



**MATATIELE**  
LOCAL MUNICIPALITY

**2025/2026  
QUARTERLY  
SECTION 52(D)  
REPORT**

**3<sup>RD</sup> QUARTER ENDED  
31 MARCH 2026**

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## GLOSSARY

**Annual Budget** – Prescribed in section 16 of the MFMA - the formal means by which a

Municipality approve official budget for the next three years.

**Adjustment Budget** – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its annual budget during the year.

**Capital Expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet and must be included in the asset register.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings – for example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

**GRAP** – Generally Recognised Accounting Practice. The new 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 dated April 2009.

**MFMA** – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

**mSCOA** – Municipal Standard Chart of Accounts.

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

**Vote** – One of the main segments into which a budget is divided.

## LEGISLATIVE FRAMEWORK

This report has been prepared in terms of the following enabling legislation:

**The municipal Finance Management Act No. 56 of 2003**

Section 52(d): Quarterly budget Statements

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

### 1.1 RESOLUTIONS

This is the resolution being presented to Council in the quarterly report on the implementation of budget and financial state of affairs of the municipality as required in terms of section 52 of the Municipal Finance Management Act 56 of 2003.

**Recommendations:**

- That, the report on the implementation of the budget and the financial state of affairs of the municipality for the quarter ended 31 March 2026 be noted by council.
- That, the submission of section 52(d) reports and to Provincial and National Treasuries 30 days after the end of each quarter be noted by Council.
- That, the council note the withdrawal from the bank account, attached under 'Supporting Documents' in the report, in terms of Municipal Management Act, Sec11 (4)

## 1.2 EXECUTIVE SUMMARY

The below analysis is a high-level assessment based on revenue and expenditure recognised on the Municipal Financial System. It is incumbent on the necessary user business units and user departments to ensure the completeness, Validity and accuracy of the information provided for the purposes of the assessment.

### **Consolidated Performance (Revenue & Expenditure)**

#### **Operating Budget**

##### **Revenue by source**

The total annual approved budget is **R 677,099,735** this was adjusted to an adjusted revenue budget of **R 725,377,402**. The revenue recognised for the quarter ended 31 March 2026 is **R 140,256,947**. (including capital transfers). This represents **19%** of the approved revenue budget. This performance is below the expected **25%** due to slow collection in licences or Permits, Rental from Fixed Assets, Sales of Goods and Rendering of Services and Property Rates by Usage. The total revenue received to date is **82%**

##### **Operating Expenditure by type**

The municipality's approved expenditure budget is **R 594,623,647** this was adjusted to an adjusted expenditure budget of **R 595,623,647**. The actual expenditure incurred for the quarter ending 31 March 2026 amount to **R 130,903,509** when measured against the approved budget this represents **22%** of the approved operating budget. This level of expenditure is less than the expected performance of **25%** for the quarter, primarily due to no Irrecoverable Debts Written Off and slow spending in Contracted Services and Inventory Materials. Expenditure incurred to date is **69%** of the approved operating expenditure budget.

##### **Capital Expenditure**

The total approved capital budget is **R 163,364,950** this was adjusted to an adjustment budget of **R 210,964,617**. The Municipality incurred expenditure of **R 17,542,571** for the quarter ended 31 March 2026, this represents **8%** of the approved capital expenditure budget. The expenditure incurred is below the expected **25%** performance for the quarter due to projects not yet appointed others on tender stage. quarterly projections for year-to-date budgets is based on trend methodology. The total YTD spending is **46%** of the approved capital expenditure.

### Capital expenditure funding.

- The MIG capital grant allocation for the financial year is **R 57,646,950** as per Dora Allocation. The spending for quarter ending 31 March 2026 is **R1,950,104** which represent **3%** for the 3<sup>rd</sup> Quarter (**VAT Exclusive**). YTD spending is **72%**
- Disaster recovery grant was allocated a budget amount of **R 24,543,000** this was adjusted to a total adjusted budget of **R 72,142,666** The grant reflects **R 6,049,518** spending for 3<sup>rd</sup> quarter at the end of 31 March 2026 which represent **8%** expenditure for the quarter. Total YTD expenditure is **27%** of the allocation.
- The Library Capital Grant allocation of **R 300,000** was allocated. The grant reflects no spending at the end of quarter ended 31 March 2026. Total YTD expenditure is **56%** of the allocation.
- Capital Replacement Reserves (CRR) for the financial year **R 80,875,000** is allocated, the total spending for the quarter ended 31 March 2026 is **R 9,637,149** which represent **12%**. Expenditure to date is **43%**
- The municipality anticipates **100%** spending of the total capital budget as at the end of the financial.

### Capital Expenditure material variances

The Capital Expenditure for the 2025/2026 financial year is which implies that the capital expenditure incurred is significantly below the projection, variance is due to delays in implementing projects.

Functions	Total Budget	January Actuals	February Actuals	March Actuals	Total Actuals
Community and Social Services: Community Governance(3096)	213,000.00	-	-	-	162,500.00
Community Halls and Facilities:Public Amenities (3005)	2,137,000.00	-	(94,200.00)	24,140.39	447,939.12
CORE FUNCTION: SOLID WASTE REMOVAL	2,850,000.00	-	-	215,895.09	322,819.42
Energy Sources: Electricity (4040)	14,420,000.00	-	-	-	10,406,018.36
Finance and Administration: Information Technology (2540)	2,600,000.00	-	-	-	-
Finance and Administration: Asset Mangement and Reporting (2015)	30,000.00	-	-	-	-
Finance and Administration: Council Support (2541)	490,000.00	-	-	-	382,163.28
Finance and Administration: Human Resources (2535)	150,000.00	-	-	-	135,186.16
Finance and Administration: SCM & Expenditure (2025)	2,660,000.00	-	-	-	52,173.91
Finance and Administration: Revenue and Debt Management (2020)	600,000.00	-	-	-	-
Finance:Budget & Treasury (2010)	480,000.00	-	-	-	58,845.77
Marketing: Customer Relations; Publicity and Media Co-ordination:com	627,000.00	-	100,000.00	-	127,761.44
Planning and Development: LED (3520)	2,990,000.00	-	-	-	843,606.95
Planning and Development: Planning (3510)	4,360,000.00	-	-	540,126.70	759,344.20
Public Safety: Civil Defence (3074)	2,800,000.00	-	-	313,988.90	313,988.90
Road Transport: Project Operations & Mainnt(4010)	55,906,666.00	2,375,147.52	3,555,022.77	3,776,367.70	26,391,820.80
Roads:Project Management Unit	106,145,950.00	2,738,064.50	1,643,076.59	1,974,340.66	54,184,791.67
Town Planning; Building Regulations and Enforcement; and City Enginee	11,505,000.00	-	-	380,600.01	1,608,165.18
<b>Grand Total</b>	<b>210,964,616.00</b>	<b>5,113,212.02</b>	<b>5,203,899.36</b>	<b>7,225,459.45</b>	<b>96,197,125.16</b>

The table below is an analysis per business unit –

**Summary of Capital Expenditure relate to 2025-2026 financial year.**

The approved capital budget includes Capital Replacement Reserve.

**Grant Funded Projects (MIG PROJECTS)**

<b>MIG Capital Project</b>	<b>3<sup>rd</sup> Quarter 2026 Status</b>
Excavator	Project is 100 % completed
Harry Gwala Internal Streets	Project is under construction and is 85% completed
Construction of Cedarville Internal Streets Phase 4	Project is under construction and is 65% completed
Maluti Internal Streets Phase 5	Project is under construction and is 86% completed
Mahasheng Access Road & Bridge	Project is under defects liability period and is 95% completed (Retention Stage)
Mafube-Nkosana Access Road & Bridge	Project is under construction and is 70 % completed
Lekhalong via Magema-Outspan Access Road	Project is under defects liability period and is 95% completed (Retention Stage)

**Grant Funded Projects (Integrated National Electrification Programme Grant) INEP**

<b>INEP Capital Project</b>	<b>3<sup>rd</sup> Quarter 2026 Status</b>
Electrification of Motsekua Village	569 connections have been completed and energized. Overall expenditure is 95%

**Disaster Response Grant**

<b>Disaster Capital Project</b>	<b>3<sup>rd</sup> Quarter 2026 Status</b>
Mvenyane Access Road and Bridge Recovery	The project is under construction @ 32.5% complete
Lugada Mahlabathini AR Recovery	The project is under construction @ 75% complete
Tlakanelo Access Road & Bridge (MDRG)	SCM Procurement processes underway
Sifolweni Access Road (MDRG)	SCM Procurement processes underway
Motsing Access Road (MDRG)	SCM Procurement processes underway
Rholweni Access Road (MDRG)	SCM Procurement processes underway
Tsita-Pehong Access Road (MDRG)	SCM Procurement processes underway
Sekhutlong Access Road (MDRG)	SCM Procurement processes underway

## Internal Funded Capital Projects

<u>Capital Replacement Reserve Projects</u>	<u>3rd Quarter March 2026 Status</u>
Phase 2 silo facilities	Planning Stage
Municipal Fleet	Planning Stage
Licensing Offices	Planning Stage
Mphotshongweni Bridge (Rashule)	The project is at tender stage
Lunda Access Road	The project is under construction @ 80% complete
Nkululekweni Access Road	The project is under construction @ 65% complete
Maloto Access Road	The project is under construction @ 58% complete
Buxton Park Bridge	The project is under construction @ 90% complete
Harry Gwala Internal Streets CRR	The project is under construction and progress is 75 %
Phalane-Mbizweni Access Road	The project is under construction @ 80% complete
Motsekoa Access Road	The project is under construction @ 65% complete
Mapateng Access Road	The project is under construction @ 58% complete
Storm Water Drainage	The project is under construction @ 90% complete
Phalane-Mbizweni Access Road	The project is under construction @ 80% complete
Cherry Picker Truck	The truck has been completed, the service provider is busy installing the crane on the truck
Transformers Infrastructure	Project has been completed
FM Tower line WIP	Completed
Landfill Electrification	Completed
Refurbishment of main office	The project is at tender stage
Renovation of Town Hall	The project is at tender stage

## PART 2 – IN-YEAR BUDGET STATEMENTS

### 2.1 Table C1 Monthly Budget Statement Summary -M09 -Quarter 3

**EC441 Matatiele - Table C1 Monthly Budget Statement Summary - M09 - Quarter 3**

Description	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	56 360	61 937	61 937	6 059	55 234	46 453	8 782	19%	61 937
Service charges	89 707	106 834	106 834	26 061	80 001	80 125	(124)	0%	106 834
Investment revenue	15 316	28 813	28 813	4 012	14 189	21 610	(7 421)	-34%	28 813
Transfers and subsidies - Operational	330 510	331 654	332 332	85 330	332 772	249 012	83 760	34%	332 332
Other own revenue	61 572	65 372	65 372	8 722	42 641	49 029	(6 389)	-13%	65 372
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>553 465</b>	<b>594 610</b>	<b>595 288</b>	<b>130 183</b>	<b>524 837</b>	<b>446 229</b>	<b>78 608</b>	<b>18%</b>	<b>595 288</b>
Employee costs	162 964	186 701	186 701	59 869	147 957	140 025	7 931	6%	186 701
Remuneration of Councillors	24 244	24 666	24 666	8 136	19 773	18 499	1 273	7%	24 666
Depreciation and amortisation	63 816	22 322	22 322	-	32 626	16 741	15 884	95%	22 322
Interest	3 829	-	-	1 955	1 955	-	1 955	#DIV/0!	-
Inventory consumed and bulk purchases	92 699	105 033	105 463	20 651	71 409	78 946	(7 538)	-10%	105 463
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	214 199	255 903	256 151	40 292	138 057	192 026	(53 970)	-28%	256 151
<b>Total Expenditure</b>	<b>561 751</b>	<b>594 624</b>	<b>595 302</b>	<b>130 904</b>	<b>411 776</b>	<b>446 239</b>	<b>(34 463)</b>	<b>-8%</b>	<b>595 302</b>
<b>Surplus/(Deficit)</b>	<b>(8 285)</b>	<b>(14)</b>	<b>(14)</b>	<b>(721)</b>	<b>113 061</b>	<b>(10)</b>	<b>113 072</b>	<b>-1088033%</b>	<b>(14)</b>
Transfers and subsidies - capital (monetary allocations)	82 541	82 490	130 090	10 074	70 506	86 597	(16 091)	-19%	130 090
Transfers and subsidies - capital (in-kind) contributions	-	-	-	-	-	-	-	-	-
	74 256	82 476	130 076	9 353	183 567	86 587	96 980	112%	130 076
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>	<b>96 980</b>	<b>112%</b>	<b>130 076</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	132 721	163 365	210 965	17 543	96 197	147 253	(51 056)	-35%	210 965
Capital transfers recognised	70 274	82 490	130 090	7 905	61 020	86 597	(25 577)	-30%	130 090
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	62 446	80 875	80 875	9 637	35 177	60 656	(25 479)	-42%	80 875
<b>Total sources of capital funds</b>	<b>132 721</b>	<b>163 365</b>	<b>210 965</b>	<b>17 543</b>	<b>96 197</b>	<b>147 253</b>	<b>(51 056)</b>	<b>-35%</b>	<b>210 965</b>
<b>Financial position</b>									
Total current assets	415 875	430 240	430 240	-	572 738	-	-	-	430 240
Total non current assets	1 101 668	1 275 562	1 323 161	-	1 165 240	-	-	-	1 323 161
Total current liabilities	171 218	201 988	201 988	-	208 086	-	-	-	201 988
Total non current liabilities	43 933	22 501	22 501	-	43 933	-	-	-	22 501
Community wealth/Equity	1 302 392	1 481 313	1 528 913	-	1 485 959	-	-	-	1 528 913
<b>Cash flows</b>									
Net cash from (used) operating	432 426	131 401	179 000	116 394	432 719	123 280	(309 439)	-251%	179 000
Net cash from (used) investing	130 245	(163 365)	(210 965)	(15 562)	(99 843)	(147 253)	(47 411)	32%	(210 965)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the monthly/year end	820 816	230 836	230 836	-	602 777	238 827	(363 949)	-152%	237 936
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	11 935	5 187	5 433	5 527	4 566	4 586	4 608	265 963	307 795
<b>Creditors Age Analysis</b>									
Total Creditors	25	-	-	-	-	-	-	-	25

The above table provides a concise overview of the Quarterly actual, year-to-date actual of the operating expenditure, capital expenditure, and age analysis. The full year forecast as seen the

table above takes in the account the original budget less the YTD budget plus the YTD actuals, this therefore gives a projection based on the TYD performance on how the municipality will perform for the financial year in terms of the original budget.

