Hessequa Municipality

Monthly Budget Statement
May 2026

In-Year Report of the Municipality

Prepared in terms of Section 71 of the Local Government: Municipal Finance Management Act (Act 56 of 2003) & Section 28 of the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 July 2009.

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Glossary

Adjustments Budget – Prescribed in Section 28 of the MFMA. The formal means by which a municipality August 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 ratable 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

Section 1 – Mayor's Report

1.1 In-Year Report – Monthly Budget Statement

The monthly budget statement for **May 2026** has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

Section 2 – Resolutions

In-year Reports 2025/2026

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

Recommendation

(a) That Council notes the monthly budget statement and supporting documentation for May 2026.
(b) That the reasons given for the deviations below, be approved.
(c) That Council notes the investments the municipality has at banks and the money market at 31 May 2026.
(d) That Council notes the instances of Unauthorized, Irregular, Fruitless and Wasteful (UIF&W) expenditure for the period ended 31 May 2026.

Section 3 – Executive Summary

3.1 Introduction

This report is a summary of the main budget issues arising from the monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP). 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 Service Delivery and Budget Implementation Plan (SDBIP).

Section 4

4.1 Consolidated Monthly Budget Summary C1 (refer to Table C1 below)

Total Revenue

The year-to-date revenue excluding Capital Transfers at the end of May 2026 is R736,739 million, compared to the SDBIP budget of R769,743 million, resulting in a variance of -4%. When including Transfers recognized – capital, the revenue to date is R783,956 million compared to An SDBIP budget of R823,275 million.

Total Expenditure

The expenditure to date is R598,729 million compared to an SDBIP budget of R743,626 million.

Capital Expenditure

The year-to-date expenditure on capital is R135,824 million against an SDBIP budget of R167,805 million.

Cash flow

Cash/cash equivalents at the end of May 2026 is R472,202 million.

Debtors Ageing

Debtors outstanding at the end of May 2026 is R90,612 million.

Creditors Ageing

Creditors outstanding at the end of May 2026 amount to R64,845 million.

The details of the above figures are explained throughout the report.

Table C1: Monthly Budget Statement Summary

WC042 Hessequa - Table C1 Monthly Budget Statement Summary - M11 May

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	140 197	148 312	148 312	11 650	140 342	136 983	3 359	2%	148 312
Service charges	365 374	384 481	386 481	30 559	351 490	352 981	(1 492)	-0%	386 481
Investment revenue	46 305	36 046	36 046	2 051	16 624	30 397	(13 773)	-45%	36 046
Transfers and subsidies - Operational	68 053	75 755	79 731	139	71 222	74 365	(3 144)	(0)	79 731
Other own revenue	148 402	162 747	196 808	9 402	157 063	175 017	(17 954)	-10%	196 808
Total Revenue (excluding capital transfers and contributions)	**768 330**	**807 340**	**847 377**	**53 801**	**736 739**	**769 743**	**(33 004)**	**-4%**	**847 377**
Employee costs	230 661	270 128	269 261	19 148	223 863	244 876	(21 013)	-9%	269 261
Remuneration of Councillors	9 128	9 690	10 039	804	8 795	9 099	(305)	-3%	10 039
Depreciation and amortisation	44 248	52 188	52 188	3 930	42 788	47 530	(4 742)	-10%	52 188
Interest	21 681	19 809	20 309	–	5 993	17 446	(11 453)	-66%	20 309
Inventory consumed and bulk purchases	227 444	259 979	260 109	17 363	216 326	236 409	(20 083)	-8%	260 109
Transfers and subsidies	2 613	2 502	2 509	81	2 085	2 333	(248)	-11%	2 509
Other expenditure	153 821	191 601	224 769	5 289	98 879	185 933	(87 054)	-47%	224 769
Total Expenditure	**689 597**	**805 898**	**839 183**	**46 615**	**598 729**	**743 626**	**(144 897)**	**-19%**	**839 183**
Surplus/(Deficit)	**78 733**	**1 442**	**8 194**	**7 186**	**138 010**	**26 118**	**111 893**	**428%**	**8 194**
Transfers and subsidies - capital (monetary	161 096	62 341	54 530	738	46 611	53 021	###	-12%	54 530
Transfers and subsidies - capital (in-kind)	591	–	639	606	606	511	94	18%	639
Surplus/(Deficit) after capital transfers & contributions	**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**133%**	**63 363**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**133%**	**63 363**
Capital expenditure & funds sources									
Capital expenditure	**237 139**	**187 628**	**182 378**	**19 392**	**135 824**	**167 805**	**(31 981)**	**-19%**	**182 378**
Capital transfers recognised	143 410	62 341	55 169	3 470	49 300	53 884	(4 584)	-9%	55 169
Borrowing	–	50 000	50 000	7 145	41 229	45 655	(4 427)	-10%	50 000
Internally generated funds	**93 729**	**75 287**	**77 209**	**8 777**	**45 296**	**68 266**	**(22 971)**	**-34%**	**77 209**
Total sources of capital funds	**237 139**	**187 628**	**182 378**	**19 392**	**135 824**	**167 805**	**(31 981)**	**-19%**	**182 378**
Financial position									
Total current assets	529 808	453 099	490 446		608 319				490 446
Total non current assets	1 460 495	1 471 771	1 466 521		1 552 661				1 466 521
Total current liabilities	158 301	146 405	132 040		155 514				132 040
Total non current liabilities	259 658	301 986	302 486		247 896				302 486
Community wealth/Equity	**1 572 345**	**1 476 479**	**1 522 441**		**1 757 572**				**1 522 441**
Cash flows									
Net cash from (used) operating	1 323 124	119 297	149 052	11 139	165 011	126 909	(38 102)	-30%	149 052
Net cash from (used) investing	(235 881)	(177 628)	(168 378)	(19 392)	(121 068)	(173 082)	(52 014)	30%	(168 378)
Net cash from (used) financing	945	27 343	27 343	59	(10 698)	23 745	34 442	145%	27 343
Cash/cash equivalents at the month/year end	**1 575 709**	**361 587**	**446 974**	**472 202**	**472 202**	**416 528**	**(55 674)**	**-13%**	**446 974**
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	31 665	5 948	3 852	3 042	2 664	2 771	12 271	28 400	90 612
Creditors Age Analysis									
Total Creditors	64 845	–	–	–	–	–	–	–	64 845

4.2 Operating Revenue and Expenditure

Table C2: Reflects the Operating Revenue and Operating Expenditure in the Standard Classifications

WC042 Hessequa - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Revenue - Functional										
Governance and administration		234 881	214 112	214 750	14 927	182 252	196 094	(13 842)	-7%	214 750
Executive and council		21 374	18 699	18 699	–	17 404	18 439	(1 035)	-6%	18 699
Finance and administration		213 507	195 413	196 052	14 927	164 848	177 655	(12 807)	-7%	196 052
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		104 960	119 533	153 559	7 640	113 119	135 489	(22 370)	-17%	153 559
Community and social services		10 800	12 970	12 972	805	9 193	11 551	(2 358)	-20%	12 972
Sport and recreation		16 995	15 737	15 737	4 554	10 921	13 530	(2 609)	-19%	15 737
Public safety		51 627	67 044	116 755	2 254	92 637	102 989	(10 352)	-10%	116 755
Housing		25 538	23 782	8 095	27	368	7 418	(7 050)	-95%	8 095
Health		–	–	–	–	–	–	–		–
Economic and environmental services		17 973	27 999	31 999	231	29 865	28 511	1 355	5%	31 999
Planning and development		7 720	21 923	25 923	197	23 741	23 096	645	3%	25 923
Road transport		9 643	5 342	5 342	7	5 495	4 726	769	16%	5 342
Environmental protection		610	734	734	27	630	690	(60)	-9%	734
Trading services		571 723	507 569	501 769	32 030	458 267	462 784	(4 517)	-1%	501 769
Energy sources		387 909	306 808	308 808	19 567	273 165	284 293	(11 127)	-4%	308 808
Water management		79 614	89 874	82 074	5 578	79 143	77 359	1 783	2%	82 074
Waste water management		52 580	57 513	57 513	3 384	51 749	53 422	(1 673)	-3%	57 513
Waste management		51 620	53 374	53 374	3 501	54 210	47 710	6 499	14%	53 374
Other	4	480	469	469	316	453	397	55	14%	469
Total Revenue - Functional	2	930 018	869 682	902 546	55 144	783 956	823 275	(39 319)	-5%	902 546
Expenditure - Functional										
Governance and administration		97 675	123 994	125 039	6 977	89 046	111 574	(22 528)	-20%	125 039
Executive and council		32 051	38 056	39 439	2 020	26 441	35 161	(8 720)	-25%	39 439
Finance and administration		63 565	83 523	83 172	4 766	60 524	74 199	(13 675)	-18%	83 172
Internal audit		2 059	2 414	2 427	191	2 081	2 214	(133)	-6%	2 427
Community and public safety		148 202	188 872	216 312	7 390	97 131	179 198	(82 068)	-46%	216 312
Community and social services		25 254	29 305	29 375	1 744	25 377	26 848	(1 470)	-5%	29 375
Sport and recreation		33 899	40 870	39 874	2 599	31 874	36 319	(4 445)	-12%	39 874
Public safety		63 423	93 526	137 667	2 814	37 241	108 121	(70 880)	-66%	137 667
Housing		25 626	25 170	9 396	234	2 638	7 911	(5 273)	-67%	9 396
Health		–	–	–	–	–	–	–		–
Economic and environmental services		83 692	92 464	95 489	6 400	80 006	86 902	(6 896)	-8%	95 489
Planning and development		12 871	16 367	16 393	1 178	13 067	14 819	(1 752)	-12%	16 393
Road transport		64 581	68 802	71 936	4 778	60 878	65 551	(4 673)	-7%	71 936
Environmental protection		6 240	7 295	7 160	444	6 061	6 532	(471)	-7%	7 160
Trading services		358 722	399 081	400 822	25 745	331 239	364 556	(33 317)	-9%	400 822
Energy sources		221 041	239 667	240 493	16 387	207 702	220 387	(12 686)	-6%	240 493
Water management		49 546	58 489	57 787	3 393	45 479	52 159	(6 679)	-13%	57 787
Waste water management		46 854	51 080	52 585	3 297	43 034	47 504	(4 470)	-9%	52 585
Waste management		41 281	49 845	49 958	2 668	35 023	44 506	(9 483)	-21%	49 958
Other		1 307	1 487	1 521	103	1 307	1 396	(88)	-6%	1 521
Total Expenditure - Functional	3	689 597	805 898	839 183	46 615	598 729	743 626	(144 897)	-19%	839 183
Surplus/ (Deficit) for the year		240 420	63 783	63 363	8 529	185 227	79 649	105 577	1.325527	63 363

Table C3: Reflects the Operating Revenue and Operating Expenditure by Municipal Vote/Director

