

Hessequa Municipality



Financial Management Report MFMA Section 52 Report

1st Quarter 2027 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 September 2026

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Glossary

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

Budget – The financial plan of the Municipality

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

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

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

FMG – Financial Management Grant.

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

GRAP – Generally 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.

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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 September 2026** 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 September 2026**.

Revenue by Source

The year-to-date revenue excluding Capital Transfers at the end of September 2026 is R212,059 million, compared to the SDBIP budget of R231,150 million, resulting in a variance of 8%. When including Transfers recognized – capital, the revenue to date is R212,059 million compared to An SDBIP budget of R233,468 million.

Operating Expenditure

The expenditure to date is R157,196 million compared to an SDBIP budget of R171,236 million.

Capital Expenditure

The year-to-date expenditure on capital is R11,887 million against an SDBIP budget of R15,392 million.

Cash Flows

Cash/cash equivalents at the end of September 2026 is R531,082 million.

Debtors Ageing

Debtors outstanding at the end of September 2026 is R98,882 million.

Creditors Ageing

Creditors outstanding at the end of September 2026 amount to R79,671 million.

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

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Table C1: Monthly Budget Statement Summary

WC042 Hessequa - Table C1 Monthly Budget Statement Summary - M03 September

Description	2025/26	Budget Year 2026/27							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	151 838	156 655	156 655	11 989	50 323	39 164	11 159	28%	156 655
Service charges	391 226	411 463	411 463	34 919	99 969	102 866	(2 897)	-3%	411 463
Investment revenue	37 632	31 761	31 761	2 298	8 131	7 940	190	2%	31 761
Transfers and subsidies - Operational	80 109	89 081	89 081	1 310	31 988	32 834	(846)	(0)	89 081
Other own revenue	203 121	193 432	193 432	10 729	21 648	48 347	(26 698)	-55%	193 432
Total Revenue (excluding capital transfers and contributions)	863 926	882 392	882 392	61 245	212 009	231 150	(19 091)	-8%	882 392
Employee costs	254 416	290 063	290 063	20 844	61 099	64 802	(3 702)	-6%	290 063
Remuneration of Councillors	9 599	10 537	10 537	804	2 412	2 634	(222)	-8%	10 537
Depreciation, amortisation and impairment	46 116	54 556	54 556	-	-	-	-	-	54 556
Interest, Dividends and Rent on Land	19 052	23 438	23 438	(75)	(75)	-	(75)	#DIV/0!	23 438
Inventory consumed and bulk purchases	255 067	272 653	272 967	19 922	66 530	68 487	(1 957)	-3%	272 967
Transfers and subsidies	2 295	2 775	2 775	160	811	534	276	52%	2 775
Other expenditure	186 945	227 743	227 674	10 267	26 419	34 779	(8 360)	-24%	227 674
Total Expenditure	773 519	881 766	882 011	51 923	157 196	171 236	(14 040)	-8%	882 011
Surplus/(Deficit)	90 407	625	381	9 323	54 862	59 914	(5 052)	-8%	381
Transfers and subsidies - capital (monetary)	53 313	55 799	55 799	-	-	2 318	2 318	-100%	55 799
Transfers and subsidies - capital (in-kind)	1 325	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	-12%	56 180
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	-12%	56 180
Capital expenditure & funds sources									
Capital expenditure	166 065	176 398	185 505	10 840	11 887	15 392	(3 505)	-23%	185 505
Capital transfers recognised	54 622	55 799	55 799	5 290	5 290	5 658	(368)	-7%	55 799
Borrowing	46 499	20 000	21 399	-	487	4 254	(3 767)	-89%	21 399
Internally generated funds	64 934	100 599	108 307	5 550	6 109	5 480	629	11%	108 307
Total sources of capital funds	166 065	176 398	185 505	10 840	11 887	15 392	(3 505)	-23%	185 505
Financial position									
Total current assets	607 496	499 419	490 068		650 894				490 068
Total non current assets	1 567 967	1 809 994	1 819 101		1 579 854				1 819 101
Total current liabilities	182 167	164 841	164 841		182 665				164 841
Total non current liabilities	277 549	297 474	297 474		277 474				297 474
Community wealth/Equity	1 716 747	1 848 575	1 846 863		1 770 609				1 846 863
Cash flows									
Net cash from (used) operating	656 222	179 652	179 513	24 619	29 522	52 062	22 541	43%	179 513
Net cash from (used) investing	(214 135)	(194 857)	(203 964)	(9 840)	(10 597)	(20 065)	(9 468)	47%	(203 964)
Net cash from (used) financing	52 726	(224)	(224)	89	280	(3 389)	(3 670)	108%	(224)
Cash/cash equivalents at the month/year end	933 764	308 583	371 337	56 1282	415 218	424 621	9 403	2%	371 337
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	32 734	6 374	6 305	3 056	2 704	2 474	12 592	32 644	98 882
Creditors Age Analysis									
Total Creditors	79 671	-	-	-	-	-	-	-	79 671

Finance Management Report for the quarter ended 30 September 2026

4. Operating Revenue and Expenditure

Table C4: Reflects Revenue and Expenditure by Source

WC042 Hessequa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description		Ref	2025/26	Budget Year 2026/27							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue											
Exchange Revenue											
Service charges - Electricity			251 142	276 282	276 282	23 188	64 695	69 071	(4 376)	-6%	276 282
Service charges - Water			63 298	61 386	61 386	5 061	14 718	15 346	(629)	-4%	61 386
Service charges - Waste Water Management			35 116	34 195	34 195	3 068	9 166	8 549	617	7%	34 195
Service charges - Waste management			41 669	39 599	39 599	3 605	11 390	9 900	1 491	15%	39 599
Sale of Goods and Rendering of Services			26 455	20 711	20 711	679	1 791	5 166	(3 375)	-65%	20 711
Agency services			3 335	3 884	3 884	435	831	971	(140)	-14%	3 884
Interest											
Interest earned from Receivables			3 611	3 511	3 511	333	966	878	88	10%	3 511
Interest from Current and Non Current Assets			37 632	31 761	31 761	2 298	8 131	7 940	190	2%	31 761
Dividends											
Rent on Land			-	-	-	-	-	-			-
Rental from Fixed Assets			5 222	4 992	4 992	331	1 706	1 248	458	37%	4 992
Licence and permits			2	2	2	0	0	0	(0)	-41%	2
Special rating levies											
Construction Contract Revenue			-	21 100	21 100	4 396	4 396	5 275			21 100
Development Charges			6 086	8 800	8 800	237	443	2 200			8 800
Operational Revenue			1 168	2 493	2 493	92	234	623	(389)	-62%	2 493
Non-Exchange Revenue											
Property rates			151 838	156 655	156 655	11 989	50 323	39 164	11 159	28%	156 655
Surcharges and Taxes											
Fines, penalties and forfeits			114 644	102 834	102 834	1 948	5 719	25 708	(19 990)	-78%	102 834
Licence and permits			2 394	2 691	2 691	223	544	673	(129)	-19%	2 691
Transfers and subsidies - Operational			80 109	89 081	89 081	1 310	31 988	32 834	(846)	-3%	89 081
Interest			805	1 021	1 021	69	204	255	(51)	-20%	1 021
Fuel Levy											
Operational Revenue			11 791	13 396	13 396	986	3 526	3 349	177	5%	13 396
Gains on disposal of Fixed and Intangible Assets			15 626	8 000	8 000	1 000	1 290	2 000	(710)	-36%	8 000
Other Gains			11 981	-	-	-	-	-			-
Discontinued Operations											
Total Revenue (excluding capital transfers and contributions)			863 926	882 392	882 392	61 245	212 059	231 150	(19 091)	-8%	882 392
Expenditure By Type											
Employee related costs			254 416	290 063	290 063	20 844	61 099	64 802	(3 702)	-6%	290 063
Remuneration of councillors			9 599	10 537	10 537	804	2 412	2 634	(222)	-8%	10 537
Bulk purchases - electricity			208 411	223 018	223 018	16 891	60 016	55 754	4 262	8%	223 018
Inventory consumed			46 686	49 636	49 949	3 032	6 514	12 732	(6 218)	-49%	49 949
Debt impairment			67 096	82 667	82 667	-	-	-			82 667
Depreciation, amortisation and impairment			46 116	54 556	54 556	-	-	-			54 556
Interest, Dividends and Rent on Land			19 052	23 438	23 438	(75)	(75)	-	(75)	#DIV/0!	23 438
Contracted services			56 576	82 827	82 588	6 658	14 446	15 113	(667)	-4%	82 588
Transfers and subsidies			2 295	2 775	2 775	160	811	534	276	52%	2 775
Irrecoverable debts written off			20 208	10 473	10 473	283	1 019	2 618	(1 599)	-61%	10 473
Operational costs			30 677	51 776	51 946	3 326	10 954	17 048	(6 094)	-36%	51 946
Disposal of Fixed and Intangible Assets			1 988	-	-	-	-	-			-
Other Losses			10 400	-	-	-	-	-			-
Total Expenditure			773 519	881 766	882 011	51 923	157 196	171 236	(14 040)	-8%	882 011
Surplus/(Deficit)			90 407	625	381	9 323	54 862	59 914	(5 052)	(0)	381
Transfers and subsidies - capital (monetary allocations)			53 313	55 799	55 799	-	-	2 318	(2 318)	(0)	55 799
Transfers and subsidies - capital (in-kind)			1 325	-	-	-	-	-			-
Surplus/(Deficit) after capital transfers & contributions			145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	(0)	56 180
Income Tax											
Surplus/(Deficit) after income tax			145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	(0)	56 180
Share of Surplus/Deficit attributable to Joint Venture											
Share of Surplus/Deficit attributable to Minorities											
Surplus/(Deficit) attributable to municipality			145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	(0)	56 180
Share of Surplus/Deficit attributable to Associate											
Intercompany/Parent subsidiary transactions			-	-	-	-	-	-			-
Surplus/ (Deficit) for the year			145 046	56 424	56 180	9 323	54 862	62 232	(7 370)	(0)	56 180