### 2.1.2 Table C2 Monthly Budget Statement –Financial Performance (Functional Class) M09 -Quarter 3

EC441 Matatiele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 - Quarter 3

Description	Ref	2024/25		Budget Year 2025/26						
		Approved Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
Governance and administration		419 376	437 220	437 370	95 595	404 771	327 975	76 796	23%	437 370
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		418 775	437 220	437 370	95 595	404 771	327 975	76 796	23%	437 370
Internal audit		600	-	-	-	-	-	-	-	-
Community and public safety		12 147	17 474	17 502	4 703	12 566	13 117	(550)	-4%	17 502
Community and social services		6 076	8 646	8 674	3 430	8 589	6 496	2 093	32%	8 674
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 072	8 828	8 828	1 273	3 977	6 621	(2 644)	-40%	8 828
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		86 431	90 736	138 836	12 688	76 316	92 982	(16 665)	-18%	138 836
Planning and development		3 592	5 002	6 002	1 007	2 828	4 326	(1 499)	-35%	6 002
Road transport		82 839	85 234	132 834	11 681	73 489	88 655	(15 167)	-17%	132 834
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		118 053	131 670	131 670	27 272	101 689	98 752	2 937	3%	131 670
Energy sources		103 037	114 257	114 257	24 052	90 975	85 693	5 282	6%	114 257
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		15 015	17 413	17 413	3 220	10 714	13 060	(2 345)	-16%	17 413
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>636 007</b>	<b>677 100</b>	<b>725 377</b>	<b>140 257</b>	<b>595 343</b>	<b>532 826</b>	<b>62 517</b>	<b>12%</b>	<b>725 377</b>
<b>Expenditure - Functional</b>										
Governance and administration		260 423	270 868	275 768	69 856	178 887	205 111	(26 224)	-13%	275 768
Executive and council		33 134	33 755	33 755	10 379	26 528	25 316	1 212	5%	33 755
Finance and administration		222 724	232 129	237 144	58 184	149 109	176 103	(26 994)	-15%	237 144
Internal audit		4 564	4 984	4 869	1 293	3 250	3 692	(442)	-12%	4 869
Community and public safety		53 082	58 193	59 835	18 110	43 966	44 301	(335)	-1%	59 835
Community and social services		28 657	28 268	32 046	9 234	23 110	22 712	398	2%	32 046
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		24 425	29 925	27 789	8 876	20 856	21 589	(734)	-3%	27 789
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		90 390	96 110	93 272	10 432	69 855	70 947	(1 093)	-2%	93 272
Planning and development		47 955	45 203	47 400	3 425	23 288	34 781	(11 493)	-33%	47 400
Road transport		42 435	50 908	45 873	7 007	45 566	36 167	10 400	29%	45 873
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		157 855	169 452	166 427	32 506	119 068	125 879	(6 811)	-5%	166 427
Energy sources		134 169	142 991	141 301	26 444	101 833	106 567	(4 734)	-4%	141 301
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		23 686	26 461	25 126	6 062	17 235	19 312	(2 077)	-11%	25 126
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>561 751</b>	<b>594 624</b>	<b>595 302</b>	<b>130 904</b>	<b>411 776</b>	<b>446 239</b>	<b>(34 463)</b>	<b>-8%</b>	<b>595 302</b>
<b>Surplus/ (Deficit) for the year</b>		<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>	<b>96 980</b>	<b>112%</b>	<b>130 076</b>

The table provides an overview of the quarterly actual, year to date actual and year to date budget of revenue by source and expenditure by type for the quarter ended 31 March 2026. The full year forecast provides a guideline in terms of overall performance, and it gives an overview of whether

the municipality will be able to spend as per the budget. The expenditure for the quarter ending 31 March 2026 is **R 130,903,509** and revenue is **R 140,256,947**.

### 2.1.3 C3 Monthly Budget Statement –Financial Performance (revenue and expenditure by municipal vote) -M09 -Quarter 3

EC441 Matatiele - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 - Quarter 3

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Approved Budget	Original Budget	Revised Budget	Quarter 3	YearTD actual	YearTD Budget	YTD Variance	YTD %	YearTD Actual
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - Executive Council	1	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		418 368	436 870	437 020	95 238	404 344	327 713	76 631	23.4%	437 020
Vote 3 - Corporate		408	350	350	357	427	263	165	62.8%	350
Vote 4 - Development and Planning		3 592	5 502	6 002	1 007	2 828	4 326	(1 499)	-34.6%	6 002
Vote 5 - Community		27 163	34 887	34 915	7 923	23 281	26 176	(2 896)	-11.1%	34 915
Vote 6 - Infrastructure		165 877	199 491	247 091	35 733	164 464	174 348	(9 884)	-5.7%	247 091
Vote 7 - Internal Audit		600	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>636 007</b>	<b>677 100</b>	<b>725 377</b>	<b>140 257</b>	<b>595 343</b>	<b>532 826</b>	<b>62 517</b>	<b>11.7%</b>	<b>725 377</b>
<b>Expenditure by Vote</b>										
Vote 1 - Executive Council	1	33 134	33 755	33 755	10 379	26 528	25 316	1 212	4.8%	33 755
Vote 2 - Finance and Admin		130 136	132 658	138 003	34 953	62 939	101 632	(18 693)	-18.4%	138 003
Vote 3 - Corporate		92 588	99 471	99 140	23 231	66 170	74 471	(8 301)	-11.1%	99 140
Vote 4 - Development and Planning		47 955	45 203	47 400	3 425	23 288	34 781	(11 493)	-33.0%	47 400
Vote 5 - Community		76 769	84 654	84 961	24 172	61 201	63 613	(2 413)	-3.8%	84 961
Vote 6 - Infrastructure		176 604	193 899	187 174	33 451	148 400	142 734	5 666	4.0%	187 174
Vote 7 - Internal Audit		4 564	4 984	4 869	1 293	3 250	3 692	(442)	-12.0%	4 869
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>561 751</b>	<b>594 624</b>	<b>595 302</b>	<b>130 904</b>	<b>411 776</b>	<b>446 239</b>	<b>(34 463)</b>	<b>-7.7%</b>	<b>595 302</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>74 256</b>	<b>82 476</b>	<b>130 075</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>	<b>96 980</b>	<b>112.0%</b>	<b>130 075</b>

Reporting per municipal Vote provides details on the spending over the various functions. Revenue is mainly budgeted under the Finance & Admin Function and therefore most of the revenue will be reflected under this function. Expenditure by functional classification presents the expenditures by the departments

## 2.1.4 C4 Monthly Budget Statement –Financial Performance (revenue and Expenditure)-M09\_Quarter 3

EC441 Matatiele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 - Quarter 3

Description	Ref	2024/25		Budget Year 2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		77 914	91 308	91 308	23 114	71 086	68 481	2 605	-4%	91 308
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		11 793	15 526	15 526	2 947	0 915	11 644	(2 729)	-20%	15 526
Sale of Goods and Rendering of Services		27 190	26 470	26 470	746	20 636	19 853	784	4%	26 470
Agency services		1 539	1 800	1 800	298	1 139	1 350	(211)	-16%	1 800
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		1 636	2 200	2 200	700	1 775	1 650	125	8%	2 200
Interest from Current and Non Current Assets		15 316	28 813	28 813	4 012	14 189	21 610	(7 421)	-34%	28 813
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		303	-	-	235	235	-	235	#DIV/0!	-
Rental from Fixed Assets		1 317	2 220	2 220	236	1 216	1 665	(449)	-27%	2 220
Licence and permits		2 470	4 434	4 434	310	1 387	3 326	(1 938)	-88%	4 434
Special Rating Levies		-	-	-	-	-	-	-	-	-
Operational Revenue		318	905	905	340	343	619	(335)	-49%	905
Non-Exchange Revenue		-	-	-	-	-	-	-	-	-
Property rates		56 360	61 937	61 937	6 059	55 234	46 453	8 782	19%	61 937
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2 127	3 048	3 048	682	1 487	2 286	(799)	-35%	3 048
Licence and permits		31	25	25	-	(0)	19	(19)	-100%	25
Transfers and subsidies - Operational		330 510	331 654	332 332	85 330	332 772	249 012	83 760	34%	332 332
Interest		23 294	24 270	24 270	5 174	14 422	18 203	(3 781)	-21%	24 270
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		1 120	-	-	-	-	-	-	-	-
Other Gains		28	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>553 465</b>	<b>594 610</b>	<b>595 288</b>	<b>130 183</b>	<b>524 837</b>	<b>446 229</b>	<b>78 608</b>	<b>18%</b>	<b>595 288</b>
<b>Expenditure By Type</b>										
Employee related costs		162 964	186 701	186 701	59 869	147 957	140 025	7 931	6%	186 701
Remuneration of councillors		24 244	24 666	24 666	8 136	19 773	18 499	1 273	7%	24 666
Bulk purchases - electricity		87 487	98 000	98 000	19 634	67 655	73 500	(5 845)	-8%	98 000
Inventory consumed		5 212	7 033	7 463	1 017	3 754	5 446	(1 692)	-31%	7 463
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortization		63 816	22 322	22 322	-	32 626	16 741	15 884	95%	22 322
Interest		3 829	-	-	1 955	1 955	-	1 955	#DIV/0!	-
Controlled services		138 140	170 618	170 796	22 032	94 750	128 035	(33 285)	-26%	170 796
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		12 447	6 500	6 500	-	-	4 875	(4 875)	-100%	6 500
Operational costs		62 519	78 784	78 654	18 259	43 307	59 116	(15 810)	-27%	78 654
Losses on Disposal of Assets		1 065	-	-	-	-	-	-	-	-
Other Losses		27	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>561 751</b>	<b>594 624</b>	<b>595 302</b>	<b>130 904</b>	<b>411 776</b>	<b>446 239</b>	<b>(34 463)</b>	<b>-8%</b>	<b>595 302</b>
<b>Surplus/(Deficit)</b>		<b>(8 285)</b>	<b>(14)</b>	<b>(14)</b>	<b>(721)</b>	<b>113 061</b>	<b>(10)</b>	<b>113 072</b>	<b>-1088033%</b>	<b>(14)</b>
Transfers and subsidies - capital (monetary allocations)		82 541	82 490	130 090	10 074	70 506	86 597	(16 091)	-19%	130 090
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>			<b>130 076</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>			<b>130 076</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>			<b>130 076</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intra-company/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>74 256</b>	<b>82 476</b>	<b>130 076</b>	<b>9 353</b>	<b>183 567</b>	<b>86 587</b>			<b>130 076</b>

The total approved operational revenue budget was **R 594,609,785** and this was adjusted to an adjustments budget of **R 595,287,785**. The total actual Revenue billed and/or collected for the quarter ended 31 March is **R130,182,843** excluding of capital and subsidies this represents **22%** on operational revenue. This is less than the performance expected for the quarter due to slow collection in licences or Permits, Rental from Fixed Assets, Sales of Goods and Rendering of Services and Property Rates by Usage. The total YTD revenue recognised is **88%**.

Total approved budget on Capital revenue transfers and subsidies was **R 82,489,950** and this was adjusted to an adjustment budget of **R 130,089,617**. The total revenue of **R 10,074,104** was

recognised for the quarter, representing **8%** of the total budget. This performance is below the expected level for the quarter, mainly due to a less this is due to less capital projects being recognised in the 3<sup>rd</sup> quarter. Total YTD revenue is **54%** of the approved capital revenue budget.

The municipality’s approved expenditure budget was **R 594,623,647** this was adjusted to an adjusted expenditure budget of **R 595,623,647**. The actual expenditure incurred for the quarter ending 31 March 2026 amount to **R 130,903,509** when measured against the approved budget this represents **22%** of the approved operating budget. This level of expenditure is less than the expected performance of **25%** for the quarter, primarily due to no Irrecoverable Debts Written Off on the Quarter under review and slow spending in Contracted Services and Inventory. Expenditure incurred to date is **69%** of the approved operating expenditure budget.

**Revenue by Source**

Revenue by source explains the types of income budgeted for and the performance of these individually.

**Revenue by Source**

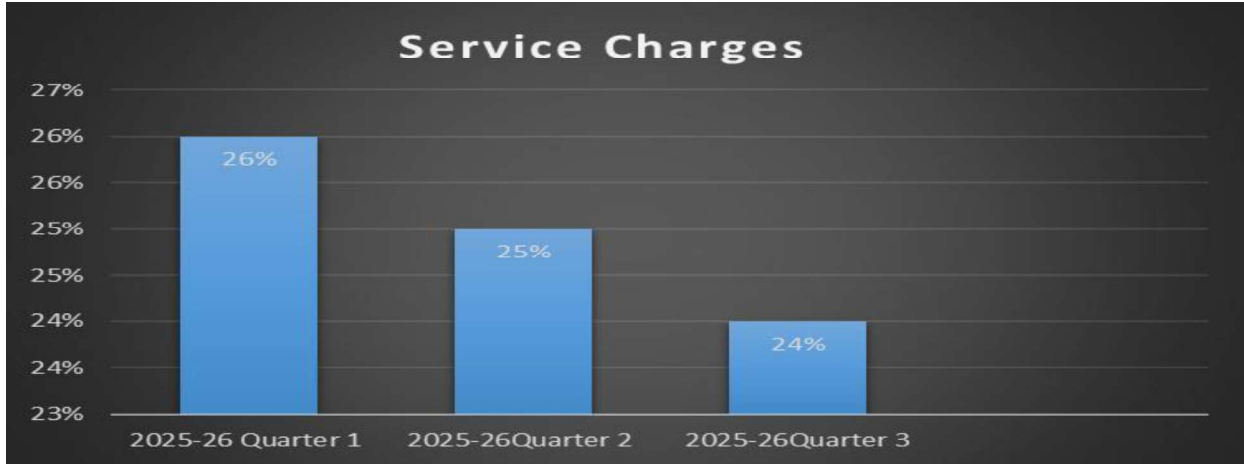
**Property Rates**

Property rates are a major part of the municipal own revenue and represents **9%** of the total own revenue budget. Property Rates – Property rates are billed for 10 months starting from July 2025 to April 2026 for both annual and quarterly rates, hence there is variance. The total property rates raised/billed amounted R 6,058,990 to against approved budget of R 61,936,752 this represents 10% of the received revenue by source, which is less than anticipated for the Quarter, the income received from property rates amounted to R 4,574,663 which includes outstanding debt collected, and it represents 76% when measured against the property rates billed or raised for the quarter. The revenue stream will be closely monitored to ensure revenue targets are met by year end. Total YTD revenue is **90%**.



