	N/A
TL32	The provision and maintenance of municipal services	100% of the Municipal Infrastructure Grant (MIG) spent by 30 June 2026 (Actual MIG expenditure/Allocation received)	% expenditure of allocated MIG funds	Chief Engineer: Infrastructure Services	100%	100%	40%	53.60%	G2	[D535] Principal Engineer: Project Management Unit (PMU): Target well met. (December 2025)		40%	53.60%	G2
TL38	The provision and maintenance of municipal services	Provision of water to informal households on invaded land with available funding ("Land Invasion" refers to the illegal occupation of land, with the intention of establishing dwellings / a settlement upon it. An invasion may be by one individual or by	The number of taps installed for informal households on invaded land with available funding	Chief Engineer: Infrastructure Services	81	80	0	0	N/A			0	0	N/A

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
		hundreds of households).												
TL39	The provision and maintenance of municipal services	The provision of sanitation services to informal households on invaded land with available funding ("Land Invasion" refers to the illegal occupation of land, with the intention of establishing dwellings / a settlement upon it. An invasion may be by one individual or by hundreds of households).	The number of toilets provided for informal households on invaded land with available funding	Chief Engineer: Infrastructure Services	133	105	0	0	N/A			0	0	N/A

PLANNING & DEVELOPMENT

TL KPI Number	Strategic Objective	TL KPI Description	Unit of Measurement	Responsible Owner	Baseline	Annual Target	Quarter ending December 2025					Overall Performance for 2 nd Quarter of 2025/26		
							Target	Actual	R	Performance Comment	Corrective Measures	Target	Actual	R
TL8	The promotion of tourism, economic and social development	The number of job opportunities created through the EPWP programme and as per set targets (as per grant agreement - FTE's, translates to 900 work opportunities) (MPPMR Reg 10 (d))	Number of temporary jobs created	Director: Planning and Development	902	900	300	0	R	Target not met.	The actual performance could not be verified due to a lack of response from the KPI owner.	300	0	R
TL42	The promotion of tourism, economic and social development	Support 180 SMME's in terms of the SMME Development Programme by 30 June 2026	Number of SMME's supported	Director: Planning and Development	185	180	90	0	R	Target not met.	The actual performance could not be verified due to a lack of response from the KPI owner.	90	0	R

RECOMMENDATION TO THE COUNCIL:

that the content of the report for the second quarter of the 2025/26 financial year on the top-level Service Delivery and Budget Implementation Plan **be noted**.

EXECUTIVE MAYOR'S SPECIAL FUND**Status report in terms of paragraph 7 of the policy**

The Executive Mayor must report to Council on a quarterly basis in respect of the status of the Fund, including amounts withdrawn, the names of the beneficiaries and any donations received.

Opening Balance 01/07/2025 **R846 980.40**

Add: Overstrand Budget Allocation 2025/2026 **R1 350 000.00**

Donations received:

Quarter 1	Donations received	100.00	
Quarter 2	Donations received	200.00	R300.00

Amounts withdrawn:

Quarter 1	BANDEZA V - SISONKE SINAKO: ENERGY ASSISST PROGRAM	-50 000.00	
	NGQANDANA K - SISONKE SINAKO: ENERGY ASS PROGRAM	-50 000.00	
	AFRICA A: SPORTS DEVELOPMENT HAWSTON KRIEKET CLUB	-3 000.00	
	A AFRICA- OVERBERG WHEELCHAIR ASS-FUNDING	-3 000.00	
	SENDING VIR CHRISTUS	-10 000.00	
	NUTT R: SPORTS UNIFORM-ATLANTICS RUGBY CLUB	-10 000.00	
	GILLION E :SPORTS TOUR TO GEORGE-HAWSTON PRIMARY	-5 000.00	
	NOMBULA B: UNIFORMS FOR GROUP-ABAXOLISI NCEDULUN	-15 000.00	
	KLAAS A: KITS FOR OFFICIALS - THE CHAIRMAN LOCAL	-5 739.70	
	GILLION E: ENHANCE PLAY AREA - PURE HEARTS DAYCARE	-3 500.00	
	TAFU-NWONKWO C: GOSPEL MISSION - THE FOUNTAIN OF	-5 000.00	
	SIHLAHLA M: NUTRITIONAL MEALS&EDU TOYS - SEEDS4K	-5 000.00	
	SIHLAHLA M: FOOTBALL SPONSOR - SITHONGA E	-5 000.00	
	TAFU-NWONKWO C: FOOTBALL SPONSOR - HELLENIC FOOT	-5 000.00	
	KOMANI A-LULUTHO LWESIZWE CHILDREN MAYORAL FUNDS	-10 000.00	
	LERM C OVERSSTRAND ASSOCIATION FOR PERSONS-OAPD	-16 800.00	
	NOMATITI M:BUILDING UPGRADE - RAISING UP GENERAT	-15 000.00	
	GILLION E:SENIORS CAMP-GRIEWKA NATIONAL CONFEREN	-3 000.00	
	NOMBULA B: SOCCER SPONSORSHIP - SITHONGA E	-3 000.00	
	TAFU-NWONKWO C: TOURIST VISA - XHAKALIVA L	-5 000.00	
	DEES R: SA NAVY FESTIVAL - SA SEA CADETS TS BIRK	-7 700.00	
	WILLIAMS S-KLM DEVELOPMENT ACADEMY FUNDS COUNCIL	-3 000.00	
	9045,HZW-E10A31-REPLACE DAMAGE OVERHEAD CONNECTI	-8 851.00	
	FAFU-NWONKWO C: APOSTOLIC FAITH MISSION OF SA	-5 000.00	
	GILLION E: CATAPULT FOUNDATION	-5 000.00	
	NQINATA T-MZAMOMHLE WOMANS PROJECTS PROJECT FUND	-20 000.00	
	DE CONING R: ANIMAL WELFARE	-25 000.00	
	DE CONING R: REPAIRS OF CEILING - SILWERJARE DIENS	-25 000.00	
	SIHLAHLA M: BLANKETS FOR ELDERLY CHURCH PEOPLE	-2 000.00	
	KOMANI A: DONATION-PADS,SOCCER KITS & SOUP KITCH	-25 000.00	
	COHEN G KLM NATURE CONSERVATION SOCIETY PROJ FUN	-10 000.00	
	COHEN G MTHIMKHULU COMM DEVELOPMENT FUNDS PROJ	-10 000.00	
	L NTSABO: SOUP KITCHEN FOR THE COMMUNITY	-20 000.00	
	NTSABO L: EXCURSION FOR LEARNERS-GANSBAAI ACADEMI	-5 000.00	
	KOMANI A: EXCURSION FOR LEARNER-GANSBAAI ACADEMI	-5 000.00	
	GILLION E:EXCURSION FOR LEARNERS-GANSBAAI ACADEM	-5 000.00	
	BONGIWE NOMBULA: APOSTOLIC FAITH MISSION SA	-20 000.00	
	AFRICA A: RESTORE HOME IN FIRE - PEARLY SHELL SE	-2 000.00	
	STANFORD COMMUNITY POLICE FORUM - BLOOM FESTIVAL	-40 000.00	
	PHAWULETHU NPO - MILKWOOD FESTIVAL	-250 000.00	
	DEES R:HERITAGE DAY EVENT-HAWSTON H&W ORGANIZATI	-5 000.00	
	GILLION E: HERITAGE EVENT HAWSTON - WE CARE WELF	-2 400.00	
	G COHEN LAERSKOOL KLEINMOND PROJECT FUNDS CARE	-10 000.00	
	AFRICA A:DONATION FOR ANNUAL PRIZE GIVING CEREMO	-4 000.00	
	AFRICA A OVERSTRAND ASSOCIATION FOR PERSONS FUND	-4 000.00	
	KLASS A-AGE IN ACTION WESTERN CAPE PROJECT FUND	-2 000.00	
	AFRICA A-AGE IN ACTION WESTERN CAPE PROJECT FUND	-2 000.00	
	AFRICA A-BENJAMIN &CO LEGACY SPORTS&CHARITY NPC	-2 000.00	
	NUTT R:NATIONAL NETBALL TOURNAMENT IN GAUTENG	-5 000.00	
	VAN STADEN JA: DONATION-SOLIDARITEIT HELPENDE HANDE	-20 000.00	
	TAFU-NWONKWO C: DONATION-KHANYA EDUCARE CENTRE	-10 000.00	
	SIHLAHLA M:YOUTH CHESS CHAMPIONSHIP-LUSAWANA A	-1 700.00	
	WILLIAMS S: WALDO B LICENCE-SKIPPER TRAINING SA	-7 900.00	-797 590.70
Quarter 2	AFRICA A:AWARDS CEREMONY DONATION-FISHERHAVEN AC	-2 000.00	
	COHEN G:KWAGGA TOP 10 ATHLETICS EVENT-HERMANUS H	-1 800.00	
	COHEN G: ASSIST WITH ANNUAL AWARDS - VALID DREAM	-10 000.00	
	COHEN G OVERBERG NETBALL FEDERATION	-2 000.00	

