

FINANCIAL REPORT FOR THE MONTH ENDING AUGUST 2025

INTRODUCTION / AIM

The purpose of this report is to inform the Council on the current financial state as of 31 August 2025.

LEGAL REQUIREMENTS

In terms of **Section 71 of the Municipal Finance Management Act, Act 56 of 2003**, the monthly Financial Report for the period ended 31 August 2025 is submitted to Council which **reflects the implementation of the budget and the financial state of affairs** of the municipality.

BACKGROUND

Attached is the **Financial Report** for the month of August 2025, which reflects the implementation of the budget, and the state of the municipality's financial affairs.

The Financial Report consists of the following:

1. Executive Summary
2. Capital Expenditure
3. Operating Revenue and Expenditure
4. Cash and Investments
5. Borrowings
6. Grants
7. Debtors
8. Creditors

FINANCIAL IMPLICATION

As per attached report.

RECOMMENDATION

It is recommended that:

1. **Council notes the Monthly Budget Statement, Performance and supporting documentation as of 31 August 2025.**

BUDGET STATEMENT

AUGUST 2025



THEEWATERSKLOOF MUNICIPALITY

In-Year Report of the Municipality

Prepared in terms of Section 71 of the Local Government: Municipal Finance Management Act (56/2003) and Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009.

2025/2026 FINANCIAL YEAR

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GLOSSARY

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

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.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash 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.

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

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

MIG – Municipal Infrastructure Grant.

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.

Operating expenditure – Spending on the day-to-day expenses of the Municipality such as salaries and wages.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Unauthorised expenditure – Generally, is spending without, or more than, an approved budget.

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

PART 1 – IN-YEAR REPORT

SECTION 1 - EXECUTIVE SUMMARY

Introduction

In terms of Section 71 of the Municipal Finance Management Act, Act 56 of 2003 the Budget Statement for the period ended 31 August 2025 is submitted to Council which reflects the implementation of the budget and the financial state / position of the municipality.

This report presents a summary of the actual results compared to the budget.

Section 54 of the MFMA requires the mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

It should be noted that the C-Schedule does not align to the related data strings and transactional detail encapsulated in the financial system. The matter has been reported to the system vendor and is still work in progress to address alignment issues. Differences will therefore be noted between some of the tables in the C-Schedule, Section 71 monthly budget monitoring report and the related data strings.

A summary of the operating revenue and expenditure and capital expenditure is presented in the following table: -

Particulars	Capital Expenditure	Operating Revenue	Operating Expenditure
Original Budget	88 830 340	922 836 484	884 103 200
Adjustment Budget 25 August 2025	114 901 110	948 907 254	884 123 200
Actual Result (YTD)	3 154 049	187 847 394	102 606 437
Variance	111 747 061	761 059 860	781 516 763
Variance %	97%	80%	88%

Operating revenue currently reflects a variance of 80% and operating expenditure a variance of 88%.

Particulars	Budget	Adjustment Budget	Jul-25	Aug-25	TOTAL	YTD % Spent
Operating Expenditure (excl non Cash)	828 210 667	828 230 667	29 558 504	66 744 347	96 302 851	12%
Operating Expenditure (Non Cash)	55 892 533	55 892 533	2 858 036	3 445 549	6 303 585	11%
Total Operating Expenditure	884 103 200	884 123 200	32 416 540	70 189 896	102 606 437	12%
Operating Income	922 836 484	948 907 254	137 710 769	50 136 624	187 847 394	20%
TELEPHONE	755 250	755 250	4 730	46 914	51 644	7%
STREETLIGHTS	9 539 515	9 539 515	189 360	1 415 822	1 605 182	17%
FUEL	10 392 950	10 392 950	228 456	486 175	714 631	7%
Repair & Maintenance (Excl Road Surfaces & Networks)	144 810 349	144 758 349	7 411 474	10 682 955	18 094 429	12%
Contracted Services - Maintenance of Infrastructure Assets (Road Surfaces)	2 042 000	2 042 000	-	1 399	1 399	0%
Other Materials - Maintenance Materials (Road Surfaces)	1 288 975	1 288 975	129 760	37 561	167 321	13%
Other Materials - Maintenance Materials (Networks)	539 455	539 455	151 754	111 367	263 121	49%
GRANTS INCOME	104 497 000	104 497 000	6 504 000	5 819 000	12 323 000	12%
Equitable Shares Income	150 030 000	150 030 000	47 020 000	-	47 020 000	31%
GRANTS EXPENDITURE	104 497 000	105 867 770	817 396	4 798 907	5 616 303	5%
Equitable Shares Expenditure	74 340 569	74 340 569	6 195 047	6 195 047	12 390 095	17%
Equitable Shares Expenditure Free Basic Services	75 689 431	75 689 431	5 554 360	4 444 566	9 998 926	13%
PAYROLL	300 853 959	300 853 959	22 194 377	22 635 173	44 829 550	15%
OVERTIME	6 532 764	6 532 764	701 732	686 634	1 388 366	21%
STANDBY	3 985 172	3 985 172	541 240	571 811	1 113 052	28%
EMPLOYEE RELATED COST (Non cash)	4 449 216	4 449 216	37 921	188 776	226 698	5%
Capital Expenditure (Land/Build)	-	1 370 770	-	-	-	0%
Capital Expenditure (Water)	12 280 971	12 280 971	4 068	2 885	6 953	0%
Capital Expenditure (Sewer)	24 387 029	24 387 029	-	3 116 271	3 116 271	13%
Capital Expenditure (Sportsfields)	-	1 600 000	-	-	-	0%
Capital Expenditure (Fleet)	6 400 000	4 800 000	-	-	-	0%
Capital Expenditure (Office Equipment)	474 000	474 000	-	30 825	30 825	7%
Capital Expenditure Sub Total	43 542 000	44 912 770	4 068	3 149 981	3 154 049	7%
Capital Expenditure (Housing) (TWK)	45 288 340	45 288 340	-	-	-	0%
Capital Expenditure (Housing) (Provincial Treasury)	-	24 700 000	-	-	-	0%
Capital Expenditure Housing Sub Total	45 288 340	69 988 340	-	-	-	0%
Capital Expenditure (Total)	88 830 340	114 901 110	4 068	3 149 981	3 154 049	3%
Investments			15 650 505	15 548 734		
Bank			-297 833	10 833 585		
Loans			146 259 758	146 259 758		
Tenders Approved			-	9 130 385		

PART 2 – SUPPORTING DOCUMENTATION

SECTION 2 - CAPITAL EXPENDITURE

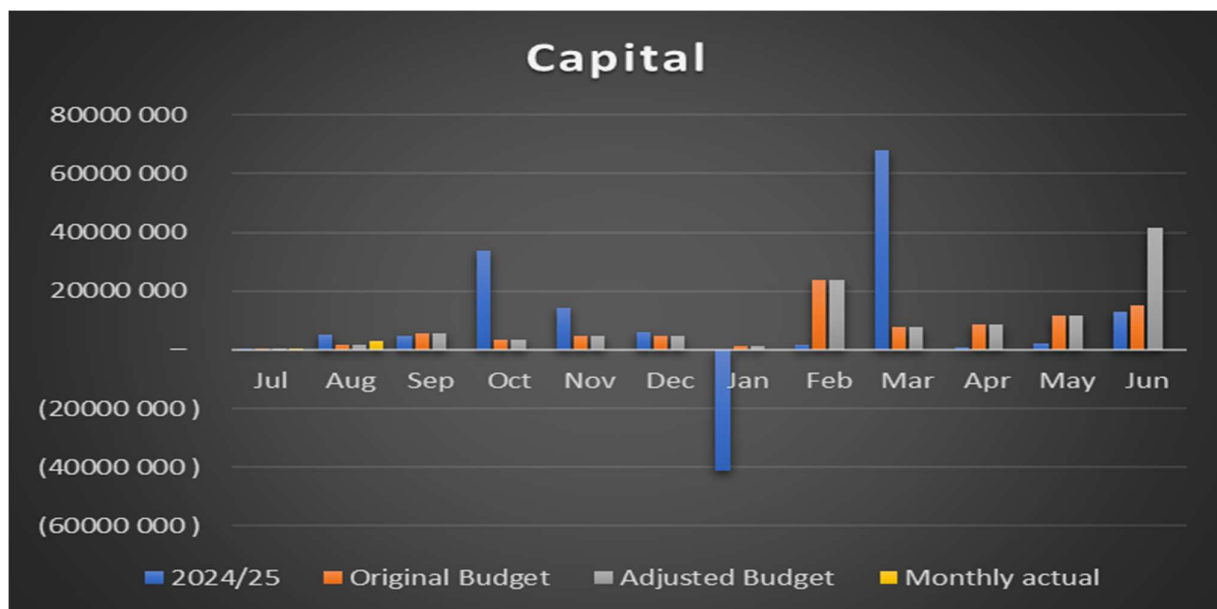
WC031 Theewaterskloof - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