WC042 Hessequa - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Office Of The Mm		21 374	18 699	18 699	–	17 404	18 439	(1 035)	-5.6%	18 699
Vote 02 - Corporate Services		26 579	28 703	28 704	5 346	19 853	25 002	(5 149)	-20.6%	28 704
Vote 03 - Financial Services		190 742	189 357	189 357	13 837	160 027	171 757	(11 729)	-6.8%	189 357
Vote 04 - Community Services		77 383	91 050	125 074	2 283	93 248	110 624	(17 376)	-15.7%	125 074
Vote 05 - Technical Services		605 131	518 747	513 586	33 138	468 600	473 270	(4 670)	-1.0%	513 586
Vote 06 - Spatial Plannign & Environmental Management		8 810	23 126	27 126	540	24 823	24 183	640	2.6%	27 126
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 Revenue by Vote	2	**930 018**	**869 682**	**902 546**	**55 144**	**783 956**	**823 275**	**(39 319)**	**-4.8%**	**902 546**
Expenditure by Vote	1									
Vote 01 - Office Of The Mm		36 853	44 066	45 437	2 477	31 444	40 612	(9 168)	-22.6%	45 437
Vote 02 - Corporate Services		55 759	68 293	68 947	3 893	52 385	62 242	(9 857)	-15.8%	68 947
Vote 03 - Financial Services		39 178	49 427	48 294	3 031	37 264	43 305	(6 041)	-13.9%	48 294
Vote 04 - Community Services		95 985	126 277	154 716	3 278	47 249	123 100	(75 852)	-61.6%	154 716
Vote 05 - Technical Services		444 148	496 281	500 287	32 476	412 874	454 857	(41 983)	-9.2%	500 287
Vote 06 - Spatial Plannign & Environmental Management		17 675	21 554	21 504	1 459	17 513	19 510	(1 996)	-10.2%	21 504
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 Expenditure by Vote	2	**689 597**	**805 898**	**839 183**	**46 615**	**598 729**	**743 626**	**(144 897)**	**-19.5%**	**839 183**
Surplus/ (Deficit) for the year	2	**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**132.6%**	**63 363**

Table C4: Reflects Revenue and Expenditure by Source

WC042 Hessequa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		236 044	256 387	258 387	19 046	223 849	234 537	(10 688)	-5%	258 387
Service charges - Water		59 596	58 186	58 186	5 213	57 366	53 508	3 858	7%	58 186
Service charges - Waste Water Management		31 842	32 413	32 413	2 871	32 034	30 031	2 003	7%	32 413
Service charges - Waste management		37 892	37 496	37 496	3 429	38 240	34 905	3 336	10%	37 496
Sale of Goods and Rendering of Services		51 900	52 668	33 267	5 524	22 896	29 943	(7 046)	-24%	33 267
Agency services		3 213	3 716	3 716	129	2 991	3 368	(378)	-11%	3 716
Interest								–		
Interest earned from Receivables		3 440	3 019	3 019	298	3 291	2 826	466	16%	3 019
Interest from Current and Non Current Assets		46 305	36 046	36 046	2 051	16 624	30 397	(13 773)	-45%	36 046
Dividends								–		
Rent on Land		–	–	–	–	–	–	–		–
Rental from Fixed Assets		4 431	4 622	4 622	302	4 407	4 335	72	2%	4 622
Licence and permits		2	–	7	0	2	6	(4)	-70%	7
Special rating levies								–		
Operational Revenue		5 028	11 390	11 390	66	6 656	9 963	(3 308)	-33%	11 390
Non-Exchange Revenue								–		
Property rates		140 197	148 312	148 312	11 650	140 342	136 983	3 359	2%	148 312
Surcharges and Taxes								–		
Fines, penalties and forfeits		44 899	60 606	110 061	1 969	87 454	96 965	(9 511)	-10%	110 061
Licence and permits		2 344	2 552	2 552	106	2 143	2 339	(196)	-8%	2 552
Transfers and subsidies - Operational		68 053	75 755	79 731	139	71 222	74 365	(3 144)	-4%	79 731
Interest		837	911	911	68	736	820	(84)	-10%	911
Fuel Levy								–		
Operational Revenue		11 374	13 264	13 264	939	10 861	12 028	(1 167)	-10%	13 264
Gains on disposal of Assets		1 258	10 000	14 000	–	15 626	12 425	3 201	26%	14 000
Other Gains		19 676	–	–	–	–	–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**768 330**	**807 340**	**847 377**	**53 801**	**736 739**	**769 743**	**(33 004)**	**-4%**	**847 377**
Expenditure By Type										
Employee related costs		230 661	270 128	269 261	19 148	223 863	244 876	(21 013)	-9%	269 261
Remuneration of councillors		9 128	9 690	10 039	804	8 795	9 099	(305)	-3%	10 039
Bulk purchases - electricity		187 077	212 192	214 192	14 055	176 336	194 469	(18 133)	-9%	214 192
Inventory consumed		40 368	47 787	45 916	3 307	39 990	41 940	(1 950)	-5%	45 916
Debt impairment		31 801	4 014	93 814	–	–	68 097	(68 097)	-100%	93 814
Depreciation and amortisation		44 248	52 188	52 188	3 930	42 788	47 530	(4 742)	-10%	52 188
Interest		21 681	19 809	20 309	–	5 993	17 446	(11 453)	-66%	20 309
Contracted services		71 920	81 852	69 389	3 019	45 080	61 975	(16 895)	-27%	69 389
Transfers and subsidies		2 613	2 502	2 509	81	2 085	2 333	(248)	-11%	2 509
Irrecoverable debts written off		8 212	56 546	9 918	253	15 751	8 932	6 820	76%	9 918
Operational costs		37 914	49 189	51 648	2 017	37 177	46 929	(9 752)	-21%	51 648
Losses on Disposal of Assets		1 065	–	–	–	870	–	870	#DIV/0!	–
Other Losses		2 908	–	–	–	–	–	–		–
Total Expenditure		**689 597**	**805 898**	**839 183**	**46 615**	**598 729**	**743 626**	**(144 897)**	**-19%**	**839 183**
Surplus/(Deficit)		**78 733**	**1 442**	**8 194**	**7 186**	**138 010**	**26 118**	**111 893**	**0**	**8 194**
Transfers and subsidies - capital (monetary allocations)		161 096	62 341	54 530	738	46 611	53 021	(6 410)	**(0)**	54 530
Transfers and subsidies - capital (in-kind)		591	–	639	606	606	511	94	**0**	639
Surplus/(Deficit) after capital transfers & contributions		**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**0**	**63 363**
Income Tax								–		
Surplus/(Deficit) after income tax		**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**0**	**63 363**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	105 577	0	**63 363**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**240 420**	**63 783**	**63 363**	**8 529**	**185 227**	**79 649**	**105 577**	**0**	**63 363**

Revenue by Source (Table C4)

Exchange Revenue

Service Levies:

Electricity Service

Levies for the year-to-date stand at R223,849 million, in comparison with the budgeted SDBIP amount of R234,537 million. The deviation is attributed to a projection that was made for a provisions journal to be processed at year-end. This journal is expected to eliminate the developing deviation. The SDBIP does not take into account that the journal will be processed at year-end and instead calculates it monthly. No material deviation is expected at year-end.

Water Service

Levies for the year-to-date stands at R57,366 million, in comparison with the budgeted SDBIP projection of R53,508 million. The deviation was assessed during the mid-year budget and performance assessment and the outcome was that no adjustment was necessary at that stage. Monthly monitoring after the main adjustments budget indicates that a positive deviation is expected at year-end.

Sewerage Service

Levies for the year-to-date stand at R32,034 million, in comparison with the budgeted SDBIP projection of R30,031 million. The deviation was assessed during the mid-year budget and performance assessment and the outcome was that no adjustment was necessary at that stage. Monthly monitoring after the main adjustments budget indicates that a positive deviation is expected at year-end.

Refuse Removal Service

Levies for the year-to-date stands at R38,240 million, in comparison with the budgeted SDBIP projection of R34,905 million. The deviation can be attributed to more revenue being received than projected during the main adjustments budget. The revenue will be monitored over the remaining months of the financial year, but at this stage a surplus is expected when compared to the budget.

Sale of Goods and Rendering of Services

Revenue for the year-to-date stands at R22,896 million, in comparison with the budgeted SDBIP projection of R29,943 million. The deviation is largely due to the revenue from camping fees that are currently well below the SDBIP projections. Journals will be processed during June 2026 to allocate revenue received for camping sites, which will reduce the deviation. Another factor is the construction contract revenue that is not aligned with the SDBIP budgeted distributions. Revenue is only recognized after the conditions for these allocations have been met. No material deviations are expected at this stage.

Agency Services

Revenue for the year-to-date stands at R2,991 million, in comparison with the budgeted SDBIP projection of R3,368 million. No material deviation is expected at this stage.

Interest earned from Receivables

Levies for the year-to-date stand at R3,291 million, in comparison with the budgeted SDBIP projection of R2,826 million. No material deviation is expected at this stage.

Interest earned from Current and Non- Current Assets

Revenue for the year-to-date amounts to R16,624 million, in comparison with the budgeted SDBIP projection of R30,397 million. The deviation is due to a provisions journal in respect of interest for 2024/2025 being reversed in October 2025. Another provision will be processed at year-end for 2025/2026. No material deviations are expected at year-end at this stage.

Rental from Fixed Assets

Levies and revenue for the year-to-date stands at R4,407 million, in comparison with the budgeted SDBIP projection of R4,335 million. No material deviation is expected at this stage.

Licenses & Permits

Revenue for the year-to-date stands at R0,002 million, in comparison with the budgeted SDBIP projection of R0,006 million. No deviation is expected at year-end.

Operational Revenue

Revenue for the year-to-date stands at R6,656 million, in comparison with the budgeted SDBIP projection of R9,963 million. The deviation can be attributed to development charges that are currently behind budgeted projections. The deviation is expected to decrease as the year progresses. No material deviations are thus expected at year-end.

Non- Exchange Revenue

Property Rates:

Levies for the year-to-date amount to R140,342 million, in comparison with the budget of R136,983 million. The deviation is attributed to a misalignment between the projections and the actual levies for the year-to-date. The deviation is expected to be eliminated as the year progresses. No material deviation is expected at year- end.

Fines, penalties and forfeits

Revenue for the year-to-date stands at R87,454 million, in comparison with the budgeted SDBIP projection of R96,965 million. The budget for fines issued was increased during the adjustment budget due to a projected overperformance when compared to the original budget. No material deviation is expected at year-end at this stage.

Licenses & Permits

Revenue for the year-to-date stands at R2,143 million, in comparison with the budgeted SDBIP projection of R2,339 million. No deviation is expected at this stage.

Grants & Subsidies - Operating:

Revenue for the year-to-date stands at R71,222 million, in comparison with the budgeted SDBIP projection of R74,365 million. Income is recognized after the conditions of a grant are met. No deviation is expected at this stage.

Grants & Subsidies - Capital:

Revenue for the year-to-date stands at R47,217 million, in comparison with the budgeted SDBIP projection of R53,532 million. Income is only recognized after the conditions of a grant are met. No deviation is expected at this stage.

Interest earned from Receivables

Levies for the year-to-date stand R0,736 million, in comparison with the budgeted SDBIP projection of R0,820 million. No deviation is expected at this stage.

Operational Revenue:

Revenue for the year-to-date stands at R10,861 million, in comparison with the budgeted SDBIP projection of R12,028 million. Revenue for the year-to-date has been less than anticipated. At this stage it is expected that the budget for the year will not be reached.

Sale of land and PPE:

Revenue for the year-to-date stands at R15,626 million, in comparison with the budgeted SDBIP projection of R12,425 million. Despite adjustments being made in the main adjustments budget, the budget for the year will be exceeded due to some transactions concluding ahead of projections.

