Hessequa Municipality

Financial Management Report
MFMA Section 52 Report

4th Quarter 2025 Report

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

Finance Management Report for the quarter ended 30 June 2025

Table of Contents — Page

Glossary

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

Budget – The financial plan of the Municipality

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

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

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

FMG – Financial Management Grant.

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

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

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

MBRR - Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations.

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

MIG – Municipal Infrastructure Grant.

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

NDPG – Neighborhood Development Partnership Grant.

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

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

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

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

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

YTD – Year to date

1. Introduction

1.1 Purpose

To comply with section 52(d) of the Municipal Finance Management Act (MFMA), by submission of a report to the Council on the implementation of the budget and the financial of the municipality.

1.2 Strategic Objective

This report provides a quarterly view of the budget and its implementation and thus enables monitoring. It also provides an overview of the financial performance of the municipality.

1.3 Background

Section 52 (d) of the MFMA requires that:

'The mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial of the municipality.'

Section 75 (1) (k) of the MFMA requires that one should place the following documents of the municipality on the website:

"All quarterly reports tabled in the council in terms of section 52 (d)."

2. Resolutions

Section 52 (d) of the MFMA requires that the mayor submit a report to the council on the implementation of the budget and financial state of affairs of the municipality.

In adherence to the MFMA and the related budget and reporting Regulations, the following resolution needs to be taken by Council:

That council takes cognizance of the Finance Management Report (MFMA Section 52 report) for the quarter ending **30 June 2025** on the implementation of the budget and financial state of affairs of the municipality.

3. Executive Summary

3.1 Budget progress Report

The following provides a summary of the municipality's performance on the Capital and Operational budget as of **30 June 2025.**

Revenue by Source

The year-to-date revenue excluding Capital Transfers at the end of June 2025 is R706,915 million, compared to a budget of R733,152 million, resulting in a variance of 4%. When including Transfers recognized – capital, the revenue to date is R866,645 million compared to a budget of R895,163 million.

Operating Expenditure

The expenditure to date is R616,877 million compared to a budget of R735,864 million.

Capital Expenditure

The year-to-date expenditure on capital is R235,461 million against a budget of R241,619 million.

Cash Flows

Cash/cash equivalents at the end of June 2025 is R422,950 million.

Debtors Ageing

Debtors outstanding at the end of June 2025 is R80,158 million.

Creditors Ageing

Creditors outstanding at the end of June 2025 amounted to R58,264 million.

Table C1: Monthly Budget Statement Summary

WC042 Hessequa - Table C1 Monthly Budget Statement Summary - M12 June

Description	2023/24	Budget Year 2024/25							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	130 038	137 207	138 707	10 606	140 195	138 707	1 488	1%	138 707
Service charges	320 500	347 979	347 979	31 460	348 080	347 979	101	0%	347 979
Investment revenue	43 386	24 409	37 409	5 175	30 298	37 409	(7 111)	-19%	37 409
Transfers and subsidies - Operational	63 785	80 886	69 463	208	67 140	69 463	(2 323)	(0)	69 463
Other own revenue	156 253	139 039	139 594	6 753	121 201	139 594	(18 393)	-13%	–
Total Revenue (excluding capital transfers and contributions)	**713 963**	**729 521**	**733 152**	**54 202**	**706 915**	**733 152**	**(26 236)**	**-4%**	**733 152**
Employee costs	217 045	246 637	245 791	18 148	223 337	245 791	(22 455)	-9%	245 791
Remuneration of Councillors	8 471	9 673	9 673	741	9 133	9 673	(540)	-6%	9 673
Depreciation and amortisation	42 605	47 343	48 744	–	40 221	48 744	(8 523)	-17%	48 744
Interest	22 036	21 738	21 801	6 450	13 600	21 801	(8 201)	-38%	21 801
Inventory consumed and bulk purchases	199 891	242 020	234 337	16 617	212 103	234 337	(22 234)	-9%	234 337
Transfers and subsidies	1 835	2 004	3 066	127	2 508	3 066	(557)	-18%	3 066
Other expenditure	164 309	167 752	172 451	14 372	115 975	172 451	(56 476)	-33%	172 451
Total Expenditure	**656 191**	**737 167**	**735 864**	**56 655**	**616 877**	**735 864**	**(118 987)**	**-16%**	**735 864**
Surplus/(Deficit)	**57 773**	**(7 647)**	**(2 712)**	**(2 453)**	**90 037**	**(2 712)**	**92 749**	**-3420%**	**(2 712)**
Transfers and subsidies - capital (monetary	45 295	97 969	161 307	40 755	159 154	161 307	###	-1%	161 307
Transfers and subsidies - capital (in-kind)	438	–	704	–	576	704	(128)	-18%	704
Surplus/(Deficit) after capital transfers & contributions	**103 506**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	**90 469**	**57%**	**159 299**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**103 506**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	**90 469**	**57%**	**159 299**
Capital expenditure & funds sources									
Capital expenditure	**123 231**	**194 773**	**241 619**	13 384	**235 461**	**241 619**	**(6 158)**	**-3%**	**241 619**
Capital transfers recognised	43 111	97 969	144 283	2 153	143 342	144 283	(941)	-1%	144 283
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**80 120**	**96 804**	**97 337**	11 232	**92 119**	**97 337**	**(5 218)**	**-5%**	**97 337**
Total sources of capital funds	**123 231**	**194 773**	**241 619**	**13 384**	**235 461**	**241 619**	**(6 158)**	**-3%**	**241 619**
Financial position									
Total current assets	562 624	513 940	576 810		521 611				576 810
Total non current assets	1 250 107	1 375 090	1 420 535		1 444 769				1 420 535
Total current liabilities	217 433	106 199	144 648		143 225				144 648
Total non current liabilities	271 477	258 722	249 533		249 567				249 533
Community wealth/Equity	**1 323 821**	**1 524 109**	**1 603 164**		**1 573 589**				**1 603 164**
Cash flows									
Net cash from (used) operating	754 851	135 033	233 620	(2 219)	190 987	233 620	42 633	18%	233 620
Net cash from (used) investing	(122 378)	(179 773)	(226 619)	(13 384)	(234 781)	(226 619)	8 162	-4%	(226 619)
Net cash from (used) financing	(5 326)	(22 440)	(20 440)	(11 217)	(20 777)	(20 440)	336	-2%	(20 440)
Cash/cash equivalents at the month/year end	**1 842 060**	**380 928**	**474 082**	**422 950**	**422 950**	**474 082**	**51 132**	**11%**	**474 082**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	26 914	5 059	2 804	2 243	2 076	1 758	9 945	29 359	80 158
Creditors Age Analysis									
Total Creditors	58 264	–	–	–	–	–	–	–	58 264

4. Operating Revenue and Expenditure

Table C4: Reflects Revenue and Expenditure by Source

4.1 Revenue by Source (Table C4)

WC042 Hessequa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		204 277	228 265	228 265	20 584	222 697	228 265	(5 568)	-2%	228 265
Service charges - Water		53 167	54 379	54 379	4 818	55 651	54 379	1 272	2%	54 379
Service charges - Waste Water Management		28 865	30 292	30 292	2 823	31 840	30 292	1 547	5%	30 292
Service charges - Waste management		34 192	35 043	35 043	3 234	37 892	35 043	2 850	8%	35 043
Sale of Goods and Rendering of Services		50 510	32 570	54 952	2 989	46 082	54 952	(8 870)	-16%	54 952
Agency services		2 997	3 506	3 506	149	3 088	3 506	(418)	-12%	3 506
Interest								–		
Interest earned from Receivables		2 840	2 848	2 848	278	3 429	2 848	581	20%	2 848
Interest from Current and Non Current Assets		43 386	24 409	37 409	5 175	30 298	37 409	(7 111)	-19%	37 409
Dividends								–		
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		3 762	3 976	3 976	605	4 418	3 976	442	11%	3 976
Licence and permits		–	–	–	1	2	–	2	#DIV/0!	–
Operational Revenue		7 320	8 186	8 206	715	5 156	8 206	(3 050)	-37%	8 206
Non-Exchange Revenue								–		
Property rates		130 038	137 207	138 707	10 606	140 195	138 707	1 488	1%	138 707
Surcharges and Taxes								–		
Fines, penalties and forfeits		54 907	57 174	35 326	982	43 269	35 326	7 942	22%	35 326
Licence and permits		2 070	2 408	2 408	134	2 288	2 408	(120)	-5%	2 408
Transfers and subsidies - Operational		63 785	80 886	69 463	208	67 140	69 463	(2 323)	-3%	69 463
Interest		820	859	859	60	837	859	(22)	-3%	859
Fuel Levy								–		
Operational Revenue		11 142	12 513	12 513	839	11 374	12 513	(1 139)	-9%	12 513
Gains on disposal of Assets		853	15 000	15 000	(0)	1 258	15 000	(13 742)	-92%	15 000
Other Gains		19 031	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**713 969**	**729 521**	**733 152**	**54 202**	**706 915**	**733 152**	**(26 238)**	**-4%**	**733 152**
Expenditure By Type										
Employee related costs		217 045	246 637	245 791	18 148	223 337	245 791	(22 455)	-9%	245 791
Remuneration of councillors		8 471	9 673	9 673	741	9 133	9 673	(540)	-6%	9 673
Bulk purchases - electricity		157 153	192 615	190 615	13 271	172 404	190 615	(18 211)	-10%	190 615
Inventory consumed		42 737	49 405	43 722	3 545	39 699	43 722	(4 023)	-9%	43 722
Debt impairment		9 763	1 900	3 400	–	–	3 400	(3 400)	-100%	3 400
Depreciation and amortisation		42 605	47 343	48 744	–	40 221	48 744	(8 523)	-17%	48 744
Interest		22 035	21 738	21 801	6 450	13 600	21 801	(8 201)	-38%	21 801
Contracted services		66 857	67 722	88 471	11 533	69 069	88 471	(19 401)	-22%	88 471
Transfers and subsidies		1 835	2 004	3 066	127	2 508	3 066	(557)	-18%	3 066
Irrecoverable debts written off		48 408	53 345	35 183	663	9 719	35 183	(25 465)	-72%	35 183
Operational costs		36 717	44 784	45 397	2 176	36 609	45 397	(8 788)	-19%	45 397
Losses on Disposal of Assets		1 391	–	–	–	578	–	578	#DIV/0!	–
Other Losses		1 171	–	–	–	–	–	–		–
Total Expenditure		**656 191**	**737 167**	**735 864**	**56 655**	**616 877**	**735 864**	**(118 987)**	**-16%**	**735 864**
Surplus/(Deficit)		**57 773**	**(7 647)**	**(2 712)**	**(2 453)**	**90 037**	**(2 712)**	**92 749**	**(0)**	**(2 712)**
Transfers and subsidies - capital (monetary allocations)		45 295	97 969	161 307	40 765	159 154	161 307	(2 152)	(0)	161 307
Transfers and subsidies - capital (in-kind)		438	–	704	–	576	704	(128)	(0)	704
Surplus/(Deficit) after capital transfers & contributions		**103 505**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	**90 469**	**0**	**159 299**
Income Tax								–		
Surplus/(Deficit) after income tax		**103 505**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	**90 469**	**0**	**159 299**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**103 505**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	90 469	0	**159 299**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**103 505**	**90 322**	**159 299**	**38 301**	**249 768**	**159 299**	**90 469**	**0**	**159 299**

Revenue by Source (Table C4)

Exchange Revenue

Service Levies:

Electricity Service

Levies for the year-to-date stand at R222,698 million, in comparison with the budgeted amount of R228,265 million. At year- end provisions will be made for basic fees on prepaid electricity and for pro rata levies for June 2025.