## Service Charges

Revenue from service charges amounted to **R 26,060,614** against the approved budget of **R 106,833,628**. This represent **24%** and this is less the expected performance of **25%** for the quarter due to less service charged in electricity sales. Total YTD revenue is **75%** of the revenue budget.



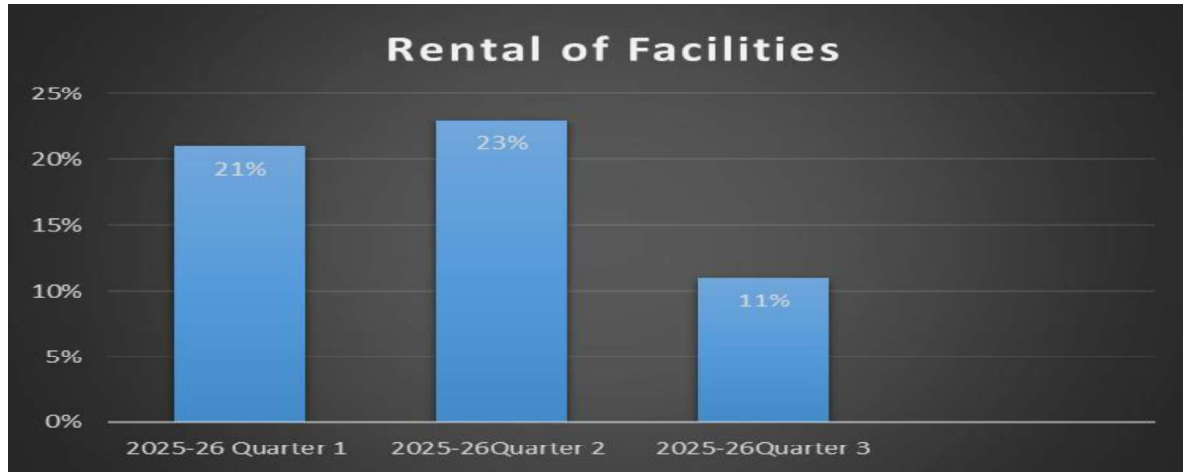
## Agency Services

The budget for Agency Services amount to **R 1,800,000** relating to commission received from department of transport. The income received from agency fees amounted to **R 297,921** This represents **17%** and is less than the expected performance of **25%** for the quarter due to less commission received than anticipated. The total YTD revenue is **63%**.



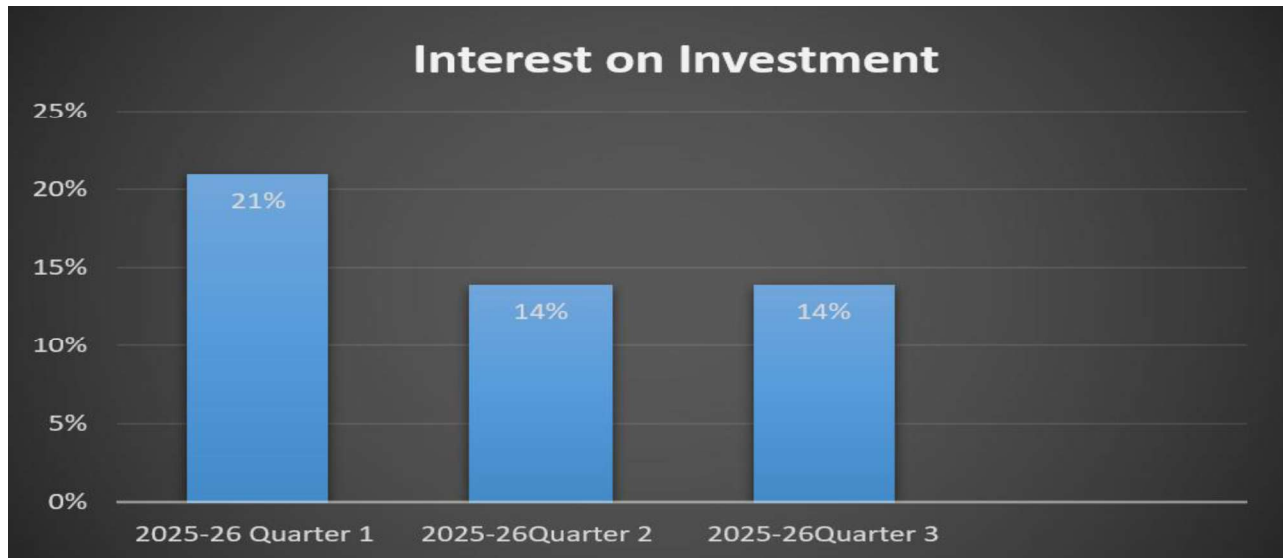
## Rental from facilities

Rental of facilities and equipment approved budget is **R 2,220,000**. The revenue for the 3<sup>rd</sup> quarter amounted to **R 236,162** has been recognised, this represent **11%** which is less than the **25%** expected performance for the quarter due to less collection on rental of facilities as Matatiele town hall is being renovated. Total YTD revenue is **55%** of the revenue budget for this revenue source.



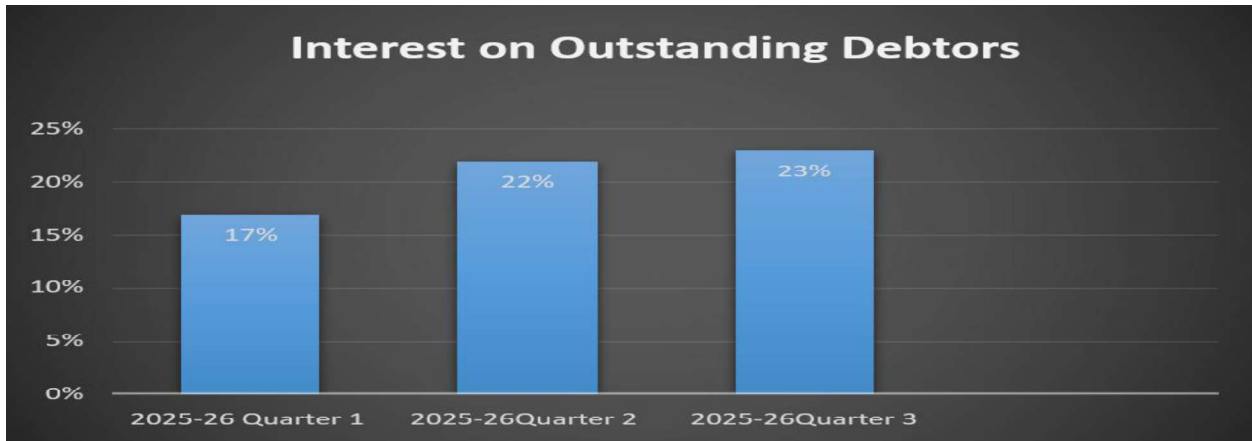
## Interest on Investments

The total approved budget on Interest and investments is **R 28,812,996** and the interest received for the 3<sup>rd</sup> quarter ended March 2026 is **R 4,011,575** which represent **14%** this is less than **25%** expected performance for the quarter due to cash withdrawals reducing resulting to less investment revenue, hence the variance. Total YTD revenue is **49%** of the revenue budget for this revenue source.



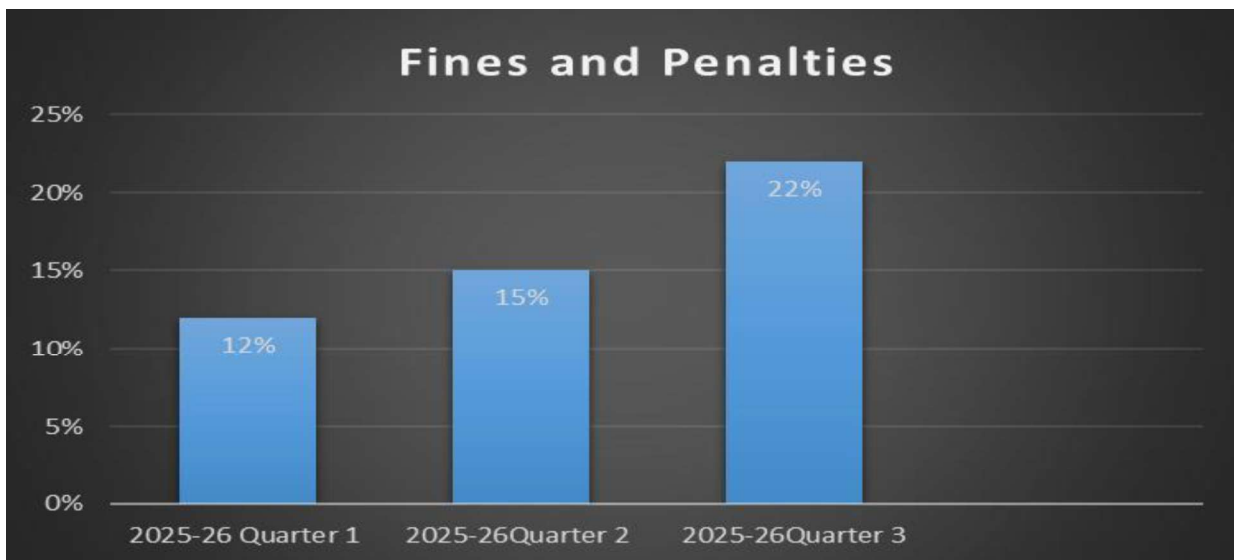
### Interest on Outstanding Debtors

Interest on non-payment of electricity and property rates has been raised quarterly which amounts to **R 6,110,263** has been posted on the interest on arrears with the approved budget allocation of **R 26,470,000** which represents **23%** less expected performance when measured against the **25%** Quarter projection due to less revenue under interest on electricity and property rates receivables due to billed e payments made on time. This result to decreased in interest. Total YTD revenue is **61%** of the revenue budget for this revenue source.



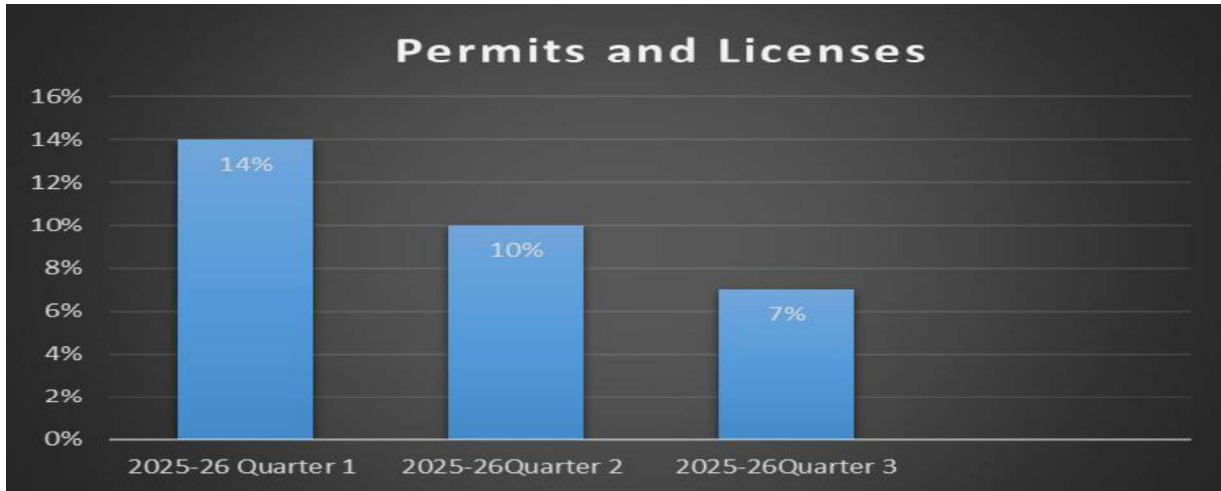
### Fines & Penalties

Revenue from fines, penalties and forfeits has an approved budget of **R 3,048,000**. The cash receipts for traffic fines issued is **R 682,016** it represents almost **22%** this is less than expected performance for the quarter. The variance is due to less municipal traffic fines raised/issued as not all fines issued are captured on system on real time. Total YTD revenue is **49%** of the revenue budget for this revenue source.



## Licenses and Permits

The total approved budget for licences and permits is **R 4,459,108** for budget year. The cash receipts for traffic fines issued was **R 309,897** and represents **7%** of the total revenue budget for this category. This is less than **25%** expected performance due to a decrease Learner licence application for the quarter under review and a decrease in motor vehicle registration applications for the quarter under review . Total YTD revenue is **31%** of the revenue budget for this revenue source.



