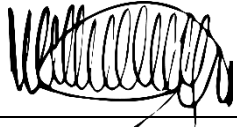


THEREFORE RECOMMENDED

That the Municipal Council takes cognisance of the MFMA Section 71 Budget Implementation and Performance Report for the month ending 31st December 2025 as submitted by the Budget and Treasury Office.

SUBMITTED FOR COGNISANCE

DESIGNATION	APPROVED <input checked="" type="checkbox"/>	NOT APPROVED	DATE
EXECUTIVE MAYOR: CLLR N J NUM	SIGNATURE: 		23 January 2026

ITEM A.39/01/2026**ITEM MAYORAL.34/01/2026****ITEM BUDGET AND TREASURY OFFICE.****MFMA SECTION 52(d), BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH/QUARTER ENDING 31ST DECEMBER 2025****PURPOSE****1. EXECUTIVE MAYOR'S REPORT**

Section 52 of the Municipal Finance Management Act, No. 56 of 2003 (MFMA) requires the Mayor of the municipality to report the implementation and performance of the budget and the financial state of affairs of the municipality to the municipal Council within 30 days after the end of each quarter. The in-year report Schedule C provides a high-level analysis as at 31 December 2025 in the prescribed format. Material variances are referred to briefly in this report. Comprehensive explanations are included in the monthly financial management report.

The accounting officer with the assistance of the chief financial officer consistently submit the Section 71 of the Municipal Finance Management Act as required. The Section 52 report will be used to assess the budgetary performance of the municipality for the second quarter of the 2025/2026 financial year. The report took into consideration the service delivery performance of the municipality as against the service delivery targets and performance indicators which were set in the service delivery and budget implementation plan.

2. EXECUTIVE SUMMARY

Table 1

	Approved Budget	2nd Quarter (Oct-Dec)	Year TD Budget	Year TD Actual	Variance
Total Operating Revenue	- 248 471 000.00	- 78 312 947.20	- 124 235 500.00	- 173 803 905.09	- 49 568 405.09
Total Operating Expenditure	247 430 243.00	57 349 680.92	129 406 904.00	109 315 124.58	- 20 091 779.42
(Surplus) / Deficit before Non-Cash	- 1 040 757.00	- 20 963 266.28	5 171 404.00	- 64 488 780.51	- 69 660 184.51
Non-Cash Items	- 7 183 565.00	- 7 183 565.00		- 7 183 565.00	
(Surplus) / Deficit After Non-Cash	- 8 224 322.00	- 28 146 831.28	5 171 404.00		
Total Capital Expenditure	13 850 000.00	2 611 142.63	6 925 000.00	3 859 332.68	- 3 065 667.32

The total operating revenue budget is budgeted at **R248.4 Million**. The actual operating revenue realised for the second quarter (Oct to Dec 2025) amount to **R78.3 Million** and the actual year to date budgeted revenue is **R62.1 Million**. The actual year to date budgeted revenue is **R124.2 Million** and the actual year to date revenue is **R173.8 Million**, which is more than the projected year to date operating revenue by **R49.5 Million**.

The total operating expenditure budget is budgeted at **R247.4 Million**. The operating expenditure incurred in the second quarter (Oct to Dec 2025) amount to **R57.3 Million** and the actual year-to-date budgeted operating expenditure is **R129.4 Million**. The expenditure incurred for the second quarter is less than the year-to-date budgeted expenditure by **R20 Million**.

The approved total capital budget is **R13.8 Million**. The total spending in the second quarter (Oct to Dec 2025) was standing at **R1.2 Million**. The year-to-date budget as at 31st December 2025 is estimated at **R6.9 Million** and the actual year-to-date operating expenditure is **R3.8 Million**, which is less than the year-to-date budgeted expenditure by **R3 Million**.