Water Service

Levies for the year-to-date stands at R55,651 million, in comparison with the budget of R54,379 million. Revenue for the year exceeded the budget.

Sewerage Service

Levies for the year-to-date stand at R31,840 million, in comparison with the budget of R30,292 million. Revenue for the year exceeded the budget.

Refuse Removal Service

Levies for the year-to-date stands at R37,892 million, in comparison with the budget of R35,043 million. Revenue for the year exceeded the budget.

Sale of Goods and Rendering of Services

Revenue for the year-to-date stands at R46,083 million, in comparison with the budget of R54,952 million. The deviation is attributed to the housing and Library allocations from Provincial Treasury that was not fully spent by 30 June 2025. It should be noted that income is only recognized after the conditions of the allocation have been met. Year- end payments are still in process and will increase expenditure.

Agency Fees

Revenue for the year-to-date stands at R3,088 million, in comparison with the budget of R3,506 million.

Interest earned from Receivables

Levies for the year-to-date stands at R3,429 million, in comparison with the budget of R2,848 million.

Interest earned from Current and Non-Current Assets

Revenue for the year-to-date amounts to R30,298 million, in comparison with the budget of R37,409 million. The accrued interest for 2024/2025 must still be captured during the year- end processes and will result in the deviation being eliminated.

Rental from Fixed Assets

Levies and revenue for the year-to-date stands at R4,418 million, in comparison with the budget of R3,976 million.

Licenses & Permits

Revenue for the year-to-date stands at R0,002 million, in comparison with the budget of R0,00 million.

Operational Revenue

Revenue for the year-to-date stands at R5,156 million, in comparison with the budgeted amount of R8,206 million. The deviation can be attributed to revenue from development charges and collection charges being less than budgeted. The budget for the year will not be reached.

Non- Exchange Revenue

Property Rates:

Levies for the year-to-date amounts to R140,195 million, in comparison with the budget of R138,707 million. The favorable deviation is attributed to the outcomes of a Supplementary Valuation (SV) which was implemented from May 2025.

Fines, penalties and forfeits

Revenue for the year-to-date stands at R43,269 million, in comparison with the budget of R35,326 million. The positive deviation can be attributed to more fines being issued than projected in the mid- year review, especially considering that the current service provider only became operational from 1 December 2024. The service provider has an intensified programme of speed enforcement with more transgressions realized, despite visible traffic policing on the N2 route. Revenue for the year thus exceeded the budget.

Licenses & Permits

Revenue for the year to date stands at R2,288 million, in comparison with the budget of R2,408 million.

Grants & Subsidies - Operating:

Revenue for the year-to-date stands at R67,140 million, in comparison with the budget of R69,463 million. Income is only recognized after the conditions of a grant are met. The ongoing payment of creditors will reduce the deviation.

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Grants & Subsidies - Capital:

Revenue for the year-to-date stands at R159,731 million, in comparison with the budget of R162,010 million. Income is only recognized after the conditions of a grant are met. The ongoing payment of creditors will reduce the deviation.

Interest earned from Receivables

Levies for the year-to-date stands at R0,837 million, in comparison with the budget of R0,859 million.

Operational Revenue:

Revenue for the year-to-date stands at R11,374 million, in comparison with the budget of R12,513 million. The deviation is attributed to the revenue for availability charges being less than the budget for the year.

Sale of land and PPE:

Revenue for the year-to-date stands at R1,258 million, in comparison with the budget of R15,000 million. Transactions are still in process and did not realize before year-end. The income is subject to fulfillment of obligations culminating in deeds transfers and the municipality does not have direct control over the processes. The budget for the year will thus not be reached.

Expenditure by Type

Personnel Expenditure:

The year-to-date expenditure amounts to R233,337 million, in comparison with the budget of R245,791 million. The deviation between actual and budgeted expenditure will decrease when actuarial valuations are recorded.

Councillors Remuneration:

The expenditure for the period to date amounts to R9,133 million in comparison with the budget of R9,673 million.

Bulk purchases- electricity:

The expenditure for the year-to-date is R172,404 million, in comparison with the budget of R190,615 million. Year- end payments are still in process. A saving on bulk purchases is expected at year- end.

Inventory Consumed

The expenditure for the year-to-date is R39,699 million, in comparison with the budget of R43,722 million. Year- end payments are still in process. No material deviations are expected.

Debt Impairment:

The expenditure for the period to date amounts to R0,0 million, in comparison with the budget of R3,400 million. The municipality performs a yearly assessment for debt impairment; thus, no transactions have been recorded for the year-to-date.

Depreciation:

The year-to-date expenditure is R40,221 million, in comparison with the budget of R48,744 million. The deviation can be attributed to Work- In- Progress projects that must still be unbundled. The closing off at year- end will result in a smaller deviation between actual and budgeted amounts.

Interest on External Borrowing:

The year-to-date expenditure is R13,600 million in comparison with the budget of R21,801 million. The unwinding of interest for landfill sites will increase the expenditure.

Contracted Services:

The expenditure for the year-to-date is R69,069 million, in comparison with the budget of R88,471 million. Year- end payments are still in process which will increase the actual expenditure.

Transfers & Grants:

The expenditure for the year-to-date amounts to R2,508 million in comparison with the budget of R3,066 million.

Irrecoverable debts written off:

The expenditure for the period to date amounts to R9,719 million, in comparison with the budget of R35,183 million. The year-end calculations and recording of irrecoverable debt provisions that will impact on the final expenditure amount must still be done. The deviation is, however, also due to a decrease of irrecoverable debt resulting from stringent implementation of credit control and collection measures. Traffic fines will be assessed for bad debts during the year-end processes.

Operational Costs:

The year-to-date expenditure is R36,609 million, in comparison with the budget of R45,397 million. Year-end payments are still in process which will increase the actual expenditure.

5 Capital Expenditure and Source of Funding

Table C5: Reflects Capital Expenditure and Funding Sources by Vote/Director and GFS classification.

WC042 Hessequa - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	Ref	2023/24	Budget Year 2024/25							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 01 - Office Of The Mm		–	–	–	–	–	–	–		–
Vote 02 - Corporate Services		313	320	329	2	329	329	(0)	0%	329
Vote 03 - Financial Services		–	–	–	–	–	–	–		–
Vote 04 - Community Services		311	750	564	190	512	564	(52)	-9%	564
Vote 05 - Technical Services		67 853	145 506	193 873	8 750	193 064	193 873	(809)	0%	193 873
Vote 06 - Spatial Plannign & Environmental Management		98	100	77	48	77	77	(0)	0%	77
Vote 07 - Health		–	–	–	–	–	–	–		–
Vote 08 - Planning And Development		–	–	–	–	–	–	–		–
Vote 09 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 10 - Electricity		–	–	–	–	–	–	–		–
Vote 11 - Water Management		–	–	–	–	–	–	–		–
Vote 12 - Waste Water Management		–	–	–	–	–	–	–		–
Vote 13 - Waste Management		–	–	–	–	–	–	–		–
Vote 14 - Road Transport		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	68 575	146 676	194 844	8 990	193 983	194 844	(861)	0%	194 844
Single Year expenditure appropriation	2									
Vote 01 - Office Of The Mm		95	56	63	–	55	63	(8)	-13%	63
Vote 02 - Corporate Services		1 786	526	1 902	906	1 696	1 902	(206)	-11%	1 902
Vote 03 - Financial Services		159	270	261	–	253	261	(9)	-3%	261
Vote 04 - Community Services		2 532	14 297	7 246	602	5 959	7 246	(1 287)	-18%	7 246
Vote 05 - Technical Services		49 979	32 757	36 609	2 710	32 873	36 609	(3 736)	-10%	36 609
Vote 06 - Spatial Plannign & Environmental Management		105	193	694	176	642	694	(52)	-7%	694
Vote 07 - Health		–	–	–	–	–	–	–		–
Vote 08 - Planning And Development		–	–	–	–	–	–	–		–
Vote 09 - Environmental Protection		–	–	–	–	–	–	–		–
Vote 10 - Electricity		–	–	–	–	–	–	–		–
Vote 11 - Water Management		–	–	–	–	–	–	–		–
Vote 12 - Waste Water Management		–	–	–	–	–	–	–		–
Vote 13 - Waste Management		–	–	–	–	–	–	–		–
Vote 14 - Road Transport		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	54 656	48 097	46 776	4 394	41 478	46 776	(5 297)	-11%	46 776
Total Capital Expenditure		123 231	194 773	241 619	13 384	235 461	241 619	(6 158)	-3%	241 619
Capital Expenditure - Functional Classification										
Governance and administration		8 499	2 450	2 183	345	2 036	2 183	(147)	-7%	2 183
Executive and council		77	51	59	–	51	59	(8)	-14%	59
Finance and administration		8 403	2 400	2 124	346	1 985	2 124	(139)	-7%	2 124
Internal audit		19	–	–	–	–	–	–		–
Community and public safety		5 591	16 377	11 087	1 698	9 398	11 087	(1 689)	-15%	11 087
Community and social services		898	409	564	–	358	564	(206)	-36%	564
Sport and recreation		2 011	1 293	3 077	906	2 865	3 077	(212)	-7%	3 077
Public safety		1 615	3 306	3 524	236	2 876	3 524	(648)	-18%	3 524
Housing		1 066	11 370	3 922	557	3 299	3 922	(623)	-16%	3 922
Health								–		
Economic and environmental services		45 967	46 341	47 952	664	47 292	47 952	(661)	-1%	47 952
Planning and development		41	68	66	–	66	66	(0)	-1%	66
Road transport		45 764	46 044	47 677	616	47 020	47 677	(657)	-1%	47 677
Environmental protection		162	230	209	48	206	209	(3)	-2%	209
Trading services		63 175	129 604	179 897	10 501	176 283	179 897	(3 614)	-2%	179 897
Energy sources		25 147	100 246	150 969	7 656	150 472	150 969	(498)	0%	150 969
Water management		18 499	13 400	14 216	1 954	13 679	14 216	(537)	-4%	14 216
Waste water management		19 403	10 470	10 078	493	7 619	10 078	(2 459)	-24%	10 078
Waste management		126	5 488	4 635	397	4 514	4 635	(121)	-3%	4 635
Other		–	–	500	176	452	500	(48)	-10%	500
Total Capital Expenditure - Functional Classification	3	123 231	194 773	241 619	13 384	235 461	241 619	(6 158)	-3%	241 619
Funded by:										
National Government		35 041	18 646	19 192	1 046	18 704	19 192	(488)	-3%	19 192
Provincial Government		7 516	78 598	122 430	202	122 191	122 430	(239)	0%	122 430
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		554	725	2 661	905	2 447	2 661	(213)	-8%	2 661
Transfers recognised - capital		43 111	97 969	144 283	2 153	143 342	144 283	(941)	-1%	144 283
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		80 120	96 804	97 337	11 232	92 119	97 337	(5 218)	-5%	97 337
Total Capital Funding		123 231	194 773	241 619	13 384	235 461	241 619	(6 158)	-3%	241 619

5.1 CAPITAL FUNDING:

External Loans:

The total financing for the year-to-date is R0,0 million in comparison with the budget of R0,0 million. No external loan was taken up in the 2024/2025 financial year.