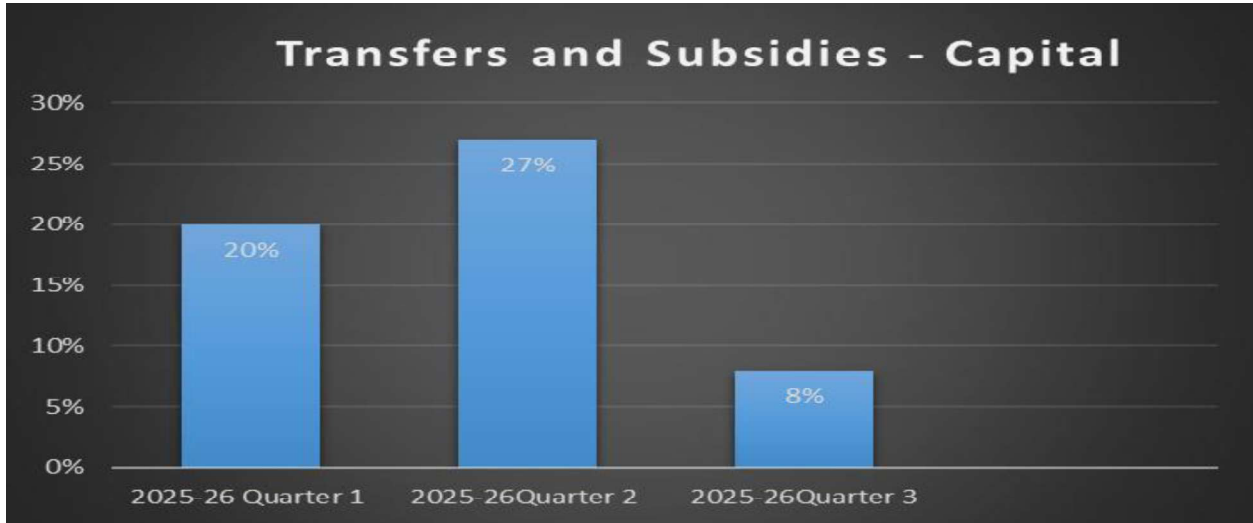
## Transfers and Subsidies-Operational

Total approved budget amount on transfers and subsidies budget is **R 331,654,050** this was adjusted to an adjusted budget of **R332,332,050** The transfers recognised for the quarter is **R 85,330,080** this represents **26%** of the budget grant allocation. This is more than the expected performance of **25%** for the quarter, due to receipt of last trench of equitable share in quarter under review. Total YTD revenue is **100%** of the revenue budget for this revenue source



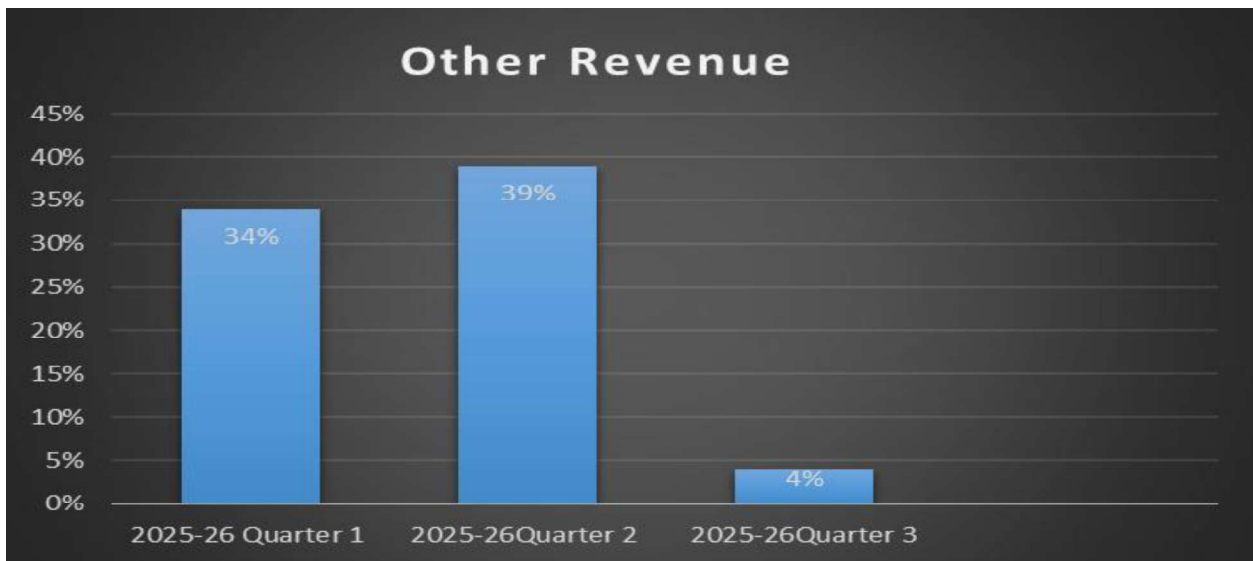
### Transfers and Subsidies- Capital

Total approved budget on transfers and subsidies is **R 82,489,950** and this was adjusted to an adjustment budget of **R 130,089,617**. Revenue of **R 10,074,104** was recognised for the quarter, representing **8%** of the total budget. This performance is below the expected **25%** level for the quarter, mainly due to less recognition in conditional grants revenue. Total YTD revenue is **54%** the revenue budget for this revenue source.



### Other Revenue

The approved budget allocation of **27,375,252**. Other revenue amounted to **R 1,085,325** for the quarter, when measured against the budget allocation this represents **4%**, this is less than expected performance of **25%** for the Quarter due to less revenue received under **5%** Admin handling fees, jobbing and merchandising and insurance refund . The total YTD revenue is **77%**.



## Expenditure by Type

Expenditure by type reflects operational budget per type/category of expenditure

### Employee Related Costs

Salary costs incurred – the Municipality incurred **R 50,597,151** salary costs at the end of quarter 3 ended 31 March 2026, incurring **32%** expenditure for the quarter salary against the approved budget allocation of **R 211,366,456**. This is more than **25%** expected performance for the Quarter as reflected in the table below. The variance is primarily due to backpay enforced by upper limits of Senior management and council issued by SALGA. due. Total YTD is **79%** on this category.

Description	Sum of TotalBudget	January Actuals	February Actuals	March Actuals	Total Actuals
Employee Related Cost	186,700,555.00	14,986,961.75	14,192,131.91	30,690,068.04	147,956,597.84
Municipal Staff	178,637,163.00	14,488,856.86	13,786,095.28	29,598,136.45	142,918,945.91
Senior Management of Municipalities	8,063,392.00	498,104.89	406,036.63	1,091,931.59	5,037,651.93
Remuneration of Councillors	24,665,901.00	1,702,160.04	1,928,115.24	4,505,989.50	19,772,873.20
Chief Whip	816,891.00	64,647.83	64,647.83	148,358.15	635,175.37
Executive Committee/Mayoral Committee	5,655,601.00	382,930.58	382,930.58	822,508.15	3,765,182.39
Executive Mayor/Mayor	1,072,684.00	84,891.17	84,891.17	83,905.73	1,047,625.81
Section 79 committee chairperson	801,471.00	137,033.33	137,033.33	363,577.29	1,330,791.73
Speaker	868,047.00	68,696.42	68,696.42	141,531.11	691,102.47
Total for All Other Councillors	15,451,207.00	963,960.71	1,189,915.91	2,946,109.07	12,302,995.43
<b>Grand Total</b>	<b>211,366,456.00</b>	<b>16,689,121.79</b>	<b>16,120,247.15</b>	<b>35,196,057.54</b>	<b>167,729,471.04</b>

### Debt impairment

Debt Impairment is processed annually. Testing of impairment will be processed quarterly but adjusted on an annual basis.

### Irrecoverable debts written off

Note that no council approved write-offs as at date of reporting.

### Depreciation and Asset Impairment

No Expenditure relating to depreciation for the quarter ended 31 March 2026 against budget of **R 22,321,875**, which reflects performance of **146%**. The apparent over-expenditure is primarily due to the timing of the recognition of depreciation. Depreciation expenses were not recorded quarterly from the beginning of the financial year but were only accounted for during the mid-year period. This resulted in a bulk catch-up adjustment to recognise accumulated depreciation for prior quarter.

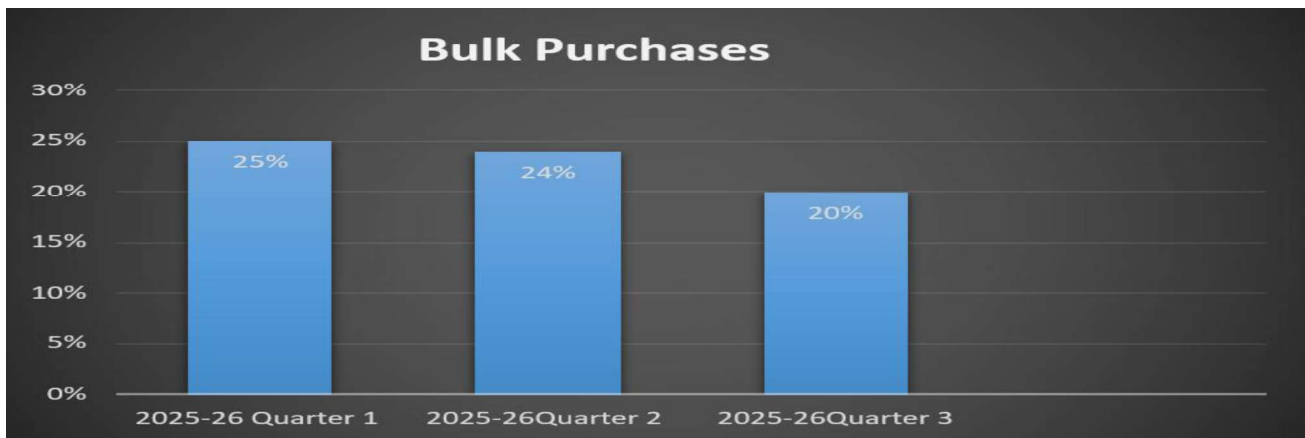


**Finance Costs**

No interest expenditure has been incurred in the current Quarter ending March 2026. YTD is **R 1,955,031** relating to court order of late payments from Human Settlement.

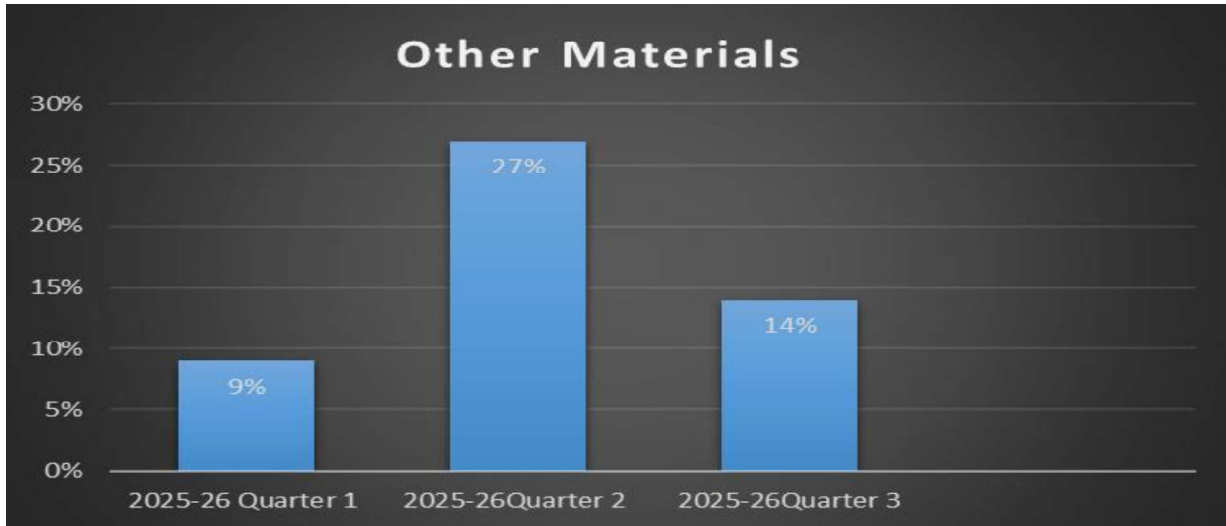
**Bulk Purchases**

Total approved budget on bulk electricity purchases is **R 98,000,000** expenditure for the quarter **R 19,634,331.52** this represents **20%** and this is less than the expected value of **25%** for the quarter due to lower seasonal electricity usage. Total YTD expenditure is **69%** of the expenditure budget for this expenditure source.



## Other Material

Total approved budget on other material is **R 7,032,600** it was then adjusted to an adjusted to an adjusted budget of **R7,462,600** and represents **14%**. This is less than-anticipated **25%** expenditure for the quarter due to less requests on finished goods under infrastructure departments. Inventories typically include consumable goods such as stationery, cleaning materials, maintenance supplies, and other operational materials required for day-to-day municipal activities and service delivery. Total YTD expenditure is **50%** of the expenditure budget for this expenditure source.



## Contracted Services

Total approved budget on contracted services is **R 170,796,329** it was adjusted to an adjusted budget of **R 170,796,329**. The spending for the quarter amounted to **R 22,032,303** which represents **13%** of the budgeted amount. This is less than expected performance of **25%** for the quarter. Due to no payments made in contracted Safeguard & Security, Residential and commercial development and conveyancing Maluti land tenure. Total YTD expenditure is **55%** of the expenditure budget for this expenditure source.