Finance Management Report for the quarter ended 30 September 2026

4.1 Revenue by Source (Table C4)

Exchange Revenue

Service Levies:

Electricity Service

Levies for the year-to-date stand at R64,695 million, in comparison with the budgeted SDBIP amount of R69,071 million. Electricity usage was less than anticipated during the first quarter, but no material deviations are expected at year-end at this stage.

Water Service

Levies for the year-to-date stands at R14,718 million, in comparison with the budgeted SDBIP projection of R15,346 million. The municipality forecasted growth of 1% for the financial year due to new units being built. The increased revenue is expected to materialize later in the financial year. No material deviations are expected at this stage.

Sewerage Service

Levies for the year-to-date stands at R9,166 million, in comparison with the budgeted SDBIP projection of R8,549 million. The municipality forecasted growth of 1% for the financial year due to new units being built. The increased revenue is expected to materialize later in the financial year. No material deviations are expected at this stage.

Refuse Removal Service

Levies for the year-to-date stands at R11,390 million, in comparison with the budgeted SDBIP projection of R9,900 million. The developing deviation will be monitored over the following months and the budget amended during the main adjustments budget if necessary. The municipality forecasted growth of 1% for the financial year due to new units being built. The increased revenue is expected to materialize later in the financial year.

Sale of Goods and Rendering of Services

Revenue for the year-to-date stands at R1,791 million, in comparison with the budgeted SDBIP projection of R5,166 million. The deviation is due to the SDBIP budget being spread out evenly over the year. Revenue from camping sites is relatively low during the winter months as expected and projected to be higher during the summer season, especially during the December 2026 and January 2027 holiday periods. The SDBIP allocation will be corrected during the adjustments budget. No material deviations are expected at this stage.

Agency Services

Revenue for the year-to-date stands at R0,831 million, in comparison with the budgeted SDBIP projection of R0,971 million. No deviation is expected at this stage.

Interest earned from Receivables

Levies for the year-to-date stands at R0,966 million, in comparison with the budgeted SDBIP projection of R0,878 million. No deviation is expected at this stage.

Interest earned from Current and Non- Current Assets

Revenue for the year-to-date amounts to R8,131 million, in comparison with the budgeted SDBIP projection of R7,940 million. No material deviation is expected at year- end at this stage.

Rental from Fixed Assets

Levies and revenue for the year-to-date stands at R1,706 million, in comparison with the budgeted SDBIP projection of R1,248 million. No deviation is expected at this stage.

Licenses & Permits

Revenue for the year-to-date stands at R0,0 million, in comparison with the budget of R0,0 million.

Construction Contract Revenue:

Revenue for the year-to-date stands at R4,396 million, in comparison with the budget of R5,275 million. Construction contract revenue is recognized after the conditions of the contract have been met, similar to grants.

Development Charges:

Revenue for the year-to-date stands at R0,443 million, in comparison with the budget of R2,200 million. The deviation is due to the SDBIP budget being spread evenly over the financial year, while the timing of actual revenue is more unpredictable and usually fluctuates. No material deviation is expected at this stage.

Operational Revenue

Revenue for the year-to-date stands at R0,234 million, in comparison with the budgeted SDBIP projection of R0,623 million. No material deviation is expected at this stage.

Non- Exchange Revenue**Property Rates:**

Levies for the year-to-date amounts to R50,323 million, in comparison with the budget of R39,164 million. The deviation is attributed to a misalignment of the SDBIP distribution in July 2026 when compared to the rest of the financial year. The deviation is expected to decrease over the coming months. No material deviation is expected at year- end.

Fines, penalties and forfeits

Revenue for the year-to-date stands at R5,719 million, in comparison with the budgeted SDBIP projection of R25,708 million. The integration of the fines system is outstanding for August and September 2026, therefore the revenue to date is understated. The integration issue is being addressed and no under-performance is anticipated at year-end at this stage.

Licenses & Permits

Revenue for the year-to-date stands at R0,544 million, in comparison with the budgeted SDBIP projection of R0,673 million. No deviation is expected at this stage.

Grants & Subsidies - Operating:

Revenue for the year-to-date stands at R31,988 million, in comparison with the budgeted SDBIP projection of R32,834 million. Income is only 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 R0,0 million, in comparison with the budgeted SDBIP projection of R2,318 million.

Interest earned from Receivables

Levies for the year-to-date stands at R0,204 million, in comparison with the budgeted SDBIP projection of R0,255 million. No deviation is expected at this stage.

Operational Revenue:

Revenue for the year-to-date stands at R3,526 million, in comparison with the budgeted SDBIP projection of R3,349 million. No deviation is expected at this stage.

Sale of land and PPE:

Revenue for the year-to-date stands at R1,290 million, in comparison with the budgeted SDBIP projection of R2,000 million. Transactions are only expected to conclude later in the financial year. Revenue is subject to the fulfillment of obligations culminating in deeds transfers and the municipality does not have direct control over the processes.

Expenditure by Type**Personnel Expenditure:**

The year-to-date expenditure amounts to R61,099 million, in comparison with the budgeted SDBIP projection of R64,802 million. No material deviations are expected at this stage.

Councillors' Remuneration:

The expenditure for the period to date amounts to R2,412 million in comparison with the budgeted SDBIP projection of R2,634 million. No material deviations are expected at this stage.

Bulk purchases- electricity:

The expenditure for the year-to-date is R60,016 million, in comparison with the budgeted SDBIP projection of R55,754 million. The deviation can be attributed to the SDBIP budget being spread out evenly over the financial year, while electricity demand fluctuates between seasons and based on the weather patterns. The deviation will be monitored, and the SDBIP budget will be corrected during the main adjustments budget. No material deviations are expected at year-end at this stage.

Inventory Consumed

The expenditure for the year-to-date is R6,514 million, in comparison with the budgeted SDBIP projection of R12,732 million. The deviation can be attributed to expenditure not being in line with the budgeted projections. Expenditure will increase as year progresses. The deviation will be monitored and the SDBIP budget corrected if necessary, during the main adjustments budget in February.

Debt Impairment:

The expenditure for the period to date amounts to R0,0 million, in comparison with the budgeted SDBIP projection of R0,0 million. No deviation is expected at this stage.

Depreciation:

The year-to-date expenditure is R0,0 million, in comparison with the budgeted SDBIP projection of R0,0 million.

Interest on External Borrowing:

The year-to-date expenditure is (R0,075) million in comparison with the budgeted SDBIP projection of R0,0 million. Interest payments are made bi- annually in December and June. The amount currently reflecting represents a reversal of accrued interest journal in respect of the 2025/2026 financial year.