Vote Description	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Directorate Finance	–	–	–	–	–	–	–		–
Vote 2 - Community Services	1 455	–	1 600	–	–	–	–		1 600
Vote 3 - Corporate services	–	–	–	–	–	–	–		–
Vote 4 - Electricity	2 916	–	–	–	–	–	–		–
Vote 5 - Economic Development and Planning	76 493	37 079	61 779	–	–	777	(777)	-100%	61 779
Vote 6 - Office of the Municipal Manager	–	–	–	–	–	–	–		–
Vote 7 - Housing	–	–	–	–	–	–	–		–
Vote 8 - Technical and Infrastructure Implementation Services	–	–	–	–	–	–	–		–
Vote 9 - Public safety	–	–	–	–	–	–	–		–
Vote 10 - Road transport	–	–	–	–	–	–	–		–
Vote 11 - Sport and recreation	–	–	–	–	–	–	–		–
Vote 12 - Waste management	–	–	–	–	–	–	–		–
Vote 13 - Waste water management	2 317	13 594	13 594	157	157	285	(128)	-45%	13 594
Vote 14 - Water	10 013	–	–	–	–	–	–		–
Vote 15 - Directorate Development and Community Services	–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	93 194	50 673	76 973	157	157	1 061	(905)	-85%	76 973
Single Year expenditure appropriation									
Vote 1 - Directorate Finance	126	110	110	31	31	2	29	1238%	110
Vote 2 - Community Services	7 777	6 400	4 800	–	–	134	(134)	-100%	4 800
Vote 3 - Corporate services	348	364	364	–	–	8	(8)	-100%	364
Vote 4 - Electricity	125	–	–	–	–	–	–		–
Vote 5 - Economic Development and Planning	1 745	8 209	9 580	–	–	172	(172)	-100%	9 580
Vote 6 - Office of the Municipal Manager	–	–	–	–	–	–	–		–
Vote 7 - Housing	–	–	–	–	–	–	–		–
Vote 8 - Technical and Infrastructure Implementation Services	–	–	–	–	–	–	–		–
Vote 9 - Public safety	–	–	–	–	–	–	–		–
Vote 10 - Road transport	–	–	–	–	–	–	–		–
Vote 11 - Sport and recreation	–	–	–	–	–	–	–		–
Vote 12 - Waste management	–	–	–	–	–	–	–		–
Vote 13 - Waste water management	3 472	10 793	10 793	2 960	2 960	226	2 734	1209%	10 793
Vote 14 - Water	2 040	12 281	12 281	3	7	261	(254)	-97%	12 281
Vote 15 - Directorate Development and Community Services	–	–	–	–	–	–	–		–
Total Capital single-year expenditure	15 633	38 157	37 928	2 993	2 997	803	2 194	273%	37 928
Total Capital Expenditure	108 827	88 830	114 901	3 150	3 154	1 865	1 289	69%	114 901
Capital Expenditure - Functional Classification									
Governance and administration	8 179	6 874	5 274	31	31	144	(113)	-79%	5 274
Executive and council	–	–	–	–	–	–	–		–
Finance and administration	8 179	6 874	5 274	31	31	144	(113)	-79%	5 274
Internal audit	–	–	–	–	–	–	–		–
Community and public safety	78 796	45 288	71 588	–	–	949	(949)	-100%	71 588
Community and social services	65	–	–	–	–	–	–		–
Sport and recreation	1 114	–	1 600	–	–	–	–		1 600
Public safety	8	–	–	–	–	–	–		–
Housing	77 609	45 288	69 988	–	–	949	(949)	-100%	69 988
Health	–	–	–	–	–	–	–		–
Economic and environmental services	971	–	1 371	–	–	–	–		1 371
Planning and development	629	–	1 371	–	–	–	–		1 371
Road transport	341	–	–	–	–	–	–		–
Environmental protection	–	–	–	–	–	–	–		–
Trading services	20 882	36 668	36 668	3 119	3 123	772	2 351	304%	36 668
Energy sources	3 040	–	–	–	–	–	–		–
Water management	12 052	12 281	12 281	3	7	261	(254)	-97%	12 281
Waste water management	5 789	24 387	24 387	3 116	3 116	511	2 605	510%	24 387
Waste management	–	–	–	–	–	–	–		–
Other	–	–	–	–	–	–	–		–
Total Capital Expenditure - Functional Classification	108 827	88 830	114 901	3 150	3 154	1 865	1 289	69%	114 901
Funded by:									
National Government	25 783	27 537	27 537	3 116	3 116	577	2 539	440%	27 537
Provincial Government	12 607	44 700	46 071	–	–	936	(936)	-100%	46 071
District Municipality	55	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov	–	–	–	–	–	–	–		–
Departm Agencies, Households, Non-profit Institutions, Private	–	–	–	–	–	–	–		–
Enterprises, Public Corporations, Higher Educ Institutions)	–	–	–	–	–	–	–		–
Transfers recognised - capital	38 444	72 237	73 608	3 116	3 116	1 513	1 603	106%	73 608
Borrowing	0	10 000	10 000	3	7	214	(207)	-97%	10 000
Internally generated funds	70 382	6 593	31 293	31	31	138	(107)	-78%	31 293
Total Capital Funding	108 827	88 830	114 901	3 150	3 154	1 865	1 289	69%	114 901

WC031 Theewaterskloof - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August

Month	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Adjusted Budget
R thousands									
Monthly expenditure performance trend									
July	12	286	4	4	4	4	-		0%
August	5 263	1 861	1 861	3 150	3 154	1 865	1 289	69,1%	3%
September	4 586	5 417	5 417	-		7 282	-		
October	33 850	3 323	3 323	-		10 605	-		
November	14 465	4 806	4 806	-		15 411	-		
December	5 978	4 812	4 812	-		20 223	-		
January	(41 212)	1 468	1 468	-		21 691	-		
February	1 688	23 684	23 684	-		45 376	-		
March	68 076	7 674	7 674	-		53 050	-		
April	672	8 716	8 716	-		61 766	-		
May	1 993	11 521	11 521	-		73 288	-		
June	13 456	15 261	41 613	-		114 901	-		
Total Capital expenditure	108 827	88 830	114 901	3 154					

The **Total Capital Expenditure** for the year-to-date amounts to R 3 million against the adjusted budget of R 115 million and the percentage spend is 3% when compared to the budget. The year-to-date expenditure compared to planned expenditure amounts to 169% (an overspent of 69%).



The following table indicates the spending per project and per funding. It also includes comments from departments on the progress of the projects.

THEEWATERSKLOOF MUNICIPALITY													
CAPITAL PROGRAMME 2025 - 2026													
VOTE	PROJECT	TOWN	FUNCTION	SOURCE OF FINANCE	BUDGET 2025 - 2026	ADJUSTED BUDGET 1	ACTUAL EXPENDITURE THIS PERIOD	COMMITMENTS	ACTUAL YEARTODATE EXPENDED	YEARTODATE CASH FLOW PROJECTION	AVAILABLE BUDGET	% OF BUDGET AVAILABLE	COMMENTS
													2
LAND AND BUILDINGS													
072116300551	Villiersdorp Upgrade - Taxi Rank	Villiersdorp	LED	RSEP	-	1 370 770	-	-	-	-	1 370 770	100%	
Subtotal					-	1 370 770	-	-	-	-	1 370 770	100%	
WATER RESERVOIRS & RETICULATION													
077010000340	Smart meter replacement	Whole of Municipality	Water: Distribution	Loans	5 000 000	5 000 000	2 885	-	6 953	108 806	4 993 047	100%	
077011300331	Upgrade of Villiersdorp Water Treat Works (WTTW)	Villiersdorp	Water: Treatment Works	MIG	3 150 362	3 150 362	-	-	-	65 993	3 150 362	100%	Aug'25 - Tender number ENG 03/2025/26 was advertised on 25 July 2025, which was delayed by 29 days due to no quorum in the bid specification committee and the closing date was on 29 August 2025. The tenders are currently being stamped in Supply Chain Management department, thereafter will proceed with the technical evaluation.
077011300332				Capital out of Revenue	4 130 609	4 130 609	-	-	-	86 526	4 130 609	100%	
Subtotal					12 280 971	12 280 971	2 885	-	6 953	261 325	12 274 018	100%	
SEWERAGE													
076010200090	Upgrading of Grabouw Gypsy Queen Bulk Sewer and Water Provis	Grabouw	Sewerage: Networks	MIG	10 792 572	10 792 572	2 959 679	-	2 959 679	226 079	7 832 893	73%	Aug'25 - Tender number ENG 02/2025/26 was advertised on 28 May 2025, which was delayed by 6 days due to no quorum in the bid specification committee and the closing date was on 27 June 2025. The technical evaluation was submitted to Supply Chain Management department on 11 August 2025, which was 31 days late due to the technicality of the evaluation process and various correspondence between the consultant and the contract manager. The tender was suppose to be by the bid evaluation committee on 29 August 2025, however, it is 10 days behind schedule.
076011700900	Upgrading of Botrivier Waste Waster Treatment Works (WWTW)	Botrivier	Sewerage: Treatment Works	MIG	13 594 457	13 594 457	156 592	-	156 592	284 772	13 437 865	99%	Aug'25 - Tender number ENG 11/2024/25 was awarded in 2024/25 financial year. There was an expenditure incurred in August and the first payment certificate for the contractor is due at the end of September 2025.
Subtotal					24 387 029	24 387 029	3 116 271	-	3 116 271	510 850	21 270 758	87%	