NOMBULA B: DONATION FOR RESIDENTS-FIRE DISASTER	-12 000.00		
TAFU C OVERSTRAND ASSOCIATION FOR PPL WITH	-4 000.00		
TAFU NWONKWO C: DONATION - DB BOX INSTALLATION	-1 000.00		
LOMBARD H: NATIONAL GYM CHAMPIONSHIP - SCHNEEBER	-10 000.00		
AFRICA A-OVERBERG NETBALL FEDERATION-PROJECT FUN	-2 000.00		
COETZEE D: ELDERLY FOOD - VOLVERTROUE DIENSSENTR	-10 000.00		
NQINATA N:FEEDING SCHEME DONATION-KHANYA EDUCARE	-20 000.00		
NOMATITI M: SANITARY/READING MATERIAL - THULA TH	-20 000.00		
AFRICA A: AWARDS CEREMONY-HAWSTON SECONDARY SCHO	-2 000.00		
DEES R-OVERBERG NETBALL FEDERATION PROJECT FUNDS	-5 000.00		
SIHLAHLA M-SPORT DEVELOPMENT-ITHEMBA SPORTING CL	-3 500.00		
SIHLAHLA M:DONATION TO SOUP KITCHEN-EQUALITY CHI	-4 500.00		
AFRICA A: ERF888 BURN ASSIST - PEARLY SHELL SERV	-5 000.00		
NUTT R: INTERN TOURNAMENT RUGBY7S - WEIR SPORT P	-10 000.00		
NUTT R: BLADE MARITIME ACADEMY	-11 850.00		
AVONTUUR JD: LERM C	-5 000.00		
COETZEE D: BURIAL FOR SWARTS G	-9 922.50		
GILLION E: ELGIN SENIOR MAJORETTES	-5 000.00		
SIHLAHLA M: GALA DINNER - VALID DREAMERS FOUNDAT	-3 500.00		
TAFU-NWONKO C: GALA DINNER - VALID DREAMERS FOUN	-3 500.00		
SIHLAHLA M-MOVEMENT CHAMPIONING CHANGEMAYOR FUN	-6 000.00		
BRICE K:RENEWAL-SWALLOW PARK-HERM BUSINESS CHAMB	-20 000.00		
NOMATITI MSA: ELDERLY LUCH - THULA THULA 5 NPC	-15 000.00		
NTSABO N:OUTREACH PROGRAM-HEAL THE WORLD MINISTR	-20 000.00		
GRIMBEEK M: COMMUNITY PROJECTS - SPORT TOURISM E	-25 000.00		
KLAAS A:EVENTS FUNDING-HAWSTON SEA FESTIVAL	-76 000.00		
AFRICA A: COMM SLAVES FREEDOM - OVERBERG CHAINAQ	-2 000.00		
BRICE K:DONATION - HERMANUS BUSINESS CHAMBER	-29 544.00		
DEES R: COASTAL ADVENT PROGRAMME - COASTLINE EXP	-5 000.00		
KLAAS A: CHRISTMAS PROJECT - LOUW CX SUNDAY SCHO	-5 000.00		
AFRICA A: MUSIC INSTRUMENTS - VROUE AKSIE GROEP	-2 000.00	-369 116.50	-R1 166 707.20

Closing Balance 31 December 2025

R1 030 573.20

<p><u>OVERSTRAND MUNICIPALITY - REPORTING ON THE MUNICIPAL COST CONTAINMENT REGULATIONS, 2019</u> <u>DECEMBER 2025</u></p>
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Council is herewith informed of the status regarding implementation of the Cost Containment Regulations

The Municipal Cost Containment Regulations were published on 07 June 2019, with effective date 01 July 2019.