Contracted Services:

The expenditure for the year-to-date is R14,446 million, in comparison with the budgeted SDBIP projection of R15,113 million. No deviation is expected at this stage.

Transfers & Grants:

The expenditure for the year-to-date amounts to R0,811 million in comparison with the budgeted SDBIP projection of R0,534 million. No material deviations are expected at this stage.

Irrecoverable debts written off:

The expenditure for the period to date amounts to R1,019 million, in comparison with the budgeted SDBIP projection of R2,618 million. No material deviations are expected at this stage.

Operational Costs:

The year-to-date expenditure is R10,954 million, in comparison with the budgeted SDBIP projection of R17,048 million. The deviation can be attributed to expenditure not being in line with the budgeted projections. Expenditure will increase as the year progresses. The deviation will be monitored and the SDBIP budget corrected if necessary, during the main adjustments budget in February.

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) - M03 September

Vote Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 02 - Corporate Services		208	1 300	1 316	31	31	2	30	1869%	1 316
Vote 04 - Community Services		842	1 150	296	-	-	(145)	145	-100%	296
Vote 05 - Technical Services		114 401	111 834	120 577	10 153	11 175	12 339	(1 165)	-9%	120 577
Vote 06 - Spatial Plannign & Environmental Management		48	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	115 500	114 284	122 189	10 184	11 206	12 196	(990)	-8%	122 189
Single Year expenditure appropriation	2									
Vote 01 - Office Of The Mm		148	631	631	-	13	458	(445)	-97%	631
Vote 02 - Corporate Services		4 175	2 169	2 153	296	300	200	100	50%	2 153
Vote 03 - Financial Services		738	510	510	33	33	10	23	247%	510
Vote 04 - Community Services		3 156	4 425	5 279	2	2	655	(653)	-100%	5 279
Vote 05 - Technical Services		41 341	54 188	54 553	325	330	1 871	(1 541)	-82%	54 553
Vote 06 - Spatial Plannign & Environmental Management		997	190	190	-	3	3	1	32%	190
Total Capital single-year expenditure	4	50 555	62 113	63 316	656	681	3 196	(2 516)	-79%	63 316
Total Capital Expenditure		166 055	176 398	185 505	10 840	11 887	15 392	(3 506)	-23%	185 505
Capital Expenditure - Functional Classification										
Governance and administration		9 980	15 781	15 781	288	300	1 635	(1 334)	-82%	15 781
Executive and council		148	626	626	-	13	458	(445)	-97%	626
Finance and administration		9 832	15 155	15 155	288	288	1 177	(889)	-76%	15 155
Community and public safety		10 850	40 960	40 960	3 910	3 944	5 905	(1 962)	-33%	40 960
Community and social services		902	506	506	83	87	27	60	226%	506
Sport and recreation		6 638	35 279	35 279	3 825	3 855	5 369	(1 514)	-28%	35 279
Public safety		2 342	3 676	3 676	2	2	10	(8)	-82%	3 676
Housing		968	1 500	1 500	-	-	500	(500)	-100%	1 500
Economic and environmental services		38 460	22 254	23 454	3 936	3 934	7 112	3 222	452%	23 454
Planning and development		31	57	57	-	-	-	-	-	57
Road transport		37 868	22 094	23 294	3 936	3 934	7 112	3 222	452%	23 294
Environmental protection		561	103	103	-	-	-	-	-	103
Trading services		106 312	97 368	105 274	2 706	3 705	7 138	(3 433)	-48%	105 274
Energy sources		70 096	32 536	39 769	571	950	1 545	(595)	-38%	39 769
Water management		15 175	34 732	35 274	2 135	2 135	1 439	697	48%	35 274
Waste water management		13 134	29 739	29 871	-	619	4 154	(3 535)	-85%	29 871
Waste management		7 906	360	360	-	-	-	-	-	360
Other		452	35	35	-	3	3	1	32%	35
Total Capital Expenditure - Functional Classification	3	166 055	176 398	185 505	10 840	11 887	15 392	(3 506)	-23%	185 505
Funded by:										
National Government		15 009	24 477	24 477	3 825	3 825	5 318	(1 493)	-28%	24 477
Provincial Government		38 259	31 322	31 322	1 465	1 465	340	1 125	331%	31 322
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		1 355	-	-	-	-	-	-	-	-
Transfers recognised - capital		54 622	55 799	55 799	5 290	5 290	5 658	(368)	-7%	55 799
Borrowing	6	46 499	20 000	21 399	-	487	4 254	(3 767)	-89%	21 399
Internally generated funds		64 934	100 599	108 307	5 550	6 109	5 480	629	11%	108 307
Total Capital Funding		166 055	176 398	185 505	10 840	11 887	15 392	(3 506)	-23%	185 505

5.1 CAPITAL FUNDING:

External Loans:

The total financing for the year-to-date is R0,487 million in comparison with the budgeted SDBIP projection of R4,254 million. The deviation is due to a misalignment in the SDBIP projections and the actual expenditure on the following projects: Construction of municipal buildings, upgrade roads and stormwater in Gouritsmond, the construction of sewer pumpstation 3 in Still Bay and the renewable energy plant Hessequa. The deviation will be monitored over the following months and the SDBIP projections corrected if necessary during the main adjustments budget in February 2027.

Internal Financing:

The total financing for the year-to-date is R6,109 million, in comparison with the budgeted SDBIP projection of R5,480 million. Capital projects are financed as expenditure is incurred.

Grants and Subsidies:

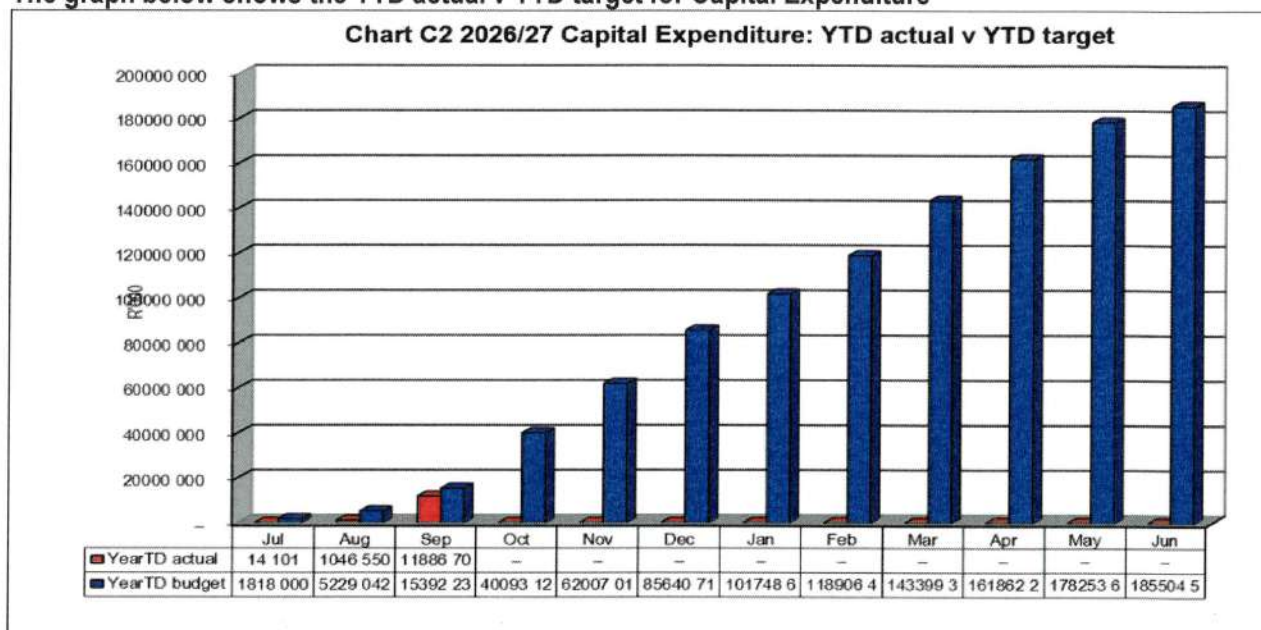
The total year to date capital expenditure, financed by grants, is R5,290 million in comparison with the budgeted SDBIP projection of R5,658 million. Funds are accounted for when received. Funds are transferred from the grant receipts once expenditure is incurred.