Internal Financing:

The total financing for the year-to-date is R92,119 million, in comparison with the budget of R97,337 million. Capital projects are financed as expenditure is incurred. Year-end payments are still in process which will increase the expenditure for the year.

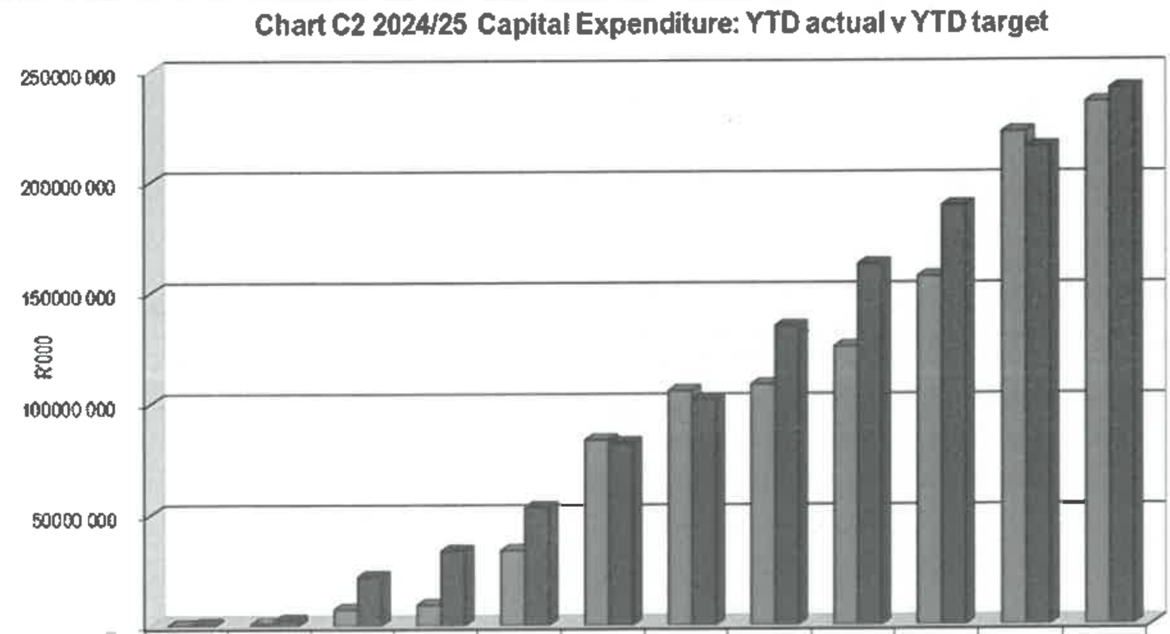
Grants and Subsidies:

The total year to date capital expenditure, financed from grants, is R143,342 million in comparison with the budget of R144,283 million. Funds are accounted for when received. Funds are transferred from the grant receipts once expenditure is incurred.

5.2 CAPITAL EXPENDITURE

The total capital expenditure for the year amounts to R235,461 million in comparison with the budget of R241,619 million. 97,45% of the budget was spent by 30 June 2025.

The graph below shows the YTD actual v YTD target for Capital Expenditure



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
YearTD actual	-	724 639	7322 704	9347 765	33892 22	83603 81	105676 7	108504 1	125583 0	157030 6	222076 9	235461 0
YearTD budget	526 254	2470 577	22036 20	33683 98	53201 84	82355 39	101739 7	134819 7	162719 2	189018 6	215318 1	241619 1

6 Financial Position

Table C6: Reflects the Financial Position of the Municipality

WC042 Hessequa - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2023/24	Budget Year 2024/25			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		487 521	429 250	474 830	422 950	474 830
Trade and other receivables from exchange transactions		35 027	40 950	40 078	27 844	40 078
Receivables from non-exchange transactions		24 151	29 335	47 497	50 924	47 497
Current portion of non-current receivables		–	–	–	0	–
Inventory		4 773	4 549	4 549	4 724	4 549
VAT		10 225	8 737	8 737	14 235	8 737
Other current assets		927	1 119	1 119	934	1 119
Total current assets		**562 624**	**513 940**	**576 810**	**521 611**	**576 810**
Non current assets						
Investments						
Investment property		105 082	97 890	97 890	105 762	97 890
Property, plant and equipment		1 136 382	1 268 135	1 313 580	1 330 375	1 313 580
Biological assets						
Living and non-living resources						
Heritage assets		8 452	8 736	8 736	8 452	8 736
Intangible assets		192	328	328	180	328
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets						
Total non current assets		**1 250 107**	**1 375 090**	**1 420 535**	**1 444 769**	**1 420 535**
TOTAL ASSETS		**1 812 732**	**1 889 030**	**1 997 345**	**1 966 381**	**1 997 345**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		21 997	–	21 997	21 997	21 997
Consumer deposits		13 965	11 958	11 958	15 975	11 958
Trade and other payables from exchange transactions		78 165	68 535	78 165	53 525	78 165
Trade and other payables from non-exchange transactions		74 780	4 091	3 461	14 243	3 461
Provision		19 315	12 004	19 456	19 315	19 456
VAT		9 210	9 611	9 611	18 170	9 611
Other current liabilities		–	–	–	–	–
Total current liabilities		**217 433**	**106 199**	**144 648**	**143 225**	**144 648**
Non current liabilities						
Financial liabilities		122 421	122 481	100 477	100 511	100 477
Provision		149 056	136 241	149 056	149 056	149 056
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**271 477**	**258 722**	**249 533**	**249 567**	**249 533**
TOTAL LIABILITIES		**488 911**	**364 921**	**394 181**	**392 792**	**394 181**
NET ASSETS	2	**1 323 821**	**1 524 109**	**1 603 164**	**1 573 589**	**1 603 164**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 260 042	1 520 846	1 599 901	1 509 809	1 599 901
Reserves and funds		63 779	3 264	3 264	63 779	3 264
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**1 323 821**	**1 524 109**	**1 603 164**	**1 573 589**	**1 603 164**

7 Cash Flow & Investments

Table C7: Reflects the Cash flow of the Municipality.

WC042 Hessequa - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		120 160	134 463	135 963	14 525	169 909	135 963	33 946	25%	135 963
Service charges		353 429	375 481	375 481	33 203	358 946	375 481	(16 535)	-4%	375 481
Other revenue		1 663 968	66 597	95 913	15 919	213 003	95 913	117 090	122%	95 913
Transfers and Subsidies - Operational		95 938	80 886	69 463	–	22 905	69 463	(46 558)	-67%	69 463
Transfers and Subsidies - Capital		111 334	109 189	161 307	–	110 925	161 307	(50 381)	-31%	161 307
Interest		12 030	5 730	41 730	5 317	32 004	41 730	(9 726)	-23%	41 730
Dividends			–	–	–	–	–	–		
Payments										
Suppliers and employees		(1 586 189)	(621 771)	(629 634)	(64 607)	(700 598)	(629 634)	70 963	-11%	(629 634)
Interest		(15 819)	(13 538)	(13 538)	(6 450)	(13 600)	(13 538)	62	0%	(13 538)
Transfers and Subsidies		–	(2 004)	(3 066)	(127)	(2 508)	(3 066)	(557)	18%	(3 066)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**754 851**	**135 033**	**233 620**	**(2 219)**	**190 987**	**233 620**	**42 633**	**18%**	**233 620**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		853	15 000	15 000	(0)	680	15 000	(14 320)	-95%	15 000
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(123 231)	(194 773)	(241 619)	(13 384)	(235 461)	(241 619)	(6 158)	3%	(241 619)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(122 378)**	**(179 773)**	**(226 619)**	**(13 384)**	**(234 781)**	**(226 619)**	**8 162**	**-4%**	**(226 619)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		(38)	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		(1 817)	(495)	1 504	84	1 129	1 504	(375)	-25%	1 504
Payments										
Repayment of borrowing		(3 472)	(21 945)	(21 945)	(11 300)	(21 906)	(21 945)	(39)	0%	(21 945)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(5 326)**	**(22 440)**	**(20 440)**	**(11 217)**	**(20 777)**	**(20 440)**	**336**	**-2%**	**(20 440)**
NET INCREASE/ (DECREASE) IN CASH HELD		**627 146**	**(67 179)**	**(13 440)**	**(26 820)**	**(64 571)**	**(13 440)**			**(13 440)**
Cash/cash equivalents at beginning:		414 914	448 107	487 521	449 770	487 521	487 521			487 521
Cash/cash equivalents at month/year end:		1 042 060	380 928	474 082	422 950	422 950	474 082			474 082

7.1 Cash Flow (Table C7)

Operating Activities:

The year-to-date cash from operating activities amounts to R190,987 million in comparison to the budget of R233,620 million. This is a deficit of ± R46,633 million on the budget. The deviation can be attributed to the income for operating and capital transfers that must still be realized after the grant conditions are met, and the transaction for accrued interest for 2024/2025 that must still be done.

Capital & Investments:

The year-to-date cash from capital and investment activities amounts to (R234,781) million in comparison to the budget of (R226,619) million. The deviation represents the spending on capital programs and the proceeds of disposal of PPE where the budgets were not reached.

Cash Flow from Financing Activities:

The year-to-date cash from financing activities amounts to (R20,777) million, in comparison with the budget of (R20,440) million.

Financial problems and potential risks for the Municipality

Currently there are no risks, and the Municipality has a positive cash flow.