Expenditure by Type

Personnel Expenditure:

The year-to-date expenditure amounts to R223,863 million, in comparison with the budgeted SDBIP projection of R244,876 million. The deviation can be attributed to vacant posts that are still in the process of being filled. The SDBIP projections also do not take actuarial valuations that are done at year end into account. Although several positions remain vacant as of 31 May 2026, no material deviations are expected at year-end at this stage.

Councillors' Remuneration:

The expenditure for the period to date amounts to R8,795 million in comparison with the budgeted SDBIP projection of R9,099 million. No material deviations are expected at this stage.

Bulk purchases- electricity:

The expenditure for the year-to-date is R176,336 million, in comparison with the budgeted SDBIP projection of R194,469 million. The deviation can be attributed to the reversal of a provisions journal for electricity purchases billed in 2025/26 but accounted for in the 2024/25 financial year. Another provision will be made at year-end. No material deviation is expected at year-end at this stage.

Inventory Consumed

The expenditure for the year-to-date is R39,990 million, in comparison with the budgeted SDBIP projection of R41,940 million. The deviation can be attributed to the actual expenditure on inventory not being aligned with the SDBIP projections. No deviation is expected at year-end at this stage.

Debt Impairment:
The expenditure for the period to date amounts to R0,000 million, in comparison with the budgeted SDBIP projection of R68,097 million. The budget for debt impairment was amended during the main adjustments budget in February 2026. The deviation is due to debt impairment for traffic fines and services which are normally only finalized at year-end.

Depreciation:
The year-to-date expenditure is R42,788 million, in comparison with the budgeted SDBIP projection of R47,530 million. The deviation can be attributed to amendments to the planned completion dates of capital projects. The SDBIP budget does not take these projects into account as the information was not yet available when the SDBIP was amended. The deviation is expected to decrease as the year progresses.

Interest on External Borrowing:
The year-to-date expenditure is R5,993 million in comparison with the budgeted SDBIP projection of R17,446 million. Interest payments are made bi- annually in December and June, while it is spread out monthly in the SDBIP projections.

Contracted Services:
The expenditure for the year-to-date is R45,080 million, in comparison with the budgeted SDBIP projection of R61,975 million. The deviation can be attributed to the actual expenditure of numerous projects lagging behind budgeted projections. Expenditure will increase as the financial year-end approaches, which will result in the deviation decreasing. No material deviations are expected at year-end at this stage.

Transfers & Grants:
The expenditure for the year-to-date amounts to R2,085 million in comparison with the budgeted SDBIP projection of R2,333 million. No material deviations are expected at year-end at this stage.

Irrecoverable debts written off:
The expenditure for the period to date amounts to R15,751 million, in comparison with the budgeted SDBIP projection of R8,932 million. During the year under review, there was an additional write-off processed for Bad Debts that were deemed to be prescribed which resulted in the vote being over-expended.

Operational Costs:
The year-to-date expenditure is R37,177 million, in comparison with the budgeted SDBIP projection of R46,929 million. The deviation can be attributed to the actual expenditure of numerous projects lagging behind budgeted projections. Expenditure will increase as the financial year-end approaches, which will result in deviation decreasing. No material deviations are expected at year-end at this stage.

4.3 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) - M11 May

Vote Description	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
Multi-Year expenditure appropriation	2									
Vote 01 - Office Of The Mm		–	–	–	–	–	–	–		–
Vote 02 - Corporate Services		329	250	208	5	205	209	(4)	-2%	208
Vote 03 - Financial Services		–	–	–	–	–	–	–		–
Vote 04 - Community Services		512	1 020	1 072	–	659	911	(252)	-28%	1 072
Vote 05 - Technical Services		193 083	126 801	125 092	14 093	97 001	115 362	(18 361)	-16%	125 092
Vote 06 - Spatial Plannign & Environmental Management		77	51	49	–	48	49	(1)	-2%	49
Total Capital Multi-year expenditure	4,7	**194 001**	**128 122**	**126 421**	**14 098**	**97 913**	**116 531**	**(18 618)**	**-16%**	**126 421**
Single Year expenditure appropriation	2									
Vote 01 - Office Of The Mm		55	148	160	–	148	155	(7)	-4%	160
Vote 02 - Corporate Services		1 864	4 167	4 223	354	3 084	3 897	(813)	-21%	4 223
Vote 03 - Financial Services		258	758	746	–	695	736	(41)	-6%	746
Vote 04 - Community Services		6 410	3 171	4 750	81	1 422	3 921	(2 499)	-64%	4 750
Vote 05 - Technical Services		33 903	50 301	44 588	4 665	31 447	41 313	(9 866)	-24%	44 588
Vote 06 - Spatial Plannign & Environmental Management		647	961	1 490	194	1 115	1 253	(138)	-11%	1 490
Total Capital single-year expenditure	4	43 138	59 506	55 957	5 294	37 911	51 274	**(13 363)**	**-26%**	55 957
Total Capital Expenditure		**237 139**	**187 628**	**182 378**	**19 392**	**135 824**	**167 805**	**(31 981)**	**-19%**	**182 378**
Capital Expenditure - Functional Classification										
Governance and administration		**2 044**	**16 417**	**9 102**	**1 852**	**6 281**	**9 664**	(3 383)	-35%	**9 102**
Executive and council		51	148	160	–	148	155	(7)	-4%	160
Finance and administration		1 994	16 269	8 941	1 852	6 133	9 509	(3 376)	-36%	8 941
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**10 032**	**7 982**	**12 836**	**2 193**	**6 230**	**10 625**	(4 395)	-41%	**12 836**
Community and social services		479	1 002	1 022	–	789	920	(131)	-14%	1 022
Sport and recreation		2 926	3 551	6 793	2 113	3 935	5 581	(1 646)	-29%	6 793
Public safety		2 932	1 183	2 789	81	923	2 338	(1 415)	-61%	2 789
Housing		3 694	2 246	2 232	–	583	1 786	(1 203)	-67%	2 232
Health								–		
Economic and environmental services		**47 696**	**34 928**	**41 377**	**8 400**	**32 481**	**36 707**	(4 226)	-12%	**41 377**
Planning and development		66	47	453	180	453	370	83	23%	453
Road transport		47 424	34 386	40 309	8 206	31 770	35 825	(4 054)	-11%	40 309
Environmental protection		206	495	615	14	257	512	(255)	-50%	615
Trading services		**176 910**	**127 831**	**118 593**	**6 946**	**90 380**	**110 391**	(20 011)	-18%	**118 593**
Energy sources		150 472	78 821	78 756	921	62 928	73 714	(10 786)	-15%	78 756
Water management		13 679	21 900	17 700	2 751	10 902	16 392	(5 490)	-33%	17 700
Waste water management		8 246	18 530	14 060	2 982	8 648	12 312	(3 664)	-30%	14 060
Waste management		4 514	8 580	8 077	292	7 902	7 973	(71)	-1%	8 077
Other		457	470	470	–	452	419	33	8%	470
Total Capital Expenditure - Functional Classification	3	**237 139**	**187 628**	**182 378**	**19 392**	**135 824**	**167 805**	**(31 981)**	**-19%**	**182 378**
Funded by:										
National Government		18 704	15 021	15 021	2 684	10 792	13 412	(2 620)	-20%	15 021
Provincial Government		122 196	47 320	39 509	180	37 902	39 961	(2 058)	-5%	39 509
District Municipality		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		2 510	–	639	606	606	511	94	18%	639
Transfers recognised - capital		143 410	62 341	55 169	3 470	49 300	53 884	**(4 584)**	**-9%**	55 169
Borrowing	6	–	50 000	50 000	7 145	41 229	45 655	(4 427)	-10%	50 000
Internally generated funds		93 729	75 287	77 209	8 777	45 296	68 266	(22 971)	-34%	77 209
Total Capital Funding		237 139	187 628	182 378	19 392	135 824	167 805	**(31 981)**	**-19%**	182 378

Capital Expenditure:
The total capital expenditure for the year amounts to R135,824 million in comparison with the budgeted SDBIP projection of R167,805 million. 74,46% was spent for the year-to-date up to 31 May 2026. Expenditure is projected to increase as the projects are being completed. No material deviation is expected at year-end at this stage.

External Loans:
The total financing for the year-to-date is R41,229 million in comparison with the budgeted SDBIP projection of R45,655 million. The deviation can be attributed to several projects that are behind schedule, including the upgrading of roads, stormwater, walkways and sidewalks and the refurbishment of electricity infrastructure. Expenditure is expected to catch up as many of these projects are entering their completion status before year-end.

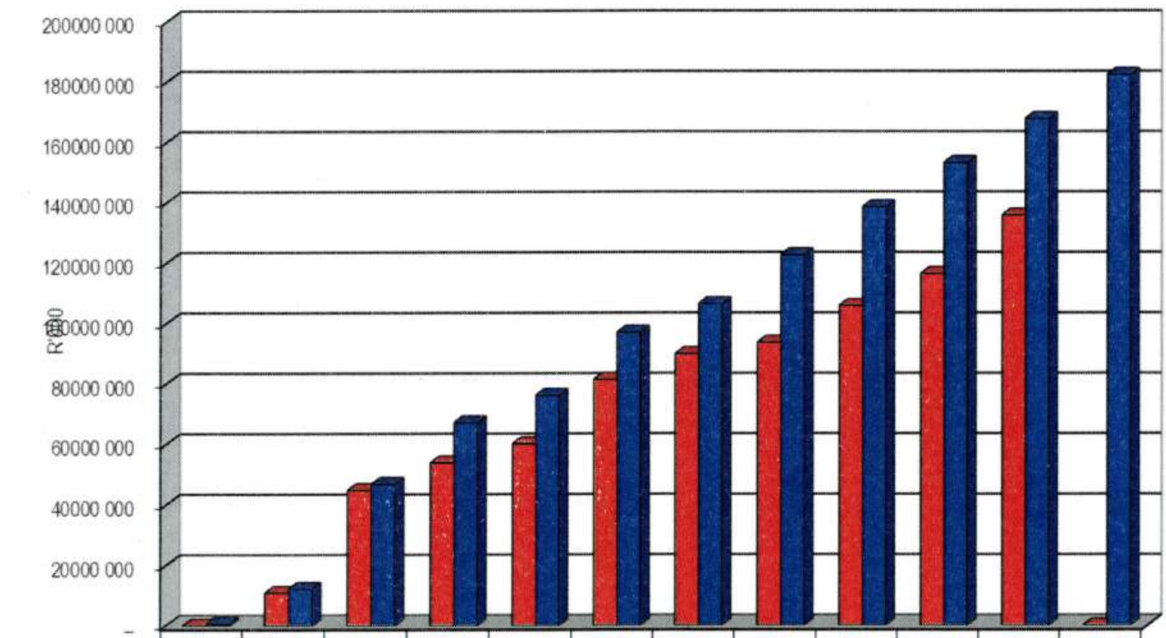
Internal Financing:
The total financing for the year-to-date is R45,296 million, in comparison with the budgeted SDBIP projection of R68,266 million. The deviation can be attributed to several projects that are behind schedule. Projects are projected to be completed before year-end. Capital projects are financed as expenditure is incurred.

Grants and Subsidies:
The total year to date capital expenditure, financed by grants, is R49,300 million in comparison with the budgeted SDBIP projection of R53,884 million. Funds are accounted for when received. Funds are transferred from the grant receipts once expenditure is incurred.

Capital Commitments on 31 May 2026 were R 5,621 million.