5.2 CAPITAL EXPENDITURE

The total capital expenditure for the year amounts to R11,887 million in comparison with the budgeted SDBIP projection of R15,392 million. The deviation can be attributed to slight delays in certain projects when compared to the timeframes given in the SDBIP projections. Most capital projects are currently in planning and tender phases, and spending will increase during the year.

Capital Commitments on 30 September 2026 were R10,027 million.

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



6 Financial Position

Table C6: Reflects the Financial Position of the Municipality

WC042 Hessequa - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2025/26	Budget Year 2026/27			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		511 877	380 583	371 232	531 082	371 232
Short term Investments						
Trade and other receivables from ex change transactions		38 886	58 954	58 954	45 801	58 954
Receivables from non-ex change transactions		44 712	42 494	42 494	48 188	42 494
Current portion of non-current receivables		0	—	—	0	—
Inventory		4 120	4 457	4 457	3 895	4 457
VAT Receivable		6 419	11 734	11 734	20 445	11 734
Other current assets		1 483	1 197	1 197	1 483	1 197
Total current assets		607 496	499 419	490 068	650 894	490 068
Non current assets						
Investments						
Investment property		132 508	124 139	124 139	132 508	124 139
Property , plant and equipment		1 426 842	1 677 225	1 686 332	1 438 729	1 686 332
Biological assets						
Living resources						
Heritage assets		8 452	8 452	8 452	8 452	8 452
Intangible assets		166	179	179	166	179
Trade and other receivables from ex change transactions						
Non-current receivables from non-ex change transactions		—	—	—	—	—
Other non-current assets						
Total non current assets		1 567 967	1 809 994	1 819 101	1 579 854	1 819 101
TOTAL ASSETS		2 175 463	2 309 413	2 309 168	2 230 749	2 309 168
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		25 440	19 553	19 553	25 440	19 553
Consumer deposits		18 385	13 436	13 436	25 031	13 436
Trade and other payables from ex change transactions		93 678	89 240	89 240	57 829	89 240
Trade and other payables from non-ex change transactions		7 159	—	—	25 430	—
Provision		9 017	18 467	18 467	8 079	18 467
VAT Payable		24 272	11 043	11 043	35 702	11 043
Other current liabilities		4 216	13 102	13 102	5 154	13 102
Total current liabilities		182 167	164 841	164 841	182 665	164 841
Non current liabilities						
Financial liabilities		122 980	126 558	126 558	122 905	126 558
Provision		70 633	112 587	112 587	71 447	112 587
Long term portion of trade payables						
Other non-current liabilities		83 937	58 329	58 329	83 122	58 329
Total non current liabilities		277 549	297 474	297 474	277 474	297 474
TOTAL LIABILITIES		459 716	462 316	462 316	460 139	462 316
NET ASSETS	2	1 715 747	1 847 097	1 846 853	1 770 609	1 846 853
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1 592 937	1 779 261	1 777 539	1 647 799	1 777 539
Reserves and funds		122 810	69 314	69 314	122 810	69 314
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	1 715 747	1 848 575	1 846 853	1 770 609	1 846 853

7 Cash Flow & Investments

Table C7: Reflects the Cash flow of the Municipality.

WC042 Hessequa - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	2025/26	Budget Year 2026/27							
		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		141 856	153 522	153 522	16 631	52 814	38 380	14 434	38%	153 522
Service charges		463 608	439 411	439 411	33 539	98 176	109 853	(11 677)	-11%	439 411
Other revenue		1 524 528	112 571	112 677	16 148	67 194	27 584	39 609	144%	112 677
Transfers and Subsidies - Operational		87 469	110 081	110 081	5 587	15 000	38 230	(23 230)	-61%	110 081
Transfers and Subsidies - Capital		54 013	55 799	55 799	10 028	10 028	4 650	5 378	116%	55 799
Interest		3 740	32 070	32 070	2 416	8 422	8 017	405	5%	32 070
Dividends		-	-	-	-	-	-	-		
Payments										
Suppliers and employees		(1 607 681)	(697 588)	(697 832)	(59 645)	(221 377)	(172 739)	48 638	-28%	(697 832)
Finance charges		(11 311)	(23 438)	(23 438)	75	75	(1 176)	(1 251)	106%	(23 438)
Transfers and Subsidies		-	(2 775)	(2 775)	(160)	(811)	(737)	73	-10%	(2 775)
NET CASH FROM/(USED) OPERATING ACTIVITIES		656 222	179 652	179 613	24 619	29 522	52 062	22 541	43%	179 613
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		15 626	8 000	8 000	1 000	1 290	2 000	(710)	-36%	8 000
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Insurance Refund - Capital		-	-	-	-	-	-	-		-
Interest on Short Term Investment (Greater than 90 days) and Long Term Investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(229 761)	(202 857)	(211 964)	(10 840)	(11 887)	(22 065)	(10 178)	46%	(211 964)
Retention (Capital)		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(214 135)	(194 857)	(203 964)	(9 840)	(10 597)	(20 065)	(9 468)	47%	(203 964)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		50 000	20 000	20 000	-	-	1 667	(1 667)	-100%	20 000
Increase (decrease) in consumer deposits		2 726	1 690	1 690	89	280	422	(142)	-34%	1 690
Payments										
Repayment of borrowing		24 199	(21 914)	(21 914)	-	-	(5 479)	(5 479)	100%	(21 914)
NET CASH FROM/(USED) FINANCING ACTIVITIES		76 925	(224)	(224)	89	280	(3 389)	(3 670)	108%	(224)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		438 951	396 013	396 013	516 214	511 877	396 013			511 877
Cash/cash equivalents at month/year end:		957 963	380 583	371 337	531 082	531 082	424 621			487 201

HESSEQUA MUNICIPALITY

7.1 Cash Flow (Table C7)**Operating Activities:**

The year-to-date cash from operating activities amounts to R29,522 million in comparison to the budgeted SDBIP projection of R52,062 million. This is a deficit of ±R22,541 million on the SDBIP budget. The deviation is largely resultant of the payment of suppliers, which was more than the budgeted SDBIP projection for the year-to-date. No material deviation is expected at this stage.

Capital & Investments:

The year-to-date cash from capital and investment activities amounts to (R10,597) million in comparison to the budgeted SDBIP projection of (R20,065) million. The deviation represents the Actuals for Proceeds of Disposal of PPE and the spending on capital programs not being in line with projections for the year-to-date. No material deviations are expected at this stage.

Cash Flow from Financing Activities:

The year-to-date cash from financing activities amounts to R0,280 million, in comparison with the budgeted SDBIP projection of (R3,389) million. The deviation is attributed to the budgeted SDBIP cash flow projections not considering the bi-annual payments of borrowings or the drawdown date of the 2026/2027 external loan. No material deviations are expected at this stage.

Financial problems and potential risks for the Municipality

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

Loan Register**SEPTEMBER 2026****SUMMARY OF EXTERNAL LOANS FOR SEPTEMBER 2026**

Lending Institution	Loan Reference No.	Balance 01/09/2026	New Loans taken up during month	Repayments during the month	Balance 30/09/2026	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				
DBSA	61007562	11 967 243			11 967 242.70	11 967 242.70			
FNB	4-000-019-445-833	0			0.00				
NEDBANK	578310306110002	0			0.00				
STANDARD BANK	280083036000/536633	0			0.00				
ABSA	4068858722	3 007 027			3 007 026.62	3 007 026.62			
CONSESSIONARY LOAN									
STANDARD BANK	606256	14 555 244			14 555 244.10				
STANDARD BANK	654745	36 439 578			36 439 578.47				
STANDARD BANK	797131	32 293 636			32 293 635.54	83 283 458.11			
NEDBANK		50 074 959		-74 958.90	50 149 917.80	50 149 917.80			
TOTAL		148 337 886	0.00	0.00	148 412 845	148 412 845.23	0.00	0.00	