Loan Register

JUNE 2025

SUMMARY OF EXTERNAL LOANS FOR JUNE 2025

Lending Instittion	Loan Reference No.	Balance 01/06/2025	New Loans taken up during month	Repayments during the month	Balance 30/06/2025	Total outstanding loan per Institution	Interest	Total instalment	Cheque / ACB No.
DBSA	WC12007420/61006812	0.00			0.00				
DBSA	WC12007748/61007148	0			0.00				
DBSA	WC12007830 B/61007233	0			0.00			0.00	
DBSA	61007562	16 849 985		1 559 386.53	15 290 598.31	15 290 598.31	768 728.62	2 328 115.15	90074564
FNB	4-000-019-445-833	0			0.00	0.00			
NEDBANK	578310806110002	0			0.00	0.00			
STANDARD BANK	280033036000/536633	9 797 349		3 092 099.17	6 705 249.85	101 441 770.74	547 057.13	3 639 156.30	90074565
ABSA	4068858722	6 995 290		1 265 988.71	5 729 301.06	5 729 301.06	353 827.50	1 619 816.21	90074563
CONSESSIONARY LOAN									
STANDARD BANK	606256	18 971 504		1 420 465.27	17 551 038.68		731 925.82	2 152 391.09	90074566
STANDARD BANK	654745	44 648 303		2 629 777.01	42 018 525.52		1 959 448.86	4 589 225.87	90074567
STANDARD BANK	797131	36 504 267		1 337 310.19	35 166 956.69		2 088 984.18	3 426 294.37	90074568
TOTAL		133 766 697	0.00	11 305 026.88	122 461 670	122 461 670.11	6 449 972.11	17 754 998.99	

7.3 Investment Portfolio as at 30 June 2025

HESSEQUA MUNISIPALITEIT
KORTTERMYN BELEGGINGS 2025/06/30

Verw. No	Bankinstelling	Koers/Termyn	Verval Datum	Belê 2023/24	Belê 2024/25	Verwysing	Rente 2023/24	Rente 2024/25	Rente 2023/24 voorsien	Onttrekking 2024/25	Verwysing	Onttrekking 2024/25	Balans 30/06/2025
	SALDO 1/7/2024												
656	ABSA	11 MNDE @ 9.[illegible]%	18 JULY 2024	15 000 000		Tek [illegible]	1 7[illegible]	[illegible]	1 7[illegible]	15 000 000	Ka 771[illegible] 12/07/2024	16 [illegible]	0.00
657	ABSA	11 MNDE @ 9.490%	18 JULY 2024	15 000 000		Tek 90064421 33 2023 09 05	1 153 417 80	27 184 94	1 153 417 80	15 000 000	Ka 771410 25 11/07/2024	16 180 602 74	0.00
658	ABSA	10 MNDE @ 9.480%	05 AUG 2024	15 000 000		Tek 90064[illegible] 2023 09 06	1 157 079 46	[illegible]	1 157 079 46	15 000 000	Ka 774[illegible]	16 205 123 29	0.00
659	ABSA	10 MNDE @ 9.670%	28 JULY 2024	15 000 000		Tek 90064692 93 2023 09 30	733 683 27	66 232 88	733 683 27	10 000 000	Ka 772436 37 31/07/2024	10 800 093 15	0.00
660	ABSA	11 MNDE @ 9.730%	26 AUG 2024	20 000 000		Tek 90064694 97 2023 09 28	1 476 627 59	305 227 40	1 476 627 59	20 000 000	KW 774305 08 29/08/2024	21 780 054 79	0.00
661	ABSA	11 MNDE @ 9.670%	13 SEPT 2024	5 000 000		Tek 90064698 2023 10 13	343 471 23	97 010 96	343 471 23	5 000 000	Ka 775601 63 23/09/2024	5 440 482 19	0.00
662	ABSA	11 MNDE @ 9.640%	20 SEPT 2024	5 000 000		Tek 90065073 2023 10 20	338 739 72	105 964 38	338 739 72	5 000 000	Ka 775801 03 23/09/2024	5 443 704 11	0.00
663	ABSA	11 MNDE @ 9.680%	27 SEPT 2024	5 000 000		Tek 90065176 2023 10 27	327 835 61	116 329 77	327 835 61	5 000 000	Ka 776276 77 30/09/2024	5 444 164 38	0.00
664	ABSA	10 MNDE @ 9.550%	09 SEPT 2024	10 000 000		Tek 90065358 [illegible] 2023 11 06	617 479 45	183 150 68	617 479 45	10 000 000	Ka 775200 57 18/09/2024	10 800 630 14	0.00
665	ABSA	10 MNDE @ 9.520%	13 SEPT 2024	5 000 000		Tek [illegible] 2023 11 13	301 249 31	96 500 11	301 249 31	5 000 000	Ka 775488 67 18/09/2024	5 397 753 42	0.00
666	ABSA	10 MNDE @ 9.410%	23 SEPT 2024	10 000 000		Tek 90065831 32 2023 11 22	572 334 24	218 356 91	572 334 24	10 000 000	Ka 776114 15 27/09/2024	10 [illegible]	0.00
667	NEDBANK	11 MNDE @ 9.480%	29 OCT 2024	15 000 000		Tek 90057746 49 2023 11 29	837 616 44	467 506 85	837 616 44	15 000 000	Ka [illegible] 30/10/2024	16 305 123 29	0.00
668	ABSA	10 MNDE @ 9.480%	07 OCT 2024	15 000 000		Tek 90065895 97 2023 12 07	806 449 31	381 767 27	806 449 31	15 000 000	Ka [illegible] 09/10/2024	16 188 246 58	0.00
669	ABSA	11 MNDE @ 9.560%	07 NOV 2024	15 000 000		Tek 90065958 [illegible]	806 150 68	507 830 14	806 150 68	15 000 000	Ka [illegible] 14/11/2024	16 311 780 82	0.00
670	ABSA	11 MNDE @ 9.550%	22 NOV 2024	10 000 000		Tek 90066243 44 2023 12 20	504 931 50	367 589 05	504 931 50	10 000 000	Ka 779732 33 28/11/2024	10 874 520 55	0.00
671	NEDBANK	11+ MNDE @ 9.560%	23 DEC 2024	10 000 000		Tek 90066245 46 2023 12 20	514 575 99	437 893 84	514 575 99	10 000 000	Kw [illegible] 18/12/2024	10 952 912 95	0.00
672	NEDBANK	11 MNDE @ 9.660%	18 NOV 2024	20 000 000		Tek 90066453 58 2024 01 11	910 421 92	703 985 04	910 421 92	20 000 000	Ka [illegible] 28/11/2024	21 614 410 96	0.00
673	NEDBANK	11+ MNDE @ 9.555%	20 DEC 2024	10 000 000		Tek [illegible] 2024 01 12	421 479 45	453 068 41	421 479 45	10 000 000		10 874 547 86	0.00
674	NEDBANK	10 MNDE @ 9.525%	28 NOV 2024	5 000 000		Tek 90066719 2024-01-30	198 696 44	187 048 03	198 696 44	5 000 000	Ka 780703 04 10/12/2024	5 396 782 47	0.00
675	NEDBANK	10 MNDE @ 9.614%	28 DEC 2024	10 000 000		Tek 90066764 68 2024-02-27	381 526 03	416 167 67	381 526 03	10 000 000	Ka 780701 02 10/12/2024	10 798 063 70	0.00
676	NEDBANK	10 MNDE @ 9.565%	17 DEC 2024	10 000 000		Tek 90067013 14 2024-02-16	357 512 33	444 261 64	357 512 33	10 000 000		10 801 773 97	0.00
677	NEDBANK	11 MNDE @ 9.620%	29 JAN 2025	10 000 000		Tek 90067272 73 2024 02 29	321 546 21	564 021 92	321 546 21	10 000 000	Ka 788655 18 06/02/2025	10 885 567 12	0.00
678	NEDBANK	10 MNDE @ 9.548%	08 JAN 2025	10 000 000		Tek 90067353 54 2024 03 08	300 784 38	465 630 41	300 784 38	10 000 000	Ka 782193 14 16/01/2025	10 802 296 79	0.00
679	STANDARD BANK	3 MNDE @ 9.159%	07 JUN 2024	0		Tek 90067355 68 2024 03 06							0.00
680	ABSA	10 MNDE @ 9.640%	15 JAN 2025	10 000 000		Tek 90067461 62 2024 03 15	262 279 45	517 812 33	262 279 45	10 000 000	Ka 782315 19 16/01/2025	10 799 791 74	0.00
681	NEDBANK	11 MNDE @ 9.685%	14 FEB 2025	5 000 000		Tek 90067484 2024 03 15	141 509 59	298 242 47	141 509 59	5 000 000	Ka 784591 16 17/02/2025	5 440 252 06	0.00
682	NEDBANK	11 MNDE @ 9.672%	26 FEB 2025	10 000 000		Tek 90067624 25 2024 03 26	281 735 99	667 268 85	281 735 99	10 000 000	Ka 786421 22 07/03/2025	10 893 023 84	0.00
683	NEDBANK	12 MNDE @ 9.714%	26 MAR 2025	10 000 000		Tek 90067626 27 2024 03 28	252 830 14	710 568 75	252 830 14	10 000 000	Kw 786261 82 28/03/2025	10 963 415 89	0.00
684	ABSA	10 MNDE @ 9.180%	25 FEB 2025	10 000 000		Tek 90067713 14 2024 04 06	278 345 21	525 805 60	278 345 21	10 000 000	Ka 788917 18 05/03/2025	10 803 145 21	0.00
685	STANDARD BANK	11 MNDE @ 9.660%	04 MAR 2025	10 000 000		Tek 90067715 16 2024 04 05	220 613 70	453 082 40	220 613 70	10 000 000	Ka 786428 36 07/03/2025	10 653 041 10	0.00
686	ABSA	15 MNDE @ 9.600%	03 MAR 2025	10 000 000		Tek 90068130 8 33 2024/04/30	164 427 39	649 753 42	164 427 39	10 000 000	Ka 786430 34 07/03/2025	10 814 180 82	0.00
687	NEDBANK	11 MNDE @ 9.850%	24 APR 2025	10 000 000		Tek 90068121 32 2024/04/30	167 316 07	801 463 15	167 316 07	10 000 000	Ka 788392 83 30/04/2025	10 968 809 72	0.00
688	NEDBANK	11 MNDE @ 9.720%	28 APR 2025	10 000 000		Tek 90068255 56 2024/05/09	141 139 73	750 986 88	141 139 73	10 000 000	Ka 788384 85 30/04/2025	10 892 109 59	0.00
689	NEDBANK	11 MNDE @ 9.800%	06 MAY 2025	10 000 000		Tek 90068257 58 2024/05/09	142 301 37	829 643 84	142 301 37	10 000 000	Ka 789376 77 16/05/2025	10 971 945 21	0.00
690	STANDARD BANK	9 MNDE @ 9.113%	30 AUG 2024	70 000 000		Tek 90068752 65 2024/06/07	419 447 67	1 048 619 18	419 447 67	70 000 000	Ka 775087 85 06/09/2024	71 468 066 85	0.00
691	ABSA	10 MNDE @ 9.400%	28 APR 2025	10 000 000		Tek 90069161 62 2024/06/20	7 791 78	764 372 63	7 791 78	10 000 000	Ka 788386 87 30/04/2025	10 772 164 38	0.00
692	ABSA	11 MNDE @ 9.550%	28 MAY 2025	20 000 000		Tek 90069163 66 2024/06/28	15 698 63	1 732 062 19	15 698 63	20 000 000	Ka 790032 33 30/05/2025	21 747 760 82	0.00
693	NEDBANK	11+ MNDE @ 9.865%	27 JUN 2025	10 000 000		Tek 90069179 71 2024/06/28	7 686 30	963 984 93	7 686 30	10 000 000	Ka 791549 50 30/06/2025	10 956 671 23	0.00
694	ABSA	10 MNDE @ 9.800%	05 MAY 2025		10 000 000	Tek 90069177 78 2024/07/04	0.00	793 835 62		10 000 000	Ka 788820 21 06/05/2025	10 793 835 62	0.00
695	ABSA	11 MNDE @ 9.650%	04 JUN 2025		20 000 000	Tek 90069179 82 2024/07/04	0.00	1 752 013 70		20 000 000	Ka 790626 27 05/06/2025	21 752 013 70	0.00
696	NEDBANK	11 MNDE @ 9.310%	24 JUN 2025		20 000 000	Tek 90069809 00 2024/07/24	0.00	1 708 958 90		20 000 000	Ka 791320 23 25/06/2025	21 708 958 90	0.00
697	NEDBANK	11 MNDE @ 9.500%	14 JUL 2025		20 000 000	Tek 90069738 41 2024/08/14							20 000 000.00
698	NEDBANK	11+ MNDE @ 9.017%	08 AUG 2025		10 000 000	Tek 90069742 43 2024/08/14							10 000 000.00
699	ABSA	11 MNDE @ 8.950%	30 JUL 2025		10 000 000	Tek 90070027 28 2024/08/30							10 000 000.00
700	ABSA	11+ MNDE @ 8.960%	15 AUG 2025		10 000 000	Tek 90070029 30 2024/08/30							10 000 000.00
701	STANDARD BANK	1 MND @ 8.900%	30 SEP 2024		70 000 000	Tek 90070033 46 2024/08/30		525 123 29		70 000 000	Ka 776547 48 04/10/2024	70 525 123 29	0.00
702	NEDBANK	11 MNDE @ 8.820%	18 AUG 2025		10 000 000	Tek 90070261 62 2024/09/17							10 000 000.00
703	NEDBANK	11+ MNDE @ 8.[illegible]%	18 SEPT 2025		10 000 000	Tek 90070263 64 2024/09/17							10 000 000.00
704	NEDBANK	11+ MNDE @ 8.774%	15 SEP 2025		10 000 000	Tek 90070455 56 2024/09/30							10 000 000.00
705	STANDARD BANK	3 MNDE @ 8.715%	02 DEC 2024		70 000 000	Tek 90070457 70 2024/09/30		1 [illegible] 161 78		70 000 000	Ka [illegible] 05/12/2024	71 [illegible] 161 78	0.00
706	STANDARD BANK	11+ MNDE @ 8.774%	25 SEP 2025		15 000 000	Tek 90070471 72 2024/09/30							15 000 000.00
707	STANDARD BANK	11+ MNDE @ 8.865%	02 OCT 2025		10 000 000	Tek 90070878 79 2024/10/11							10 000 000.00
708	STANDARD BANK	11 MNDE @ 8.625%	17 OCT 2025		20 000 000	Tek 90071410 13 2024/11/16							20 000 000.00
709	STANDARD BANK	11 MNDE @ 8.750%	21 OCT 2025		20 000 000	Tek 90071515 16 2024/11/21							20 000 000.00
710	STANDARD BANK	11+ MNDE @ 8.805%	14 NOV 2025		15 000 000	Tek 90071519 21 2024/11/21							15 000 000.00
711	STANDARD BANK	3 MNDE @ 8.560%	04 MAR 2025		70 000 000	Tek 90071614 27 2024/12/04		1 475 753 42		70 000 000	Ka 786430 36 07/03/2025	71 475 753 42	0.00
712	ABSA	11 MNDE @ 8.620%	14 NOV 2025		20 000 000	Tek 90072579 73 2024/12/23							20 000 000.00
713	STANDARD BANK	11+ MNDE @ 8.790%	19 DEC 2025		20 000 000	Tek 90072074 77 2024/12/22							20 000 000.00
714	ABSA	10 MNDE @ 8.620%	13 NOV 2025		10 000 000	Tek 90072161 62 2025/01/13							10 000 000.00
715	ABSA	11 MNDE @ 8.740%	13 DEC 2025		10 000 000	Tek 90072163 64 2025 01 13							10 000 000.00
716	ABSA	10 MNDE @ 8.640%	21 NOV 2025		5 000 000	Tek 90072269 2025 01 22							5 000 000.00
717	STANDARD BANK	11 MNDE @ 8.725%	27 DEC 2025		10 000 000	Tek 90072305 06 2025 01 27							10 000 000.00
718	STANDARD BANK	11+ MNDE @ [illegible]	22 DEC 2025		5 000 000	Tek 90072644 2025 02 24							5 000 000.00
719	STANDARD BANK	11 MNDE @ 8.615%	26 JAN 2026		10 000 000	Tek 90072845 46 2025 02 25							10 000 000.00
720	STANDARD BANK	11 MNDE @ 8.62[illegible]%	28 JAN 2026		10 000 000	Tek 90072925 [illegible] 26							10 000 000.00
721	ABSA	10 MNDE @ 8.570%	12 JAN 2026		5 000 000	Tek 90073072 2025 03 12							5 000 000.00
722	STANDARD BANK	2 MNDE @ 8.305%	11 APR 2025		70 000 000	Tek 90073073 44 2025 03 12		472 534 23		70 000 000	Ka 286366 86 [illegible]	70 472 534 23	0.00
723	STANDARD BANK	10 MNDE @ 8.520%	14 JAN 2026		5 000 000	Tek 90073169 2025 03 14							5 000 000.00
724	STANDARD BANK	11 MNDE @ 8.625%	13 FEB 2026		10 000 000	Tek 90073170 71 2025 03 14							10 000 000.00
725	ABSA	10 MNDE @ 8.360%	10 FEB 2026		15 000 000	Tek 90073862 64 2025 04 10							15 000 000.00
726	STANDARD BANK	11 MNDE @ 8.450%	10 MAR 2026		15 000 000	Tek 90073356 87 2025 04 15							15 000 000.00
727	STANDARD BANK	1 MND @ 8.226%	15 MAY 2025		70 000 000	Tek 90073597 3604 2025 04 15		423 216 18		70 000 000	Kw 789379 79 16/05/2025	70 423 216 18	0.00
728	STANDARD BANK	10 MNDE @ 8.445%	13 FEB 2026		5 000 000	Tek 90073606 2025 04 16							5 000 000.00
729	ABSA	11 MNDE @ 8.150%	26 MAR 2026		10 000 000	Tek 90073868 69 2025 05 06							10 000 000.00
730	ABSA	11 MNDE @ 8.160%	29 APR 2026		15 000 000	Tek 90073872 72 2025 05 20							15 000 000.00
731	ABSA	12 DAE @ 8.550%	28 MAY 2025		70 000 000	Tek 90074133 43 2025 05 16		[illegible]		70 000 000	Ka 790030 35 30/05/2025	70 [illegible]	0.00
732	ABSA	10 MNDE @ 8.180%	30 MAR 2026		5 000 000	Tek 90074287 2025 06 10							5 000 000.00
733	ABSA	11 MNDE @ 8.250%	30 APR 2026		10 000 000	Tek 90074288 89 [illegible]							10 000 000.00
734	ABSA	9+ MNDE @ 8.370%	24 APR 2026		5 000 000	Tek 90074944 2025 06 30							5 000 000.00
735	STANDARD BANK	11 MNDE @ 8.150%	29 MAY 2026		15 000 000	Tek 90074515 57 2025/06/30							15 000 000.00
736	STANDARD BANK	11+ MNDE @ 8.185%	24 JUN 2026		15 000 000	Tek 90074516 63 2025 06 30							15 000 000.00
				460 000 000.00	360 000 000.00		17 103 379.93	26 274 172.40	17 103 379.93	930 000 000.00		-973 379 732.33	390 000 000.00