THEEWATERSKLOOF MUNICIPALITY

CAPITAL PROGRAMME 2025 - 2026

VOTE	PROJECT	TOWN	FUNCTION	SOURCE OF FINANCE	BUDGET 2025 - 2026	ADJUSTED BUDGET 1	ACTUAL EXPENDITURE THIS PERIOD	COMMITMENTS	ACTUAL YEARTODATE EXPENDED	YEARTODATE CASH FLOW PROJECTION	AVAILABLE BUDGET	% OF BUDGET AVAILABLE	COMMENTS
TWK HOUSING													
07211101213	Caledon Riemvasmaak (811) increased to (1014)	Caledon	Human Settlements	Informal Settlements Grant	6 119 000	6 119 000	-	-	-	128 178	6 119 000	100%	
072111200113	Grabouw- Hillside Tops	Grabouw	Human Settlements	Capital out of Revenue	288 170	288 170	-	-	-	6 036	288 170	100%	
072111200114	Greater Grabouw	Grabouw	Human Settlements	Capital out of Revenue	300 170	300 170	-	-	-	6 288	300 170	100%	
072111300110	Greater Villiersdorp UISP (2600)	Villiersdorp	Human Settlements	Informal Settlements Grant	5 621 000	5 621 000	-	-	-	117 747	5 621 000	100%	
072111301242	Villiersdorp Destiny Farm (1133)	Villiersdorp	Human Settlements	Informal Settlements Grant	10 560 000	10 560 000	-	-	-	221 207	10 560 000	100%	
072111501213	Greyton Erf 595 (538)(Yield reduced)(393)	Genadendal / Greyton	Human Settlements	Human Settlement Grant	10 000 000	10 000 000	-	-	-	209 476	10 000 000	100%	
072111700112	Botrivier Beaumont Services Ph1(272) Ph2(774)	Botrivier	Human Settlements	Human Settlement Grant	2 000 000	2 000 000	-	-	-	41 895	2 000 000	100%	
072111700113	Botrivier Beaumont (1046) IRDP Services Ph2(774)	Botrivier	Human Settlements	Informal Settlements Grant	10 400 000	10 400 000	-	-	-	217 855	10 400 000	100%	
				Subtotal	45 288 340	45 288 340	-	-	-	948 683	45 288 340	100%	
PROVINCIAL HOUSING													
072111301243	Villiersdorp Destiny Farm (1133)	Villiersdorp	Human Settlements	Informal Settlements Grant (In-Kind)	-	24 700 000	-	-	-	-	24 700 000	100%	
				Subtotal	-	24 700 000	-	-	-	-	24 700 000	100%	
SPORTFIELDS													
073115200122	Upgrading of Pineview Park Sport Ground	Grabouw	Sports and Culture	Loans	-	1 600 000	-	-	-	-	1 600 000	100%	Aug'25 - Tender number ENG 13/2023/24 was awarded in the 2023/24 financial year. The final measurement at the sports ground will be conducted once the contractor finishes the remaining tasks. The contractor anticipated that the completion date of the project will be in October 2025.
				Subtotal	-	1 600 000	-	-	-	-	1 600 000	100%	

THEEWATERSKLOOF MUNICIPALITY

CAPITAL PROGRAMME 2025 - 2026

VOTE	PROJECT	TOWN	FUNCTION	SOURCE OF FINANCE	BUDGET 2025 - 2026	ADJUSTED BUDGET 1	ACTUAL EXPENDITURE THIS PERIOD	COMMITMENTS	ACTUAL YEARTODATE EXPENDED	YEARTODATE CASH FLOW PROJECTION	AVAILABLE BUDGET	% OF BUDGET AVAILABLE	COMMENTS
FLEET													
073113000124	Upgrading of Fleet	Whole of Municipality	Fleet Management	Loans	5 000 000	3 400 000	-	-	-	104 738	3 400 000	100%	The tender has been submitted for bid specification, which is scheduled for 16 September 2025. The advertisement date is set for 18 September 2025, with a closing date of 8th October 2025. Thereafter, it is anticipated that the bid evaluation will take place on 24 October 2025, followed by bid adjudication on 31 October 2025, after which spending will commence.
073113000127	Purchase of Fleet	Whole of Municipality	Fleet Management	Capital Replacement Reserve	1 400 000	1 400 000	-	-	-	29 327	1 400 000	100%	
				Subtotal	6 400 000	4 800 000	-	-	-	134 065	4 800 000	100%	
OFFICE EQUIPMENT													
071110900540	Furniture and Office Equipment (New)	Administration	Corporate Services	Capital out of Revenue	364 000	364 000	-	-	-	7 625	364 000	100%	
071520900470	Computer Equipment (New)	Administration	Asset Management	Capital out of Revenue (Donations)	50 000	50 000	30 825	-	30 825	1 047	19 175	38%	Funds will only be utilised once a replacement has been received.
071520900541	Furniture and Office Equipment (New)	Administration	Asset Management	Capital out of Revenue	10 000	10 000	-	2 375	-	209	7 625	76%	Funds will only be utilised once claims has been approved and payment received from insurer.
071520901550	Machinery and Equipment (New)	Administration	Asset Management	Capital out of Revenue	50 000	50 000	-	-	-	1 047	50 000	100%	
				Subtotal	474 000	474 000	30 825	2 375	30 825	9 929	440 800	93%	
GRAND TOTAL CAPITAL BUDGET					88 830 340	114 901 110	3 149 981	2 375	3 154 049	1 864 852	111 744 686	97%	

SECTION 3 - OPERATING REVENUE AND EXPENDITURE

Financial Performance (revenue and expenditure by municipal vote)

The municipal votes are in accordance with the GFS classification.

WC031 Theewaterskloof - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02

Vote Description	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Directorate Finance	287 149	332 267	332 267	13 811	113 423	109 561	3 862	3,5%	332 267
Vote 2 - Community Services	48 289	48 458	48 458	1 354	1 902	1 310	592	45,2%	48 458
Vote 3 - Corporate services	609	6 746	6 746	483	705	735	(31)	-4,2%	6 746
Vote 4 - Electricity	166 610	192 659	192 659	15 953	32 662	34 516	(1 855)	-5,4%	192 659
Vote 5 - Economic Development and Planning	86 839	59 759	85 829	253	399	4 980	(4 581)	-92,0%	85 829
Vote 6 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 7 - Housing	-	-	-	-	-	-	-	-	-
Vote 8 - Technical and Infrastructure Implementation Services	23 433	29 613	29 613	5	5	12	(7)	-59,4%	29 613
Vote 9 - Public safety	-	-	-	-	-	-	-	-	-
Vote 10 - Road transport	-	-	-	-	-	-	-	-	-
Vote 11 - Sport and recreation	-	-	-	-	-	-	-	-	-
Vote 12 - Waste management	62 720	64 932	64 932	4 238	8 449	8 470	(22)	-0,3%	64 932
Vote 13 - Waste water management	62 776	66 373	66 373	3 803	10 458	10 373	85	0,8%	66 373
Vote 14 - Water	117 617	122 030	122 030	10 236	19 846	19 344	502	2,6%	122 030
Vote 15 - Directorate Development and Community Services	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	856 042	922 836	948 907	50 137	187 847	189 301	(1 454)	-0,8%	948 907
Expenditure by Vote									
Vote 1 - Directorate Finance	98 354	105 568	104 988	11 030	15 305	12 690	2 615	20,6%	104 988
Vote 2 - Community Services	175 463	187 874	188 902	14 660	24 923	24 819	104	0,4%	188 902
Vote 3 - Corporate services	81 674	90 148	90 146	4 449	8 473	9 343	(870)	-9,3%	90 146
Vote 4 - Electricity	153 607	182 675	182 667	12 806	14 987	21 659	(6 672)	-30,8%	182 667
Vote 5 - Economic Development and Planning	34 396	42 397	42 391	2 980	5 485	5 783	(298)	-5,2%	42 391
Vote 6 - Office of the Municipal Manager	8 197	9 713	9 713	765	1 529	1 570	(42)	-2,7%	9 713
Vote 7 - Housing	-	-	-	-	-	-	-	-	-
Vote 8 - Technical and Infrastructure Implementation Services	18 063	25 414	25 411	1 128	2 233	3 027	(794)	-26,2%	25 411
Vote 9 - Public safety	-	-	-	-	-	-	-	-	-
Vote 10 - Road transport	-	-	-	-	-	-	-	-	-
Vote 11 - Sport and recreation	-	-	-	-	-	-	-	-	-
Vote 12 - Waste management	73 911	80 162	80 008	5 446	7 514	6 416	1 097	17,1%	80 008
Vote 13 - Waste water management	64 597	67 499	67 254	6 271	9 343	8 880	463	5,2%	67 254
Vote 14 - Water	89 229	92 654	92 644	10 655	12 815	9 530	3 285	34,5%	92 644
Vote 15 - Directorate Development and Community Services	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	797 490	884 103	884 123	70 190	102 606	103 718	(1 111)	-1,1%	884 123
Surplus/ (Deficit) for the year	58 553	38 733	64 784	(20 053)	85 241	85 584	(343)	-0,4%	64 784

Unauthorized expenditure by year end would occur either for the Municipality as a whole if the budget "Total Expenditure by vote" or if any of the individual budgets for any specific votes were overspent.