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

Chart C2 2025/26 Capital Expenditure: YTD actual v YTD target



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
YearTD actual	–	10917 81	44868 21	53866 89	60168 41	81432 03	89900 82	93655 28	105811 5	116432 0	135824 1	–
YearTD budget	666 384	12250 58	46859 66	67192 29	76194 15	97067 17	106486 5	122649 2	138571 9	153232 6	167805 4	182378 1

The following tables provide details for the Capital Expenditure to date:

Table SxC13a (Capital expenditure on new assets by asset class)
Table SC13b (Capital expenditure on renewal of existing assets by asset class)
Table SC13e (Capital expenditure on upgrading of existing assets by asset class)

WC042 Hessequa - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		**155 377**	**97 259**	**92 669**	**6 067**	**68 627**	**86 145**	17 517	**20.3%**	**92 669**
Roads Infrastructure		814	3 614	3 612	–	3 109	3 506	398	**11.3%**	3 612
Roads		684	3 414	3 414	–	3 000	3 331	331	**9.9%**	3 414
Road Furniture		130	200	198	–	109	175	67	**38.1%**	198
Storm water Infrastructure		–	2 000	4 122	210	2 205	3 326	1 121	**33.7%**	4 122
Drainage Collection		–	2 000	4 122	210	2 205	3 326	1 121	**33.7%**	4 122
Electrical Infrastructure		143 515	61 408	61 083	324	52 196	58 313	6 117	**10.5%**	61 083
Power Plants		143 185	59 500	59 300	324	50 682	56 782	6 100	**10.7%**	59 300
HV Substations		–	620	585	–	453	521	68	**13.0%**	585
HV Transmission Conductors		–	488	398	–	261	370	109	**29.6%**	398
MV Substations		–	800	800	–	800	640	(160)	**-25.0%**	800
LV Networks		330	–	–	–	–	–	–		–
Water Supply Infrastructure		4 913	14 914	10 678	2 750	3 834	9 647	5 813	**60.3%**	10 678
Boreholes		2 547	1 500	9 575	2 750	3 777	7 430	3 653	**49.2%**	9 575
Reservoirs		–	5 000	500	–	58	825	767	**93.0%**	500
Water Treatment Works		–	7 800	–	–	–	910	910	**100.0%**	–
Distribution		2 366	614	603	–	–	482	482	**100.0%**	603
Sanitation Infrastructure		5 865	11 914	10 066	2 667	5 280	8 492	3 212	**37.8%**	10 066
Pump Station		–	7 000	6 600	1 787	2 655	5 280	2 625	**49.7%**	6 600
Reticulation		5 865	4 914	3 466	880	2 625	3 212	588	**18.3%**	3 466
Solid Waste Infrastructure		129	280	280	117	230	236	6	**2.5%**	280
Waste Drop-off Points		129	280	280	117	230	236	6	**2.5%**	280
Information and Communication Infrastructure		142	3 130	2 828	–	1 773	2 623	851	**32.4%**	2 828
Core Layers		142	2 930	2 733	–	1 678	2 542	865	**34.0%**	2 733
Distribution Layers		–	200	95	–	95	81	(14)	**-16.8%**	95
Community Assets		**1 241**	**4 152**	**7 419**	**2 359**	**3 792**	**6 014**	**2 221**	36.9%	**7 419**
Community Facilities		1 181	2 502	2 067	74	1 234	1 725	490	**28.4%**	2 067
Centres		8	–	–	–	–	–	–		–
Cemeteries/Crematoria		–	60	52	–	52	52	0	0.0%	52
Purls		30	–	–	–	–	–	–		–
Public Open Space		847	1 452	1 450	55	1 025	1 204	179	14.9%	1 450
Nature Reserves		296	80	77	–	69	71	2	2.6%	77
Public Ablution Facilities		–	100	100	19	60	88	28	31.7%	100
Taxi Ranks/Bus Terminals		–	810	388	–	28	310	282	91.0%	388
Sport and Recreation Facilities		60	1 650	5 352	2 284	2 558	4 289	1 731	**40.4%**	5 352
Indoor Facilities		–	–	–	–	–	–	–		–
Outdoor Facilities		60	1 650	5 352	2 284	2 558	4 289	1 731	40.4%	5 352
Other assets		**4**	**8 000**	**–**	**–**	**–**	**1 600**	**1 600**	**100.0%**	**–**
Operational Buildings		4	8 000	–	–	–	1 600	1 600	**100.0%**	–
Municipal Offices		4	8 000	–	–	–	1 600	1 600	100.0%	–
Computer Equipment		**694**	**1 605**	**1 847**	**166**	**1 688**	**1 773**	**85**	4.8%	**1 847**
Computer Equipment		694	1 605	1 847	166	1 688	1 773	85	4.8%	1 847
Furniture and Office Equipment		**638**	**891**	**1 049**	**93**	**845**	**924**	**78**	8.5%	**1 049**
Furniture and Office Equipment		638	891	1 049	93	845	924	78	8.5%	1 049
Machinery and Equipment		**5 271**	**6 943**	**6 884**	**553**	**4 109**	**5 992**	**1 883**	31.4%	**6 884**
Machinery and Equipment		5 271	6 943	6 884	553	4 109	5 992	1 883	31.4%	6 884
Transport Assets		**8 958**	**12 600**	**15 677**	**470**	**12 159**	**14 156**	**1 997**	14.1%	**15 677**
Transport Assets		8 958	12 600	15 677	470	12 159	14 156	1 997	14.1%	15 677
Total Capital Expenditure on new assets	1	**172 185**	**131 449**	**125 545**	**9 708**	**91 221**	**116 602**	**25 382**	**21.8%**	**125 545**

WC042 Hessequa - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		**5 624**	**6 130**	**7 351**	**292**	**6 852**	**6 533**	(319)	**-4.9%**	**7 351**
Roads Infrastructure		500	–	–	–	–	–	–		–
Roads								–		
Road Structures		500	–	–	–	–	–	–		–
Electrical Infrastructure		–	3 900	3 741	–	3 556	3 224	(332)	**-10.3%**	3 741
MV Networks		–	3 900	3 741	–	3 556	3 224	(332)	**-10.3%**	3 741
Water Supply Infrastructure		4 142	500	500	–	500	411	(89)	**-21.6%**	500
Pump Stations		638	–	–	–	–	–	–		–
Water Treatment Works		1 557	500	500	–	500	411	(89)	**-21.6%**	500
Distribution		1 947	–	–	–	–	–	–		–
Sanitation Infrastructure		982	1 730	3 109	292	2 796	2 897	102	**3.5%**	3 109
Pump Station		414	500	500	–	453	400	(53)	**-13.2%**	500
Waste Water Treatment Works		567	1 230	2 609	292	2 343	2 497	154	**6.2%**	2 609
Community Assets		**918**	**930**	**925**	**–**	**315**	**796**	**481**	**60.4%**	**925**
Community Facilities		127	680	675	–	95	559	464	**83.0%**	675
Public Open Space		50	630	627	–	47	511	464	90.8%	627
Nature Reserves		77	50	48	–	48	48	0	0.2%	48
Sport and Recreation Facilities		791	250	250	–	220	237	17	**7.1%**	250
Outdoor Facilities		791	250	250	–	220	237	17	7.1%	250
Furniture and Office Equipment		**–**	**88**	**79**	**–**	**79**	**69**	**(10)**	-14.4%	**79**
Furniture and Office Equipment		–	88	79	–	79	69	(10)	-14.4%	79
Machinery and Equipment		**125**	–	–	–	–	–	–		–
Machinery and Equipment		125	–	–	–	–	–	–		–
Total Capital Expenditure on renewal of existing ass	1	**6 667**	**7 148**	**8 355**	**292**	**7 246**	**7 398**	**152**	2.1%	**8 355**

WC042 Hessequa - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**87 017**	**92 991**	**93 073**	**6 801**	**82 089**	**85 290**	3 201	**3.8%**	**93 073**
Roads Infrastructure		27 221	32 074	32 081	2 125	25 994	29 024	3 030	**10.4%**	32 081
Roads		26 442	31 468	31 475	2 125	25 510	28 461	2 952	**10.4%**	31 475
Road Furniture		779	606	606	–	484	562	78	**13.9%**	606
Storm water Infrastructure		303	300	140	–	140	112	(28)	**-25.0%**	140
Storm water Conveyance		303	300	140	–	140	112	(28)	**-25.0%**	140
Electrical Infrastructure		20 564	22 212	22 098	1 691	21 134	20 539	(595)	**-2.9%**	22 098
Power Plants		1 753	1 639	1 278	52	1 080	1 194	114	**9.6%**	1 278
MV Networks		18 336	20 004	20 270	1 639	19 521	18 805	(717)	**-3.8%**	20 270
LV Networks		476	569	550	–	533	541	8	**1.5%**	550
Water Supply Infrastructure		18 887	18 385	18 436	1 247	16 946	16 951	5	**0.0%**	18 436
Pump Stations		1 812	1 680	1 520	2	1 339	1 336	(3)	**-0.2%**	1 520
Water Treatment Works		532	337	257	–	213	272	59	**21.8%**	257
Distribution		16 543	16 368	16 659	1 244	15 394	15 343	(51)	**-0.3%**	16 659
Sanitation Infrastructure		17 022	16 308	16 632	1 469	15 028	15 328	300	**2.0%**	16 632
Pump Station		3 266	1 431	1 929	293	1 707	1 775	68	**3.8%**	1 929
Waste Water Treatment Works		13 663	14 760	14 570	1 167	13 278	13 438	160	**1.2%**	14 570
Toilet Facilities		93	116	133	9	43	115	72	**62.4%**	133
Solid Waste Infrastructure		3 019	3 712	3 687	270	2 847	3 336	489	**14.7%**	3 687
Waste Processing Facilities		3 019	3 712	3 687	270	2 847	3 336	489	**14.7%**	3 687
Community Assets		**12 587**	**14 409**	**14 518**	**1 038**	**11 825**	**13 012**	**1 187**	**9.1%**	**14 518**
Community Facilities		3 256	4 629	4 568	324	3 217	3 888	671	**17.3%**	4 568
Halls		869	913	999	75	819	907	88	9.7%	999
Centres								–		
Crèches								–		
Clinics/Care Centres								–		
Fire/Ambulance Stations								–		
Testing Stations		1 481	1 697	1 639	184	1 345	1 310	(35)	-2.7%	1 639
Museums		29	37	37	–	28	32	3	10.2%	37
Galleries								–		
Theatres								–		
Libraries		20	807	772	–	206	636	430	67.6%	772
Cemeteries/Crematoria		733	964	959	65	734	861	127	14.8%	959
Public Open Space		25	100	1	–	–	1	1	100.0%	1
Nature Reserves		98	111	161	–	83	141	58	40.9%	161
Sport and Recreation Facilities		9 331	9 780	9 950	714	8 609	9 124	516	**5.7%**	9 950
Indoor Facilities		8 732	9 104	9 222	669	7 954	8 449	496	5.9%	9 222
Outdoor Facilities		600	676	729	45	655	675	20	3.0%	729
Other assets		**3 740**	**3 712**	**3 957**	**168**	**3 316**	**3 637**	**321**	**8.8%**	**3 957**
Operational Buildings		3 708	3 712	3 952	168	3 311	3 634	323	**8.9%**	3 952
Municipal Offices		3 628	3 699	3 945	168	3 304	3 627	323	8.9%	3 945
Workshops		79	–	–	–	–	–	–		–
Stores		0	13	7	–	7	7	0	0.2%	7
Housing		32	–	5	–	5	2	(2)	**-100.0%**	5
Social Housing		32	–	5	–	5	2	(2)	-100.0%	5
Computer Equipment		**2 875**	**3 884**	**3 862**	**221**	**2 890**	**3 443**	**552**	16.0%	**3 862**
Computer Equipment		2 875	3 884	3 862	221	2 890	3 443	552	16.0%	3 862
Furniture and Office Equipment		**220**	**594**	**452**	**17**	**138**	**391**	**253**	64.6%	**452**
Furniture and Office Equipment		220	594	452	17	138	391	253	64.6%	452
Machinery and Equipment		**5 102**	**3 484**	**4 148**	**116**	**3 249**	**3 970**	**721**	18.2%	**4 148**
Machinery and Equipment		5 102	3 484	4 148	116	3 249	3 970	721	18.2%	4 148
Transport Assets		**8 095**	**5 135**	**11 845**	**647**	**11 161**	**10 997**	**(164)**	-1.5%	**11 845**
Transport Assets		8 095	5 135	11 845	647	11 161	10 997	(164)	-1.5%	11 845
Total Repairs and Maintenance Expenditure	1	**119 637**	**124 209**	**131 856**	**9 008**	**114 669**	**120 739**	**6 070**	**5.0%**	**131 856**