CALL DEPOSIT ACCOUNT 2024/2025

Verw. No	Bankinstelling	Koers/Termyn	Verw. no.		Balans 01/07/2024	Belê 2024/25	Bankkoste	Rente		Verw. No.	Onttrekking 2024/25	Verw. no.	Balans 30/06/2025
1	FNB	[illegible]	622860[illegible]		6 568 101 11	697 100 000 00	0.00	2 903 642 95		0.00	680 000 000 00	[illegible]	26 571 694 06
					6 568 101.11	697 100 000.00	0.00	2 903 592.95			680 000 000.00		26 571 694.06

416 571 694.06

Development Charges

Development charges for municipal infrastructure are included in investments. Year-to- date revenue from development charges amounts to R4,139 million, compared to a budgeted amount of R5,950 million.

8 Debtors Age Analysis

WC042 Hessequa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description R thousands	NT Code	Budget Year 2024/25											
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	3 954	1 063	720	558	525	447	1 961	7 008	16 236	10 499	225	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9 453	860	409	233	231	172	1 111	2 407	15 275	4 153	30	-
Receivables from Non-exchange Transactions - Property Rates	1400	6 904	1 133	336	238	195	165	1 933	3 214	14 119	5 745	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2 421	742	490	422	370	334	1 734	5 914	12 425	8 773	152	-
Receivables from Exchange Transactions - Waste Management	1600	2 664	783	514	444	393	345	1 550	4 606	11 323	7 341	159	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	322	311	275	261	252	245	1 269	3 988	6 923	6 014	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	777	156	60	68	110	47	387	2 222	3 857	2 855	97	-
Total By Income Source	2000	26 914	5 060	2 804	2 243	2 076	1 758	9 945	29 360	80 158	45 381	663	-
2023/24 - totals only		40202633 2/5	3375148 4/5	2548930	2141475	1969421 3/7	1525566 2/5	8689530 5/9	23741443	84 296	39 067	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	762	63	51	37	101	22	343	178	1 559	682	-	-
Commercial	2300	7 026	801	439	308	249	212	1 397	3 920	14 352	6 086	-	-
Households	2400	19 126	4 196	2 314	1 897	1 725	1 523	8 205	25 261	64 247	38 612	653	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	26 914	5 060	2 804	2 243	2 076	1 758	9 945	29 360	80 158	45 381	663	-

Debtors, 30 days and older on 30 June 2025, amounts to R53,244 million, in comparison to the amount of R48,083 million for May 2025. This represents an increase of R5,161 million for the month. The large increase is due to a change in the payment date from the 20th day monthly to the 7th day monthly. The debtors' collection rate for June 2025 is 100,07%. Strict credit control measures are being applied.