The previous reports to Council (June 2019) addressed the administrative process in anticipation of the regulations. These considerations were based on MFMA Circular No. 82 Cost Containment Measures (Updated November 2016).

Subsequent to the regulations being gazetted, National Treasury issued MFMA Circular No 97 - Cost Containment Measures on 31 July 2019. This circular advises regarding proposed formats for reporting on budgets, expenditure and savings as addressed in the regulations.

Save for revised input pertaining to the consideration of Public Transport in Regulation 7(6)(b), included in changes as approved by council to the Overstrand Travel & Subsistence Policy in consideration of Public Transport, the bulk of the cost containment measures have been captured in various of our Budget related Council Policies. The before-mentioned been considered and updated with the annual revision of policies. The Overstrand Cost Containment Policy was approved by Council on 27 May 2020.

Of importance to note is that the Budget Steering Committee gave effect to stringent cost containment restrictions over the past three years, in terms of the budget policy guidance, to advise Council in this regard.

Templates have furthermore been implemented to guide decision making regarding use of consultants and feasibility considerations.

The administration gave further effect in implementing the regulations and this is being attended to on a continuous basis, applying the stipulations of Budget directives and Budget related policies.

ANNEXURE C 2/3

Cost Containment In-Year Report (IMPORTANT - Please note that the unspent amounts will be indicated under savings for the year after Q4, in view of the comments relating to Q1, Q2 and Q3, which state as follows (refer below):**

“Overstrand Municipality does not budget to create savings. 2. Cost containment considerations implemented multiple budget periods ago. 3.Guiding Templates implemented”

	Budget	Q1 (Actual)	Q2 (Actual)	Q3 (Actual)	Q4 (Actual)	Savings
Measures	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Use of Consultants	40 813 789	2 926 733	5 622 921			
Vehicles used for political office-bearers	0	0	0	0	0	0
Travel & subsistence: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	935 127	180 726	314 614			
Domestic accommodation: (Please note that deviations from Budgeted amounts also relate to the new normal in terms of scaled down traveling due to virtual meetings, inclusive of a decrease in accommodation costs, Registration Fees w.r.t. conferences, etc.)	378 253	57 796	103 017			

ANNEXURE C 3/3

Sponsorships, events and catering	1 312 822	107 287	342 313			
Communication	6 138 595	717 875	1 108 502			
Other related expenditure items	0	0	0	0	0	0
Total	49 578 586	3 990 417	7 491 367			

MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (mSCOA) AND NEW PROPOSED REGULATIONS RELATING TO THE REGULATING OF MINIMUM BUSINESS REQUIREMENTS AND PROCESSES:

POST IMPLEMENTATION STATUS OF THE mSCOA PROJECT AND STATUS REGARDING THE PROGRESS RELATING TO THE FRAMEWORK FOR MINIMUM BUSINESS REQUIREMENTS AND PROCESSES BY NATIONAL TREASURY – DECEMBER 2025

1. Executive Summary

The purpose of this submission to Council is to:

1. Inform Council on specific initiatives to date by National Treasury to enable a full and complete understanding of the scope and extent of the SCOA implementation as applicable to all municipalities and municipal entities;
2. Report to Council on an ongoing basis regarding the implementation of mSCOA at Overstrand Municipality and the evolving environment;
3. Maintain an on-going awareness of mSCOA and any specific initiatives in the Overstrand Municipality; and
4. Create awareness of the regulating of minimum business requirements and processes and future impact on the organisation and ICT related environment; and
5. Considerations on the way forward with the core financial system, being Samras Classic, currently in use by the Overstrand Municipality; and
6. Considerations regarding minimum business process requirements and the future impact on the organisation and ICT related environment.

A comprehensive supplementary report, providing the necessary detail with regard to background and historic information over the past number of years for the National Treasury mSCOA project and initial implementation, was also included previously (up to 31 December 2019), as part of the reporting to Council.

2. 2025/2026:

Quarter 2

All financial and non-financial datastrings for the quarter were generated and uploaded to the National Treasury GoMuni platform. Manual intervention is still required for certain of the datastrings as challenges still exist regarding correct mSCOA segmentation alignment and system capabilities of the Samras Classic financial system, as also articulated later in this report.