4.4 Financial position

Table C6: Reflects the Financial Position of the Municipality

WC042 Hessequa - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		438 957	361 587	396 059	472 202	396 059
Trade and other receivables from exchange transactions		46 673	39 333	39 333	31 372	39 333
Receivables from non-exchange transactions		28 565	34 634	37 509	93 867	37 509
Current portion of non-current receivables		0	–	–	0	–
Inventory		4 775	4 509	4 509	4 348	4 509
VAT		9 774	11 975	11 975	5 465	11 975
Other current assets		1 064	1 060	1 060	1 064	1 060
Total current assets		**529 808**	**453 099**	**490 446**	**608 319**	**490 446**
Non current assets						
Investments						
Investment property		123 789	105 082	105 432	124 394	105 432
Property, plant and equipment		1 328 076	1 357 779	1 352 179	1 419 649	1 352 179
Biological assets						
Living and non-living resources						
Heritage assets		8 452	8 736	8 736	8 452	8 736
Intangible assets		179	174	174	167	174
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets						
Total non current assets		**1 460 495**	**1 471 771**	**1 466 521**	**1 552 661**	**1 466 521**
TOTAL ASSETS		**1 990 303**	**1 924 870**	**1 956 967**	**2 160 981**	**1 956 967**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		24 228	24 300	24 300	24 228	24 300
Consumer deposits		15 600	12 676	12 676	22 791	12 676
Trade and other payables from exchange transactions		78 189	80 225	65 860	53 489	65 860
Trade and other payables from non-exchange transactions		3 643	–	–	18 074	–
Provision		12 177	18 787	18 787	12 177	18 787
VAT		24 464	10 417	10 417	24 756	10 417
Other current liabilities		–	–	–	–	–
Total current liabilities		**158 301**	**146 405**	**132 040**	**155 514**	**132 040**
Non current liabilities						
Financial liabilities		98 254	126 032	126 032	86 492	126 032
Provision		161 403	175 954	176 454	161 403	176 454
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**259 658**	**301 986**	**302 486**	**247 896**	**302 486**
TOTAL LIABILITIES		**417 958**	**448 391**	**434 527**	**403 409**	**434 527**
NET ASSETS	2	**1 572 345**	**1 476 479**	**1 522 441**	**1 757 572**	**1 522 441**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 508 820	1 365 841	1 411 802	1 694 047	1 411 802
Reserves and funds		63 525	110 639	110 639	63 525	110 639
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**1 572 345**	**1 476 479**	**1 522 441**	**1 757 572**	**1 522 441**

4.5 Cash Flow & Investments

Table C7: Reflects the Cash flow of the Municipality

WC042 Hessequa - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		135 755	145 346	145 346	13 707	162 866	132 870	29 996	23%	145 346
Service charges		426 383	407 609	411 569	31 040	358 572	374 657	(16 085)	-4%	411 569
Other revenue		2 642 063	98 679	146 242	9 682	218 337	176 624	41 713	24%	146 242
Transfers and Subsidies - Operational		85 872	107 341	92 118	150	13 109	117 583	(104 474)	-89%	92 118
Transfers and Subsidies - Capital		110 675	61 792	53 981	(12)	54 013	53 059	955	2%	53 981
Interest		4 022	41 836	41 836	2 148	17 656	34 863	(17 207)	-49%	41 836
Dividends								–		
Payments										
Suppliers and employees		(2 068 042)	(729 494)	(728 222)	(45 495)	(651 668)	(751 237)	(99 569)	13%	(728 222)
Interest		(13 604)	(11 309)	(11 309)	–	(5 993)	(9 424)	(3 431)	36%	(11 309)
Transfers and Subsidies		–	(2 502)	(2 509)	(81)	(1 882)	(2 085)	(204)	10%	(2 509)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**1 323 124**	**119 297**	**149 052**	**11 139**	**165 011**	**126 909**	**(38 102)**	**-30%**	**149 052**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1 258	10 000	14 000	–	14 756	8 338	6 418	77%	14 000
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments			–	–	–	–	–	–		–
Payments										
Capital assets		(237 139)	(187 628)	(182 378)	(19 392)	(135 824)	(181 420)	(45 596)	25%	(182 378)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(235 881)**	**(177 628)**	**(168 378)**	**(19 392)**	**(121 068)**	**(173 082)**	**(52 014)**	**30%**	**(168 378)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			–	–	–	–	–	–		
Borrowing long term/refinancing		–	50 000	50 000	–	–	41 667	(41 667)	-100%	50 000
Increase (decrease) in consumer deposits		945	1 594	1 594	59	1 064	2 287	(1 223)	-53%	1 594
Payments										
Repayment of borrowing		–	(24 251)	(24 251)	–	(11 762)	(20 209)	(8 447)	42%	(24 251)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**945**	**27 343**	**27 343**	**59**	**(10 698)**	**23 745**	**34 442**	**145%**	**27 343**
NET INCREASE/ (DECREASE) IN CASH HELD		**1 088 188**	**(30 988)**	**8 017**	**(8 194)**	**33 245**	**(22 428)**			**8 017**
Cash/cash equivalents at beginning:		487 521	392 575	438 957	480 396	438 957	438 957			438 957
Cash/cash equivalents at month/year end:		1 575 709	361 587	446 974	472 202	472 202	416 528			446 974

Cash Flow (Table C7)

Operating Activities:

The year-to-date cash from operating activities amounts to R165,011 million in comparison to the budgeted SDBIP projection of R126,909 million. This translates to a surplus of ± R38,102 million on the budgeted projection. The deviation is largely resultant of misalignment between the budgeted projections and actual receipts and payments to date. The deviation is expected to decrease as the year progresses. No material deviation is expected at this stage.

Capital & Investments:

The year-to-date cash from capital and investment activities amounts to (R121,068) million in comparison to the budgeted SDBIP projection of (R173,082) million. The deviation represents the spending on capital programs not being in line with projections for the year-to-date and the proceeds on disposal of PPE that will exceed the budgeted amount. No material deviations are expected at this stage.

Cash Flow from Financing Activities:

The year-to-date cash from financing activities amounts to (R10,698) million, in comparison with the budgeted SDBIP projection of R23,745 million. The deviation is attributed to the budgeted SDBIP projections not considering the bi- annual payments of borrowings or the expected date when the new loan will be taken up. No material deviations are expected at year-end at this stage.

Financial problems and potential risks for the Municipality

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

Tables SC5: Investment Portfolio

WC042 Hessequa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ₃	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
FNB MONEY MARKET 62299016686	Call	1	Call		Call	0.000%			2026/06/30	29 350	240	(55 000)	56 680	31 271
ABSA	732	10 Months	Fixed Deposits		Fixed Deposits	8.180%			2026/03/30	-				-
ABSA	733	11 Months	Fixed Deposits		Fixed Deposits	8.250%			2026/04/30	10 000	757	(10 757)		-
ABSA	734	9+ Months	Fixed Deposits		Fixed Deposits	8.070%			2026/04/24	-				-
STANDARD BANK	735	11 Months	Fixed Deposits		Fixed Deposits	8.150%			2026/05/29	15 000				15 000
STANDARD BANK	736	11+ Months	Fixed Deposits		Fixed Deposits	8.188%			2026/06/24	15 000				15 000
ABSA	737	10 Months	Fixed Deposits		Fixed Deposits	8.050%			2026/05/07	15 000	1 006	(16 006)		-
ABSA	738	11 Months	Fixed Deposits		Fixed Deposits	8.090%			2026/06/08	15 000				15 000
ABSA	739	11 Months	Fixed Deposits		Fixed Deposits	8.120%			2026/06/18	10 000				10 000
ABSA	740	10+ Months	Fixed Deposits		Fixed Deposits	8.020%			2026/06/25	10 000				10 000
ABSA	741	11+ Months	Fixed Deposits		Fixed Deposits	8.050%			2026/07/25	10 000				10 000
ABSA	742	11 Months	Fixed Deposits		Fixed Deposits	7.900%			2026/07/07	15 000				15 000
ABSA	743	11 Months	Fixed Deposits		Fixed Deposits	7.850%			2026/07/15	10 000				10 000
ABSA	744	11+ Months	Fixed Deposits		Fixed Deposits	7.870%			2026/08/14	20 000				20 000
NEDBANK	745	11 Months	Fixed Deposits		Fixed Deposits	7.724%			2026/07/22	10 000				10 000
NEDBANK	746	10 Months	Fixed Deposits		Fixed Deposits	7.640%			2026/08/21	10 000				10 000
NEDBANK	747	11 Months	Fixed Deposits		Fixed Deposits	7.690%			2026/09/22	10 000				10 000
NEDBANK	748	11+ Months	Fixed Deposits		Fixed Deposits	7.750%			2026/10/16	20 000				20 000
NEDBANK	749	10 Months	Fixed Deposits		Fixed Deposits	7.584%			2026/09/21	20 000				20 000
NEDBANK	750	11 Months	Fixed Deposits		Fixed Deposits	7.634%			2026/10/21	20 000				20 000
ABSA	751	11 Months	Fixed Deposits		Fixed Deposits	7.680%			2026/10/27	10 000				10 000
ABSA	752	11+ Months	Fixed Deposits		Fixed Deposits	7.690%			2026/11/27	20 000				20 000
ABSA	753	11+ Months	Fixed Deposits		Fixed Deposits	7.720%			2026/12/04	20 000				20 000
NEDBANK	754	11 Months	Fixed Deposits		Fixed Deposits	7.590%			2026/11/10	20 000				20 000
NEDBANK	755	11 Months	Fixed Deposits		Fixed Deposits	7.410%			2026/12/17	10 000				10 000
NEDBANK	756	11+ Months	Fixed Deposits		Fixed Deposits	7.445%			2027/01/08	10 000				10 000
NEDBANK	757	11 Months	Fixed Deposits		Fixed Deposits	7.290%			2027/01/13	20 000				20 000
NEDBANK	758	11+ Months	Fixed Deposits		Fixed Deposits	7.320%			2027/02/05	20 000				20 000
ABSA	759	11+ Months	Fixed Deposits		Fixed Deposits	7.330%			2027/02/12	10 000				10 000
NEDBANK	760	11+ Months	Fixed Deposits		Fixed Deposits	7.324%			2027/02/19	10 000				10 000
ABSA	761	11+ Months	Fixed Deposits		Fixed Deposits	7.630%			2027/03/05	20 000				20 000
NEDBANK	762	11+ Months	Fixed Deposits		Fixed Deposits	7.552%			2027/02/27	15 000				15 000
ABSA	763	11 Months	Fixed Deposits		Fixed Deposits	7.970%			2027/03/12	10 000				10 000
ABSA	764	11+ Months	Fixed Deposits		Fixed Deposits	8.010%			2027/03/31	15 000				15 000
NEDBANK	765	11 Months	Fixed Deposits		Fixed Deposits	8.140%			2027/04/14				20 000	20 000
Municipality sub-total										474 350	2 003	(81 763)	76 680	471 271
Entities														
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2									474 350	2 003	(81 763)	76 680	471 271