2.1 Statement of Financial Performance

2.1.1 Revenue by source

Table 2(a)

NO	Revenue by Source	Approved Budget	REVENUE & EXPENDITURE ACTUAL MOVEMENTS			
			Curr Mth Rec	YTD Movement	Balance	% Exp
1	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	- 1 100 000.00	-	- 120 000.00	- 980 000.00	10.91
2	TS_O_M_NRF_EQUITABLE SHARE	- 32 981 000.00	- 10 993 617.82	- 24 735 750.00	- 8 245 250.00	75.00
3	TS_O_M_NRF_FUEL LEVY	-192 095 000.00	- 64 031 382.18	-144 071 250.00	- 48 023 750.00	75.00
4	INTER: BANK ACCOUNTS	- 3 500 000.00	- 48 486.67	- 624 069.03	- 2 875 930.97	17.83
5	INTER: SHORT TERM INVEST & CALL ACCOUNTS	- 6 000 000.00	-	- 1 804 417.82	- 4 195 582.18	30.07
6	TS_O_M_DPAA_NDA_EDUC;TR&DEV SETA	- 2 000 000.00	- 74 974.76	- 411 099.86	- 1 588 900.14	20.55
7	RENTAL	- 250 000.00	-	-	- 250 000.00	-
8	COMMISSION: INSURANCE	- 30 000.00	-	- 4 007.46	- 25 992.54	13.36
9	SALE OF: ASSET < CAP THRESH	- 70 000.00	-	-	- 70 000.00	-
10	SALE OF: PUBLICATION - TENDER DOCUMENTS	- 50 000.00	-	-	- 50 000.00	-
11	TS_O_M_NG_EPWP GRANT	- 2 211 000.00	-	- 583 941.00	- 1 627 059.00	26.41
12	TS_O_M_NG_RURAL ROAD ASSET MNG SYS GRANT	- 2 884 000.00	-	-	- 2 884 000.00	-
13	ENERGY EFFICIENCY AND DEMAND-SIDE MAN GRANT	- 4 000 000.00	-	- 996 363.18	- 3 003 636.82	24.91
14	HEALTH CERTIFICATES	- 1 300 000.00	- 66 390.16	- 453 006.74	- 846 993.26	34.85
	TOTAL : INCOME	-248 471 000.00	- 75 214 851.59	-173 803 905.09	- 74 667 094.91	69.95

- The Municipality received the following revenue for the month of December 2025:
 - ❖ **R10.9 Million** for Equitable Share (2nd Tranche)
 - ❖ **R64 Million** for Fuel Levy (2nd Tranche);
 - ❖ **R74 Thousand** for LGSETA;
 - ❖ **R48 Thousand** for Interest on Bank;
 - ❖ **R66 Thousand** for Health Certificates.
- The year-to-date revenue received as at 31st December 2025 amount to **R173.8 Million** which is **69.95%** of the total annual budgeted revenue.
- To date, the Municipality received **R7.1 Million** on conditional grants, however it must be noted that the revenue for conditional grants will only be recognised once all conditions are met.

Table 2(b): Receipts on Conditional Grants

Grant Name	Allocation as per DORA	Amount Received
Rural Roads Assets Management Grant	R2 884 000.00	R2 019 000.00
Energy Efficiency and Demand-Side Man Grant	R4 000 000.00	R2 500 000.00
EPWP	R2 211 000.00	R1 549 000.00
FMG	R1 100 000.00	R1 100 000.00
TOTAL	R10 195 000.00	R7 168 000.00