The Western Cape Provincial Treasury (WCPT) performed an analysis on the municipal datastrings. Although we concur with issues raised, the system capabilities and available functionality was explained and the fact that we have implemented manual control measures to mitigate risks.

National Treasury (NT), in conjunction with the Chartered Institute of Government Finance Audit and Risk Officers (CIGFARO) hosted the Annual Integrated Consultative Forum (ICF) conference during December 2025, dealing with all mSCOA related topics and emphasis on the mSCOA minimum business processes requirements and functionality. Due to cost considerations, no officials attended the conference and could attend limited presentations on a virtual platform.

The draft mSCOA minimum business processes requirements was published during December 2025, as well as various NT position papers.

Solvem hosted a 2-day conference which was attended by the Business Analyst.

Due diligence: The Business Analyst has further scheduled various appointments with three financial system service providers in the local government space for the demonstration of selected modules across the financial services spectrum. The purpose was for Overstrand officials to investigate and assess service offerings from these service providers. The post-demonstrations are being followed up with assessments with the different target groups for the compilation of a report to be submitted to TMT.

Quarter 1

The budget implementation on 1 July 2025 from the Web Portal (Budget Module) to Samras Classic (Transaction environment) was successful. The required datastrings could be generated on the web portal and were successfully loaded to the National Treasury website (GoMuni). Challenges still exist regarding correct mSCOA segmentation alignment, as articulated later in this report.

National Treasury (NT) hosted numerous Integrated Consultative Forum (ICF) workshops regarding the mSCOA minimum business processes requirements and functionality, which was attended by numerous Overstrand officials. NT is now in the process of consolidating all inputs received and will provide feedback regarding the business processes roadmap towards the end of the 2nd quarter of the 2025/2026 financial year.

Due diligence: The Business Analyst scheduled various appointments/meetings with two financial system service providers in the local government space for the demonstration of selected modules across the financial services spectrum. The purpose was for Overstrand officials to investigate and assess service offerings from these service providers. The post-demonstrations will be followed up with assessments with the different target groups for the compilation of a report to be submitted to TMT.

3. Status summary for the 2024/2025 financial year

During the 4th quarter, Overstrand officials attended various workshops regarding the mSCOA business processes that are set to be regulated in the future. A sub-committee, apart from the mSCOA working committee, under the leadership of the Business Architecture unit has been established to investigate service offerings from other service providers to test the market.

Solvem has also provided a template for the draft roadmap for the implementation of the new Platinum system for information. See attachment at the end of this report.

The latest developments with regard to the phasing-out of the current SAMRAS Classic version of the financial system was reported at the end of December 2024 (Quarter 2), the following details are highlighted, inclusive of feedback on the SAMRAS Platinum Demonstration at Goudini Spa on 11 & 12 February 2025 –

At the most recent User group meeting (11 December 2024) Solvem, as the current Service provider of the SAMRAS financial system, announced that the SAMRAS Web development would be discontinued and replaced by the SAMRAS Platinum version, due to the following reasons –

- The SAMRAS Classic version of the system is old technology – thus presenting numerous challenges.
- The SAMRAS Web Development (2016) intended to upgrade the Classic version, has a slow uptake, with less than half of customers not yet moved over.
- Furthermore, with the Billing Module not ready to roll out, full implementation of this version will be a lengthy and time-consuming process taking too long.
- This status also posed major challenges for municipalities who has already migrated to the Budget Module and attempted to implement some of the other modules in the web environment, with daily obstacles to manage on both the municipality's side and for Solvem.
- These issues related to the current hybrid approach, referring to some modules of the system running in the Classic environment whilst a few modules in the Web environment also cater for transactions and processes. Before-mentioned scenario is undesirable and administratively painful for all parties to ensure compliance, also in view of day-to-day operational requirements.

The Solvem presentation at this Usergroup furthermore also include confirmation of a relationship between sister companies, being R Data with their Promun system, Solvem with the SAMRAS system and lastly Inzalo, with their system, referred to as EMS (enterprise Management System). The service offering thus referenced as the best of three top systems in the SA LG market, which would allow the following -

- Allocation of resources between 3 companies;
- Customer support in an enhanced and expanded manner;
- An ERP with additional benefits, stated as fully functioning; and
- A Hosted cloud environment.

Solvem explained that before-mentioned will result in cost savings for all clients.