9. Creditors Age Analysis

Table SC4: Outstanding Creditors

WC042 Hessequa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description R thousands	NT Code	Budget Year 2024/25									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400	18 170								18 170	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	4 941								4 941	
Auditor General	0800									-	
Other	0900	35 152								35 152	
Medical Aid deductions										-	
Total By Customer Type	1000	58 264	-	-	-	-	-	-	-	58 264	-

Normally the amount for creditors 30 days and older represent some cases where accounts are disputed and are investigated by the Creditors department. Trade and other payables consist of the following: unspent grants (R14,243) million, payments received in advance (R8,466) million, retentions (R17,461) million, and other creditors (R27,396) million. Trade creditors amount to (R4,941) million.

10 Grants & Donations

Table SC6: Transfers and grant receipts

WC042 Hessequa - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description	Ref	2023/24	Budget Year 2024/25							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		**62 789**	**66 856**	**66 856**	**145**	**66 446**	**66 856**	**(411)**	**-0.6%**	**66 856**
Energy Efficiency and Demand Side Management Grant		128	–	–	–	–	–	–		–
Equitable Share		59 164	63 158	63 158	–	63 158	63 158	–	0.0%	63 158
Expanded Public Works Programme Integrated Grant		1 174	1 236	1 236	50	1 096	1 236	(140)	-11.3%	1 236
Integrated National Electrification Programme Grant		–	–	–	–	–	–	–		–
Local Government Financial Management Grant		1 550	1 700	1 700	34	1 491	1 700	(209)	-12.3%	1 700
Municipal Disaster Relief Grant	3	–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		773	762	762	61	701	762	(61)	-8.0%	762
Provincial Government:		**649**	**12 838**	**1 115**	**63**	**557**	**1 115**	**(558)**	**-50.1%**	**1 115**
Capacity Building and Other Grants		359	11 860	551	23	244	551	(307)	-55.8%	551
Infrastructure Grant		291	978	564	40	313	564	(251)	-44.5%	564
Other grant providers:		**346**	**1 192**	**1 492**	**–**	**138**	**1 492**	(1 354)	-90.8%	**1 492**
Education Training and Development Practices SETA		346	1 192	1 192	–	138	1 192	(1 054)	-88.4%	1 192
Unspecified		–	–	300	–	–	300	(300)	-100.0%	300
Total Operating Transfers and Grants	5	**63 785**	**80 886**	**69 463**	**208**	**67 140**	**69 463**	**(2 323)**	**-3.3%**	**69 463**
Capital Transfers and Grants										
National Government:		37 899	18 646	19 192	**139**	**18 254**	19 192	(938)	**-4.9%**	19 192
Energy Efficiency and Demand Side Management Grant		3 832	–	–	–	–	–	–		–
Integrated National Electrification Programme Grant		5 300	4 162	4 162	–	3 225	4 162	(937)	**-22.5%**	4 162
Municipal Disaster Relief Grant		4 616	–	564	–	564	564	(0)	**-0.1%**	564
Municipal Infastructure Grant		15 852	14 484	14 466	139	14 466	14 466	–	**0.0%**	14 466
Water Services Infrastructure Grant		8 300	–	–	–	–	–	–		–
Provincial Government:		**7 377**	**78 598**	**140 158**	**39 629**	**139 746**	**140 158**	(412)	-0.3%	**140 158**
Capacity Building and Other Grants		5 894	1 258	**1 758**	310	1 526	1 758	(232)	-13.2%	1 758
Infrastructure Grant		1 484	77 340	138 400	39 319	138 220	138 400	(180)	-0.1%	138 400
Other grant providers:		**456**	**725**	**2 661**	**987**	**1 730**	**2 661**	(930)	-35.0%	**2 661**
Developers Contribution		–	–	1 200	987	987	1 200	(213)	-17.8%	1 200
Unspecifed		456	725	1 461	–	744	1 461	(717)	-49.1%	1 461
Total Capital Transfers and Grants	5	**45 733**	**97 969**	**162 010**	**40 755**	**159 731**	**162 010**	**(2 280)**	**-1.4%**	**162 010**
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	109 517	178 855	231 474	40 963	226 871	231 474	(4 603)	-2.0%	231 474

Operating:

The year-to-date receipt is R67,140 million against the budget of R69,463 million. The deviation is resultant of revenue that is recognized only after the conditions of a grant are met.

Capital:

The year-to-date receipts amount to R159,731 million in comparison with the budget of R162,010 million. The deviation is resultant of revenue that is recognized only after the conditions of a grant are met.

11 Councillors and Staff benefits

WC042 Hessequa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration R thousands	Ref	2023/24 Audited Outcome	Budget Year 2024/25 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages								–		
Pension and UIF Contributions		483	462	462	41	491	462	29	6%	462
Medical Aid Contributions		138	156	156	13	152	156	(4)	-3%	156
Motor Vehicle Allowance								–		
Cellphone Allowance		799	807	807	67	799	807	(8)	-1%	807
Housing Allowances								–		
Other benefits and allowances		7 051	8 248	8 248	621	7 691	8 248	(557)	-7%	8 248
Sub Total - Councillors		**8 471**	**9 673**	**9 673**	**741**	**9 133**	**9 673**	**(540)**	**-6%**	**9 673**
% increase	4		**14.2%**	**14.2%**						**14.2%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		6 595	6 794	6 504	650	5 770	6 504	(734)	-11%	6 504
Pension and UIF Contributions		1 209	1 289	1 284	93	1 060	1 284	(224)	-17%	1 284
Medical Aid Contributions		218	262	207	15	164	207	(43)	-21%	207
Overtime								–		
Performance Bonus		1 171	1 294	1 287	–	1 157	1 287	(130)	-10%	1 287
Motor Vehicle Allowance		718	710	784	73	798	784	15	2%	784
Cellphone Allowance		50	51	51	4	47	51	(3)	-7%	51
Housing Allowances		13	14	14	1	13	14	(0)	-2%	14
Other benefits and allowances		46	1	116	25	201	116	85	73%	116
Payments in lieu of leave		283	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Municipality		**10 302**	**10 414**	**10 246**	**862**	**9 210**	**10 246**	**(1 035)**	**-10%**	**10 246**
% increase	4		**1.1%**	**-0.6%**						**-0.6%**
Other Municipal Staff										
Basic Salaries and Wages		133 653	155 201	153 468	12 201	144 370	153 468	(9 098)	-6%	153 468
Pension and UIF Contributions		25 071	28 854	28 799	2 221	26 497	28 799	(2 302)	-8%	28 799
Medical Aid Contributions		6 912	8 660	8 788	656	7 476	8 788	(1 312)	-15%	8 788
Overtime		8 772	7 104	8 196	580	7 755	8 196	(441)	-5%	8 196
Performance Bonus		10 901	12 565	11 012	45	11 045	11 012	33	0%	11 012
Motor Vehicle Allowance								–		
Cellphone Allowance		370	1 054	1 052	67	870	1 052	(182)	-17%	1 052
Housing Allowances		758	1 068	1 068	69	1 367	1 068	299	28%	1 068
Other benefits and allowances		8 703	9 506	9 932	828	8 987	9 932	(945)	-10%	9 932
Payments in lieu of leave		1 284	–	860	98	1 425	860	565	66%	860
Long service awards		2 117	2 278	2 299	227	917	2 299	(1 382)	-60%	2 299
Post-retirement benefit obligations	2	8 200	9 911	10 070	294	3 417	10 070	(6 653)	-66%	10 070
In kind benefits		1	2	2	–	0	2	(1)	-89%	2
Sub Total - Other Municipal Staff		**206 743**	**236 222**	**235 546**	**17 286**	**214 126**	**235 546**	**(21 419)**	**-9%**	**235 546**
% increase	4		**14.3%**	**13.9%**						**13.9%**
Total Parent Municipality		**225 516**	**256 310**	**255 465**	**18 889**	**232 470**	**255 465**	**(22 995)**	**-9%**	**255 465**
TOTAL SALARY, ALLOWANCES & BENEFITS		**225 516**	**256 310**	**255 465**	**18 889**	**232 470**	**255 465**	**(22 995)**	**-9%**	**255 465**
% increase	4		**13.7%**	**13.3%**						**13.3%**
TOTAL MANAGERS AND STAFF		**217 045**	**246 637**	**245 791**	**18 148**	**223 337**	**245 791**	**(22 455)**	**-9%**	**245 791**

12 Top Layer SDBIP

Hessequa Quarter 4 Performance Report- 2024/2025

Hessequa Municipality

Quarter 4 SDBIP report;

Affordable and Quality Service Delivery

Ref	Responsible Directorate	KPI	Unit of Measurement	Quarter ending September 2024			Quarter ending December 2024			Quarter ending March 2025			Quarter ending June 2025			Overall Performance for Quarter ending September 2024 to Quarter ending June 2025			Performance Comment/ Corrective Measures
				Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	
TL1	Office of the Municipal Manager	90% Expenditure of the Approved Capital Budget for the Municipality by end of financial year	% of budget spent	5%	3.84%	G	15%	43.86%	B	40%	51.96%	G2	90%	97%	G2	90%	97%	G2	Target met
TL2	Office of the Municipal Manager	90% Expenditure of the Approved Operational Budget for the Municipality by end of financial year	% of budget spent	5%	15.98%	B	30%	41.58%	B	60%	61.16%	G2	90%	84.14%	G	90%	84.14%	G	Operational expenditure is not finally calculated at the time of preparing this report. Final figures and comments will be included once the Annual Financial Statements have been completed.
TL3	Office of the Municipal Manager	The number of registered indigent account holders (poor households) with access to free basic services	Number of registered indigent households with access to free basic services	5 026	5 026	G	5 026	5 026	G	5 026	5 026	G	5 026	5 026	G	5 026	5 026	G	These figures will be reported as final once Annual Financial Statements have been completed.
TL4	Office of the Municipal Manager	Provision of electricity to residential properties connected to the municipal infrastructure network for both prepaid and credit electrical metering	Number of formal residential properties connected to the municipal electrical infrastructure network	14 135	14 135	G	14 135	14 135	G	14 135	14 135	G	14 135	14 135	G	14 135	14 135	G	These figures will be reported as final once Annual Financial Statements have been completed.
TL5	Office of the Municipal Manager	Provision of refuse removal and solid waste disposal for residential account holders	Number of residential properties billed for refuse removal	15 202	15 202	G	15 202	15 202	G	15 202	15 202	G	15 202	15 202	G	15 202	15 202	G	These figures will be reported as final once Annual Financial Statements have been completed.
TL6	Office of the Municipal Manager	Provision of sanitation/sewerage services to residential account holders	Number of residential properties billed for sanitation/sewerage services	13 886	13 886	G	13 886	13 886	G	13 886	13 886	G	13 886	13 886	G	13 886	13 886	G	These figures will be reported as final once Annual Financial Statements have been completed.
TL7	Office of the Municipal Manager	Provision of water to residential properties connected to the municipal infrastructure network for both prepaid and credit metering	Number of formal residential properties connected to the municipal water network	13 984	13 984	G	13 984	13 984	G	13 984	13 984	G	13 984	13 984	G	13 984	13 984	G	These figures will be reported as final once Annual Financial Statements have been completed.