2.1.2 Operating Expenditure by type**Table 3(a): Expenditure per Line-Item**

DISCRIPTION	REVENUE & EXPENDITURE ACTUAL MOVEMENTS				
	Approved Budget	Curr Mth Exp	YTD Movement	Balance	% Exp
EMPLOYEE RELATED COSTS	144 713 234.00	10 743 191.73	68 786 952.40	75 926 281.60	47.53
REMUNERATION OF COUNCILLORS	13 587 559.00	1 015 086.89	5 913 017.17	7 674 541.83	43.52
OUTSOURCED SERVICES	13 135 000.00	2 001 055.81	9 230 574.01	3 904 425.99	70.27
CONSULTANTS AND PROFESSIONAL SERVICES	17 434 000.00	3 143 480.67	6 911 339.04	10 522 660.96	39.64
CONTRACTORS	13 226 000.00	609 994.79	3 809 245.22	9 416 754.78	28.80
OPERATIONAL COSTS	27 200 885.00	3 681 647.33	11 291 130.43	15 909 754.57	41.51
INVENTORY	4 200 000.00	338 525.37	1 023 943.55	3 176 056.45	24.38
OPERATING LEASES	2 500 000.00	550 306.46	1 261 944.36	1 238 055.64	50.48
TRANSFER AND SUBSIDIES	4 250 000.00	52 000.00	261 394.19	3 988 605.81	6.15
DEPRECIATION AND AMORTISATION	6 988 565.00	122 595.70	825 584.21	6 162 980.79	11.81
TOTAL OPERATING EXPENDITURE	247 235 243.00	22 257 884.75	109 315 124.58	137 920 118.42	44.22
IMPAIRMENT LOSSES	195 000.00			195 000.00	-
TOTAL GAINS AND LOSSES	195 000.00	-	-	195 000.00	-
TOTAL EXPENDITURE	247 430 243.00	22 257 884.75	109 315 124.58	138 115 118.42	44.18

- The total operating expenditure for the month of December 2025 amount to **R22.2 Million**. The year-to-date operating expenditure is **R109.3 Million**, which is **44.18%** of the total approved expenditure.
- Council must take note that the total employee related costs constitute **58.49%** of the approved expenditure budget.

Table 3(b): Expenditure per Department

DR KENNETH KAUNDA DISTRICT MUNICIPALITY						
MFMA SECTION 71/52D BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH ENDING 31 DECEMBER 2025						
OPERATING EXPENDITURE						
REVENUE & EXPENDITURE ACTUAL MOVEMENTS						
	DEPARTMENT	Approved Budget	Curr Mth Exp (June)	YTD Movement	Balance	% Exp
1	EXECUTIVE MAYOR	5 988 847.00	607 449.77	1 694 442.09	4 294 404.91	28.29
2	SPEAKER	4 511 505.00	367 853.10	1 730 046.63	2 781 458.37	38.35
3	CHIEF WHIP	1 691 634.00	181 067.88	655 622.63	1 036 011.37	38.76
4	COUNCILLORS	10 611 133.00	779 258.31	4 514 909.66	6 096 223.34	42.55
5	MUNICIPAL MANAGER ADMINISTRATION	43 263 578.00	4 083 673.24	19 390 474.21	23 873 103.79	44.82
6	INTERNAL AUDIT	7 681 480.00	585 827.56	3 374 502.67	4 306 977.33	43.93
7	CORPORATE SERVICES	34 099 994.00	2 105 513.10	13 506 807.69	20 593 186.31	39.61
8	BUDGET AND TREASURY	34 972 181.00	4 549 047.92	17 285 251.46	17 686 929.54	49.43
9	LED & PLANNING	38 134 724.00	3 081 621.03	16 680 937.98	21 453 786.02	43.74
10	COMMUNITY SERVICES	66 280 167.00	5 916 572.84	30 482 129.56	35 798 037.44	45.99
	TOTAL	247 235 243.00	22 257 884.75	109 315 124.58	137 920 118.42	44.22
GAINS AND LOSSES						
REVENUE & EXPENDITURE ACTUAL MOVEMENTS						
	DEPARTMENT	Approved Budget	Curr Mth Exp (June)	YTD Movement	Balance	% Exp
1	MUNICIPAL MANAGER ADMINISTRATION	20 000.00	-	-	20 000.00	-
2	CORPORATE SERVICES	80 000.00	-	-	80 000.00	-
3	BUDGET AND TREASURY	80 000.00	-	-	80 000.00	-
4	LED & PLANNING	15 000.00	-	-	15 000.00	-
	TOTAL	195 000.00	-	-	195 000.00	-
	TOTAL OPERATING EXPENDITURE	247 430 243.00	22 257 884.75	109 315 124.58	138 115 118.42	44.18
CAPITAL EXPENDITURE						
REVENUE & EXPENDITURE ACTUAL MOVEMENTS						
	DEPARTMENT	Approved Budget	Curr Mth Exp (June)	YTD Movement	Balance	% Exp
1	EXECUTIVE MAYOR	-	-	-	-	-
2	SPEAKER	-	-	-	-	-
3	CHIEF WHIP	-	-	-	-	-
4	COUNCILLORS	-	-	-	-	-
5	MUNICIPAL MANAGER ADMINISTRATION	200 000.00	-	-	200 000.00	-
6	INTERNAL AUDIT	-	-	-	-	-
7	CORPORATE SERVICES	3 700 000.00	-	752 584.34	2 947 415.66	20.34
8	BUDGET AND TREASURY	2 450 000.00	1 905 542.63	2 401 148.34	48 851.66	98.01
9	LED & PLANNING	4 700 000.00	705 600.00	705 600.00	3 994 400.00	15.01
10	COMMUNITY SERVICES	2 800 000.00	-	-	2 800 000.00	-
	TOTAL	13 850 000.00	2 611 142.63	3 859 332.68	9 990 667.32	27.87