HESSEQUA MUNICIPALITY

7.3 Investment Portfolio as at 30 September 2026

HESSEQUA MUNISIPALITEIT

KORTTERMYN BELEGGINGS

2026/09/30

Verw. No	Bankinstelling	Koers/Termyn	Vervel Datum	Belê 2025/26	Belê 2026/27	Verwysing	Rente 2025/26	Rente 2026/27	Rente 2025/26 voorsien	Onttrekking 2026/27	Verwys No	Onttrekking 2025/26	Salans 30/09/2026
	SALDO 1/07/2026												
741	ABSA	11+ MNDE @ 8.05% 25 JULY 2026		10 000 000		Tjek 90075523-23 -	738 835.62	50 726.02	738 835.62	10 000 000	811103-4-29/07/20	-10 769 561.64	738 835.62
742	ABSA	11 MNDE @ 7.900% 07 JUL 2026		15 000 000		Tjek 90075693-26 -	1 054 876.71	19 479.45	1 054 876.71	15 000 000	291355-56-08/07/20	-16 084 366.16	1 054 876.71
743	ABSA	11 MNDE @ 7.850% 15 JUL 2026		10 000 000		Tjek 90075664-65 -	688 219.18	30 109.59	688 219.18	10 000 000	291411-12-16/07/20	-10 718 328.77	688 219.18
744	ABSA	11+ MNDE @ 7.870% 14 AUG 2026		20 000 000		Tjek 90075628-31 -	1 349 758.90	189 742.47	1 349 758.90	20 000 000	812603-04-28/08/20	-21 539 501.37	1 349 758.90
745	NEDBANK	11 MNDE @ 7.724% 22 JUL 2026		10 000 000		Tjek 90075632-33 -	662 359.45	44 439.45	662 359.45	10 000 000	810771-72-23/07/20	-10 706 796.90	662 359.45
746	NEDBANK	10 MNDE @ 7.640% 21 AUG 2026		10 000 000		Tjek 90075811-18 -	527 473.97	106 750.69	527 473.97	10 000 000	812601-02-28/08/20	-10 654 224.66	527 473.97
747	NEDBANK	11 MNDE @ 7.690% 22 SEP 2026		10 000 000		Tjek 90075819-20 -	530 926.03	174 868.49	530 926.03	10 000 000	813711-12-23/09/20	-10 705 794.52	530 926.03
748	NEDBANK	11+ MNDE @ 7.750% 16 OCT 2026		20 000 000		Tjek 90075821-24 - 2025/10/22			1 070 136.99				21 070 136.99
749	NEDBANK	10 MNDE @ 7.584% 21 SEP 2026		20 000 000		Tjek 90074111-14 -	922 546.85	340 760.55	922 546.85	20 000 000	813673-74-22/09/20	-21 263 307.40	922 546.85
750	NEDBANK	11 MNDE @ 7.634% 21 OCT 2026		20 000 000		Tjek 90074115-18 - 2025/11/21			928 629.04				20 928 629.04
751	ABSA	11 MNDE @ 7.680% 27 OCT 2026		10 000 000		Tjek 90077573-74 - 2025/11/27			454 487.67				10 454 487.67
752	ABSA	11+ MNDE @ 7.690% 24 NOV 2026		20 000 000		Tjek 90077575-78 - 2025/11/27			910 158.90				20 910 158.90
753	ABSA	11+ MNDE @ 7.720% 04 DEC 2026		20 000 000		Tjek 90077789-92 - 2025/12/10			858 717.81				20 858 717.81
754	NEDBANK	11 MNDE @ 7.590% 10 NOV 2026		20 000 000		Tjek 90077793-96 - 2025/12/10			844 257.53				20 844 257.53
755	NEDBANK	11 MNDE @ 7.410% 17 DEC 2026		10 000 000		Tjek 90078263-64 - 2026/01/16			337 002.74				10 337 002.74
756	NEDBANK	11+ MNDE @ 7.440% 08 JAN 2027		10 000 000		Tjek 90078265-66 - 2026/01/16			338 594.52				10 338 594.52
757	NEDBANK	11 MNDE @ 7.290% 13 JAN 2027		20 000 000		Tjek 90078720-23 - 2026/02/13			551 243.64				20 551 243.64
758	NEDBANK	11+ MNDE @ 7.320% 05 FEB 2027		20 000 000		Tjek 90078724-27 - 2026/02/13			553 512.30				20 553 512.30
759	ABSA	11+ MNDE @ 7.330% 12 FEB 2027		10 000 000		Tjek 90078822-23 - 2026/02/27			249 019.18				10 249 019.18
760	NEDBANK	11+ MNDE @ 7.324% 19 FEB 2027		10 000 000		Tjek 90079017-18 - 2026/03/06			254 769.32				10 254 769.32
761	ABSA	11+ MNDE @ 7.630% 05 MAR 2027		20 000 000		Tjek 90079166-69 - 2026/03/12			464 071.23				20 464 071.23
762	NEDBANK	11+ MNDE @ 7.563% 24 FEB 2027		15 000 000		Tjek 90079170-72 - 2026/03/12			344 495.34				15 344 495.34
763	ABSA	11 MNDE @ 7.970% 12 MAR 2027		10 000 000		Tjek 90079483-84 - 2026/04/13			172 501.37				10 172 501.37
764	ABSA	11+ MNDE @ 8.010% 31 MAR 2027		15 000 000		Tjek 90079485-87 - 2026/04/13			260 050.68				15 260 050.68
765	NEDBANK	11 MNDE @ 8.140% 14 APR 2027		20 000 000		Tjek 90079696-99 - 2026/05/14			214 093.15				20 214 093.15
766	ABSA	11 MNDE @ 7.960% 25 MAY 2027		20 000 000		Tjek 90080572-75 - 2026/06/25			26 469.86				20 026 469.86
767	ABSA	11+ MNDE @ 8.000% 11 JUN 2027		30 000 000		Tjek 90080576-81 - 2026/06/25			39 452.05				30 039 452.05
768	FNB	10 MNDE @ 7.700% 25 APR 2027		20 000 000		Tjek 90080582-86 - 2026/06/25			25 315.07				20 025 315.07
769	ABSA	10 MNDE @ 7.940% 14 MAY 2027			20 000 000	Tjek 90080636-39 - 2026/07/15							20 000 000.00
770	ABSA	11 MNDE @ 7.990% 15 JUN 2027			20 000 000	Tjek 90080640-43 - 2026/07/15							20 000 000.00
771	STANDARD BANK	5 MNDE @ 7.675% 15 DEC 2026			20 000 000	Tjek 90080644-47 - 2026/07/15							20 000 000.00
772	ABSA	10 MNDE @ 7.830% 14 JUN 2027			5 000 000	Tjek 90081291 - 2026/08/14							5 000 000.00
773	ABSA	11 MNDE @ 7.890% 14 JUL 2027			10 000 000	Tjek 90081292-93 - 2026/08/14							10 000 000.00
774	NEDBANK	11+ MNDE @ 7.950% 06 AUG 2027			20 000 000	Tjek 90081294-97 - 2026/08/14							20 000 000.00
775	ABSA	9+ MNDE @ 8.200% 23 JUL 2027			20 000 000	Tjek 90082015-18 - 2026/09/29							20 000 000.00
776	NEDBANK	10+ MNDE @ 8.280% 23 AUG 2027			20 000 000	Tjek 90082019-22 - 2026/09/29							20 000 000.00
777	NEDBANK	11+ MNDE @ 8.340% 15 SEP 2027			40 000 000	Tjek 90082023-30 - 2026/09/29							40 000 000.00
				445 000 000.00	175 000 000.00		6 484 996.71	956 876.71	15 361 675.33	105 000 000.00		-112 441 873.42	530 361 654.01

CALL DEPOSIT ACCOUNT

2026/2027

Verw. No	Bankinstelling	Koers/Termyn	Verw. No.	Saldo 01/07/2026	Belê 2026/27	Bankkoste	Rente	Verw. No.	Onttrekking 2026/27	Verwys. No.	Salans 30/09/2026
1.	FNB	Wisselend	62299016636	43 935 277.32	147 176 100.00	0.00	538 832.41	0.00	187 000 000.00	Verleë Crakulake Aangheg	4 650 209.73
				43 935 277.32	147 176 100.00	0.00	538 832.41		187 000 000.00		4 650 209.73