Description	Total Budget	January Actuals	February Actuals	March Actuals	Total Actual
<b>Contracted Services</b>	<b>170,796,329.00</b>	<b>7,674,631.14</b>	<b>4,990,793.18</b>	<b>9,366,878.49</b>	<b>94,750,017.34</b>
Community and Social Services: Community Governance(3096)	30,000.00	-	-	-	-
Community Halls and Facilities:Public Amenities (3005)	3,708,000.00	172,331.52	59,776.08	99,178.26	889,737.81
CORE FUNCTION: SOLID WASTE REMOVAL	13,900,000.00	912,811.54	1,162,336.17	1,048,508.07	9,001,395.60
Energy Sources: Electricity (4040)	31,249,000.00	3,615,029.10	1,500.00	-	25,647,799.33
Executive and Council: Mayor and Council(1005)	150,000.00	-	-	13,922.50	13,922.50
Executive and Council: Municipal Manager (1010)	560,000.00	284,832.70	-	-	314,605.14
Finance and Administration: Information Technology (2540)	7,400,000.00	-	384,832.99	593,647.15	2,553,429.90
Finance and Administration: Administrative and Corporate Support(2530)	19,800,000.00	1,497,797.69	1,497,797.69	1,497,797.69	13,480,179.04
Finance and Administration: Asset Mangement and Reporting (2015)	8,800,000.00	-	-	1,044,402.51	5,493,448.69
Finance and Administration: Corporate Governance (2545)	30,000.00	-	-	-	-
Finance and Administration: Council Support (2541)	1,100,000.00	250,000.00	100,000.00	-	797,300.00
Finance and Administration: Finance Governance (2030)	9,350,000.00	488,521.15	488,521.15	488,521.15	4,532,741.04
Finance and Administration: Human Resources (2535)	2,210,000.00	66,500.00	230,980.00	49,696.00	890,566.97
Finance and Administration: SCM & Expenditure (2025)	5,726,340.00	279,528.10	545,699.92	154,510.69	2,036,453.79
Finance and Administration: Revenue and Debt Management (2020)	15,945,000.00	1,170,065.11	473,248.37	464,471.87	7,836,070.67
Finance:Budget & Treasury (2010)	2,760,000.00	-	-	978,571.15	1,288,571.15
Governance Function:INTERNAL AUDIT (1030)	1,200,000.00	95,256.00	19,100.81	14,470.71	372,498.07
Legal Services:Legal Services (1042)	6,800,000.00	-	-	2,545,337.91	5,342,704.85
Marketing; Customer Relations; Publicity and Media Co-ordination:communications and SPU (1020)	1,700,000.00	-	-	1,995.78	215,780.78
Planning and Development: LED (3520)	17,000,000.00	-	-	-	10,051,028.79
Planning and Development: Planning (3510)	11,275,000.00	(1,713,623.77)	(321,913.04)	-	1,285,334.28
Planning and Development: Planning Governance (3540)	100,000.00	-	-	11,200.00	11,200.00
Public Safety: Civil Defence (3074)	100,000.00	-	-	-	-
Risk Management:FINANCE AND ADMINISTRATION RISK AND M&E (1035)	5,732,989.00	212,842.00	-	357,000.00	1,844,945.31
ROAD TRANSPORT: INFRASTRUCTURE GOVERNANCE (4050)	40,000.00	-	-	-	-
Road Transport: Project Operations & Maintnt(4010)	1,630,000.00	16,250.00	-	-	113,750.00
Town Planning; Building Regulations and Enforcement; and City Engineer:Human Settlements and Building Controls	2,500,000.00	326,490.00	348,913.04	3,647.05	736,553.63
<b>Grand Total</b>	<b>170,796,329.00</b>	<b>7,674,631.14</b>	<b>4,990,793.18</b>	<b>9,366,878.49</b>	<b>94,750,017.34</b>

## Other Expenditure

Other expenditure includes all other general operational costs of the Municipality. Total approved Budget on Other expenditure is **R 78,784,387**. This expenditure amounted to **R 18,259,288** for the quarter this represents **23%** of the budget. This is less than the expected **25%** performance due spending on workmen's compensation, Provision for landfill site and public Amenities uniform. Total YTD expenditure is **55%** of the expenditure budget for this expenditure source.



## 2.1.5 C5 Monthly Budget Statement –Capital Expenditure (municipal vote, functional classification and funding)

EC441 Matatiele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 - Quarter 3

Vote Description	Ref	2024/25		Budget Year 2025/26						
		Proposed Postcode	Original Budget	Revised Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	YTD Variance
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate		-	-	-	-	-	-	-	-	-
Vote 4 - Development and Planning		-	-	-	-	-	-	-	-	-
Vote 5 - Community		-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		-	-	-	-	-	-	-	-	-
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive Council		53	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		2 195	4 397	4 397	100	239	3 298	(3 059)	-93%	4 397
Vote 3 - Corporate		1 085	3 240	3 240	-	517	2 430	(1 913)	-70%	3 240
Vote 4 - Development and Planning		4 124	18 855	18 855	921	3 211	14 141	(10 930)	-77%	18 855
Vote 5 - Community		9 333	8 000	8 000	460	1 247	6 000	(4 753)	-70%	8 000
Vote 6 - Infrastructure		115 330	128 873	178 473	18 082	90 983	121 384	(30 402)	-25%	178 473
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>4</b>	132 721	183 365	210 965	17 543	98 197	147 253	(51 968)	-28%	210 965
<b>Total Capital Expenditure</b>		132 721	183 365	210 965	17 543	98 197	147 253	(51 968)	-28%	210 965
<b>Capital Expenditure - Functional Classification</b>										
Governance and administration		3 838	7 887	7 887	100	768	6 728	(4 972)	-67%	7 887
Executive and council		53	-	-	-	-	-	-	-	-
Finance and administration		3 880	7 637	7 637	100	796	5 728	(4 972)	-67%	7 637
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		4 848	5 160	5 160	244	824	3 888	(2 936)	-70%	5 160
Community and social services		832	2 350	2 350	(70)	810	1 703	(1 152)	-55%	2 350
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 017	2 800	2 800	314	314	2 100	(1 786)	-65%	2 800
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		188 886	188 886	188 886	18 888	88 788	124 711	(40 923)	-33%	188 886
Planning and development		4 124	18 855	18 855	921	3 211	14 141	(10 930)	-77%	18 855
Road transport		105 281	114 453	162 053	18 082	80 577	110 589	(29 993)	-27%	162 053
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		14 664	17 279	17 279	218	10 729	12 968	(2 204)	-17%	17 279
Energy sources		10 069	14 420	14 420	-	10 406	10 815	(409)	-4%	14 420
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		4 485	2 850	2 850	210	323	2 138	(1 815)	-65%	2 850
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	132 721	183 365	210 965	17 543	98 197	147 253	(51 968)	-28%	210 965
<b>Funded by:</b>										
National Government		50 045	82 190	129 790	8 000	50 851	86 372	(25 521)	-30%	129 790
Provincial Government		629	300	300	(94)	169	225	(56)	-25%	300
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		70 274	82 489	130 089	7 806	81 020	88 597	(26 577)	-30%	130 089
Borrowing	<b>5</b>	-	-	-	-	-	-	-	-	-
Internally generated funds		82 448	80 875	80 875	9 637	35 177	50 656	(25 479)	-42%	80 875
<b>Total Capital Funding</b>		132 721	183 365	210 965	17 543	98 197	147 253	(51 968)	-28%	210 965

The total approved capital budget is **R 163,364,950** this was adjusted to an adjustment budget of **R 210,964,617**. The Municipality incurred expenditure of **R 17,542,571** for the quarter ended 31 March 2026, this represents **8%** of the approved capital expenditure budget. The expenditure incurred is below the expected **25%** performance for the quarter due to projects not yet appointed others on tender stage. Quarterly projections for year-to-date budgets is based on trend methodology. The total YTD spending is **46%** of the approved capital expenditure

## 2.1.6 C6 Monthly Budget Statement –Financial Position M09\_Quarter 3

**EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - M09 - Quarter 3**

Description	Ref	Budget Year 2025/26				
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		269 900	230 836	230 836	369 963	230 836
Trade and other receivables from exchange transactions		(47 211)	54 254	54 254	(32 963)	54 254
Receivables from non-exchange transactions		158 812	125 528	125 528	199 925	125 528
Current portion of non-current receivables		-	-	-	-	-
Inventory		3 832	3 784	3 784	3 414	3 784
VAT		24 677	10 438	10 438	26 804	10 438
Other current assets		5 866	5 400	5 400	5 586	5 400
<b>Total current assets</b>		<b>415 875</b>	<b>430 240</b>	<b>430 240</b>	<b>572 738</b>	<b>430 240</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		4 960	4 960	4 960	4 960	4 960
Property, plant and equipment		1 094 788	1 267 568	1 315 568	1 158 360	1 315 568
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		1 543	1 543	1 543	1 543	1 543
Intangible assets		377	1 491	1 091	377	1 091
Trade and other receivables from exchange transactions		-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		<b>1 101 668</b>	<b>1 275 562</b>	<b>1 323 161</b>	<b>1 165 240</b>	<b>1 323 161</b>
<b>TOTAL ASSETS</b>		<b>1 517 543</b>	<b>1 705 802</b>	<b>1 753 401</b>	<b>1 737 978</b>	<b>1 753 401</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		1 803	528	528	1 882	528
Trade and other payables from exchange transactions		68 936	65 900	65 900	62 317	65 900
Trade and other payables from non-exchange transactions		20 481	29 800	29 800	62 101	29 800
Provision		24 184	43 950	43 950	24 184	43 950
VAT		55 815	61 810	61 810	57 602	61 810
Other current liabilities		-	-	-	-	-
<b>Total current liabilities</b>		<b>171 218</b>	<b>201 988</b>	<b>201 988</b>	<b>208 086</b>	<b>201 988</b>
<b>Non current liabilities</b>						
Financial liabilities		-	-	-	-	-
Provision		26 005	22 501	22 501	26 005	22 501
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		17 928	-	-	17 928	-
<b>Total non current liabilities</b>		<b>43 933</b>	<b>22 501</b>	<b>22 501</b>	<b>43 933</b>	<b>22 501</b>
<b>TOTAL LIABILITIES</b>		<b>215 151</b>	<b>224 489</b>	<b>224 489</b>	<b>252 019</b>	<b>224 489</b>
<b>NET ASSETS</b>	<b>2</b>	<b>1 302 392</b>	<b>1 481 313</b>	<b>1 528 913</b>	<b>1 485 959</b>	<b>1 528 913</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		918 022	1 400 438	1 448 038	1 101 589	1 448 038
Reserves and funds		384 370	80 875	80 875	384 370	80 875
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>1 302 392</b>	<b>1 481 313</b>	<b>1 528 913</b>	<b>1 485 959</b>	<b>1 528 913</b>

The statement of financial position indicates the financial health of the municipality as the assets and liabilities are listed to measure the solvency of the municipality for the Quarter 03 period ended 31 March 2026. Total assets are **R 1,737,978** over the total liabilities of **R 252,019** this is therefore means the municipality is still able to meet its financial obligations.

## 2.1.7 C7 Monthly Budget Statement –Cash Flow- M09\_Quarter 3

EC441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - M09 - Quarter 3

Description	Ref	Budget Year 2026/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates		57 797	52 645	52 645	5 302	27 893	39 485	(11 721)	-30%	52 645
Service charges		90 392	90 809	90 809	23 248	78 500	88 100	10 450	15%	90 809
Other revenue		22 800	84 321	84 321	4 461	35 363	62 241	(27 878)	-44%	84 321
Transfers and Subsidies - Operational		338 711	331 654	332 332	80 780	327 710	249 012	78 708	32%	332 332
Transfers and Subsidies - Capital		179 429	80 490	130 090	61 822	168 972	88 597	82 374	95%	130 090
Interest		24 947	55 283	55 283	4 842	15 510	41 402	(25 940)	-53%	55 283
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(297 351)	(505 802)	(506 480)	(63 800)	(221 110)	(424 623)	203 513	-48%	(506 480)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>482 426</b>	<b>131 401</b>	<b>178 800</b>	<b>118 884</b>	<b>482 718</b>	<b>128 280</b>	<b>(308 438)</b>	<b>-261%</b>	<b>178 800</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(130 245)	(163 365)	(210 965)	(15 562)	(99 843)	(147 253)	47 411	-32%	(210 965)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(130 245)</b>	<b>(163 365)</b>	<b>(210 965)</b>	<b>(15 562)</b>	<b>(99 843)</b>	<b>(147 253)</b>	<b>(47 411)</b>	<b>32%</b>	<b>(210 965)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>682 872</b>	<b>(31 964)</b>	<b>(31 964)</b>	<b>100 832</b>	<b>382 877</b>	<b>(28 978)</b>			<b>(31 964)</b>
Cash/cash equivalents at beginning:		258 145	262 601	262 601		269 900	262 601			269 900
Cash/cash equivalents at month/year end:		820 816	230 638	230 638		602 777	238 627			237 936

A cash flow statement provides data regarding all cash inflows a municipality receives from its ongoing operations and external investment sources.

## PART 3 –SUPPORTING DOCUMENTATION

### DEBTORS' ANALYSIS

#### Supporting Table SC3 \_Monthly Budget statement Aged Debtors \_ 3<sup>rd</sup> quarter

EC441 Mataiele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 - Quarter 3

Description	NT Code	Budget Year 2025/26									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.l.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													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6 767	1 576	1 943	2 274	1 531	1 547	1 473	8 311	25 422	15 136	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 060	976	701	693	658	637	680	111 832	118 258	114 500	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	899	554	462	443	433	421	418	31 706	35 336	33 421	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	7	7	7	-	-
Interest on Arrear Debtor Accounts	1810	1 977	1 948	1 937	1 884	1 854	1 893	1 831	71 816	85 141	79 279	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	212	133	390	233	80	88	206	42 290	43 632	42 897	(10)	-
<b>Total By Income Source</b>	<b>2000</b>	<b>11 935</b>	<b>5 187</b>	<b>5 433</b>	<b>5 527</b>	<b>4 556</b>	<b>4 586</b>	<b>4 608</b>	<b>265 963</b>	<b>307 795</b>	<b>285 240</b>	<b>(10)</b>	<b>-</b>
<b>2024/25 - totals only</b>		<b>8 858</b>	<b>5 601</b>	<b>4 171</b>	<b>4 319</b>	<b>6 134</b>	<b>4 663</b>	<b>22 553</b>	<b>206 571</b>	<b>263 869</b>	<b>245 240</b>	<b>-</b>	<b>-</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	3 336	2 929	3 500	3 822	3 027	3 068	2 947	126 392	149 020	139 256	-	-
Commercial	2300	7 912	1 590	1 273	1 051	878	869	1 010	73 582	88 164	77 390	(10)	-
Households	2400	686	669	661	655	652	649	651	65 989	70 611	68 594	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>11 935</b>	<b>5 187</b>	<b>5 433</b>	<b>5 527</b>	<b>4 556</b>	<b>4 586</b>	<b>4 608</b>	<b>265 963</b>	<b>307 795</b>	<b>285 240</b>	<b>(10)</b>	<b>-</b>

The total debt book for quarter 3 2026 of **R 307,795,358** inclusive to **R 4,218,259** advance payments.