- The table above provides a broad expenditure per department and the spending to date thereof.

2.2 Cash Flow

The municipality started the financial year 2025/2026 with a positive estimated cash balance amounting to **R20.9 Million**, and the year-to date cash and cash equivalents as at 31 December 2025 was standing at **R99 Million**. The cash and cash equivalents which comprises of:

Bank balance	R9 Million
Investments	R90 Million

Refer to DC40 Dr Kenneth Kaunda – Table C7 Monthly Budget Statement – Cash flow
– **M06 December 2025**

3. IN-YEAR BUDGET STATEMENT TABLE

DC40 Dr Kenneth Kaunda - Table C1 Monthly Budget Statement Summary – M06 December 2025

DC40 Dr Kenneth Kaunda- Table C1 Monthly Budget Statement Summary - M06 December

Description	2024/25	2025/26	2025/26	2025/26				2025/26 Medium Term Revenue & Expenditure Framework	
	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	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	1 888	9 500	-	48	2 428	4 750	(2 322)	-49%	9 500
Transfers and subsidies - Operational	72 917	45 176	-	11 069	26 847	22 588	4 259	19%	45 176
Other own revenue	91 954	193 795	-	64 098	144 528	96 898	47 631	49%	-
contributions)	166 759	248 471	-	75 215	173 804	124 236	49 568	40%	248 471
Employee costs	77 286	144 713	-	10 743	68 787	72 357	(3 570)	-	144 713
Remuneration of Councillors	6 177	13 588	-	1 015	5 913	6 794	(881)	-	13 588
Depreciation and amortisation	-	7 184	-	123	826	7 184	(6 358)	-	7 184
Interest	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	1 488	4 200	-	339	1 024	4 200	(3 176)	-	4 200
Transfers and subsidies	278	4 250	-	52	261	2 125	(1 864)	-88%	4 250
Other expenditure	27 066	73 496	-	9 986	32 504	36 748	(4 244)	-12%	73 496
Total Expenditure	112 295	247 430	-	22 258	109 315	129 407	(20 092)	-16%	247 430
Surplus/(Deficit)	54 463	1 041	-	52 957	64 489	(5 171)	69 660	-1347%	1 041
Transfers and subsidies - capital (monetary)	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
contributions	54 463	1 041	-	52 957	64 489	(5 171)	69 660	-1347%	1 041
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	54 463	1 041	-	52 957	64 489	(5 171)	69 660	-1347%	1 041
Capital expenditure & funds sources									
Capital expenditure	2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Total sources of capital funds	2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Financial position									
Total current assets	174 365	16 664	-	-	-	55 660	(55 660)	-100%	16 664
Total non current assets	100 252	79 028	-	-	-	683	(683)	-100%	79 028
Total current liabilities	61 228	23 201	-	-	-	(7 867)	7 867	-100%	23 201
Total non current liabilities	17 106	21 417	-	-	-	-	-	-	21 417
Community wealth/Equity	54 707	50 033	-	-	-	64 192	(64 192)	-100%	50 033
Cash flows									
Net cash from (used) operating	44 437	8 224	-	125 024	144 579	4 112	(140 467)	-3416%	8 224
Net cash from (used) investing	(2 494)	(13 850)	-	(2 611)	(3 859)	(6 925)	(3 066)	44%	(13 850)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	62 698	15 329	-	122 413	140 728	18 142	(122 586)	-676%	15 329
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	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	15 660	(8 001)	(1 601)	(2 141)	1 107	(158)	(6 006)	-	(1 141)