HESSEQUA MUNISIPALITEIT
KORTTERMYN BELEGGINGS 2026/05/31

Verw. No	Bankinstelling	Koers/Termyn	Verval Datum	Belê 2024/25	Belê 2024/25	Verwysing	Rente 2024/25	Rente 2025/26	Rente 2024/25 voorsien	Onttrekking 2025/26	Verwys No	Onttrekking 2025/26	Balans 31/05/2026
	SALDO 1/07/2025												
697	NEDBANK	11 MNDE @ 9.000%	14 JUL 2025	20 000 000		Tjek 90069738-41 - 2024/08/14	1 583 013.70	64 109.59	1 583 013.70	20 000 000	Kw 792707-08- 15/07/2025	-21 647 123.29	0.00
698	NEDBANK	11+ MNDE @ 9.017%	05 AUG 2025	10 000 000		Tjek 90069742-43 - 2024/08/14	793 001.92	86 464.38	793 001.92	10 000 000	Kw 794654-55- 22/08/2025	-10 879 466.30	0.00
699	ABSA	11 MNDE @ 8.950%	30 JUL 2025	10 000 000		Tjek 90070027-28 - 2024/08/30	747 876.71	71 109.59	747 876.71	10 000 000		-10 818 986.30	0.00
700	ABSA	11+ MNDE @ 8.950%	15 AUG 2025	10 000 000		Tjek 90070029-30 - 2024/08/30	747 876.71	110 342.47	747 876.71	10 000 000	Kw 794652-53- 22/08/2025	-10 858 219.18	0.00
702	NEDBANK	11 MNDE @ 8.820%	18 AUG 2025	10 000 000		Tjek 90070281-82 - 2024/09/17	693 517.81	115 989.04	693 517.81	10 000 000	Kw 794657-58- 22/08/2025	-10 809 506.85	0.00
703	NEDBANK	11+ MNDE @ 8.820	05 SEPT 2025	10 000 000		Tjek 90070283-84 - 2024/09/17	693 517.81	159 484.93	693 517.81	10 000 000	Kw 795981-82- 11/09/2025	-10 853 002.74	0.00
704	NEDBANK	11+ MNDE @ 8.774%	15 SEP 2025	10 000 000		Tjek 90070455-56 - 2024/09/30	658 650.96	182 691.51	658 650.96	10 000 000	Kw 796146-47- 16/09/2025	-10 841 342.47	0.00
706	STANDARD BANK	11+ MNDE @ 8.775%	25 SEP 2025	15 000 000		Tjek 90070471-73 - 2024/09-30	988 089.04	310 130.14	988 089.04	15 000 000	Kw 796668-69- 30/09/2025	-16 298 219.18	0.00
707	STANDARD BANK	11+ MNDE @ 8.850%	02 OCT 2025	10 000 000		Tjek 90070678-79 - 2024/10/11	637 684.93	225 493.15	637 684.93	10 000 000	Kw 797196-97- 03/10/2025	-10 863 178.08	0.00
708	STANDARD BANK	11 MNDE @ 8.825%	17 OCT 2025	20 000 000		Tjek 90071410-13 - 2024/11/18	1 088 013.70	522 246.57	1 088 013.70	20 000 000	Kw 797923-24- 21/10/2025	-21 610 260.27	0.00
709	STANDARD BANK	11 MNDE @ 8.750%	21 OCT 2025	20 000 000		Tjek 90071515-18 - 2024/11/21	1 064 383.56	536 986.30	1 064 383.56	20 000 000	Kw - 22/10/2025	-21 601 369.86	0.00
710	STANDARD BANK	11+ MNDE @ 8.800%	14 NOV 2025	15 000 000		Tjek 90071519-21 - 2024/11/21	802 849.32	499 068.49	802 849.32	15 000 000	Kw 799518-19- 19/11/2025	-16 301 917.81	0.00
712	ABSA	11 MNDE @ 8.650%	14 NOV 2025	20 000 000		Tjek 90072070-73 - 2024/12/23	900 547.94	892 000.00	900 547.94	20 000 000	Kw 799922-23- 28/11/2025	-21 592 547.94	0.00
713	STANDARD BANK	11+ MNDE @ 8.700%	19 DEC 2025	20 000 000		Tjek 90072074-77 - 2024/12/23	905 753.42	815 178.08	905 753.42	20 000 000		-21 720 931.51	0.00
714	ABSA	10 MNDE @ 8.690%	13 NOV 2025	10 000 000		Tjek 90072161-62 - 2025/01/13	402 358.90	321 410.96	402 358.90	10 000 000	Kw 799521-22- 19/11/2025	-10 723 769.86	0.00
715	ABSA	11 MNDE @ 8.740%	12 DEC 2025	10 000 000		Tjek 90072183-84 - 2025/01/13	404 673.97	392 701.37	404 673.97	10 000 000		-10 797 375.34	0.00
716	ABSA	10 MNDE @ 8.660%	21 NOV 2025	5 000 000		Tjek 90072299 - 2025/01/22	189 808.21	169 641.10	189 808.21	5 000 000	Kw 799924-25- 28/11/2025	-5 359 449.31	0.00
717	STANDARD BANK	11 MNDE @ 8.725%	22 DEC 2025	10 000 000		Tjek 90072300-01 - 2025/01/22	382 465.75	415 931.51	382 465.75	10 000 000		-10 798 397.26	0.00
718	STANDARD BANK	±10 MNDE @ 8.600%	22 DEC 2025	5 000 000		Tjek 90072644 - 2025/02/25	148 438.36	204 986.30	148 438.36	5 000 000		-5 353 424.66	0.00
719	STANDARD BANK	11 MNDE @ 8.675%	26 JAN 2026	10 000 000		Tjek 90072645-46 - 2025/02/25	299 465.75	496 732.88	299 465.75	10 000 000	Kw 803074-75- 30/01/2026	-10 796 198.63	0.00
720	STANDARD BANK	11 MNDE @ 8.675%	28 JAN 2026	10 000 000		Tjek 90072925-26 - 2025/02/28	292 335.62	501 486.30	292 335.62	10 000 000	Kw 803072-73- 30/01/2026	-10 793 821.92	0.00
721	ABSA	10 MNDE @ 8.510%	12 JAN 2026	5 000 000		Tjek 90073072 - 2025/03/12	129 398.63	227 321.92	129 398.63	5 000 000	Kw 802466-67- 15/01/2026	-5 356 720.55	0.00
723	STANDARD BANK	10 MNDE @ 8.525%	14 JAN 2026	5 000 000		Tjek 90073169 - 2025/03/14	127 291.10	230 058.22	127 291.10	5 000 000	Kw 802463-64- 15/01/2026	-5 357 349.32	0.00
724	STANDARD BANK	11 MNDE @ 8.625%	13 FEB 2026	10 000 000		Tjek 90073170-71 - 2025/03/14	257 568.49	536 404.11	257 568.49	10 000 000	Kw 804092-93- 17/02/2026	-10 793 972.60	0.00
725	ABSA	10 MNDE @ 8.390%	10 FEB 2026	15 000 000		Tjek 90073582-84 - 2025/04/10	282 731.50	772 339.73	282 731.50	15 000 000	Kw 804014-15- 13/02/2026	-16 055 071.23	0.00
726	STANDARD BANK	11 MNDE @ 8.450%	10 MAR 2026	15 000 000		Tjek 900733585-87 - 2025/04/10	284 753.42	875 095.89	284 753.42	15 000 000	Kw 805728-29- 20/03/2026	-16 159 849.31	0.00
728	STANDARD BANK	10 MNDE @ 8.400%	13 FEB 2026	5 000 000		Tjek 90073605 - 2025/04/15	88 602.74	261 205.48	88 602.74	5 000 000	Kw 804094-95- 17/02/2026	-5 349 808.22	0.00
729	ABSA	10 MNDE @ 8.150%	09 MAR 2026	10 000 000		Tjek 90073968-69 - 2025/05/09	118 342.46	560 452.06	118 342.46	10 000 000	Kw 805538-39- 11/03/2026	-10 678 794.52	0.00
730	ABSA	11 MNDE @ 8.160%	09 APR 2026	15 000 000		Tjek 90073970-72 - 2025/05/09	177 731.50	945 665.76	177 731.50	15 000 000	Kw 806624-25- 15/04/2026	-16 123 397.26	0.00
732	ABSA	10 MNDE @ 8.180%	30 MAR 2026	5 000 000		Tjek 90074387 - 2025/05/30	35 857.53	304 789.05	35 857.53	5 000 000	Kw 806039-40- 31/03/2026	-5 340 646.58	0.00
733	ABSA	11 MNDE @ 8.250%	30 APR 2026	10 000 000		Tjek 90074388-89 - 2025/05/30	72 328.76	684 863.02	72 328.76	10 000 000	Kw 807898-99- 13/05/2026	-10 757 191.78	0.00
734	ABSA	9+ MNDE @ 8.070%	24 APR 2026	5 000 000		Tjek 90074954 - 2025/06/30	1 105.47	328 327.41	1 105.47	5 000 000	Kw 807050-51- 29/04/2026	-5 329 432.88	0.00
735	STANDARD BANK	11 MNDE @ 8.150%	29 MAY 2026	15 000 000		Tjek 90074955-57 - 2025/06/30			3 349.32				15 000 000.00
736	STANDARD BANK	11+ MNDE @ 8.188%	24 JUN 2026	15 000 000		Tjek 90074958-60 - 2025/06/30			3 364.93				15 000 000.00
737	ABSA	10 MNDE @ 8.050%	07 MAY 2026		15 000 000	Tjek 90075009-11 - 2025/07/07		1 005 698.63		15 000 000	Kw 807895-96- 13/05/2026	-16 005 698.63	0.00
738	ABSA	11 MNDE @ 8.090%	08 JUNE 2026		15 000 000	Tjek 90075012-14 - 2025/07/07							15 000 000.00
739	ABSA	11 MNDE @ 8.120%	18 JUNE 2026		10 000 000	Tjek 90075257-88 - 2025/07/18							10 000 000.00
740	ABSA	10+ MNDE @ 8.020%	25 JUNE 2026		10 000 000	Tjek 90075520-21 - 2025/07/31							10 000 000.00
741	ABSA	11+ MNDE @ 8.050%	25 JULY 2026		10 000 000	Tjek 90075522-23 - 2025/07/31							10 000 000.00
742	ABSA	11 MNDE @ 7.900%	07 JUL 2026		15 000 000	Tjek 90075593-95 - 2025/08/07							15 000 000.00
743	ABSA	11 MNDE @7.850%	15 JUL 2026		10 000 000	Tjek 90075664-65 - 2025/08/15							10 000 000.00
744	ABSA	11+ MNDE @7.870%	14 AUG 2026		20 000 000	Tjek 90075828-31 - 2025/08/22							20 000 000.00
745	NEDBANK	11 MNDE @ 7.724%	22 JUL 2026		10 000 000	Tjek 90075832-33 - 2025/08/22							10 000 000.00
746	NEDBANK	10 MNDE @7.640%	21 AUG 2026		10 000 000	Tjek 90076817-18 - 2025/10/22							10 000 000.00
747	NEDBANK	11 MNDE @7.690%	22 SEP 2026		10 000 000	Tjek 90076819-20 - 2025/10/22							10 000 000.00
748	NEDBANK	11+ MNDE @7.750%	16 OCT 2026		20 000 000	Tjek 90076821-24 - 2025/10/22							20 000 000.00
749	NEDBANK	10 MNDE @7.584%	21 SEP 2026		20 000 000	Tjek 9007411-14 - 2025/11/21							20 000 000.00
750	NEDBANK	11 MNDE @7.634%	21 OCT 2026		20 000 000	Tjek 9007415-18 - 2025/11/21							20 000 000.00
751	ABSA	11 MNDE @7.680%	27 OCT 2026		10 000 000	Tjek 90077573-74 - 2025/11/27							10 000 000.00
752	ABSA	11+ MNDE @7.690%	24 NOV 2026		20 000 000	Tjek 90077575-78 - 2025/11/27							20 000 000.00
753	ABSA	11+ MNDE @7.720%	04 DEC 2026		20 000 000	Tjek 90077789-92 - 2025/12/10							20 000 000.00
754	NEDBANK	11 MNDE @ 7.590%	10 NOV 2026		20 000 000	Tjek 90077793-96 - 2025/12/10							20 000 000.00
755	NEDBANK	11 MNDE @ 7.410%	17 DEC 2026		10 000 000	Tjek 90078263-64 - 2026/01/16							10 000 000.00
756	NEDBANK	11+ MNDE @ 7.445%	08 JAN 2027		10 000 000	Tjek 90078265-66 - 2026/01/16							10 000 000.00
757	NEDBANK	11 MNDE @7.290%	13 JAN 2027		20 000 000	Tjek 90078720-23 - 2026/02/13							20 000 000.00
758	NEDBANK	11+ MNDE @7.320%	05 FEB 2027		20 000 000	Tjek 90078724-27 - 2026/02/13							20 000 000.00
759	ABSA	11+ MNDE @7.330%	12 FEB 2027		10 000 000	Tjek 90078922-23 - 2026/02/27							10 000 000.00
760	NEDBANK	11+ MNDE @7.324%	19 FEB 2027		10 000 000	Tjek 90079017-18 - 2026/03/06							10 000 000.00
761	ABSA	11+ MNDE @7.630%	05 MAR 2027		20 000 000	Tjek 90079166-69 - 2026/03/12							20 000 000.00
762	NEDBANK	11+ MNDE @7.552%	24 FEB 2027		15 000 000	Tjek 90079170-72 - 2026/03/12							15 000 000.00
763	ABSA	11 MNDE @7.970%	12 MAR 2027		10 000 000	Tjek 90079483-84 - 2026/04/13							10 000 000.00
764	ABSA	11+ MNDE @8.010%	31 MAR 2027		15 000 000	Tjek 90079485-87 - 2026/04/13							15 000 000.00
765	NEDBANK	11 MNDE @8.140%	14 APR 2027		20 000 000	Tjek 90079896-99 - 2026/05/14							20 000 000.00
				390 000 000.00	425 000 000.00		16 000 035.69	13 626 405.94	16 006 749.94	375 000 000.00		- 404 626 441.64	440 000 000.00