The total debt for Quarter 03 2026 of **303,577,099** (including current of **R 11,668,894** which is not yet due) has decreased by **4,179,393** from the previous Quarter closing balance of **R 294,996,276**.

Debt is made up of the following:

- **Residential debt:**  
R 45,051,418
- **Commercial debt**  
R 36,771,503
- **Government debt**  
R 142,845,338
- **Other**  
R 468,464

The municipality implements the credit control and debt collection policy. There are two areas in which the municipality cannot collect and the debt totals to R 106,061,511

- **Maluti**  
R 79,394,979 (including current)
- **Cedarville**  
R 26,666,532(including current)

The municipality makes use of debt collectors in implementing the credit and debt collection policy.

The credit control measures for collection are implemented especially for old debt; the municipality has attorneys to assist with collection of long outstanding debt when all internal processes have been exhausted.

The following has been handed over:

Residential H/O R 70,295,124.

Business H/O R 3,392,298

Churches H/O R 124,848

Farms H/O R 4,628,106

**R 6,569,104** was collected for 3<sup>rd</sup> Quarter 2026.

### CREDITORS' ANALYSIS

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 - Quarter 3

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	
<b>R thousands</b>											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	25	-	-	-	-	-	-	-	25	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25</b>	<b>-</b>

The municipality makes an extra effort that creditors are paid within 30 days as per MFMA, therefore municipality paid its creditors within 30 days for the quarter ended 31 March 2026.

## INVESTMENT POTFOLIO ANALYSIS

### Conditional and Unconditional investment monitoring Information

Mar-26					
Investment Management					
Conditional Investments -Description	Opening Balance	Deposits	WITHDRAWALS	Interest Earned	Closing Balance
Municipal Infrastructure Grant	268,928.48	12,805,110.55	-2,572,632.64	-7,110.55	10,501,406.39
INEP	1,146,571.41	5,497.24		-5497.24	1,152,068.65
EPWP	-			-	-
Disaster Management	50,947,825.24	1,226,861.92	-2,203,891.60	-124,916.12	49,970,795.56
Finance Management Grant	1,299.37	6.16	-1,305.53	-6.16	-
Establishment Plan	244,659.94	1,038.97		-1,038.97	245,698.91
Housing Development Fund	2,499,158.44	10,931.26		-10,931.26	2,510,089.70
Dedea	758,920.36	3,222.81		-3,222.81	762,143.17
<b>Total Conditional Investments</b>	<b>55,867,363</b>	<b>14,052,669</b>	<b>- 4,777,830</b>	<b>- 152,723</b>	<b>65,142,202</b>
Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	188,744,582.18	4,800,000.00		-879,132.14	193,544,582.18
Call ACC FNB Surplus Cash	6,805,395.80			-26,885.98	6,805,395.80
Nedbank 32 Days	8,805,325.35	47,283.32		-47,283.32	8,852,608.67
Nedbank	23,228,522.12	87,249,280.61	-48,185,347.14	-183,972.37	62,292,455.59
Nedbank Retention	24,492,765.33	107,909.61			24,600,674.94
Termination Guarantee	144,640.82			-693.56	144,640.82
Account Gaurantee	6,202,000.00			-29,735.72	6,202,000.00
	<b>258,423,232</b>	<b>92,204,474</b>	<b>- 48,185,347</b>	<b>- 1,167,703</b>	<b>302,442,358</b>
<b>Total Investments</b>	<b>314,290,595</b>	<b>106,257,142</b>	<b>- 52,963,177</b>	<b>- 1,320,426</b>	<b>367,584,560</b>

The investment portfolio of the municipality as at 31 March 2026 is as follows:

As at 31 March 2026 the conditional investments amounted to **R 65,142,202** and unconditional investments amounted to **R 302,442,358**. Total investments as at Quarter 3 ending 31 March 2026 amounted to **R 367,584,560**

These invested funds are those funds for the capital projects that have not yet been implemented. The interest raised from these short-term investments is already included in the budget at an estimate.

This indicates that the municipality as at quarter 03 ending 31 March 2026 had sufficient cash to operate for a period more than 3 months without receiving grants to cover operating costs.

#### The following reflects bank balances at quarter 3 ending 31 March 2026

Description	Quarter 03 2026
Nedbank Primary Account:	6,436,056
Standard bank Account:	3,542,469
FNB Money Market Account:	853,474

<b>Total Cash held as at quarter 3 ending 31 March 2026</b>	<b>10,831,999</b>
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Unreconciled items for the Quarter amount to **R 8,454,839.05**, which is made up of the receipts not yet banked and payments that reflects on the following quarter.

The above tables reflect the Cashbook balance of **R 8,107,857.24** and investment balance of **R 367,584,560** and the total cash book balance and investment is **R 378,416,559**

## ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE -M09- Quarter 3

Description	2025-2026 Medium Term Revenue & Expenditure Framework						
	R thousand	Approved Budget Year 2025/26	Adjustment Budget	Monthly actual	YearTD actual	YearTD budget	Performance %
<b>RECEIPTS:</b>							
<b>Operating Transfers and Grants</b>							
<b>National Government:</b>	<b>347,687</b>	<b>347,687</b>	<b>79,831</b>	<b>347,687</b>	<b>260,765</b>		100%
Local Government Equitable Share	319,324	319,324	79,831	319,324	239,493		100%
Expanded Public Works Programme Integrated Grant	2,980	2,980	-	2,980	2,235		100%
Local Government Financial Management Grant	1,800	1,800	-	1,800	1,350		100%
Integrated National Electrification Programme	20,549	20,549	-	20,549	15,412		100%
Municipal Infrastructure Grant (MIG)	3,034	3,034	-	3,034	2,276		100%
<b>Provincial Government:</b>	<b>2,616</b>	<b>3,144</b>	<b>-</b>	<b>3,019</b>	<b>2,358</b>		96%
Capacity Building and Other : Library	950	978	-	978	734		100%
Human Settlement	-	500	-	375	375		75%
DEDEAT	1,666	1,666	-	1,666	1,250		100%
<b>District Municipality:</b>	<b>-</b>	<b>150</b>	<b>-</b>	<b>150</b>	<b>113</b>		0
IDP roadshows	-	150	-	150	113		100%
<b>Total Operating Transfers and Grants</b>	<b>350,303</b>	<b>350,981</b>	<b>79,831</b>	<b>350,706</b>	<b>263,123</b>		100%
<b>Capital Transfers and Grants</b>	<b>82,490</b>	<b>112,704</b>	<b>12,798</b>	<b>112,704</b>	<b>84,528</b>		100%
Municipal Infrastructure Grant (MIG)	57,647	57,647	12,798	57,647	43,235		100%
Disaster Response Grant	24,543	54,757	-	54,757	41,068		100%
Capacity Building and Other : Library	300	300	-	300	225		100%
<b>Total Capital Transfers and Grants</b>	<b>82,490</b>	<b>112,704</b>	<b>12,798</b>	<b>112,704</b>	<b>84,528</b>		100%
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>432,793</b>	<b>463,685</b>	<b>92,629</b>	<b>463,410</b>	<b>347,651</b>		0

The Municipality has **R 12,798,000** received the conditional grant and **R 79,831,000** unconditional grants allocations for both operational and capital grants.

## Supporting Table C7

EC441 Matatiele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 - Quarter 3

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		8 282	7 814	7 814	4 792	11 038	5 861	5 178	88.3%	7 814
Expanded Public Works Programme Integrated Grant		3 880	2 980	2 980	3 128	7 115	2 235	4 880	218.3%	2 980
Municipal Disaster Relief Grant		1 831	-	-	-	-	-	-	-	-
Local Government Financial Management Grant		1 700	1 800	1 800	152	772	1 350	(578)	-42.8%	1 800
Municipal Infrastructure Grant		1 071	3 034	3 034	1 512	3 152	2 276	876	38.5%	3 034
Provincial Government:		3 560	4 516	5 044	707	2 410	3 598	(1 188)	-33.0%	5 044
Specify (Add grant description)		-	-	500	349	349	200	149	74.5%	500
Specify (Add grant description)		468	2 850	2 878	120	364	2 149	(1 784)	-83.0%	2 878
Specify (Add grant description)		3 095	1 666	1 666	238	1 696	1 249	447	35.8%	1 666
District Municipality:		150	-	150	-	-	60	(60)	-100.0%	150
Specify (Add grant description)		150	-	150	-	-	60	(60)	-100.0%	150
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		<b>11 992</b>	<b>12 330</b>	<b>13 008</b>	<b>5 499</b>	<b>13 448</b>	<b>9 519</b>	<b>3 929</b>	<b>41.3%</b>	<b>13 008</b>
<b>Capital Transfers and Grants</b>										
National Government:		80 137	82 190	129 790	10 168	70 337	86 372	(16 035)	-18.8%	129 790
Municipal Disaster Relief Grant		6 604	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		56 513	57 647	57 647	3 004	48 108	43 235	4 873	11.3%	57 647
Municipal Disaster Recovery Grant		17 020	24 543	72 143	7 165	22 229	43 137	(20 908)	-48.5%	72 143
Provincial Government:		601	300	300	(1 006)	(2 093)	225	(2 318)	-1030.4%	300
Specify (Add grant description)		-	300	300	-	-	225	(225)	-100.0%	300
Specify (Add grant description)		(29)	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	(1 712)	(2 262)	-	(2 262)	#DIV/0!	-
Specify (Add grant description)		629	-	-	(94)	169	-	169	#DIV/0!	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		<b>80 738</b>	<b>82 490</b>	<b>130 090</b>	<b>8 362</b>	<b>68 244</b>	<b>86 597</b>	<b>(18 354)</b>	<b>-21.2%</b>	<b>130 090</b>
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		<b>92 730</b>	<b>94 820</b>	<b>143 098</b>	<b>13 861</b>	<b>81 691</b>	<b>96 116</b>	<b>(14 425)</b>	<b>-15.0%</b>	<b>143 098</b>

The total operating grant expenditure amounts to **R 5.4 million** this represents **42%** for the quarter and Capital grant expenditure amounts to **R 8.3 million** this represents **64%** for the quarter 3 ending on the 31<sup>st</sup> March 2026.

## EMPLOYEE RELATED COSTS AND COUNCILLOR'S REMUNERATION

Section 66 of the MFMA requires that the accounting officer of a municipality must report to Council in a prescribed format all expenditure incurred by the municipality on staff salaries, wages and benefits in a manner that discloses expenditure per type such as salaries, contributions for pensions etc.

EC441 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 - Quarter 3

Summary of Employee and Councillor remuneration	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C					D	
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		15 487	13 855	13 855	4 995	11 571	10 391	1 180	11%	13 855
Pension and UIF Contributions		920	958	958	338	783	718	65	9%	958
Medical Aid Contributions		537	91	91	(199)	(110)	68	(179)	-262%	91
Motor Vehicle Allowance		15	2 178	2 178	757	1 439	1 633	(195)	-12%	2 178
Cellphone Allowance		2 551	2 673	2 673	845	2 115	2 005	111	6%	2 673
Housing Allowances		4 734	4 912	4 912	1 399	3 976	3 684	292	8%	4 912
Other benefits and allowances		-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>		<b>24 244</b>	<b>24 666</b>	<b>24 666</b>	<b>8 136</b>	<b>19 773</b>	<b>18 499</b>	<b>1 273</b>	<b>7%</b>	<b>24 666</b>
<b>% increase</b>	4		<b>1.7%</b>	<b>1.7%</b>						<b>1.7%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		1 636	2 782	2 432	518	1 535	1 946	(412)	-21%	2 432
Pension and UIF Contributions		124	489	489	155	282	367	(85)	-23%	489
Medical Aid Contributions		98	343	343	88	209	258	(48)	-19%	343
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		15	580	580	(0)	7	435	(428)	-98%	580
Motor Vehicle Allowance		1 774	2 905	2 775	815	2 010	2 127	(117)	-5%	2 775
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		754	904	904	286	580	678	2	0%	904
Other benefits and allowances		0	1	1	0	0	1	(0)	-30%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		202	540	540	134	314	405	(91)	-22%	540
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>4 604</b>	<b>8 543</b>	<b>8 063</b>	<b>1 995</b>	<b>5 038</b>	<b>6 216</b>	<b>(1 178)</b>	<b>-19%</b>	<b>8 063</b>
<b>% increase</b>	4		<b>85.6%</b>	<b>75.1%</b>						<b>75.1%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		109 136	124 147	124 927	43 067	101 791	93 422	8 369	9%	124 927
Pension and UIF Contributions		16 493	21 360	21 060	6 261	15 716	15 900	(185)	-1%	21 060
Medical Aid Contributions		6 512	8 001	8 001	2 411	5 794	6 000	(206)	-3%	8 001
Overtime		4 279	3 980	4 000	1 277	2 999	2 993	6	0%	4 000
Performance Bonus		10 412	9 305	9 305	2 228	7 450	6 979	471	7%	9 305
Motor Vehicle Allowance		6 808	7 060	7 040	1 925	5 019	5 287	(268)	-5%	7 040
Cellphone Allowance		6	6	6	2	5	5	0	3%	6
Housing Allowances		3 091	3 221	3 221	565	1 803	2 416	(613)	-25%	3 221
Other benefits and allowances		1 544	1 076	1 076	(549)	776	807	(31)	-4%	1 076
Payments in lieu of leave		(1 159)	-	-	446	1 169	-	1 169	#DIV/0!	-
Long service awards		1 145	-	-	239	396	-	396	#DIV/0!	-
Post-retirement benefit obligations	2	94	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>158 361</b>	<b>178 157</b>	<b>178 637</b>	<b>57 873</b>	<b>142 919</b>	<b>133 810</b>	<b>9 109</b>	<b>7%</b>	<b>178 637</b>
<b>% increase</b>	4		<b>12.5%</b>	<b>12.8%</b>						<b>12.8%</b>
<b>Total Parent Municipality</b>		<b>187 209</b>	<b>211 366</b>	<b>211 366</b>	<b>68 005</b>	<b>167 729</b>	<b>158 525</b>	<b>9 205</b>	<b>6%</b>	<b>211 366</b>

Salary costs incurred – the Municipality incurred **R 50,597,151** salary costs at the end of quarter 3 ended 31 March 2026, incurring **32%** expenditure for the quarter salary against the approved budget allocation of **R 211,366,456**. This is more than **25%** expected performance for the Quarter as reflected in the table below. The variance is primarily due to backpay enforced by upper limits of Senior management and council issued by SALGA. due. Total YTD is **79%** on this category.