Financial Performance (revenue and expenditure)

WC031 Theewaterskloof - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue									
Exchange Revenue									
Service charges - Electricity	150 632	170 078	170 078	15 813	32 187	33 502	(1 315)	-4%	170 078
Service charges - Water	98 182	103 720	103 720	10 050	19 390	18 814	575	3%	103 720
Service charges - Waste Water Management	46 372	49 742	49 742	3 723	10 271	10 117	155	2%	49 742
Service charges - Waste management	44 412	46 549	46 549	4 142	8 289	8 267	21	0%	46 549
Sale of Goods and Rendering of Services	4 482	26 616	26 616	371	694	2 471	(1 777)	-72%	26 616
Agency services	8 352	8 417	8 417	6	16	24	(8)	-34%	8 417
Interest	—	—	—	—	—	—	—	—	—
Interest earned from Receivables	24 800	27 661	27 661	2 055	3 894	4 608	(714)	-16%	27 661
Interest from Current and Non Current Assets	3 484	6 169	6 169	254	254	885	(631)	-71%	6 169
Dividends	—	—	—	—	—	—	—	—	—
Rent on Land	—	—	—	—	—	—	—	—	—
Rental from Fixed Assets	2 097	2 076	2 076	153	322	332	(10)	-3%	2 076
Licence and permits	71	76	76	5	7	9	(2)	-20%	76
Special rating levies	—	—	—	—	—	—	—	—	—
Operational Revenue	5 003	4 055	4 055	458	519	129	390	302%	4 055
Non-Exchange Revenue									
Property rates	161 347	173 070	173 070	10 785	61 123	52 835	8 288	16%	173 070
Surcharges and Taxes	1 884	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	28 520	27 812	27 812	695	1 174	952	223	23%	27 812
Licence and permits	—	—	—	—	—	—	—	—	—
Transfers and subsidies - Operational	163 406	182 290	182 290	817	47 837	49 340	(1 502)	-3%	182 290
Interest	4 020	4 554	4 554	287	572	853	(281)	-33%	4 554
Fuel Levy	—	—	—	—	—	—	—	—	—
Operational Revenue	5 537	12 003	12 003	503	1 278	2 003	(726)	-36%	12 003
Gains on disposal of Assets	—	114	114	—	—	10	(10)	-100%	114
Other Gains	—	5 546	5 546	—	—	423	(423)	-100%	5 546
Discontinued Operations	—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)	752 602	850 549	850 549	50 115	187 826	185 572	2 254	1%	850 549
Expenditure By Type									
Employee related costs	281 511	315 821	315 821	24 082	47 558	49 165	(1 608)	-3%	315 821
Remuneration of councillors	13 148	15 017	15 017	1 113	2 219	2 297	(78)	-3%	15 017
Bulk purchases - electricity	120 104	139 207	139 207	9 875	10 175	16 648	(6 473)	-39%	139 207
Inventory consumed	39 711	41 790	41 790	3 162	3 640	3 683	(43)	-1%	41 790
Debt impairment	100 461	116 591	116 591	19 432	19 432	9 420	10 012	106%	116 591
Depreciation and amortisation	41 321	35 541	35 541	3 257	6 077	6 367	(290)	-5%	35 541
Interest	47 204	47 551	47 551	—	2	619	(617)	-100%	47 551
Contracted services	58 563	60 429	60 007	2 092	2 406	4 339	(1 933)	-45%	60 007
Transfers and subsidies	5 501	12 080	12 080	—	—	833	(833)	-100%	12 080
Irrecoverable debts written off	—	0	0	—	—	—	—	—	0
Operational costs	78 672	94 466	94 908	7 176	11 099	10 307	791	8%	94 908
Losses on Disposal of Assets	7 677	64	64	—	—	—	—	—	64
Other Losses	3 616	5 546	5 546	—	—	39	(39)	-100%	5 546
Total Expenditure	797 490	884 103	884 123	70 190	102 606	103 718	(1 111)	-1%	884 123
Surplus/(Deficit)	(44 887)	(33 554)	(33 574)	(20 075)	85 219	81 854	3 365	0	(33 574)
Transfers and subsidies - capital (monetary allocations)	38 444	72 237	73 608	—	—	3 725	(3 725)	(0)	73 608
Transfers and subsidies - capital (in-kind)	64 996	50	24 750	21	21	4	17	0	24 750
Surplus/(Deficit) after capital transfers & contributions	58 553	38 733	64 784	(20 053)	85 241	85 584	(343)	(0)	64 784
Income Tax	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after income tax	58 553	38 733	64 784	(20 053)	85 241	85 584	(343)	(0)	64 784
Share of Surplus/Deficit attributable to Joint Venture	—	—	—	—	—	—	—	—	—
Share of Surplus/Deficit attributable to Minorities	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality	58 553	38 733	64 784	(20 053)	85 241	85 584	(343)	(0)	64 784
Share of Surplus/Deficit attributable to Associate	—	—	—	—	—	—	—	—	—
Intercompany/Parent subsidiary transactions	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	58 553	38 733	64 784	(20 053)	85 241	85 584	(343)	(0)	64 784

The year-to-date revenue is 20% of the adjusted budget of R 949 million. The expenditure is 1% below the year-to-date budget.

The reasons for the variances in some of the income and expenditure items are as follows:

Sale of Goods and Rendering of Services

Land sales have not yet materialised, which consists of a significant component of the budget amount.

Interest earned from Receivables

Cash reserves are lower than anticipated due to settlement of significant amounts of payables at the end of July 2025.

Operational Revenue (Exchange Revenue)

❖ Other Revenue - Collection Charges

The collection drive was higher than in the past resulting in an increase in collection charges being raised on accounts.

❖ Other Revenue - Insurance Refund

Insurance refund received in August is included in the actuals.

Property rates

The annual ratepayers are levied for the full year in month one. It should smooth out during the year.

Fines, penalties and forfeits

Revenue is based on a cash basis, while budgeting is based on an "accrual" basis. This will be corrected at the end of the financial year. The budgeted fines after impairment provision are R 5 million and the actual revenue YTD amounts to R 2 million.

Operational Revenue (Non-Exchange Revenue)

❖ Other Revenue - Debt Waived (Eskom)

The Eskom debt waiver amounting to R 6 million for the full year is included in the budget.

The debt waiver will come into effect when agreement between the Municipality and Eskom is instituted.

Gains on disposal of Assets

Gains for disposal of assets will only realise when an auction is held or property has been transferred at the deeds office.

Other Gains

Medical losses and long service awards are only calculated once a year with the compilation of the financial statements at year end based on actuarial report received.

Interest (Finance cost)

Interest is paid bi-annually, in June and December. There are only three loan payments due in September and March.