535 011 863.74

8 Debtors Age Analysis

WC042 Hessequa - Supporting Table SC2 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2026/27										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy								
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days										
R thousands																					
Debtors Age Analysis By Income Source																					
Trade and Other Receivables from Exchange Transactions - Water	1200	4 438	1 217	917	818	699	691	3 402	7 498	19 680	13 108	118	-								
Trade and Other Receivables from Exchange Transactions - Electricity	1300	12 890	1 386	833	348	298	247	1 135	3 242	20 379	5 270	15	-								
Receivables from Non-exchange Transactions - Property Rates	1400	8 568	1 489	2 298	417	402	312	1 566	3 901	18 953	6 598	-	-								
Receivables from Exchange Transactions - Waste Water Management	1500	2 804	857	722	523	482	455	2 321	6 536	14 701	10 318	54	-								
Receivables from Exchange Transactions - Waste Management	1600	3 105	890	768	539	492	461	2 330	5 027	13 610	8 848	65	-								
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-								
Interest on Arrear Debtor Accounts	1810	424	363	339	319	294	278	1 636	4 104	7 757	6 631	-	-								
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-								
Other	1900	505	171	429	92	37	30	201	2 337	3 802	2 696	31	-								
Total By Income Source	2000	32 734	6 374	6 385	3 056	2 784	2 474	12 582	32 644	98 882	53 469	283	-								
2025/26 - totals only		49 173 270	1 6	463 954 70	6 17	361 959 74	1 17	313 183 42	1 13	280 275 33	1 14	25 204 406	3 18	10 797 714	3 29	355 401 800	6 17	1 122 213	547 929	0	0
Debtors Age Analysis By Customer Group																					
Organs of State	2200	904	272	425	88	45	27	97	208	2 065	465	-	-								
Commercial	2300	8 466	1 317	2 028	386	261	232	1 308	4 386	18 385	6 574	-	-								
Households	2400	23 364	4 785	3 853	2 581	2 368	2 214	11 187	28 050	78 432	46 430	283	-								
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-								
Total By Customer Group	2600	32 734	6 374	6 385	3 056	2 784	2 474	12 582	32 644	98 882	53 469	283	-								

Debtors, 30 days and older on 30 September 2026, amounts to R66,148 million, in comparison to the amount of R67,166 million for 31 August 2026. This represents a decrease of R1,018 million for the month. The debtors' collection rate for September 2026 is 92,01%. 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 - M03 September

Description		NT Code	Budget Year 2026/27								Total	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		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100									-		
Bulk Water	0200									-		
PAYE deductions	0300									-		
VAT (output less input)	0400	33 377								33 377		
Pensions / Retirement deductions	0500									-		
Loan repayments	0600									-		
Trade Creditors	0700	6 393								6 393		
Auditor General	0800									-		
Other	0900	39 901								39 901		
Medical Aid deductions	0950									-		
Total By Customer Type		1000	79 671	-	-	-	-	-	-	79 671	-	

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 (R25,430) million, payments received in advance (R7,884) million, retentions (R17,531) million, VAT (33,377) and other creditors (R14,486) million. Trade creditors amount to (R6,393) million.

10 Grants & Donations

Table SC18: Transfers and grant receipts

WC042 Hessequa - Supporting Schedule SC18 Monthly Budget Statement - Transfers and Grant Receipts - MD3 September

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS	1.2									
Operating										
National Government										
Monetary Allocations								514	#DIV/0!	
Equitable Share		67 378	71 102	71 102	-	29 626	29 057	569	2.0%	71 102
Expanded Public Works Programme Integrated Grant		1 351	1 378	1 378	253	274	269	6	2.1%	1 378
Local Government Financial Management Grant		1 800	1 900	1 900	122	173	233	(60)	-25.9%	1 900
Municipal Infrastructure Grant		791	798	798	64	128	145	497	342.9%	798
Total Monetary Allocations		71 320	75 178	75 178	438	30 201	29 704	497	1.7%	75 178
Total Operating/National Government		71 320	75 178	75 178	438	30 201	29 704	497	1.7%	75 178
Provincial Government								-		
Monetary Allocations								-		
Capacity Building and Other Grants		6 871	13 095	13 095	862	1 776	3 075	(1 299)	-42.2%	13 095
Infrastructure Grant		1 894	308	308	-	-	-			308
Total Monetary Allocations		8 765	13 403	13 403	862	1 776	3 075	(1 299)	-42.2%	13 403
Total Operating/Provincial Government		8 765	13 403	13 403	862	1 776	3 075	211	6.8%	13 403
Education Training and Development Practices SETA		23	250	250	10	10	-	10	#DIV/0!	250
Unspecified		1	250	250	-	-	55			250
Total Monetary Allocations		25	500	500	10	10	55	(45)	-81.5%	500
Total Allocations In-kind		-	-	-	-	-	-	211	#DIV/0!	-
Total Operating/Other Grant Providers		25	500	500	10	10	55			500
Total Operating	5	80 109	89 081	89 081	1 310	31 988	32 834			89 081
Capital										
National Government										
Monetary Allocations										
Municipal Infrastructure Grant		-	24 477	24 477	10 028	10 028	6 119			24 477
Total Monetary Allocations		-	24 477	24 477	10 028	10 028	6 119			24 477
Total Capital/National Government		-	24 477	24 477	10 028	10 028	6 119			24 477
Provincial Government										
Monetary Allocations										
Capacity Building and Other Grants		452	-	-	-	-	-			-
Infrastructure Grant		-	31 322	31 322	-	-	7 831			31 322
Total Monetary Allocations		452	31 322	31 322	-	-	7 831			31 322
Total Capital/Provincial Government		452	31 322	31 322	-	-	7 831			31 322
Total Capital	5	452	55 799	55 799	10 028	10 028	13 950			55 799
TOTAL RECEIPTS OF TRANSFERS AND GRANTS		80 561	144 880	144 880	11 338	42 016	46 784			144 880

Operating:

The year-to-date receipt is R31,988 million against the budgeted SDBIP projection of R32,834 million. No material deviation is expected at this stage.

Capital:

The year-to-date receipts amount to R10,028 million in comparison with the budgeted SDBIP projection of R13,950 million. No material deviation is expected at this stage.