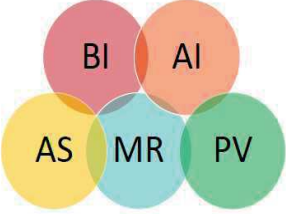


Feedback shared regarding financial systems evaluation done by the National Treasury-

- On-site visits at multiple municipalities - these exercises included all system vendors.
- Assessments entailed testing of ERP financial systems functionality in terms of compliance with the key business processes (Annexure B of MFMA Circular No 80).
- It was confirmed to the meeting that the SAMRAS Platinum version of Solvem was presented as a demo to National Treasury, with a positive response received from them.

The presentation was concluded with introduction of the *Solvem Upgrade Roadmap*, listing the following areas –

- Client engagements
- Demonstrations
- Proposal
- Implementation plan
- Upgrade to platinum
- Roll out of enhanced services
- Replacement of run-out 3rd party contracts

***** Solvem: SAMRAS Financial System - Platinum Upgrade Roadmap:**

<p>MODULES OF PLATINUM</p> <ul style="list-style-type: none"> • General Ledger • Supply Chain Management • Planning and Budget • Revenue and Property Management • HR and Payroll • Assets • Inventory • Performance Management  <p>SAMRAS A DIVISION OF SOLVEM</p>	<p>ADDITIONAL MODULES OF PLATINUM</p>  <ul style="list-style-type: none"> • BI reporting • AI for management decisions • Meter reading • Prepaid vending <p>SAMRAS A DIVISION OF SOLVEM</p>
<p>UPGRADE ROADMAP</p>  <ul style="list-style-type: none"> • Client engagements • Demonstrations • Proposal • Implementation plan • Upgrade to platinum • Roll out of enhanced services • Replacement of run-out 3rd party contracts <p>SAMRAS A DIVISION OF SOLVEM</p>	<p>CURRENT UPGRADE STATUS</p> <ul style="list-style-type: none"> • Three client visits • Three client demo's • Upgrade process to date: <ol style="list-style-type: none"> 1. Planning 1% 2. Analysis 2% 3. Design 9% (billing 60%) 4. Implementation 36% (billing 67%) 5. Testing & Integration 0% 6. Maintenance 0%  <p>SAMRAS A DIVISION OF SOLVEM</p>

Solvem also hosted a SAMRAS Platinum Demonstration on 11 - 13 February 2025 at Goudini Spa. These sessions were attended by an Overstrand delegation, inclusive of representation of mSCOA Implementation Steercom members. Before-mentioned however provided limited understanding of the functionality of the new Platinum version.

Overstrand Considerations and Position

IMPORTANT TO NOTE - Although the budget module in the WEB PORTAL does provide improved capabilities regarding mSCOA, the SAMRAS CLASSIC financial system, where

the budget will reside in the transacting environment, poses certain challenges. These challenges relate to mSCOA segmentation, which cannot be accommodated on a multi-dimensional level. This leads to errors when validating monthly closes and inaccurate datastrings being extracted from the financial system, this is also applicable with regard to the budgeting cycle as well as all reporting cycles. The datastring extracts for revenue, expenditure and capital budgets and transactions are usually accurate, but information for the main ledger and cash flows are incorrect in many instances, as explained above. This situation will persist while on the SAMRAS CLASSIC version.

Future system User group meetings, as well as any other platforms will serve as vehicle to gain insight and obtain more detail in assisting the municipality to navigate through this transition period as well.

For Overstrand Municipality the current status will be maintained in further considerations with regard to a financial system implementation for Overstrand Municipality, pending the outcome of a written response from National Treasury, taking into account before-mentioned developments, inclusive of their intended transversal tender on a national level, and any other considerations as might be relevant, in the best interest of the municipality, in ensuring final conclusion of the successful implementation of the mSCOA Regulations.

The mSCOA committee still follows a process of monthly monitoring with regard to before mentioned. Assurance of successful implementation of mSCOA in compliance with the regulations, are regarded as a pre-requisite for good governance practices. Further developments will be closely monitored and any important matters impacting on the current contract with the service provider, will be reported to Council, with the continuation of quarterly reports to Council.

The mSCOA Regulations are not yet fully implemented by municipalities, and the promulgation of the final mSCOA Regulations by National Treasury are only due on a future date, thus not enabling conclusion and presenting Council with a close-out report in this regard.