Councillors and staff benefits

WC031 Theewaterskloof - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

Summary of Employee and Councillor remuneration	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	11 599	13 349	13 349	983	1 961	2 066	(106)	-5%	13 349
Pension and UIF Contributions	–	–	–	–	–	–	–	–	–
Medical Aid Contributions	85	102	102	8	17	16	1	3%	102
Motor Vehicle Allowance	204	240	240	16	31	27	5	18%	240
Cellphone Allowance	1 260	1 326	1 326	106	211	188	23	12%	1 326
Sub Total - Councillors	13 148	15 017	15 017	1 113	2 219	2 297	(78)	-3%	15 017
% increase		14,2%	14,2%						14,2%
Senior Managers of the Municipality									
Basic Salaries and Wages	4 258	7 439	7 439	404	876	799	78	10%	7 439
Pension and UIF Contributions	11	13	13	1	5	5	0	3%	13
Medical Aid Contributions	–	–	–	–	–	–	–	–	–
Overtime	–	–	–	–	–	–	–	–	–
Performance Bonus	228	656	656	–	–	9	(9)	-100%	656
Motor Vehicle Allowance	499	752	752	46	101	110	(9)	-8%	752
Cellphone Allowance	94	130	130	10	21	21	0	1%	130
Housing Allowances	–	–	–	–	–	–	–	–	–
Other benefits and allowances	39	152	152	8	17	21	(4)	-20%	152
Sub Total - Senior Managers of Municipality	5 129	9 143	9 143	469	1 021	964	56	6%	9 143
% increase		78,3%	78,3%						78,3%
Other Municipal Staff									
Basic Salaries and Wages	188 101	222 004	222 004	16 810	33 041	34 887	(1 846)	-5%	222 004
Pension and UIF Contributions	31 279	38 083	38 083	2 753	5 523	5 862	(339)	-6%	38 083
Medical Aid Contributions	10 732	11 630	11 630	907	1 820	1 852	(31)	-2%	11 630
Overtime	11 187	6 533	6 533	687	1 388	1 171	218	19%	6 533
Performance Bonus	–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance	10 860	13 278	13 278	963	1 923	2 171	(248)	-11%	13 278
Cellphone Allowance	812	1 061	1 061	76	150	166	(16)	-10%	1 061
Housing Allowances	1 848	1 075	1 075	92	184	180	3	2%	1 075
Other benefits and allowances	10 072	7 880	7 880	851	1 673	1 399	273	20%	7 880
Payments in lieu of leave	4 724	500	500	59	149	97	52	54%	500
Long service awards	1 105	1 780	1 780	189	227	177	50	28%	1 780
Post-retirement benefit obligations	2 379	2 669	2 669	–	–	–	–	–	2 669
Acting and post related allowance	3 284	185	185	227	459	238	221	93%	185
Sub Total - Other Municipal Staff	276 382	306 678	306 678	23 614	46 537	48 201	(1 664)	-3%	306 678
% increase		11,0%	11,0%						11,0%
Total Parent Municipality	294 659	330 838	330 838	25 195	49 777	51 462	(1 685)	-3%	330 838
		12,3%	12,3%						12,3%
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Sub Total - Executive members Board	–	–	–	–	–	–	–	–	–
% increase									
Senior Managers of Entities									
Sub Total - Senior Managers of Entities	–	–	–	–	–	–	–	–	–
% increase									
Other Staff of Entities									
Sub Total - Other Staff of Entities	–	–	–	–	–	–	–	–	–
% increase									
Total Municipal Entities	–	–	–	–	–	–	–	–	–
TOTAL SALARY, ALLOWANCES & BENEFITS	294 659	330 838	330 838	25 195	49 777	51 462	(1 685)	-3%	330 838
% increase		12,3%	12,3%						12,3%
TOTAL MANAGERS AND STAFF	281 511	315 821	315 821	24 082	47 558	49 165	(1 608)	-3%	315 821

The payroll report is required by section 66 of the MFMA. Payday is split into three companies, namely permanent, councillors and temporary workers. The active permanent employees on the system are 641, council members 27 and temporary workers on the system are 152. The active permanent employees include 4 resignations. The active temporary workers include 107 new employees and 2 contracts that expired for the month of August 2025.

The total Salary, allowances & benefits for managers and staff amounts to R 24 million for the month. Overtime for August 2025 amounts to R 687 thousand.

Expenditure on Repairs & Maintenance by asset class

WC031 Theewaterskloof - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset

Description	2024/25	Budget Year 2025/26							Full Year Forecast
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	91 515	104 798	104 613	8 596	15 047	15 291	244	1,6%	104 613
Roads Infrastructure	26 059	28 898	28 713	1 937	3 828	4 137	309	7,5%	28 713
Roads	26 045	28 849	28 664	1 937	3 828	4 134	306	7,4%	28 664
Road Furniture	13	48	48	—	—	3	3	100,0%	48
Storm water Infrastructure	30	210	210	—	—	18	18	100,0%	210
Drainage Collection	—	10	10	—	—	1	1	100,0%	10
Storm water Conveyance	30	200	200	—	—	17	17	100,0%	200
Electrical Infrastructure	12 057	15 283	15 283	1 024	1 893	2 214	321	14,5%	15 283
LV Networks	12 057	15 283	15 283	1 024	1 893	2 214	321	14,5%	15 283
Water Supply Infrastructure	17 991	21 459	21 459	2 717	4 107	3 187	(920)	-28,9%	21 459
Dams and Weirs	—	25	25	—	—	2	2	100,0%	25
Water Treatment Works	5 228	7 235	7 235	391	767	866	99	11,5%	7 235
Distribution	12 763	14 199	14 199	2 325	3 341	2 319	(1 021)	-44,0%	14 199
Sanitation Infrastructure	32 051	34 231	34 231	2 774	4 943	5 498	556	10,1%	34 231
Pump Station	1	145	145	—	—	12	12	100,0%	145
Reticulation	23 655	25 773	25 773	2 263	3 839	4 162	323	7,8%	25 773
Waste Water Treatment Works	8 394	8 313	8 313	511	1 104	1 325	221	16,7%	8 313
Solid Waste Infrastructure	3 327	4 718	4 718	144	277	237	(39)	-16,6%	4 718
Landfill Sites	3 325	4 713	4 713	144	277	237	(39)	-16,6%	4 713
Waste Drop-off Points	2	5	5	—	—	—	—	—	5
Rail Infrastructure	—	—	—	—	—	—	—	—	—
Coastal Infrastructure	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure	—	—	—	—	—	—	—	—	—
Community Assets	11 404	13 998	15 398	829	1 554	1 756	202	11,5%	15 398
Community Facilities	11 245	13 604	14 404	818	1 540	1 711	171	10,0%	14 404
Halls	1 421	1 834	1 834	112	215	246	32	12,9%	1 834
Museums	—	10	10	—	—	1	1	100,0%	10
Libraries	8	—	—	—	—	—	—	—	—
Cemeteries/Crematoria	90	909	909	18	18	35	18	50,1%	909
Public Open Space	8 097	9 630	9 630	629	1 219	1 316	97	7,4%	9 630
Nature Reserves	1 624	1 104	1 104	58	88	103	15	14,4%	1 104
Public Ablution Facilities	0	82	82	1	1	7	6	88,2%	82
Taxi Ranks/Bus Terminals	4	35	835	—	—	3	3	100,0%	835
Sport and Recreation Facilities	159	394	994	12	14	45	31	68,8%	994
Indoor Facilities	—	—	—	—	—	—	—	—	—
Outdoor Facilities	159	394	994	12	14	45	31	68,8%	994
Heritage assets	—	—	—	—	—	—	—	—	—
Investment properties	21	40	40	—	—	3	3	100,0%	40
Revenue Generating	—	—	—	—	—	—	—	—	—
Non-revenue Generating	21	40	40	—	—	3	3	100,0%	40
Improved Property	21	40	40	—	—	3	3	100,0%	40
Other assets	7 663	11 352	10 527	676	1 024	1 153	129	11,2%	10 527
Operational Buildings	6 823	10 533	9 708	587	909	1 054	145	13,7%	9 708
Municipal Offices	6 716	10 278	9 453	574	894	1 047	153	14,6%	9 453
Workshops	107	256	256	14	15	7	(8)	-126,1%	256
Housing	839	818	818	89	115	99	(16)	-15,8%	818
Social Housing	839	818	818	89	115	99	(16)	-15,8%	818
Biological or Cultivated Assets	—	—	—	—	—	—	—	—	—
Intangible Assets	8 777	9 905	9 905	371	389	491	102	20,8%	9 905
Servitudes	—	—	—	—	—	—	—	—	—
Licences and Rights	8 777	9 905	9 905	371	389	491	102	20,8%	9 905
Computer Software and Applications	8 777	9 905	9 905	371	389	491	102	20,8%	9 905
Computer Equipment	—	—	—	—	—	—	—	—	—
Computer Equipment	—	—	—	—	—	—	—	—	—
Furniture and Office Equipment	217	206	206	2	14	30	16	52,1%	206
Furniture and Office Equipment	217	206	206	2	14	30	16	52,1%	206
Machinery and Equipment	1 812	764	764	10	13	60	47	78,9%	764
Machinery and Equipment	1 812	764	764	10	13	60	47	78,9%	764
Transport Assets	4 252	7 618	7 176	349	485	726	241	33,2%	7 176
Transport Assets	4 252	7 618	7 176	349	485	726	241	33,2%	7 176
Land	—	—	—	—	—	—	—	—	—
Land	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—	—	—	—
Living resources	—	—	—	—	—	—	—	—	—
Mature	—	—	—	—	—	—	—	—	—
Immature	—	—	—	—	—	—	—	—	—
Total Repairs and Maintenance Expenditure	125 660	148 681	148 629	10 833	18 526	19 510	983	5,0%	148 629

SECTION 4 - CASH AND INVESTMENTS

Cash Flow

Table C7 includes the balance of the Cashbook and Current Investment Deposits.