Affordable and Quality Service Delivery

TL56	Technical Services	90% Expenditure of the approved Capital Budget of the Technical Department for Financial year	% capital budget spent	15%	3.44%	R	40%	45.70%	G2	70%	52.30%	O	90%	98%	G2	90%	98%	G2	The Technical Department managed to spent R 224 325 894 (98%) out of capital budget of R228 447 191 up to the end of June 2025. The remaining balance can be allocated toward the savings on completed projects and purchases and VAT on the electrical grants. We also requested a rollover for the aerator that could not be delivered before 30 June 2025. Weekly progress meetings took place during the financial year to report progress and spending on all capital projects.
TL57	Technical Services	90% Expenditure of the approved Operational Budget of the Technical Department for fiancial year	% of expenditure budget spent	20%	11.18%	R	40%	51.07%	G2	70%	62.73%	O	90%	98.33%	G2	90%	98.33%	G2	[D207] Director : Technical Services: The amount of R30 005 282,97 (98.33%) was spent out of R30 513 526.00 of the Operational Budget for Technical Services for the 2024/25 Financial Year. The 90% target is well and truly met by each Department under Technical Services.
TL58	Technical Services	Limit water losses to less than 30% for financial year	% of water losses	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	30%	0%	B	30%	0%	B	The percentage for the limit water losses will be calculated by the Finance Deparled and will be updated as soon as the percentage is available.
TL59	Technical Services	90% Expenditure of Municipal Infrastructure Grant (MIG) for Financial year	% of Grant spent	0%	0%	N/A	50%	56%	G2	80%	85%	G2	90%	100%	G2	90%	100%	G2	Up to the end of June 2023 a total of R15 228 000 (100%) of the allocation was spent. All projects were implemented to date. It should be noted that the roads, water and funds was managed by the Technical Department saving funds on the use of external consultants. During this Grant a total of 49 temporary work opportunities were successfully created.
TL61	Technical Services	90% Expenditure of Electrical Capital Budget (Excluding the Solar Plant in Riversdale)	% of budget spent	15%	0%	R	40%	41.54%	G2	70%	44%	R	90%	100%	G2	90%	100%	G2	There was an expenditure of R149 448 956.77 at the end of June 2025 representing a 99.5% expenditure of the total adjusted budget of R150 196 606.00
TL62	Technical Services	Limit electricity losses to 10% for financial year	% unaccounted electricity	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	10%	0%	B	10%	0%	B	The percentage for the limit electricity losses will be calculated by the Finance Departed and will be updated as soon as the percentage is available.

Hessequa Municipality

Quarter 4 SDBIP report;

Good Governance and Performance Driven Organisation

Ref	Responsible Directorate	KPI	Unit of Measurement	Quarter ending September 2024			Quarter ending December 2024			Quarter ending March 2025			Quarter ending June 2025			Overall Performance for Quarter ending September 2024 to Quarter ending June 2025			
				Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Performance Comment
TL8	Office of the Municipal Manager	Development & Submission of Annual Performance Report to AGSA by end August	Submission of documentation in time	1	1	G	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	Target met
TL9	Office of the Municipal Manager	Development & Submission of Annual Report to Council by end of January	Submission	0	0	N/A	0	0	N/A	1	1	G	0	0	N/A	1	1	G	Target met
TL10	Office of the Municipal Manager	Development of an Integrated IDP Process Plan submitted to FC by August annually	Number of submitted Process plan	1	1	G	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	Target met
TL11	Office of the Municipal Manager	Review of the Municipal Risk Register and submitted to the Risk Committee by November annually	Risk register reviewed and submitted to Risk Committee	0	0	N/A	1	1	G	0	0	N/A	0	0	N/A	1	1	G	Target met
TL12	Office of the Municipal Manager	Submission of Draft IDP	Draft IDP submitted to Council March annually	0	0	N/A	0	0	N/A	1	1	G	0	0	N/A	1	1	G	Target met
TL13	Office of the Municipal Manager	Submission of Final IDP submitted to Council by May annually	Final IDP submitted to Council by May annually	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	1	1	G	Target met
TL14	Office of the Municipal Manager	Report quarterly on the Implementation of Internal Audit Reports to the Audit committee	Number of reports submitted	1	1	G	1	1	G	1	1	G	1	1	G	4	4	G	Target met
TL15	Corporate Management	The number of employees appointed to positions that are in line with the Employment Equity Plan targets.	% of appointments that are in line with the approved Employment Equity Plan targets	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	50%	65.80%	G2	50%	65.80%	G2	The overall representation of previously disadvantaged categories for the three top reporting levels currently is 65.8%.
TL16	Corporate Management	Maintain an average vacancy rate of less than 10% of budgeted staff establishment	Average % vacancy rate less than 10% reported Quarterly to Portfolio committee	10%	5.20%	B	10%	5.40%	B	10%	5.90%	B	10%	6.10%	B	10%	5.65%	B	The average vacancy rate amount to 6.1% which is slightly up from the previous quarter.

Hessequa Municipality

Quarter 4 SDBIP report;

Good Governance and Performance Driven Organisation

TL17	Corporate Management	Progress Report on Succession Planning Initiatives	Submit a progress report on succession planning initiatives to Mayoral Committee	0	0	N/A	1	1	G	0	0	N/A	0	0	N/A	1	1	G	Target met
TL18	Corporate Management	Implement the Workplace Skills Plan annually (Actual training obtained by staff divided by staff identified for training)	% of personnel identified for training that completed training annually	0%	0%	N/A	0%	0%	N/A	0%	122%	B	75%	124%	B	75%	124%	B	The actual training well exceeded the planned training. This was largely due to the SDF identifying and assisting line departments with additional opportunities. (May 2025)
TL19	Corporate Management	Revision of Municipal code annually	Reviewed municipal code submitted	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	1	1	G	Request to review a bylaw was approved by council on 26 March 2025. The Municipal Code was reviewed and approved by council on 26 March 2025. Awareness notifications was circulated on all platforms. (May 2025)
TL20	Corporate Management	90% Spending of Municipal Replacement fund (Grant) and Community Library Services Grant by end of June of the financial year	Percentage of grant spent	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	90%	68%	O	90%	68%	O	The financial statements are not yet finalized, two capital projects, journals and VAT still needs to be deducted from the budget.
TL21	Corporate Management	Hold library exhibitions in Hessequa annually	Number of exhibitions per year	230	370	B	230	369	B	230	378	B	230	375	B	920	1 492	B	Target met
TL22	Corporate Management	Compile a maintenance plan for municipal owned buildings for a period of 10 years	Maintenance plan compiled	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	1	1	G	Target met
TL23	Corporate Management	Display Energy Performance Certificates at qualifying municipal buildings	Number of certificates received and displayed	0	5	B	0	0	N/A	0	0	N/A	3	5	B	3	10	B	Target Met

Hessequa Municipality

Quarter 4 SDBIP report;

Safe Communities and Environment

Ref	Responsible Directorate	KPI	Unit of Measurement	Quarter ending September 2024			Quarter ending December 2024			Quarter ending March 2025			Quarter ending June 2025			Overall Performance for Quarter ending September 2024 to Quarter ending June 2025			
				Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Performance Comment
TL24	Corporate Management	90% Expenditure of Approved budget for maintenance of Municipal campsites by end of Financial year	% Budget Spent	15%	15.80%	G2	40%	60.75%	B	60%	84.84%	B	90%	94.21%	G2	90%	94.21%	G2	: A spending of 94.21% is recorded in terms of the SOLAR system Excel file, individual SOLAR vote numbers attached, as well as consolidated Excell sheet for reflecting spending for Repairs and Maintenance only, for the period under review
TL39	Community Services	% of EPWP funding spent for the financial year - Community Services	% of allocated EPWP funding spent for financial year	0%	0%	N/A	30%	100%	B	70%	100%	B	90%	0%	R	90%	100%	G2	Community Services: Spending target was met in December 2024
TL40	Community Services	90% expenditure of funds allocated for Eradication of Title Deed Transfer Backlogs	% of funds spent of the budgeted amount for the eradication of Title Deeds Transfer Backlogs	0%	0%	N/A	5%	21%	B	25%	45%	B	90%	80.18%	O	90%	80.18%	O	The following challenges as highlighted at KPI's D171 & D172 played a critical role in not achieving 90% spending: 1. Incomplete Database of Housing Projects. 2. Inadequate Staff Capacity 3. Conveyancers 4. General Plans not Registered and Approved at the Land Surveyor General Office 5. Lost Title Deeds " No record of original title deeds. After a thorough investigation in conjuction with conveyancers and the Deeds Office, some title deeds could not be traced. Conveyancer instructed to proceed with Regulation 68 applications for substitute deeds. 6. Bond Cancellations " 59 transactions " In some instances no record of original mortgage deed at the Provincial Office. Regulation 68(11) applications lodged at Deeds Office. 7. Deproclamation of Provincial Road R1528 Stilbay to Hessequa Municipality on 15 May 2025?" Melkhoutfontein Housing Project " 363 transactions " ASLA requested to instruct Land Surveyor Tommie Visagie to proceed with the registration and approval of the General Plan.
TL41	Community Services	Progress Report on Initiatives to improve collection rate of Traffic Fines	Number of reports submitted to Portfolio Committee	0	0	N/A	1	1	G	0	0	N/A	0	0	N/A	1	1	G	Target met

Hessequa Municipality

Quarter 4 SDBIP report;