Finance Management Report for the quarter ended 30 September 2026

11 Employee Related Costs

Table SC22: Councillor and Staff benefits

WC042 Hessequa - Supporting Table SC22 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration R thousands	Ref	2025/26	Budget Year 2026/27							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Allowances and Service Related Benefits										
Cell phone Allowance		799	903	903	67	200	226	(26)	-11%	903
Office-bearer Allowance		7 337	8 236	8 236	610	1 931	2 059	(227)	-11%	8 236
Travelling Allowance		781	792	792	67	202	198	4	2%	792
Total Allowances and Service Related Benefits		8 917	9 931	9 931	745	2 234	2 483	(249)	-10%	9 931
Social Contributions										
Medical Aid Benefits		164	129	129	17	50	32	18	54%	129
Pension Fund Contributions		518	477	477	43	129	119	10	8%	477
Total Social Contributions		682	606	606	60	179	152	27	15%	606
Total Councillors		9 599	10 537	10 537	804	2 412	2 634	(222)	-8%	10 537
% increase	4									
Senior Managers of the Municipality	2									
Salaries and Allowances										
Basic Salary		7 611	7 673	7 673	458	1 376	1 918	(540)	-28%	7 673
Bonuses		1 422	1 474	1 474	-	-	69	(69)	-100%	1 474
Allowance										
Cellular and Telephone	3	138	206	206	13	39	51	(14)	-27%	206
Housing Benefits	3	14	15	15	1	4	4	(0)	-2%	15
Non-pensionable		324	360	360	29	88	90	(2)	-2%	360
Travel or Motor Vehicle	3	960	1 032	1 032	89	268	258	11	4%	1 032
Total Allowance		1 436	1 612	1 612	133	398	403	(5)	-1%	1 612
Service Related Benefits										
Leave Pay	3	(260)	-	-	-	-	-	-	-	-
Long Service Award		-	24	24	-	-	6	(6)	-100%	24
Total Service Related Benefits		(260)	24	24	-	-	6	(6)	-100%	24
Total Salaries and Allowances		10 210	10 783	10 783	590	1 778	2 397	(621)	-26%	10 783
Social Contributions										
Bargaining Council		1	1	1	0	0	0	(0)	-19%	1
Group Life Insurance		11	18	18	-	-	5	(5)	-100%	18
Medical		168	204	204	13	39	51	(12)	-24%	204
Pension		1 351	1 407	1 407	82	245	352	(106)	-30%	1 407
Unemployment Insurance		12	14	14	1	3	3	(1)	-23%	14
Total Social Contributions		1 544	1 644	1 644	96	287	411	(124)	-30%	1 644
Sub Total - Senior Managers of Municipality		11 753	12 427	12 427	686	2 065	2 808	(743)	-27%	12 427
% increase	4									
Other Municipal Staff	4									
Salaries and Allowances										
Basic Salary		156 108	181 847	181 847	14 089	42 005	45 462	(3 457)	-8%	181 847
Bonuses		-	3 884	3 884	-	-	-	-	-	3 884
Allowance										
Accommodation, Travel and Incidental		5 419	5 752	5 752	497	1 471	1 438	33	2%	5 752
Cellular and Telephone	3	1 255	1 288	1 288	120	359	322	37	12%	1 288
Housing Benefits	3	834	918	918	76	227	229	(3)	-1%	918
Total Allowance		7 508	7 958	7 958	693	2 057	1 989	67	3%	7 958
Service Related Benefits										
Bonus	3	12 615	14 373	14 373	70	155	-	155	#DIV/0!	14 373
Leave Pay	3	1 119	-	-	327	348	-	348	#DIV/0!	-
Long Service Award	3	2 161	1 135	1 135	108	279	284	(5)	-2%	1 135
Overtime		9 587	8 321	8 321	772	1 981	2 080	(99)	-5%	8 321
Standby Allowance	3	5 116	4 867	4 867	471	1 356	1 217	139	11%	4 867
Total Service Related Benefits		30 500	28 695	28 695	1 747	4 110	3 581	530	15%	28 695
Total Salaries and Allowances		194 214	222 384	222 384	16 530	48 161	51 032	(2 851)	-6%	222 384
Social Contributions										
Bargaining Council		88	103	103	8	23	26	(2)	-9%	103
Group Life Insurance		166	730	730	13	39	182	(144)	-79%	730
Medical		8 324	9 892	9 892	746	2 231	2 473	(242)	-10%	9 892
Pension		27 098	31 614	31 614	2 426	7 257	7 904	(646)	-8%	31 614
Unemployment Insurance		1 261	1 418	1 418	109	324	355	(30)	-9%	1 418
Total Social Contributions		36 938	43 757	43 757	3 302	9 875	10 930	(1 085)	-10%	43 757
Post-retirement Benefit	6									
Medical		11 508	11 490	11 490	327	981	23	959	4238%	11 490
Pension		2	5	5	-	-	-	-	-	5
Total Post-retirement Benefit		11 510	11 495	11 495	327	981	23	959		11 495
Sub Total - Other Municipal Staff		242 662	277 637	277 637	20 158	59 037	61 994	(2 957)		277 637
% increase	4									
Total Parent Municipality		284 014	300 600	300 600	21 648	63 511	67 436	(3 924)	-6%	300 600
TOTAL SALARY, ALLOWANCES & BENEFITS		284 014	300 600	300 600	21 648	63 511	67 436	(3 924)		300 600
% increase	4									
TOTAL MANAGERS AND STAFF	5,7	254 416	290 063	290 063	20 844	61 099	64 802	(3 702)		290 063

HESSEQUA MUNICIPALITY

12 Top Layer SDBIP**Hessequa Quarter 1 Performance Report- 2026/2027**

Hessequa Municipality

2026-2027: Q1 Top Layer KPI Report

Affordable and Quality Service Delivery

Internal Ref / Indicator Code	Responsible Directorate	KPI	Unit of Measurement	Municipal KPA	Baseline	Quarter ending September 2026				Overall Performance for Quarter ending September 2026 to		
						Target	Actual	R	Performance Comment / Corrective measures	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	Affordable and Quality Service Delivery	90%	5%	7.01%	B	Target met	5%	7.01%	B
TL2	Office of the Municipal Manager	90% Expenditure of the Approved Operational Budget for the Municipality by end of financial year	% of budget spent	Affordable and Quality Service Delivery	90%	5%	20.47%	B	Target met	5%	20.47%	B
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	Affordable and Quality Service Delivery	4	4 071	4 587	G2	Target met	4 071	4 587	G2
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	Affordable and Quality Service Delivery	12	12 712	14 069	G2	Target met	12 712	14 069	G2
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	Affordable and Quality Service Delivery	13	13 670	14 986	G2	Target met	13 670	14 986	G2
TL6	Office of the Municipal Manager	Provision of sanitation/sewerage services to residential account holders	Number of residential properties billed for sanitation/sewerage services	Affordable and Quality Service Delivery	13	13 493	15 274	G2	Target met	13 493	15 274	G2
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	Affordable and Quality Service Delivery	12	12 874	14 922	G2	Target met	12 874	14 922	G2

Finance Management Report for the quarter ended 30 September 2026

Affordable and Quality Service Delivery

TL40	Technical Services	Submit stormwater masterplan for Stilbaai	Completed stormwater masterplan	Affordable and Quality Service Delivery	1	0	0	NA	N/A	0	0	NA
TL41	Technical Services	90% Expenditure of the approved Capital Budget of the Technical Department for Financial year	% capital budget spent	Affordable and Quality Service Delivery	90%	15%	6.57%	R	To improve expenditure performance and achieve the targeted spending levels, project implementation and expenditure will be closely monitored through weekly management meetings, where progress and spending trends are reviewed and any constraints are addressed timeously. A memorandum has already been prepared and submitted for DMC consideration and approval to facilitate the implementation of the affected projects. With the approval of the roads tender, swimming pool project and the Reservoir project, and the commencement of the planned water and sewer projects from February 2027, expenditure is expected to increase significantly in the forthcoming quarters. Additionally, project schedules will be continuously reviewed and adjusted where necessary to accelerate implementation and improve grant spending performance.	15%	6.57%	R
TL42	Technical Services	90% Expenditure of the approved Operational Budget of the Technical Department for financial year	% of expenditure budget spent	Affordable and Quality Service Delivery	90%	15%	12.71%	O	Requisitions have been loaded for the procurement of materials and closed quotation processes are ongoing to improve the expenditure. Challenges in the Supply Chain Unit cannot be ignored and has a direct impact on the expenditure performance of the Operational side. (September 2026)	15%	12.71%	O
TL43	Technical Services	Waste water quality maintained in line with SANS 241 waste water quality indicators	Average 80% of E.coli results to comply with the SANS 241 standards for all waste water works	Affordable and Quality Service Delivery	60%	80%	90%	G2	Target met	80%	90%	G2

Affordable and Quality Service Delivery

TL44	Technical Services	Water quality maintained in line with SANS241 water quality indicators	average 90% of E.coli results to comply with the SANS241 standards for all water works	Affordable and Quality Service Delivery	80%	90%	96.67%	G2	Target met	90%	96.67%	G2
TL45	Technical Services	Limit water losses to less than 30% for financial year	% of water losses	Affordable and Quality Service Delivery	30%	0%	0%	NA	N/A	0%	0%	NA
TL47	Technical Services	90% Expenditure of Municipal Infrastructure Grant (MIG) for Financial year	% of Grant spent	Affordable and Quality Service Delivery	90%	0%	0%	NA	N/A	0%	0%	NA
TL48	Technical Services	Limit electricity losses to 10% for financial year	% unaccounted electricity	Affordable and Quality Service Delivery	10%	0%	0%	NA	N/A	0%	0%	NA

Good Governance and Performance Driven Organisation

Internal Ref / Indicator	Responsible Directorate	KPI	Unit of Measurement	Municipal KPA	Base line	Quarter ending September 2026				Overall Performance for		
						Target	Actual	R	Performance Comment / Corrective measures	Target	Actual	R
TL8	Office of the Municipal Manager	Development & Submission of Annual Performance Report to AGSA by end August	Submission of documentation in time	Good Governance and Performance Driven Organisation	1	1	1	G	Target met	1	1	G
TL9	Office of the Municipal Manager	Submission of Final IDP submitted to Council by May annually	Final IDP submitted to Council by May annually	Good Governance and Performance Driven Organisation	1	0	0	NA	N/A	0	0	NA
TL10	Office of the Municipal Manager	Report quarterly on the implementation of Internal Audit Reports to the Audit committee	Number of reports submitted	Good Governance and Performance Driven Organisation	4	1	1	G	Target met	1	1	G
TL11	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	Good Governance and Performance Driven Organisation	50%	0%	0%	NA	N/A	0%	0%	NA
TL12	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	Good Governance and Performance Driven Organisation	10%	10%	5.40%	B	Target met	10%	5.40%	B