WC031 Theewaterskloof - Table C7 Monthly Budget Statement - Cash Flow - M02 August

Description	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	157 204	164 590	164 590	11 928	21 722	21 131	590	3%	164 590
Service charges	296 988	307 731	307 731	31 975	55 952	56 360	(408)	-1%	307 731
Other revenue	21 125	56 218	56 218	1 922	3 841	9 223	(5 382)	-58%	56 218
Transfers and Subsidies - Operational	61 662	166 497	166 497	5 819	53 687	55 499	(1 812)	-3%	166 497
Transfers and Subsidies - Capital	103 395	72 237	72 237	-	5 656	24 079	(18 423)	-77%	72 237
Interest	7 918	9 391	9 391	592	916	1 565	(649)	-41%	9 391
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(577 538)	(643 794)	(643 814)	(29 721)	(123 571)	(103 261)	20 309	-20%	(643 814)
Interest	(16 637)	(24 274)	(24 274)	-	(3 203)	-	3 203	#DIV/0!	(24 274)
Transfers and Subsidies	(4 916)	(12 080)	(12 080)	-	-	(2 013)	(2 013)	100%	(12 080)
NET CASH FROM/(USED) OPERATING ACTIVITIES	49 202	96 516	96 496	22 516	15 000	62 583	47 583	76%	96 496
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1 207	50	50	-	-	-	-	-	50
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	6 157	(692)	(692)	-	-	(115)	115	-100%	(692)
Payments									
Capital assets	(41 146)	(88 780)	(90 151)	(3 150)	(3 154)	(2 146)	1 008	-47%	(90 151)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(33 782)	(89 422)	(90 793)	(3 150)	(3 154)	(2 262)	892	-39%	(90 793)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	10 000	10 000	-	-	-	-	-	10 000
Increase (decrease) in consumer deposits	718	391	391	49	104	65	39	60%	391
Payments									
Repayment of borrowing	(14 896)	(21 257)	(21 257)	-	(3 858)	-	3 858	#DIV/0!	(21 257)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(14 178)	(10 866)	(10 866)	49	(3 754)	65	3 819	5864%	(10 866)
NET INCREASE/ (DECREASE) IN CASH HELD	1 242	(3 773)	(5 163)	19 415	8 092	60 386			(5 163)
Cash/cash equivalents at beginning:	16 383	11 736	11 736	6 301	17 624	11 736			17 624
Cash/cash equivalents at month/year end:	17 624	7 964	6 573	25 716	25 716	72 123			12 461

Cash/cash equivalents at the month/year end:	25 716 030
Unspent grants	8 077 467
Contribution CRR	-
Call Deposit Investment -Ring fenced	11 825 242
Net cash & cash equivalents	5 813 321

COST COVERAGE RATIO

Formula: Cash/cash equivalents / Fixed monthly operating expenditure

* Fixed monthly operating expenditure exclude Debt Impairment, Depreciation and asset impairment and housing operating grants expenditure

Cash/cash equivalents	5 813 321
Fixed Monthly Operating Expenditure (budget)	59 523 360
Cost coverage ratio	3 days
Working Capital ratio	1

Investments

The municipality has an amount of R 15 million on call deposits and Sanlam Share Investment of R 274 thousand as illustrated in the table below. The Standard bank 78805570005 account for R 12 million is ring-fenced for the grants.

The municipality's bank account per bank statement reflects a positive balance as at the end of August 2025.

WC031 Theewaterskloof - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands	Yrs/Months										
Municipality											
Sanlam	Semi-Annually	-	Yes	Variable		-	274	-	-	-	274
Standard bank 78805570005	Monthly	Call Deposit	Yes	Variable	6,75%	31 August 2025	14 017	-	(3 492)	1 300	11 825
Standard bank 78805570006	Monthly	Call Deposit	Yes	Variable	6,75%	31 August 2025	1 360	-	(1 300)	3 390	3 450
Municipality sub-total							15 651	-	(4 792)	4 690	15 549
TOTAL INVESTMENTS AND INTEREST							15 651	-	(4 792)	4 690	15 549

SECTION 5 - BORROWINGS

THEEWATERSKLOOF MUNICIPALITY							
Summary of external loans for the month: August 2025							
Lending Institution	Loan number	Percentage	Maturity Date	Balance 01/08/2025	Interest paid	Repayments	Balance 31/08/2025
		%	D/M/Y	(R'000)	(R'000)	(R'000)	(R'000)
DBSA	102807/1-3	9.47	30/6/2028	2 579	–	–	2 579
DBSA	103108/1-2	11.38	30/9/2028	3 516	–	–	3 516
DBSA	103313/1	9.85	31/3/2029	8 407	–	–	8 407
DBSA	103817/3	11,06	21/12/2030	5 706	–	–	5 706
STANDARD BANK	272400572/537632	12,22	30/6/2026	1 106	–	–	1 106
STANDARD BANK	000600703	8,26	28/6/2030	3 132	–	–	3 132
STANDARD BANK	000600712	9,76	29/6/2035	5 308	–	–	5 308
STANDARD BANK	000682253	10,79	30/12/2036	4 135	–	–	4 135
STANDARD BANK	000682253	10,79	30/12/2036	3 498	–	–	3 498
STANDARD BANK	000682253	10,79	30/12/2036	3 900	–	–	3 900
STANDARD BANK	000682253	10,79	30/12/2036	1 003	–	–	1 003
STANDARD BANK	000748692	10,58	30/06/2027	2 580	–	–	2 580
STANDARD BANK	000748692	10,58	30/06/2027	1 417	–	–	1 417
STANDARD BANK	000748736	10,99	29/06/2028	3 216	–	–	3 216
STANDARD BANK	000748754	11,6	30/06/2032	8 567	–	–	8 567
STANDARD BANK	000748754	11,6	30/06/2032	1 351	–	–	1 351
STANDARD BANK	000748773	12,27	30/06/2037	8 787	–	–	8 787
STANDARD BANK	000748773	12,27	30/06/2037	139	–	–	139
ABSA	40-7908-8994	10,79	27/6/2027	2 809	–	–	2 809
ABSA	3050777789	9,19	30/6/2026	459	–	–	459
ABSA	3050777763	9,62	30/6/2029	1 685	–	–	1 685
ABSA	3052887574	9,19	30/6/2027	1 061	–	–	1 061
ABSA	3054670983	8,66	30/10/2026	4 551	–	–	4 551
ABSA	3054671133	9,19	30/10/2028	2 953	–	–	2 953
ABSA	3054671256	9,89	30/10/2031	1 508	–	–	1 508
ABSA	3058757317	10,53	30/06/2028	872	–	–	872
ABSA	3058757317	10,53	30/06/2028	4 214	–	–	4 214
ABSA	3058757341	11,59	30/06/2033	2 263	–	–	2 263
ABSA	3058757341	11,59	30/06/2033	6 110	–	–	6 110
ABSA	3058757325	12,32	30/06/2038	47 410	–	–	47 410
NEDBANK	05 / 78310356050	10,45	30/06/2034	2 020	–	–	2 020
Total				146 260	–	–	146 260

Outstanding loans at the end of August 2025 amount to R 146 million. Long-term liabilities resulting from finance leases are excluded from the above table.

SECTION 6 - GRANTS

WC031 Theewaterskloof - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August

Description	2024/25	Budget Year 2025/26							
	Pre-Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	148 083	157 991	157 991	11 504	23 278	48 071	(24 793)	-51,6%	157 991
Local Government Equitable Share	140 900	150 030	150 030	10 640	22 389	48 071	(25 682)	-53,4%	150 030
Expanded Public Works Programme [Schedule 5B]	1 563	1 930	1 930	69	74	-	74		1 930
Local Government Financial Management Grant [Schedule 5B]	1 752	1 900	1 900	327	348	-	348		1 900
Municipal Infrastructure Grant [Schedule 5B]	3 280	4 131	4 131	467	467	-	467		4 131
Integrated National Electrification Programme [Schedule 5B]	357	-	-	-	-	-	-		-
Water Services Infrastructure Grant	230	-	-	-	-	-	-		-
		-	-	-	-	-	-		-
Provincial Government:	12 171	24 295	24 295	819	1 611	1 268	342	27,0%	24 295
Community Development Workers	86	113	113	7	7	-	7		113
Human Settlement Development	1 488	2 080	2 080	-	-	173	(173)	-100,0%	2 080
Informal Settlements	-	10 000	10 000	-	-	833	(833)	-100,0%	10 000
Library Service	9 938	10 307	10 307	811	1 603	112	1 491	1331,1%	10 307
Maintenance of Main Roads	-	145	145	-	-	12	(12)	-100,0%	145
Municipal Water Resilience Grant	-	1 650	1 650	-	-	138	(138)	-100,0%	1 650
Thusong Centre	140	-	-	-	-	-	-		-
Financial Management Capacity Building Grant	519	-	-	-	-	-	-		-
District Municipality:	212	-	-	-	-	-	-		-
Safety Project Grant	212	-	-	-	-	-	-		-
Other grant providers:	449	4	4	-	-	0	(0)	-100,0%	4
Public Contributions and Donations	-	4	4	-	-	0	(0)	-100,0%	4
SETA	449	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	160 915	182 290	182 290	12 322	24 889	49 340	(24 451)	-49,6%	182 290
Capital expenditure of Transfers and Grants									
National Government:	25 783	27 537	27 537	3 116	3 116	-	3 116		27 537
Municipal Infrastructure Grant [Schedule 5B]	21 868	27 537	27 537	3 116	3 116	-	3 116		27 537
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	2 380	-	-	-	-	-	-		-
Water Services Infrastructure Grant	1 535	-	-	-	-	-	-		-
	-	-	-	-	-	-	-		-
Provincial Government:	9 922	44 700	46 071	-	-	3 725	(3 725)	-100,0%	46 071
Human Settlements	2 721	10 000	10 000	-	-	833	(833)	-100,0%	10 000
Informal Settlements	6 516	34 700	34 700	-	-	2 892	(2 892)	-100,0%	34 700
Regional socio economic projects (RSEP)	629	-	1 371	-	-	-	-		1 371
Financial Management Capacity Building Grant	55	-	-	-	-	-	-		-
District Municipality:	55	-	-	-	-	-	-		-
Safety Project Grant	55	-	-	-	-	-	-		-
	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
	-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	35 759	72 237	73 608	3 116	3 116	3 725	(609)	-16,3%	73 608
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	196 674	254 527	255 898	15 439	28 005	53 065	(25 059)	-47,2%	255 898

Expenditure for the provision of free basic services from the Equitable Share Grant is incurred monthly. Expenditure in respect of the Finance Management Grant and MIG, are incurred in accordance with business plans. Expenditure in respect of the Low-Cost Housing is once off payments and are done in accordance with claims submitted to either Provincial or National Government.