Safe Communities and Environment

TL42	Community Services	Implementation of Social development initiatives in Hessequa for financial year	Number of Social Development initiatives conducted per quarter.	3	10	B	3	6	B	3	8	B	3	11	B	12	35	B	Social Development Initiatives implemented for Q3
TL43	Community Services	Implementation of Sport Development Initiatives in Hessequa for financial year	Number of Sport and Cultural initiatives conducted per quarter.	3	3	G	3	4	B	3	4	B	3	6	B	12	17	B	Sport and Youth development initiatives implemented for Q4
TL44	Community Services	Procurement of water tanks within approved budgeted amount	Percentage of budget spent per Anum.	0%	0%	N/A	0%	99%	B	0%	0%	N/A	90%	99%	G2	90%	99%	G2	The Target of spending 90% of the approved budget has been exceeded.
TL45	Community Services	Expansion of Thusong Service to Heidelberg	Establish a Thusong service in Heidelberg	0	0	N/A	0	0	N/A	1	1	G	0	0	N/A	1	1	G	Target met
TL46	Community Services	Implement Thusong Outreach Programmes for financial year	Number of mobile outreach initiatives	6	8	B	4	7	B	4	8	B	6	9	B	20	32	B	Outreach programs conducted for Q4
TL47	Community Services	% Spending of Capital budget for the establishment of a Department of Home Affairs Service point at the Riversdale Thusong centre	% of funding spent to establish servic point	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	80%	100%	G2	80%	100%	G2	Budget spent for the Establishment of permanent Home Affairs Service point
TL48	Community Services	50 BNG Top Structures or housing opportunities Melkhoutfontein Project	Completion of the 50 top structures or housing opportunities at Melkhoutfontein	0	0	N/A	0	0	N/A	0	0	N/A	50	51	G2	50	51	G2	Target met
TL49	Community Services	33 Housing opportunities for qualifying beneficiaries who fall in the income bracket of between R3501 and R7000	Number of housing opportunities created	0	0	N/A	0	0	N/A	0	0	N/A	33	21	R	33	21	R	Due to the allocated budget of R4 million, only 21 opportunities were created for qualifying beneficiaries. The municipality is dependent on allocations from the Provincial Department of Infrastructure. The project was completed on time and within the approved budget.
TL50	Community Services	Development and submission of Land Invasion Action Plan to Council.	Developed Land Invasion action plan submitted	0	0	N/A	0	0	N/A	1	1	G	0	0	N/A	1	1	G	Target met

Hessequa Municipality

Quarter 4 SDBIP report;

Safe Communities and Environment

TL51	Community Services	Conduct integrated joint venture vehicle checkpoints for Financial year	Number of integrated joint venture checkpoints conducted	9	14	B	9	13	B	9	49	B	9	22	B	36	98	B	Target exceeded for Q4
TL52	Community Services	Enhancing of Fire Fighting Service by the procurement of Equipment by 90% of the capital budget spent for financial year	% of budged spend on Equipment for Fire Fighting Services	15%	0%	R	30%	42.89%	B	60%	56%	O	90%	75%	O	90%	75%	O	The suppliers of the water tanker trailers and extension ladder failed to deliver / supply. Formal non or poor performance processes were initiated and the orders were eventually cancelled. The funds rolled over to 2526 book year.
TL53	Community Services	Provide a service for the inspection of vehicles (roadworthiness) and for the collection of motor registration & licensing fees	No of days available	20	23	G2	20	23	G2	20	22	G2	20	21	G2	20	23	G2	Target met
TL54	Community Services	Receive a performance of not less than 80% for the formal Provincial Audits on the Licensing Agency Services	Average % achieved for the financial year	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	80%	87%	G2	80%	87%	G2	Target met
TL55	Community Services	Review of the Disaster Management Plan	Disaster Plan Reviewed and submitted to FC	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	1	1	G	Target met
TL63	Community Services	Monthly collection value of Traffic fines:	Achieve monthly collection rate of R750 000.	R0	R0	N/A	R0	R1	B	R2 250 000	R2 311 108	G2	R2 250 000	R35 516 050	B	R4 500 000	R37 827 159	B	Target met

Hessequa Municipality

Quarter 4 SDBIP report;

Socio-Economic Development

Ref	Responsible Directorate	KPI	Unit of Measurement	Quarter ending September 2024			Quarter ending December 2024			Quarter ending March 2025			Quarter ending June 2025			Overall Performance for Quarter ending September 2024 to Quarter ending June 2025			
				Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Performance Comment
TL32	Development Planning	Evaluate land use applications within 120 days by the Planning Tribunal, after receipt of all relevant information and documents in terms of SPLUMA	Average number of days to process land use applications received not exceeding 120 days	120	27.50	B	120	56.17	B	120	0	N/A	120	47.50	B	120	43.72	B	Target met
TL33	Development Planning	Process land use applications within 14 working days	Average number of days to process land use applications received not exceeding 14 working days	14	5.19	B	14	3.35	B	14	5.73	B	14	3.42	B	14	4.42	B	Target met
TL34	Development Planning	Inspect illegal Building use activities and issue a notice within 10 working days after receipt of a formal, written complaint	Average number of days to issue notices not exceeding 10 working days	10	5	B	10	2	B	10	3.67	B	10	5	B	10	3.92	B	Target met
TL35	Development Planning	Finalise occupancy certification within 14 days after receipt of all applicable information	Average number of days to finalise occupancy certificates not exceeding 14 days	14	5	B	14	5.33	B	14	3.67	B	14	5	B	14	4.75	B	Target met
TL36	Development Planning	Operational budget spent for Environmental Management Department	% of budget spent	15%	13.31%	O	30%	39%	G2	60%	62%	G2	90%	93%	G2	90%	93%	G2	Target met
TL37	Development Planning	90% expenditure of Tourism Budget	% of expenditure spent	0%	0%	N/A	30%	54%	B	60%	84%	B	90%	94%	G2	90%	94%	G2	Target met
TL38	Development Planning	Host Entrepreneurs and business start-up events/ outreaches/Awareness Initiatives	number of initiatives	6	18	B	7	8	G2	10	19	B	7	18	B	30	63	B	Target met
TL60	Technical Services	Number of work opportunities created through EPWP	Number of work opportunities created	27	28	G2	73	82	G2	52	124	B	73	138	B	225	372	B	Target met

Hessequa Municipality

Quarter 4 SDBIP report;

Sustainable Financial Management

Ref	Responsible Directorate	KPI	Unit of Measurement	Quarter ending September 2024			Quarter ending December 2024			Quarter ending March 2025			Quarter ending June 2025			Overall Performance for Quarter ending September 2024 to Quarter ending June 2025			
				Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Target	Actual	R	Performance Comment
TL25	Financial Services	Report Bi-annually on the progress made on the Audit Outcomes report	Number of reports submitted to the Mayoral Committee	0	0	N/A	0	0	N/A	1	1	G	1	1	G	2	2	G	Target met
TL26	Financial Services	Submit a liquidity report of the Municipality to the Mayoral Portfolio Committee by annually	Number of reports submitted	0	0	N/A	1	1	G	0	0	N/A	0	0	N/A	1	1	G	The cash coverage ratio was 7.6 months and the liquidity ratio was 2.6.
TL27	Financial Services	Unqualified Financial Audit as reported by Auditor General	Number of Unqualified Financial Audit result	0	0	N/A	1	1	G	0	0	N/A	0	0	N/A	1	1	G	Target met
TL28	Financial Services	Indigent affordability assessment report submitted to Portfolio Committee by February	Report submitted	0	0	N/A	0	0	N/A	1	1	G	0	0	N/A	1	1	G	The Indigent Affordability Assessment with proposals to improve the indigent benefits was calculated to be fully funded within the Equitable Share allocation
TL29	Financial Services	Complete the annual stock take to ensure that at least 80% inventory is accounted for by the end of June and report to Council by the end of August	Annual stock take completed by July and report by August on the % of stock accounted for	80%	100%	G2	0%	0%	N/A	0%	0%	N/A	0%	0%	N/A	80%	100%	G2	Target met
TL30	Financial Services	Management of Income annual payment rate of thresholds higher than 95% for financial year	% Income thresholds higher than 95% maintained for financial year	0%	0%	N/A	95%	98.84%	G2	0%	0%	N/A	95%	100.51%	G2	95%	100.51%	G2	Target met
TL31	Financial Services	Development of strategic procurement plan	Strategic plan submitted	0	0	N/A	0	0	N/A	0	0	N/A	1	1	G	1	1	G	Development of strategic procurement plan taken to Portfolio Committee as per requirement.

Hessequa Municipality

Quarter 4 SDBIP report;

Overall Summary of Results

R	KPI Not Met	0% <= Actual/Target <= 66.999%	1
O	KPI Almost Met	67.000% <= Actual/Target <= 99.999%	4
G	KPI Met	Actual meets Target (Actual/Target = 100%)	24
G2	KPI Well Met	100.001% <= Actual/Target <= 132.999%	17
B	KPI Extremely Well Met	133.000% <= Actual/Target	17
	Total KPIs:		63

Cost Containment Measures

Cost Containment Monthly Report														
Cost Containment Measures	**Budget YTD**	**Jul-24**	**Aug-24**	**Sep-24**	**Oct-24**	**Nov-24**	**Dec-24**	**Jan-25**	**Feb-25**	**Mar-25**	**Apr-25**	**May-25**	**Jun-25**	**Savings**
	R'000	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**	**R'000**
Use of consultants	14 710	243	555	1 260	1 002	760	390	985	160	399	246	363	1 022	7 325
Vehicles used for political office-bearers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 772	96	160	18	225	119	162	160	125	141	166	162	155	83
Domestic accommodation	457	35	45	17	1	26	5	19	22	10	111	31	13	122
Sponsorships, events and catering	678	14	54	34	146	48	12	11	28	81	58	24	64	104
Communication	769	15	18	36	32	17	45	41	17	35	23	26	17	447
Other related expenditure items	-	-	-	-	-	-								-
Total	**18 386**	**403**	**832**	**1 365**	**1 406**	**970**	**614**	**1 216**	**352**	**666**	**604**	**606**	**1 271**	**8 081**

Kindly note that savings are based on the implementation of cost containment measures and predicted cashflows for the period under review.

Cost Containment Annual Report			
Cost Containment Measure	Budget	Total Exp	Savings
	R'000	R'000	R'000
Use of consultants	14 710	7 385	7 325
Vehicles used for political office-bearers	-	-	-
Travel and subsistence	1 772	1 689	83
Domestic accommodation	457	335	122
Sponsorships, events and catering	678	574	104
Communication	769	322	447
Other related expenditure items	-	-	-
Total	**18 386**	**10 305**	**8 081**

Kindly note that savings are based on the implementation of cost containment measures and predicted cashflows for the period under review.

HESSEQUA

Munisipaliteit / Municipality / U Masipala

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QUALITY CERTIFICATE

I, A S A de Klerk, Municipal manager of **Hessequa Municipality**, hereby certify that –

The Quarterly report on the implementation of the budget and financial state affairs of the municipality (Section 52 Report)

For the period ending **30 June 2025** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Municipal Manager of Hessequa Municipality – WC042

A S A de Klerk

Signature

Date 18 July 2025