**SUPPLY CHAIN MANAGEMENT**

**a. Progress on Procurement Plan 2025/26**

<p><b>ANNUAL PROCUREMENT PLAN</b></p> <p><b>NAME OF THE MUNICIPALITY</b></p> <p><b>NAME OF THE ACCOUNTING OFFICER/DELEGATED OFFICIAL</b></p>	
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Procurement Plan	Total	Mode of Procurement	Project Description	Budget Confirmation and TORs submission date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointment Date	Status





Revenue & Expenditure Unit	0 . 0 0	Valuation roll reconciliation/s supplementary valuation roll	30-May-25	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)	To be procured through scheduled M(Munsoft)
Revenue & Expenditure Unit	1 . 0 0 0 . 0 0	Ratepayers day	30-May-25	6-Oct-25	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	The project is deferred to Q3.
<b>SCM &amp; Fleet Unit</b>													
SCM & Fleet Unit	2 . 0	Procurement of municipal fleet	30-May-25	10-Mar-26	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	Advert awaiting MMs office







	0																		
	0																		
	5	Competitive Bidding		25-Feb-26	3-Mar-26	6-Mar-26	20-Mar-26	N/A	N/A	N/A	N/A	N/A	N/A						
Environment & Waste Unit	0		Waste Receptacles																Awaiting evaluation
	8	Request for Quotations		27-Feb-26	2-Mar-26	18-Mar-26	24-Mar-26	N/A	N/A	N/A	N/A	N/A	N/A						
Environment & Waste Unit	0		Grass cutting machines																Awaiting evaluation
	2																		
	0																		
	0																		
	0	Request for Quotations		30-May-25															
Environment & Waste Unit	0		Laptops																Laptops will be procured through ICT









Public Amenities & EPWP Unit	8 0 0 0 0 0 0 0 0	Competitive Bidding	Fencing of Coffee Pot	30-May-25	10/09/2025	8-Oct-25	16-Oct-25	28-Oct-25	N/A	2-Mar-26	Awarded
Public Amenities & EPWP Unit	3 0 0 0 0 0 0 0 0	Request for Quotations	Community Halls Heavy Duty Plastic Chairs	30-May-25	12/08/2025	12/08/2025	19/08/2025	9-Sep-25	N/A	18/11/2025	Awarded
Public Amenities & EPWP Unit	5 0 0 0 0 0 0 0 0	Competitive Bidding	Swimming Pool Maintenance	30-May-25	12/08/2025	29/08/2025	12/09/2025	2-Oct-25	29/10/2025	15/09/2025	Awarded



Public Amenities & EPWP Unit	8 0 0 0 0 0 0 0 0	Competitive Bidding	Sigoga Community Hall Fence and Renovation	30-May-25	10/09/2025	01/10/2025	8-Oct-25	28-Oct-25	N/A	N/A	Validity of the project expired, therefore the end-user must re-submit the TORs.
Public Amenities & EPWP Unit	3 0 0 0 0 0 0 0	Request for Quotations	Library and Aircons Maintenance	30-May-25	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted
Public Amenities & EPWP Unit	1 0 0 0 0 0 0 0	Request for Quotations	Laptops	30-May-25	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT



Public Amenities & EPWP Unit	1 5 0 , 0 0 0 . 0 0	Request for Quotations	North-End Stadium Borehole	30-May-25	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted	TORs not submitted
<b>CORPORATE SERVICES</b>												
<b>HRM&amp;D Unit</b>												
HRM&D Unit	1 0 0 , 0 0 0 . 0 0	Request for Quotation	Khanya Naledi Decoration	7-Oct-25	24-Oct-25	11/11/2025	18/11/2025	26-Nov-25	N/A	4-Dec-25	Awarded	
HRM&D Unit	1 1 0 , 0 0 0	Request for Quotation	Sound System & Audio Visual for Khanya Naledi	30-May-25	25/07/2025	08/08/2025	18/08/2025	10-Sep-25	N/A	15/09/2025	Awarded	



HRM&D Unit	1 0 0 0 0 0 0 0 0	Request for Quotation	Programme Director & Artists for Khanya Naledi	30-May-25	25/07/2025	08/08/2026	18/08/2026	10-Sep-25	N/A	15/09/2025	Awarded
HRM&D Unit	1 3 0 0 0 0 0 0 0	Request for Quotation	Wellness Events	30-May-25	N/A	N/A	N/A	N/A	N/A	N/A	Procured through 3 quotations
HRM&D Unit	1 5 0 0 0 0 0 0 0	Request for Quotation	Laptops	30-May-25	N/A	N/A	N/A	N/A	N/A	N/A	Laptops will be procured through ICT





ICT Unit	3 , 5 0 0 , 0 0 0 0 . 0 0 0	Request for Quotations	Licensing and Maintenance of EDRMS	30- May- 25	3/18/2 026	N/A	N/A	N/A	N/A	N/A	N/A	Specification report awaiting GMs signature
ICT Unit	3 0 0 , 0 0 0 0 . 0 0 0	Request for Quotations	AD Audit Software	30- May- 25	3/18/2 026	N/A	N/A	N/A	N/A	N/A	N/A	Specification report awaiting GMs signature
ICT Unit	9 0 0 , 0 0 0 0 . 0 0 0	Competitive Bidding	Server Replacement	30- May- 25	10/2/2 025	07/11/ 2025	21/11/ 2025	N/A	N/A	N/A	N/A	Validity of the project expired, therefore the end-user must re-submit the TORs.



ICT Unit	8	Competitive Bidding	Penetration Testing (Safeguard)	19-Feb-26	3/3/2026	3/6/2026	3/20/2026	N/A	N/A	N/A	N/A	Awaiting evaluation
	500000											
ICT Unit	3	Request for Quotations	ICT Strategy (Safeguard)	30-May-25	3/18/2026	N/A	N/A	N/A	N/A	N/A	N/A	Specification report awaiting GMs signature
	000000											
<b>Public Participation and Customer Care Unit</b>												
Public Participation and Customer Care Unit	9	Competitive Bidding	Customer Satisfaction Survey	30-May-25	16-Jul-25	18-Jul-25	30-Jul-25	06/08/2025	12/08/2025	27/08/2025		Awarded
	000000											









LED Unit													
LED Unit	3	Competitive Bidding	Matatielle Music Festival	30-May-25	6/17/2025	18-Jul-25	18-Aug-25	17/09/2025	30/09/2025	20/10/2025	Awarded		
LED Unit	7	Competitive Bidding	Agricultural Show	30-May-25	3/16/2026	4/3/2026	4/20/2026	N/A	N/A	N/A	TORs to be unbundled before presentation		
LED Unit	5	Competitive Bidding	General Dealer Support	30-May-25	17/03/2026	4/3/2026	4/20/2026	N/A	N/A	N/A	Advert		



LED Unit	0 0 2 0 0 , 0 0 0 0 .0 0 0	Competitive Bidding	30-May-25	05/08/2025	14/08/2025	22/08/2025	09/09/2025	N/A	15/09/2025	Awarded
LED Unit	9 0 0 , 0 0 0 0 .0 0	Competitive Bidding	30-May-25	3/10/2026	N/A	N/A	N/A	N/A	N/A	Cancelled
<b>Human Settlements &amp; Building Control Unit</b>										
Human Settlements & Building Control Unit	1 2 0 , 0 0	Request for Quotations	30-May-25	12/08/2025	22/08/2025	29/08/2025	30-Sep-25	N/A	16-Feb-26	Awarded



Human Settlements & Building Control Unit	0 . 0 0	Competitive Bidding	Tools & Equipment	30-May-25	15/08/2025	29/08/2025	12/09/2025	N/A	14/10/2025	18/11/2025	Awarded
Human Settlements & Building Control Unit	9 0 . 0 0 0 . 0 0	Request for Quotations	Laptops	30-May-25	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT	Laptops will be procured through ICT
Human Settlements & Building Control Unit	6 . 0 0 0 . 0 0 0	RFQ(Panel )	Renovations of Town hall	30-May-25	6/17/2025	N/A	N/A	N/A	N/A	9/26/2025	Awarded



Human Settlements & Building Control Unit	4	RFQ(Panel )	Refurbishment of Main office	30-May-25	6/17/2025	N/A	N/A	N/A	N/A	N/A	8/20/2025	Awarded
Human Settlements & Building Control Unit	5	Competitive Bidding	Refurbishment of water system at Maggie Resha	30-May-25	4/7/2026	N/A	N/A	N/A	N/A	N/A	N/A	BSC
Human Settlements & Building Control Unit	5	Competitive Bidding	Servicing of Elevator at Maggie Resha	30-May-25	4/7/2026	N/A	N/A	N/A	N/A	N/A	N/A	BSC



Human Settlements & Building Control Unit	500	Competitive Bidding	Servicing of Airconditioners	30-May-25	15/08/2025	29/08/2025	12/09/2025	29/10/2025	21/11/2025	1/6/2026	Awarded
<b>INFRASTRUCTURE/ TECHNICAL SERVICES</b>											
<b>Electricity Unit</b>											
Electricity Unit	7319,410	Competitive Bidding	Replacement of the existing 4 Transformers & 1 RMU	4/24/2025	N/A	N/A	8-Apr-25	14/04/2025	N/A	2025/06/23 (Panel)	Awarded through panel



Electricity Unit	3,000,000.00	Competitive Bidding	Procurement of Cherry Picker Truck	4/2/2025	4/15/2025	9-May-25	6-Jun-25	17-Jun-25	27-Jun-25	7/25/2025	Awarded
Electricity Unit	2,600,590.00	Ongoing Project	Construction of 1,5 KM link line FM Tower	N/A	N/A	N/A	N/A	N/A	N/A	2024/01/18 (Panel)	Awarded through panel
Electricity Unit	1,500,000.00	Ongoing Project	Electrification of Land fill site	N/A	N/A	N/A	N/A	11-Sep-25	N/A	12/9/2024 (Panel)	Awarded



Electricity Unit	0		5/30/2025	6/3/2025	3-Jul-25	11-Jul-25	16-Jul-25	21-Jul-25	8/5/2025	Awarded
	.000	Competitive Bidding								
	350000	Protective Clothing for Electricity Unit								
<b>Operations and Maintenance Unit</b>										
Operations and Maintenance Unit	2000000	RFQ(Panel )	01/04/2025	N/A	11/04/2025	25/04/2025	2/7/2025	N/A	19/09/2025	Awarded(Consultant)
	.000000									
	1000000	Rhashule Bridge								
Operations and Maintenance Unit	1000000	Lunda Access Road	01/04/2025	N/A	11/04/2025	25/04/2025	8/7/2025	N/A	31/07/2025	Awarded

Operations and Maintenance Unit	3	RFQ(Panel )	Nkululekweni Access Road	01/04/2025	N/A	11/04/2025	25/04/2025	8/7/2025	N/A	31/07/2025	Awarded
				30-May-25	N/A	12-Jun-25	25-Jun-25	8/7/2025	N/A	31/07/2025	Awarded
Operations and Maintenance Unit	3	RFQ(Panel )	Maloto Access Road								
	7										
	9										
	8										
	0										
	0										
	0										







Project Management Unit	2	RFQ(Panel )Ongoing Project	Construction of Maluti Internal Streets Phase 5	N/A	N/A	N/A	N/A	22/08/2025	N/A	27-Aug-24	Awarded
Project Management Unit	3	RFQ(Panel )Ongoing Project	Mahasheng Access Road & Bridge	N/A	N/A	N/A	N/A	30/04/2025	N/A	7-May-25	Awarded
Project Management Unit	2	RFQ(Panel )Ongoing Project	Lekhalong via Magema to Outspan Access Road	N/A	N/A	N/A	N/A	5-Jul-24	N/A	11-Jul-24	Awarded





Project Management Unit	2	RFQ(Panel )	Motsekoa Access Road	N/A	N/A	30-May-25	9-Jun-25	11-Jun-25	N/A	20-Jun-25	Awarded
	8										
	8										
	0										
	,										
	0										
	0										
	.										
	0										
	0										
Project Management Unit	3	RFQ(Panel )	Mapateng Access Road	N/A	N/A	30-May-25	9-Jun-25	11-Jun-25	N/A	20-Jun-25	Awarded
	5										
	9										
	0										
	,										
	0										
	0										
	0										
	.										
	0										
Project Management Unit	2	RFQ(Panel )	Upgrading of Stormwater	N/A	N/A	N/A	N/A	N/A	N/A	20-Jun-25	Awarded(Consultant)
	0									27/03/2025	
	0										
	0										
	0										
	,										
	0										
	0										