SECTION 7 - DEBTORS

The schedules were compiled in line with how figures are currently reflecting on the financial system.

WC031 Theewaterskloof - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

Description	Budget Year 2025/26									Total over 90 days
	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	
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	11 429	4 052	3 178	3 027	2 334	2 365	12 636	47 722	86 744	68 084
Trade and Other Receivables from Exchange Transactions - Electricity	10 202	2 805	857	168	112	99	543	1 698	16 484	2 621
Receivables from Non-exchange Transactions - Property Rates	10 846	41 394	2 589	2 881	1 039	1 048	5 694	20 555	86 046	31 217
Receivables from Exchange Transactions - Waste Water Management	4 342	2 368	2 011	1 797	1 317	1 355	8 943	51 141	73 274	64 553
Receivables from Exchange Transactions - Waste Management	4 607	3 006	2 393	2 047	1 513	1 562	10 158	57 265	82 551	72 546
Receivables from Exchange Transactions - Property Rental Debtors	88	69	24	13	12	8	95	568	877	696
Interest on Arrear Debtor Accounts	2 324	2 550	2 953	3 658	2 294	2 304	15 195	72 748	104 026	96 199
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	(24 178)	65	373	429	168	150	1 228	2 938	(18 827)	4 913
Total By Income Source	19 661	56 309	14 378	14 021	8 789	8 890	54 493	254 635	431 176	340 828
Pre-Audit Outcome 2024/25 - totals only	54 372	19 863	9 921	9 760	12 087	7 947	45 570	248 230	407 748	323 593
Debtors Age Analysis By Customer Group										
Organs of State	1 734	8 948	530	196	158	142	1 198	3 746	16 653	5 441
Commercial	2 533	28 041	1 460	3 191	732	613	3 336	12 972	52 878	20 844
Households	12 983	18 078	9 163	10 084	7 489	7 683	45 603	211 492	322 575	282 351
Other	2 412	1 242	3 224	549	410	452	4 356	26 425	39 071	32 192
Total By Customer Group	19 661	56 309	14 378	14 021	8 789	8 890	54 493	254 635	431 176	340 828

Reason for a negative on “Other” under Debtors Age Analysis by Income Source:

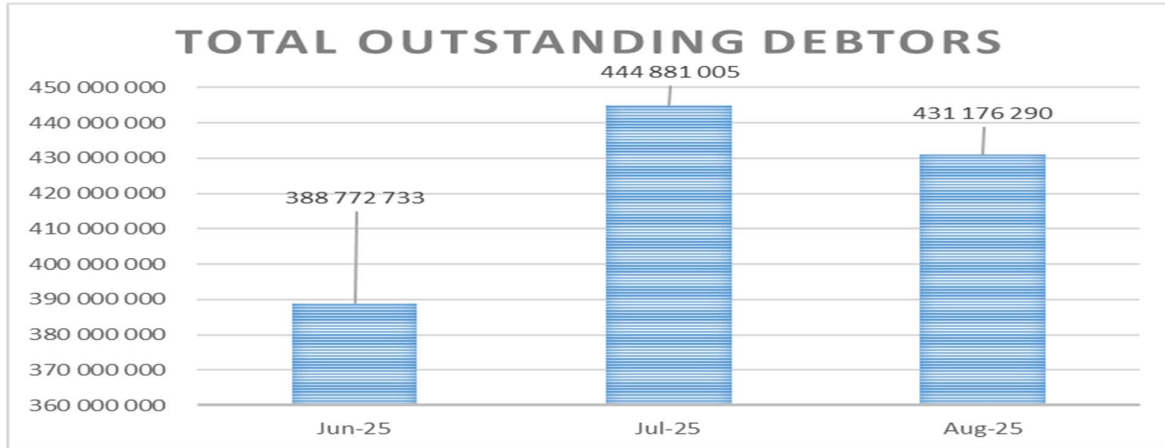
A significant portion of the credit balance under Debtors Age Analysis by Income Source “Other (0–30)” consists of payments in advance that are captured as part of the debtor’s system. These advance payments are recorded as credits on the relevant consumer accounts until such time as the associated charges become due.

In addition to standard advance payments, the credit balance is also increased by consumers who choose to pay their annual rates and other municipal charges ahead of the official due date. These early payments are also processed and reflected as payments in advance within the system, further contributing to the credit total reflected under the “Other” category.

7.1 Debtors as at 31 August 2025

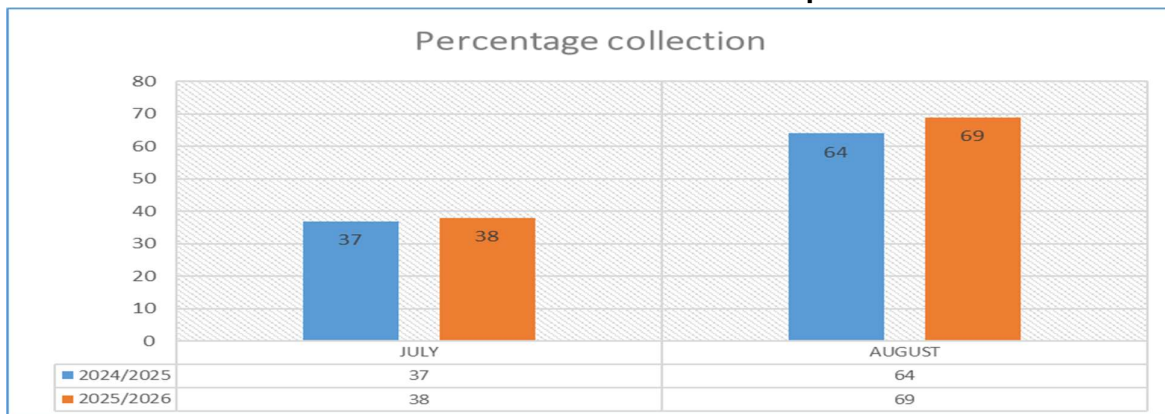
The total debtors outstanding as at 31 August 2025 is R 431 million, which represents a 3.15% difference from the previous month.

7.2 Movement in outstanding debtor's month-to-month (excluding arrangements)



7.3 Collection Ratio

Collection Ratio Year-on-Year Comparison



The revenue collection rate for Theewaterskloof municipality, as at 31 August 2025 is 69% which is 5% higher than the same period last year.

The reasons and challenges are as follows:

- A service provider was appointed on 1 July 2025 to assist with debt collection. Since their appointment, they have conducted 63 telephone calls to engage with account holders and issued 34 final demand notices to clients with outstanding balances that were handed over to them. A total of 21 payment arrangements were made, and an amount of R 183 thousand was received.
- Theewaterskloof Municipality internal debt collection department has carried out 50 telephone calls and issued 36 email reminders to clients with outstanding balances. In addition, 28 summonses were prepared and delivered to the sheriff for formal distribution. These steps reflect the ongoing efforts of the department to strengthen recovery actions and follow through on overdue accounts. A total of 3 payment arrangements were signed, and the amount of R 342 thousand was received.

- Ratepayers were given two options for the payment of rates for the 2025/2026 financial year:
 - Annual payment option: One full payment for the entire financial year, payable within three months (by October 2025) from the levy date.
 - Monthly instalments: Twelve equal monthly instalments, with levies charged at the beginning of each month.

Although the full annual amount was levied in July 2025, the amount was charged in advance for the entire year. A payment received to date is R 39 million. Payment for annual rates can be made until October 2025.

Total outstanding Annual Rates

Item	Amount
Total Outstanding	R 26 896 421
Arrangement	R 1 359 805
Total Outstanding (Annual Rates)	R 28 256 226

Credit Control Actions for the period ending 31 August 2025:

Credit control operations resumed in August 2025 after the year-end processes were successfully completed and the financial system functionality was restored. The standard procedures for managing arrears, issuing of notices, and disconnection/reconnection of services were re-instated.