CALL DEPOSIT ACCOUNT

2025/2026

Verw. No	Bankinstelling	Koers/Termyn	Verw. No.		Saldo 01/07/2025	Belê 2025/26	Bankkoste	Rente		Verw. No.	Onttrekking 2025/26	Verwys. No.	Balans 31/05/2026
1.	FNB	Wisselend	62299018686		28 571 694.06	423 986 000.00	0.00	2 213 129.55		0.00	421 500 000.00	Verskeie Drukstukke Aangeheg	31 270 823.61
					28 571 694.06	423 986 000.00	0.00	2 213 129.55			421 500 000.00		31 270 823.61

471 270 823.61

Development Charges

Development charges for municipal infrastructure are included in investments. Year- to- date revenue from development charges amounts to R5,614 million, compared to a budgeted SDBIP amount of R7,951 million.

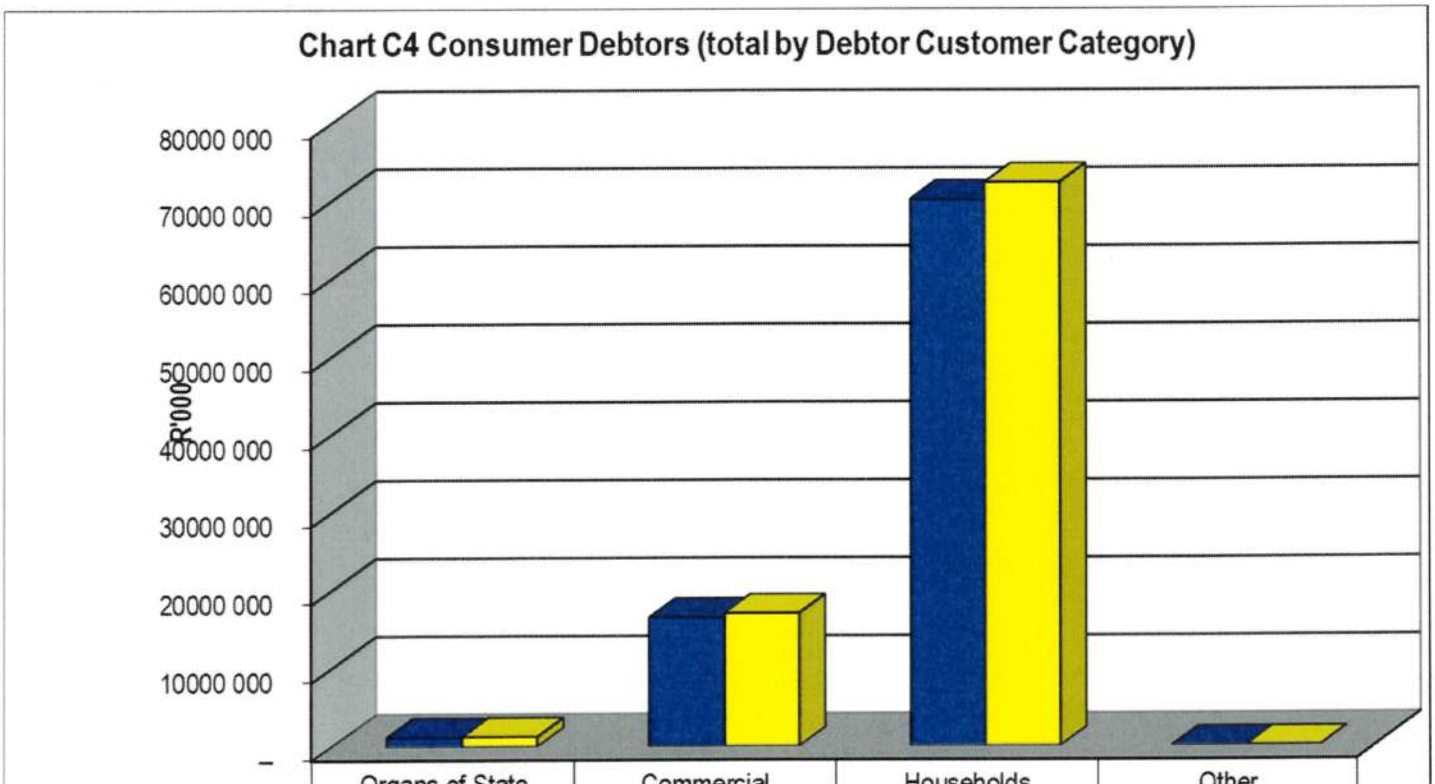
4.6 Debtors Age Analysis

WC042 Hessequa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

Description	NT Code	Budget Year 2025/26											
R thousands		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	4 487	1 273	964	864	730	730	3 131	6 434	18 612	11 888	70	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 898	1 337	632	300	272	239	1 160	2 807	18 646	4 778	7	–
Receivables from Non-exchange Transactions - Property Rates	1400	8 769	1 208	588	411	348	550	1 684	3 501	17 060	6 494	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	2 665	814	596	525	486	462	2 361	5 589	13 498	9 423	49	–
Receivables from Exchange Transactions - Waste Management	1600	2 992	853	603	538	493	470	2 190	4 305	12 443	7 996	54	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	355	325	346	326	308	292	1 458	3 481	6 890	5 864	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	500	138	122	78	27	28	287	2 283	3 463	2 703	42	–
Total By Income Source	**2000**	**31 665**	**5 948**	**3 852**	**3 042**	**2 664**	**2 771**	**12 271**	**28 400**	**90 612**	**49 148**	**222**	**–**
2024/25 - totals only		34869811 3/5	2870662 2/9	2428772 3/8	1988937 1/3	1725640 1/4	1645703 8/9	9212826	28210222 8/9	82 953	**42 783**	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	374	176	104	36	31	29	271	226	1 247	593	–	–
Commercial	2300	8 974	1 177	624	340	288	291	1 405	3 961	17 061	6 285	–	–
Households	2400	22 317	4 595	3 123	2 666	2 344	2 451	10 596	24 212	72 304	42 269	222	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**31 665**	**5 948**	**3 852**	**3 042**	**2 664**	**2 771**	**12 271**	**28 400**	**90 612**	**49 148**	**222**	**–**

Debtors, 30 days older on 31 May 2026, amount to R58,947 million, in comparison to the amount of R57,941 million for 30 April 2026. This represents an increase of R1,006 million for the month. The debtors' collection rate for May 2026 is 101,03%. Strict credit control measures are being applied.

The graph below compares 2024/2025 to 2025/2026 Outstanding debt by customer classification for the month of May 2026.



	Organs of State	Commercial	Households	Other
2024/25	1209 905	16549 222	70134 943	–
Budget Year 2025/26	1247 325	17061 054	72304 065	–

4.7 Creditors Age Analysis

Table SC4: Outstanding Creditors

WC042 Hessequa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		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	24 756								24 756	
Pensions / Retirement deductions	0500									–	
Loan repayments	0600									–	
Trade Creditors	0700	4 974								4 974	
Auditor General	0800									–	
Other	0900	35 115								35 115	
Medical Aid deductions	0950									–	
Total By Customer Type	**1000**	**64 845**	–	–	–	–	–	–	–	**64 845**	–

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 (R18,074) million, payments received in advance (R7,963) million, retentions (R17,557) million, VAT (24,756) and other creditors (R9,595) million. Trade creditors amount to (R4,974) million.