Finance Management Report for the quarter ended 30 September 2026

Good Governance and Performance Driven Organisation

TL13	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	Good Governance and Performance Driven Organisation	75%	0%	0%	NA	N/A	0%	0%	NA
TL14	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	Good Governance and Performance Driven Organisation	90%	0%	0%	NA	N/A	0%	0%	NA

Safe Communities and Environment

Internal Ref / Indicator Code	Responsible Directorate	KPI	Unit of Measurement	Municipal KPA	Base line	Quarter ending September 2026				Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment / Corrective measures	Target	Actual	R
TL15	Corporate Management	90% Expenditure of Approved budget for maintenance of Municipal camp sites by end of Financial year	% Budget Spent	Safe Communities and Environment	90%	15%	11.62%	0	From this point onwards, monthly reporting will be conducted of all "through the bank" payments.	15%	11.62%	0
TL32	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	Safe Communities and Environment	90%	0%	0%	NA	N/A	0%	0%	NA
TL33	Community Services	Collection value of Traffic fines.	Achieve collection rate of at least R4 000000 per quarter	Safe Communities and Environment	R12	R4 000 000	R5 713 481	B	Target met	R4 000 000	R5 713 481	B
TL34	Community Services	Implement Thusong Outreach Programmes for financial year	Number of programmes	Safe Communities and Environment	20	6	9	B	Target met	6	9	B
TL35	Community Services	90% Spending of Provincial funding for the rolling out of Affordable Housing initiatives	% of funding spent for rolling out of affordable housing initiatives	Safe Communities and Environment	90%	0%	0%	NA	N/A	0%	0%	NA
TL36	Community Services	70 BNG Top Structures or housing opportunities Melkhoutfontein Project	Number of top structures or housing opportunities at Melkhoutfontein	Safe Communities and Environment	40	0	0	NA	N/A	0	0	NA

Finance Management Report for the quarter ended 30 September 2026

Safe Communities and Environment

TL37	Community Services	23 Housing opportunities for qualifying beneficiaries who fall in the income bracket of between R3501 and R7000	Number of housing opportunities created	Safe Communities and Environment	33	0	0	NA	N/A	0	0	NA
TL38	Community Services	Handover of Title Deeds	Number of Title Deeds handed over	Safe Communities and Environment	140	35	58	B	Target met	35	58	B
TL39	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	Safe Communities and Environment	80%	0%	0%	NA	N/A	0%	0%	NA
TL49	Technical Services	1600 ton recycled waste per year	Number of tons recycled material	Safe Communities and Environment	1 500	400	541.24	B	Target met	400	541.24	B

HESSEQUA MUNICIPALITY

Socio-Economic Development

Internal Ref / Indicator Code	Responsible Directorate	KPI	Unit of Measurement	Municipal KPA	Base line	Quarter ending September 2026				Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment / Corrective measures	Target	Actual	R
TL25	Development Planning	Quarterly report on Development Trends to PC	Number of reports submitted to PC	Socio-Economic Development	4	1	2	B	Target met	1	2	B
TL26	Development Planning	Process land use applications first response to applicant within 14 working days after all outstanding information has been received.	Average number of days to process land use applications received not exceeding 14 working days	Socio-Economic Development	14	14	4	B	Target met	14	4	B
TL27	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	Socio-Economic Development	120	120	0	DNO	No applications or the period	120	0	DNO
TL28	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	Socio-Economic Development	10	10	5.67	B	Target met	10	5.67	B
TL29	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	Socio-Economic Development	14	14	2.67	B	Target met	14	2.67	B
TL30	Development Planning	Operational budget spent for Environmental Management Department	% of budget spent	Socio-Economic Development	90%	0%	0%	NA	N/A	0%	0%	NA
TL31	Development Planning	90% expenditure of Tourism Budget	% of expenditure spent	Socio-Economic Development	90%	0%	0%	NA	N/A	0%	0%	NA
TL46	Technical Services	Water demand and conservation study in Riversdale	Water demand study completed	Socio-Economic Development	1	0	0	NA	N/A	0	0	NA

Finance Management Report for the quarter ended 30 September 2026

HESSEQUA MUNICIPALITY

Sustainable Financial Management

Internal Ref / Indicator Code	Responsible Directorate	KPI	Unit of Measurement	Municipal KPA	Base line	Quarter ending September 2026				Overall Performance for Quarter ending September 2026 to Quarter ending September 2026		
						Target	Actual	R	Performance Comment / Corrective measures	Target	Actual	R
TL16	Financial Services	Complete the Annual Financial Statement and submit to the Auditor General by 31 August annually	Statements submitted	Sustainable Financial Management	1	1	1	G	Target met	1	1	G
TL17	Financial Services	Report Bi-annually on the progress made on the Audit Outcomes report	Number of reports submitted to the Mayoral Committee	Sustainable Financial Management	2	0	0	NA	N/A	0	0	NA
TL18	Financial Services	Submit a liquidity report of the Municipality to the Mayoral Portfolio Committee annually	Number of reports submitted	Sustainable Financial Management	1	0	0	NA	N/A	0	0	NA
TL19	Financial Services	Unqualified Financial Audit as reported by Auditor General	Number of Unqualified Financial Audit result	Sustainable Financial Management	1	0	0	NA	N/A	0	0	NA
TL20	Financial Services	Indigent affordability assessment report submitted to Portfolio Committee by February	Report submitted	Sustainable Financial Management	1	0	0	NA	N/A	0	0	NA
TL21	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	Sustainable Financial Management	80%	80%	99.99%	G2	Target met	80%	99.99%	G2
TL22	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	Sustainable Financial Management	95%	0	0	NA	N/A	0	0	NA
TL23	Financial Services	Conduct quarterly outreaches to the public for Indigent Awareness or training	Number of outreaches conducted for Indigent awareness training	Sustainable Financial Management	4	1	3	B	Target met	1	3	B
TL24	Financial Services	Conduct Outreach to external stakeholders for SCM Processes education	Number of outreaches conducted	Sustainable Financial Management	4	0	0	NA	N/A	0	0	NA

Finance Management Report for the quarter ended 30 September 2026

Overall Summary of Results

NA	KPI Not Yet Applicable	KPIs with no targets or actuals in the selected period.	22
R	KPI Not Met	0% ≤ Actual/Target ≤ 66.999%	1
O	KPI Almost Met	67.000% ≤ Actual/Target ≤ 99.999%	2
G	KPI Met	Actual meets Target (Actual/Target = 100%)	3
G2	KPI Well Met	100.001% ≤ Actual/Target ≤ 132.999%	8
B	KPI Extremely Well Met	133.000% ≤ Actual/Target	12
DNO	KPI Did Not Occur	KPIs with a target which did not materialise	1
NU	KPI Not Yet Updated	KPIs which have not yet been updated	0
UR	KPI Under Review	KPIs which have been rejected by a Reviewer	0
	Total KPIs:		49

Cost Containment Measures

Cost Containment Monthly Report					
Cost Containment Measures	Budget YTD	Jul-26	Aug-26	Sept-26	Savings
	R'000	R'000	R'000	R'000	R'000
Use of consultants	3 735	22	553	1 079	2 081
Overtime	2 080	676	534	771	99
Vehicles used for political office-bearers	-	-	-	-	-
Travel and subsistence	456	136	237	195	- 112
Domestic accommodation	165	74	29	51	11
Sponsorships and catering	130	20	50	35	25
Communication	249	-	15	11	223
Conferences, Meetings & Study tours	1 296	15	14	204	1 063
Other related expenditure items (Events)	120	9	28	66	17
Total	8 231	952	1 460	2 412	3 407

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 Expenditure YTD	Savings
	R'000	R'000	R'000
Use of consultants	16 852	1 654	15 198
Overtime	8 321	1 981	6 340
Vehicles used for political office-bearers	-	-	-
Travel and subsistence	2 002	568	1 434
Domestic accommodation	783	154	629
Sponsorships and catering	407	105	302
Communication	995	26	969
Conferences, Meetings & Study tours	2 066	233	1 833
Other related expenditure items (Events)	272	103	169
Total	31 698	4 824	26 874

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



Rig alle korrespondensie aan die Munisipale Bestuurder
Address all correspondence to the Municipal Manager

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Van den Bergstraat
RIVERSDAL(E)

Verw. / Ref: 5/1/1/1

Navrae/Enquiries: G GOLIATH

QUALITY CERTIFICATE

I, **A S A de Klerk**, the 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 September 2026** 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

16 October 2026

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