Challenges in August 2025 are as follows:

- **Limited Operational Capacity:** Disconnection activities could not be fully executed within one week due to reliance on limited fleet.
- **Smart Meter Limitations:** Certain faulty smart water meters could not be restricted remotely, leading to additional site visits and delays.
- **Competing Priorities:** The disconnection team was simultaneously required to attend to:
 - Reconnections following payment by consumers.
 - Faulty meter replacements and maintenance.
 - Variation reports requiring on-site verification.

Measures required to resolve constraints:

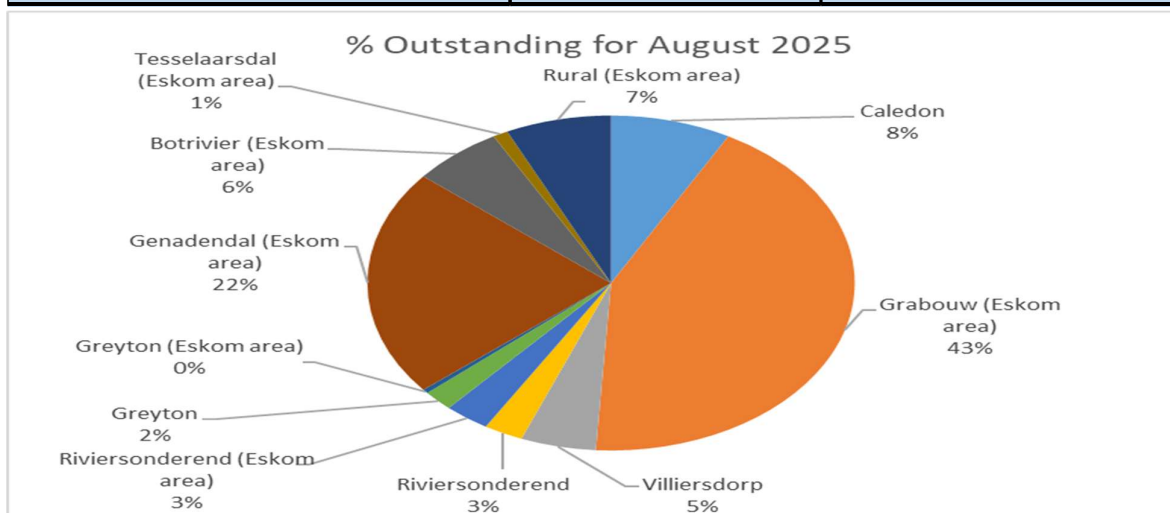
- Improve vehicle availability for disconnection/reconnection programmes.
- Address recurring faults on smart water meters. Procurement of new water meters.
- Strengthen operational planning to balance disconnections with other field service demands.

Credit Control Actions for the period ending 31 August 2025:

- Pre-disconnection notices issued: 3259
- Credit control SMS's: 6610
- Disconnections: 489
- Reconnections: 47
- Arrangements: 60
- Extensions: 618

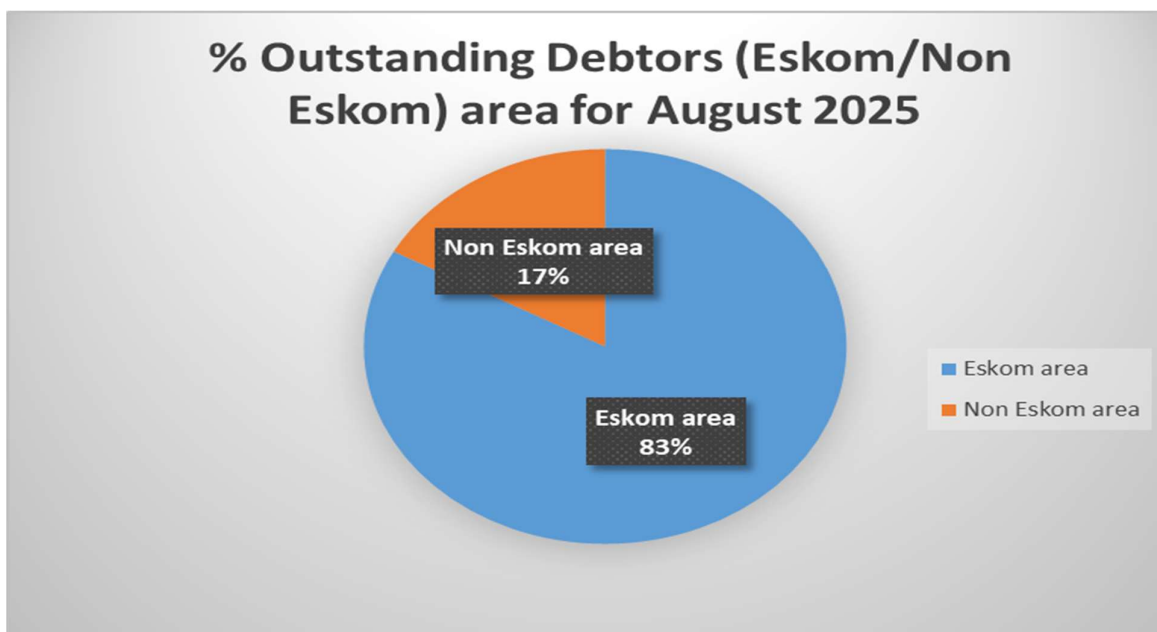
7.4 Outstanding debt per town as at 31 August 2025:

August 2025		
Town	Amount outstanding for August 2025	% Outstanding for August 2025
Caledon	R 33 542 201	8%
Grabouw (Eskom area)	R 187 433 999	43%
Villiersdorp	R 20 403 425	5%
Riversonderend	R 11 051 838	2,6%
Riversonderend (Eskom area)	R 13 218 069	3%
Greyton	R 8 485 914	2%
Greyton (Eskom area)	R 1 783 735	0,4%
Genadendal (Eskom area)	R 95 955 565	22%
Botrivier (Eskom area)	R 27 175 187	6%
Tesselaarsdal (Eskom area)	R 3 450 066	1%
Rural (Eskom area)	R 28 676 291	7%
Total	R 431 176 290	100%



7.5 Outstanding debt for Eskom area (where no electricity meters can be blocked) against non-Eskom areas as at 31 August 2025:

August 2025		
Town	Amount outstanding for August 2025	% Outstanding for August 2025
Eskom area	R 357 692 912	83%
Non-Eskom area	R 73 483 378	17%
Total	R 431 176 290	100%



SECTION 8 - CREDITORS

WC031 Theewaterskloof - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	Budget Year 2025/26								Total
	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	
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	1	-	-	1
PAYE deductions	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	746	60	1 122	354	1	-	94	53	2 431
Auditor General	-	258	110	734	84	127	10 191	-	11 505
Other	12	10	-	1	-	-	39	47	109
Medical Aid deductions	-	-	-	-	-	-	-	-	-
Total By Customer Type	758	328	1 232	1 089	85	128	10 324	100	14 045

Partial creditor payments were made for August 2025.

The following amount of R 108 million is outstanding after trade creditors and Eskom invoices/arrangements and accruals have been included:

WC031 Theewaterskloof - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	Budget Year 2025/26								Total
	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	
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity	-	-	15 348	4 010	2 924	2 858	16 748	39 234	81 122
Bulk Water	-	-	-	-	-	1	-	-	1
PAYE deductions	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	746	60	1 122	354	1	-	94	12 548	14 925
Auditor General	-	258	110	734	84	127	10 191	-	11 505
Other	12	10	-	1	-	-	39	47	109
Medical Aid deductions	-	-	-	-	-	-	-	-	-
Total By Customer Type	758	328	16 580	5 098	3 009	2 985	27 073	51 829	107 661

The tenders awarded for August 2025 are as follows:

Contract Reference	Contract Description	Awarded to	Operational/ Capital	Total value of contract	2025/26	2026/27	2027/28
FIN 07/2024/25	Provision and administration of electricity prepayment uniform vending system for the period from 1 July 2025 until 30 June 2028.	Ontec Systems (Pty) Ltd.	Operational	R 3 748 235,00	R 2 276 947,00	R 2 379 410,00	R 2 438 895,00
ENG 13/2024/25	Caledon Roadway Enhancement : 40mm A-E2 Frictional Asphalt resurfacing upgrade for Mr 274(Hoop Street) And Mr 269(Plein Street)	Roadmac Surfacing Cape (Pty) Ltd.	Capital	R 5 382 150,00	R 6 300 000,00	R -	R -

SECTION 9 – QUALITY CERTIFICATION

I, W Hendricks, the municipal manager of Theewaterskloof Municipality, hereby certify that – (mark as appropriate)

- ☒ The monthly budget statement
- ☐ Quarterly report on the implementation of the budget and financial state affairs of the municipality
- ☐ Mid- year budget and performance assessment

For the month of August 2025 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: Walter Hendricks

Municipal Manager of Theewaterskloof Municipality (WC031)

Signature: _____



Date: 10 - 09 - 2025

Print Name: Paul Mabhena

Chief Financial Officer of Theewaterskloof Municipality (WC031)

Signature: _____



Date: 10 - 09 - 2025