1	Communications and SPU Unit	Request for Quotations	Video Camera and Stabilizer	30-May-25	10-Sep-25	12/11/2025	12/18/2025	14-Jan-26	N/A	N/A	Validity of the project expired, therefore the end-user must re-submit the TORs.
1	Communications and SPU Unit	Request for Quotations	Multi-media Box for Streaming and Podcast	30-May-25	11-Sep-25	10/9/2025	10/15/2025	10/30/2025	N/A	12/10/2025	Awarded
0	Communications and SPU Unit	Request for Quotations	Camera LED video light kit	30-May-25	Not presented	Not presented	Not presented	Not presented	Not presented	Not presented	Not presented
0	Communications and SPU Unit	Request for Quotations	Podium	30-May-25	25-Sep-25	N/A	N/A	N/A	N/A	N/A	On hold (Cost-



**BIDS AWARDED IN THE FIRST QUARTER ENDED 31 March 2025**



**MATATIELE**  
LOCAL MUNICIPALITY

102 Main Street,  
Matatielle  
P.O. Box 35,  
Matatielle, 4730  
Tel: 039 737 3135  
Fax: 039 737 3611

**AWARDED  
TENDERS  
IN THE  
THIRD  
QUARTER  
ENDED 31  
MARCH  
2026**

BID NUMBER	DATE OF AWARD	PROJECT NAME	CONTRACTOR/SERVICE PROVIDER	AWARD AMOUNT
MATAT/2025/2026-19	1/6/2026	Repairs and Maintenance of Air	Batebang Bataung Trading	R 481,390,00

		Conditioners at LED, BTO, Maggie Tsiu Resha, Electricity offices and Traffic offices		
MATAT/2025/2026-14	1/6/2026	Supply, Delivery and Installation of Nature Reserve Fence	Mahlakoana Trading JV Emihle Alwande	R 483,000.00
MATAT/2023/2024/1	3/20/2026	Rehabilitation of Sifolweni access road	Amandlela Engineers and Safety Consultants JV Lakhimu Investments	R 5,326,625.00
MATAT/2023/2024/1	3/20/2026	Re-gravelling of Rholweni access road	Masilo Projects	R 5,360,826.49

**IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE**

No irregular and fruitless and wasteful expenditure was incurred for the quarter under review

**INDIGENT MANAGEMENT**

The indigent register for the 2025/26 has **2 336** beneficiaries registered to date.  
A total of **R 1,274,773** has been incurred as expenditure for indigent beneficiaries as follows for quarter ended 31 March 2026

Electricity	R	750,455.43
Rates and refuse	R	524,317.49
Solor and Gas	R	Nill

**Challenges experienced during registration processes**

- Applications submitted with incomplete information
- Delays in submitting applications for capturing.
- Returned applications forms not re-submitted for verification and capturing
- Delays / or slow pace in registering newly electrified beneficiaries by ESKOM

## MUNICIPAL MANAGER'S QUALITY CERTIFICATE

### QUALITY CERTIFICATE

I, Nokhanyo Nosisa Zembe, the acting Municipal Manager of Matatiele Local Municipality do hereby certify that-

The quarterly budget statement (Section 52(d) Report) on the implementation of the budget and financial situation of the municipality for the Third quarter ended 31 March 2026 has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

**Print Name:** Nokhanyo Nosisa Zembe

**Acting Municipal Manager of Matatiele Local Municipality**

**Signature:** \_\_\_\_\_



**Date:** 29/04/2026



**EXTRACT OF THE MINUTES OF AN ORDINARY COUNCIL MEETING OF THE  
MATATIELE MUNICIPAL COUNCIL HELD ON WEDNESDAY, 29 APRIL 2026 AT  
THE COUNCIL CHAMBERS, MAGGIE TSIU-RESHA BUILDING AT 11H00**

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**3. ATTENDANCE REGISTER AND APPLICATION FOR LEAVE OF ABSENCE**

**Present**

**Councillors**

1. Cllr. N. Ngwanya	Speaker of Council
2. Cllr. P.M. Stuurman	Mayor
3. Cllr. N.A. Nkukhu	Chief Whip
4. Cllr. T. Mtoto	Member of Council
5. Cllr. S. Booth	Member of Council
6. Cllr. P.V. Ntlokwana	Member of Council
7. Cllr. M. Nyembezi	Member of Council
8. Cllr. M. Tsoanyane	Member of Council
9. Cllr. M. Masela	Member of Council
10. Cllr. S. Nkosana	Member of Council
11. Cllr. N.A. Pambukele	Member of Council
12. Cllr. P.T. Letsie	Member of Council
13. Cllr. S.W. Mbulawa	Member of Council
14. Cllr. W.P. Sipika	Member of Council
15. Cllr. F.L. Nyamakazi	Member of Council
16. Cllr. T.V. Ngaleka	Member of Council
17. Cllr. S.C. Maphasa	Member of Council
18. Cllr. F. Shale	Member of Council
19. Cllr. M.A. Ntsane	Member of Council
20. Cllr. S. Vikwa	Member of Council
21. Cllr. N. Baba	Member of Council
22. Cllr. N.P. Jona	Member of Council
23. Cllr. T. Rakharebe	Member of Council
24. Cllr. L. Leeu	Member of Council
25. Cllr. M. S. Mokhesi	Member of Council
26. Cllr. M.P. Mokhele	Member of Council
27. Cllr. K.A. Mazwi	Member of Council
28. Cllr. F. Zigxash	Member of Council
29. Cllr. W.B. Potwana	Member of Council
30. Cllr. N.I. Nomlala	Member of Council
31. Cllr. T.V. Sisilana	Member of Council
32. Cllr. N.N. Sontangane	Member of Council
33. Cllr. M. Seshea	Member of Council
34. Cllr. K.E. Sephuhle	Member of Council

35. Cllr. T. Dyantyi	Member of Council
36. Cllr. S. Mngenela	Member of Council
37. Cllr. T.F. Mohatla	Member of Council
38. Cllr. N. Mshuqwana	Member of Council

**Traditional Leaders**

1. Chief S.W. Nkosana	Member of Council
-----------------------	-------------------

**Officials**

1. Mrs. N. Zembe	Acting Municipal Manager
2. Mr. S. Ntshikilana	GM: EDP
3. Mr. S.M. Mbedla	GM: Community Services
4. Ms. A. Ganya	GM: Corporate Services
5. Mr. Z.C. Matolo	Chief Financial Officer
6. Mr. S. Dyido	Manager: Legal & Compliance Services
7. Ms. N. Marubelela	Chief Audit Executive
8. Ms. R. Lentoor	PA to the Chief Whip
9. Mr. X. Nkukhu	PA to the Speaker
10. Ms. N. Mzwamandla	Secretary to the MM
11. Mr. S. Hlati	PA to the Mayor
12. Ms. N. Makupula	Secretariat Services Officer
13. Ms. D. Letuka	Secretariat Services Officer
14. Mr. K. Lelatsa	Secretariat Services Officer

**Others Present**

None

**Absent**

**Councillors and Traditional Leader**

1. Cllr. M. Facu	Member of Council
2. Cllr. W.K. Leballo	Member of Council
3. Cllr. N. Duma	Member of Council
4. Cllr. C. Motloli	Member of Council
5. Cllr. N.P. Ntlahla	Member of Council
6. Cllr. M. Mapena	Member of Council
7. Cllr. N.C. Ludidi-Ndabane	Member of Council
8. Cllr. N. Mpokolo	Member of Council
9. Cllr. T. Motsilili	Member of Council
10. Cllr. L.E. Nkamba	Member of Council

- |                          |                   |
|--------------------------|-------------------|
| 11. Cllr. T.B. Mantshule | Member of Council |
| 12. Chief Y. Luphindo    | Member of Council |

**Applications for leave of absence**

- |                          |                   |
|--------------------------|-------------------|
| 1. Cllr. M. Kondile      | Member of Council |
| 2. Cllr. N.D. Nondabula  | Member of Council |
| 3. Cllr. S. Sikhafungana | Member of Council |
| 4. Cllr. J.G. Luthuli    | Member of Council |
| 5. Cllr. M. Molefe       | Member of Council |

Cllr. M.F. Shale **MOVED** and Cllr. K.E Sepuhle **SECONDED**

*The Chairperson asked if there were any contrary views, and the Members of Council did not express any contrary view.*

It was then **RESOLVED** that the applications for leave of absence be **ACCEPTED**.

**3. APOLOGIES**

- |                  |   |
|------------------|---|
| 1. Ms. N. Sogiba | GM: Infrastructure Planning & Development |
|------------------|---|

Cllr. M. Nyembezi **MOVED** and Cllr. T. Mtoto **SECONDED**

*The Chairperson asked if there were any contrary views, and the Members of Council did not express any contrary view.*

It was then **RESOLVED** that the apologies be **ACCEPTED**.

## MINUTES

### 11. MATTERS FOR CONSIDERATION

#### 11.1 CONSIDERATION OF THE EXECUTIVE COMMITTEE REPORT

##### 11.1.4 BUDGET AND TREASURY OFFICE

##### 11.1.4.1 SECTION A (OCCASIONAL REPORTS) - ITEMS FOR CONSIDERATION AND APPROVAL

##### 11.1.4.1.6 BUDGET PLANNING AND INVESTMENTS UNIT PERFORMANCE REPORT FOR THE 3RD QUARTER ENDED 31 MARCH 2026 RELATING TO 2025/2026

(File No: 9/2/1/2)

(Author: PN)

(1<sup>st</sup> Level: MTM – 08/04/2026)

(2<sup>nd</sup> Level: BTO STANCO – /04/2026)

(3<sup>rd</sup> Level: EXCO – /04/2026)

(4<sup>th</sup> Level: Council – /04/2026)

#### PURPOSE

The purpose of the report is for the council to take note of the quarterly budget statement and supporting documentation for the third quarter ended 31 March 2026.

#### SALIENT POINTS FROM THE DELIBERATIONS

None

Cllr. W.P. Sipika **MOVED** and Cllr. N.A. Nkukhu **SECONDED**

Members of Council voted for adoption of the report by show of hands as follows:

*Voted for: 32*

*Voted against: 03*

*Abstain from voting: 00*

**CR1058/29/04/2026**     *Budget Planning and Investments Unit Performance Report for the 3rd Quarter Ended 31 March 2026 Relating to 2025/2026*

*The Chairperson asked if there were any contrary views and there were no contrary views.*

**It was then RESOLVED:**

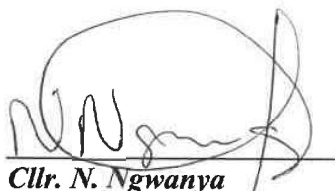
Council approves the following,

1. That, the report on the implementation of the budget and the financial state of affairs of the municipality for the quarter ended 31 March 2026 be noted and approved by council.
2. That, the municipality's approved revenue budget amounted to R 677,1 million and this has been adjusted to an adjustments budget of R 725,3. The revenue recognised for the quarter ended 31 March 2026 amounted to R 140,2 million, the revenue recognised for the quarter is 14% of the total approved revenue budget and YTD revenue recognised is 82%. This is above the performance expected for the quarter due to equitable share that was received in March and capital transfers and subsidies recognised for the quarter under review on municipal infrastructure grant.
3. That, the municipality's approved expenditure budget was R 594,6 and the expenditure incurred for the quarter ended 31 March 2026 amounted to R 130,9 million. The expenditure incurred for the quarter is 9% of the total approved expenditure budget and year to date expenditure incurred is 69%. The expenditure incurred is less than the expected performance for the quarter due to items to be accounted for at year end and timing of targets.
4. That, the municipality's approved capital expenditure budget amounted to R 163,4 million and this was adjusted to an adjustment budget of R 210,9 million. Capital Expenditure incurred for the quarter ended 31 March 2026 amounted to R 17,5 million. Capital expenditure for the 3<sup>rd</sup> quarter is 8% and YTD expenditure is 46% of the total capital expenditure budget, this is less than the expected performance for the quarter due to capital projects that have not yet been implemented.
  - Capital expenditure funded by the Municipal infrastructure grant is at 3% of the allocation for the 3<sup>rd</sup> quarter ended 31 March 2026. Year to date expenditure is 72% of the MIG allocation.
  - Capital expenditure funded by Municipal Disaster Response grant is 8% at of the allocation for the 3<sup>rd</sup> quarter ended 31 March 2026. Year to date expenditure is 27% of the allocation of the MDRG allocation.
  - Capital expenditure funded by Library grant is at 56% of the allocation to date.
  - Capital expenditure funded by the capital replacement reserves (CRR) is at 12% of the budget for the 3<sup>rd</sup> quarter ended 31 March 2026. Year to date expenditure is % of the internally funded capital expenditure.

5. That, the total Grants allocated to the municipality as per approved budget amounted to R 432,8 million, and this was adjusted to an adjustment budget of R 463,6 million and the municipality has received following trenches as Gazetted by National and Provincial treasury.
  - o 100% has been received for equitable share, 100% for Finance Management grant has been received,
  - o 100% for the Municipal infrastructure grant, and 100% for the INEP grant has been received.
  - o 100% has been received for the Expanded Public Works Incentive and 100% has been received for the library support grant and 100% for the DEDEAT has been received and 100% has been received for Municipal Disaster Response grant.
6. A total amount of R 54,223,843 has been received from Human settlements; an amount of R 49,293,193 has been spent exclusive of retentions of R 1,134,995.
7. That, the total investment amounting to R 327,7 m (Conditional: R 35,3 m; Unconditional R 292,4 m) as at 31 December 2025 be noted by council.
8. That, the municipality is transacting on mSCOA on a monthly basis.
9. That, no virements were approved on operating and capital budget for the quarter ended 31 March 2026.
10. That, the submission of section 71 reports and returns to Provincial and National Treasuries before the 10th working day after the end of the month be noted by Council.
11. That, the submission of section 52(d) report for the 3<sup>rd</sup> quarter ended 31 March 2026 on the implementation of the budget and financial state of affairs of the municipality be not.

**COUNCIL RESOLUTION NUMBER CR1058/29/04/2026**

*Certified a true extract from the Minutes of an Ordinary Council Meeting held on 29 April 2026.*



*Cllr. N. Ngwanya*

**SPEAKER OF COUNCIL**

**DATE:** 30 April 2026