4.8 Grants & Donations

Table SC6: Transfers and grant receipts

WC042 Hessequa - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		66 856	71 320	71 320	131	70 565	67 517	3 048	4.5%	71 320
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-		-
Equitable Share		63 158	67 378	67 378	-	67 378	64 009	3 369	5.3%	67 378
Expanded Public Works Programme Integrated Grant		1 236	1 351	1 351	27	1 333	1 219	114	9.3%	1 351
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-		-
Local Government Financial Management Grant		1 700	1 800	1 800	41	1 191	1 575	(384)	-24.4%	1 800
Municipal Disaster Relief Grant	3	-	-	-	-	-	-	-		-
Municipal Infrastructure Grant		762	791	791	63	664	714	(51)	-7.1%	791
Provincial Government:		817	3 835	7 560	8	632	6 167	(5 535)	-89.7%	7 560
Capacity Building and Other Grants		479	1 256	5 186	2	381	4 204	(3 823)	-90.9%	5 186
Infrastructure Grant		337	2 579	2 374	6	251	1 964	(1 712)	-87.2%	2 374
Other grant providers:		380	600	852	-	24	681	(657)	-96.4%	852
Education Training and Development Practices SETA		78	600	600	-	23	480	(457)	-95.2%	600
Unspecified		301	-	252	-	1	201	(200)	-99.5%	252
Total Operating Transfers and Grants	5	68 053	75 755	79 731	139	71 222	74 365	(3 144)	-4.2%	79 731
Provincial Government:		480	469	469	(150)	452	430	22	5.2%	469
Capacity Building and Other Grants		480	469	469	(150)	452	430	22	5.2%	469
Other grant providers:		1 500	-	639	-	-	511	(511)	-100.0%	639
Developers Contribution		1 500	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	1 980	469	1 108	(150)	452	941	(489)	-51.9%	1 108
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	70 033	76 224	80 839	(11)	71 674	75 306	(3 632)	-4.8%	80 839

Receipts (Table SC6):

Operating:

The year-to-date receipt is R71,222 million against the budgeted SDBIP projection of R74,365 million. Income is only recognized after the conditions of a grant are met. No material deviation is expected at this stage.

Capital:

The year-to-date receipts amount to R0,452 million in comparison with the budgeted SDBIP projection of R0,941 million. Income is only recognized after the conditions of a grant are met. No material deviation is expected at this stage.

Transfers and Grants Receipts as at 31 May 2026	
Row Labels	**Sum of Amount**
CDW	56 000.00
EPWP	1 351 000.00
EQUITABLE SHARE	67 378 000.00
FINANCIAL CAPABILITY GRANT	1 050 000.00
FMG	1 800 000.00
HMS	155 501.50
HMS - Gouritsmond	260 000.00
LG Seta	337 818.10
LG SKILLS DEVELOPMENT	9 237.00
LIBRARY REPLACEMENT FUNDING	7 298 000.00
LIBRRAY CONDITIONAL GRANT	4 496 000.00
MERG	37 000 000.00
MIG	15 812 000.00
MUNICIPAL WATER RESILIENCE GRANT	1 550 000.00
RSEP	810 000.00
Thusong Grant	150 000.00
TITLE DEED RESTORATION	469 530.50
Tourism Growth Grant	452 311.87
Transport Infrastructure	135 000.00
Grand Total	**140 570 398.97**

Table SC7: Transfers and grant expenditure

WC042 Hessequa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M11 May

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		3 708	4 039	4 039	126	3 260	3 761	(501)	-13.3%	4 039
Equitable Share		84	97	97	–	97	97	0	0.4%	97
Expanded Public Works Programme Integrated Grant		1 233	1 351	1 351	22	1 354	1 310	44	3.4%	1 351
Integrated National Electrification Programme Grant		–	–	–	–	–	–	–		–
Local Government Financial Management Grant		1 629	1 800	1 800	41	1 146	1 640	(495)	-30.2%	1 800
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Infrastructure Grant		762	791	791	63	664	714	(51)	-7.1%	791
Provincial Government:		369	3 835	7 548	137	3 178	6 153	(2 975)	-48.4%	7 548
Capacity Building and Other Grants		31	1 256	5 174	125	2 916	4 207	(1 291)	-30.7%	5 174
Infrastructure Grant		337	2 579	2 374	11	263	1 947	(1 684)	-86.5%	2 374
Other grant providers:		323	600	852	–	25	686	(660)	-96.3%	852
Buildings and Construction		–	–	–	–	–	–	–		–
Education Training and Development Practices SETA		74	600	600	–	23	485	(461)	-95.2%	600
Unspecified		248	–	252	–	2	201	(199)	-98.9%	252
Total operating expenditure of Transfers and Grants:		4 400	8 474	12 439	263	6 464	10 601	(4 137)	-39.0%	12 439
Capital expenditure of Transfers and Grants										
National Government:		18 704	15 021	15 021	2 684	10 792	13 412	(2 620)	-19.5%	15 021
Integrated National Electrification Programme Grant		3 748	–	–	–	–	–	–		–
Municipal Disaster Relief Grant		490	–	–	–	–	–	–		–
Municipal Infrastructure Grant		14 466	15 021	15 021	2 684	10 792	13 412	(2 620)	-19.5%	15 021
Provincial Government:		122 196	47 320	39 509	180	37 902	39 961	(2 058)	-5.2%	39 509
Capacity Building and Other Grants		1 704	1 279	1 279	180	902	1 067	(164)	-15.4%	1 279
Infrastructure Grant		120 492	46 041	38 230	–	37 000	38 894	(1 894)	-4.9%	38 230
Other grant providers:		2 510	–	639	606	606	511	94	18.5%	639
Developers Contribution		1 181	–	–	–	–	–	–		–
Unspecified		1 329	–	639	606	606	511	94	18.5%	639
Total capital expenditure of Transfers and Grants		143 410	62 341	55 169	3 470	49 300	53 884	(4 584)	-8.5%	55 169
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		147 809	70 815	67 608	3 733	55 764	64 484	(8 720)	-13.5%	67 608

Expenditure (Table SC7)

Operating:

The year-to-date expenditure is R6,464 million against the budgeted SDBIP projection of R10,601 million. Payments are expected to be made before year-end as projects are being completed. No material deviation is expected at this stage.

Capital:

The year-to-date expenditure from capital grants amounts to R49,300 million. The SDBIP projection for the year-to-date is R53,884 million. Payments are expected to be made before year-end as projects are being completed. No material deviation is expected at year-end at this stage.

4.9 Employee Related Costs
Table SC8: Councillor and Staff benefits

WC042 Hessequa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 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		491	440	552	43	475	499	(24)	-5%	552
Medical Aid Contributions		147	168	168	16	148	153	(5)	-3%	168
Motor Vehicle Allowance								–		
Cellphone Allowance		799	860	830	67	732	757	(25)	-3%	830
Housing Allowances								–		
Other benefits and allowances		7 691	8 222	8 489	678	7 439	7 691	(251)	-3%	8 489
Sub Total - Councillors		**9 128**	**9 690**	**10 039**	**804**	**8 795**	**9 099**	**(305)**	**-3%**	**10 039**
% increase	4		**6.2%**	**10.0%**						**10.0%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 770	7 617	8 316	458	7 153	7 696	(543)	-7%	8 316
Pension and UIF Contributions		1 060	1 488	1 645	83	1 292	1 517	(225)	-15%	1 645
Medical Aid Contributions		164	210	210	12	156	189	(33)	-17%	210
Overtime								–		
Performance Bonus		1 045	1 511	1 414	–	1 228	1 160	68	6%	1 414
Motor Vehicle Allowance		798	833	924	89	871	817	54	7%	924
Cellphone Allowance		47	141	148	13	125	134	(9)	-7%	148
Housing Allowances		13	14	14	1	13	13	(0)	-2%	14
Other benefits and allowances		201	116	270	29	295	194	102	53%	270
Payments in lieu of leave		26	–	–	–	–	–	–		–
Long service awards		–	106	–	–	–	13	(13)	-100%	–
Sub Total - Senior Managers of Municipality		**9 125**	**12 037**	**12 942**	**685**	**11 133**	**11 732**	**(600)**	**-5%**	**12 942**
% increase	4		**31.9%**	**41.8%**						**41.8%**
Other Municipal Staff										
Basic Salaries and Wages		144 409	170 552	167 997	12 914	142 909	153 071	(10 162)	-7%	167 997
Pension and UIF Contributions		26 468	30 743	30 904	2 369	26 126	28 064	(1 938)	-7%	30 904
Medical Aid Contributions		7 476	9 606	9 669	712	7 604	8 695	(1 091)	-13%	9 669
Overtime		8 374	7 884	9 270	937	8 038	8 174	(136)	-2%	9 270
Performance Bonus		11 421	15 812	13 865	–	12 134	13 728	(1 594)	-12%	13 865
Motor Vehicle Allowance								–		
Cellphone Allowance		870	943	1 049	110	1 139	976	162	17%	1 049
Housing Allowances		1 367	905	917	69	764	832	(68)	-8%	917
Other benefits and allowances		9 364	9 287	9 934	914	9 262	8 959	304	3%	9 934
Payments in lieu of leave		1 371	–	356	25	379	253	126	50%	356
Long service awards		2 208	1 754	1 754	81	950	1 486	(536)	-36%	1 754
Post-retirement benefit obligations	2	8 208	10 605	10 605	331	3 425	8 905	(5 480)	-62%	10 605
In kind benefits		0	1	1	–	–	0	(0)	-100%	1
Sub Total - Other Municipal Staff		**221 537**	**258 092**	**256 320**	**18 463**	**212 731**	**233 144**	**(20 413)**	**-9%**	**256 320**
% increase	4		**16.5%**	**15.7%**						**15.7%**
Total Parent Municipality		**239 790**	**279 818**	**279 300**	**19 952**	**232 658**	**253 976**	**(21 318)**	**-8%**	**279 300**
TOTAL SALARY, ALLOWANCES & BENEFITS		**239 790**	**279 818**	**279 300**	**19 952**	**232 658**	**253 976**	**(21 318)**	**-8%**	**279 300**
% increase	4		**16.7%**	**16.5%**						**16.5%**
TOTAL MANAGERS AND STAFF		**230 661**	**270 128**	**269 261**	**19 148**	**223 863**	**244 876**	**(21 013)**	**-9%**	**269 261**

5. Cost Containment Report

Cost Containment Monthly Report													
Cost Containment Measures	Budget YTD	Jul-25	Aug-25	Sept-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	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
Use of consultants	13 196	105	302	573	552	391	464	191	288	906	578	697	8 149
Overtime	8 174	619	541	635	- 50	545	692	1 850	970	596	703	937	136
Vehicles used for political office-bearers	-	-	-	-	-	-	-	-	-	-			-
Travel and subsistence	1 941	149	68	301	73	178	189	146	121	177	146	156	237
Domestic accommodation	670	44	101	94	43	18	5	1	31	13	19	28	273
Sponsorships and catering	502	42	39	23	58	45	11	19	119	25	26	3	92
Communication	720	4	12	11	12	3	25	4	11	12	13	11	602
Conferences, Meetings & Study tours	842	26	84	84	5	45	45	- 2	123	31	34	32	335
Other related expenditure items (Events)	238	12	38	13	68	19	-	-	8	11	-	8	61
Total	26 283	1 001	1 185	1 734	761	1 244	1 431	2 209	1 671	1 771	1 519	1 872	9 885

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

QUALITY CERTIFICATE

I, **ASA de Klerk**, the municipal manager of **Hessequa Municipality**, hereby certify that –

- **The monthly budget statement**

For the month of **May 2026** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **A S A de Klerk**

Municipal Manager of Hessequa Municipality – WC042

Signature

Date 09 June 2026