DC40 Dr Kenneth Kaunda - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2024/25			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		165 770	238 076	-	75 148	171 771	119 038	52 733	44%	238 076
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		165 770	238 076	-	75 148	171 771	119 038	52 733	44%	238 076
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		989	1 300	-	66	453	650	(197)	-30%	1 300
Community and social services		989	1 300	-	66	453	650	(197)	-30%	1 300
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	9 095	-	-	1 580	4 548	(2 967)	-65%	9 095
Planning and development		-	9 095	-	-	1 580	4 548	(2 967)	-65%	9 095
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	166 759	248 471	-	75 215	173 804	124 236	49 568	40%	248 471
Expenditure - Functional										
Governance and administration		68 472	143 000	-	13 260	62 152	71 500	(9 348)	-13%	143 000
Executive and council		33 482	66 087	-	6 019	27 985	33 043	(5 058)	-15%	66 087
Finance and administration		31 166	69 232	-	6 655	30 792	34 616	(3 824)	-11%	69 232
Internal audit		3 824	7 681	-	586	3 375	3 841	(466)	-12%	7 681
Community and public safety		33 099	66 280	-	5 917	30 482	33 140	(2 658)	-8%	66 280
Community and social services		33 099	66 280	-	5 917	30 482	33 140	(2 658)	-8%	66 280
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		10 725	38 150	-	3 082	16 681	19 075	(2 394)	-13%	38 150
Planning and development		10 725	38 150	-	3 082	16 681	19 075	(2 394)	-13%	38 150
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	112 295	247 430	-	22 258	109 315	123 715	(14 400)	-12%	247 430
Surplus/ (Deficit) for the year		54 463	1 041	-	52 957	64 489	520	63 968	12293%	1 041

DC40 Dr Kenneth Kaunda - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2024/25			2025/26					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - EXECUTIVE AND COUNCIL	1	-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER ADMINISTRATION		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES ADMINISTRATION		313	2 250	-	75	411	1 125	(714)	-63.5%	2 250
Vote 4 - FINANCIAL SERVICES ADMINISTRATION		165 457	235 826	-	75 073	171 359	117 913	53 446	45.3%	235 826
Vote 5 - COMMUNITY AND SOCIAL SERVICES		989	1 300	-	66	453	650	(197)	-30.3%	1 300
Vote 6 - LED PLANNING AND DEVELOPMENT		-	9 095	-	-	1 580	4 548	(2 967)	-65.2%	9 095
Vote 7 - INTERNAL AUDIT		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	166 759	248 471	-	75 215	173 804	124 236	49 568	39.9%	248 471
Expenditure by Vote										
Vote 1 - EXECUTIVE AND COUNCIL	1	10 813	22 803	-	1 936	8 595	11 402	(2 807)	-24.6%	22 803
Vote 2 - MUNICIPAL MANAGER ADMINISTRATION		22 669	43 284	-	4 084	19 390	21 642	(2 251)	-10.4%	43 284
Vote 3 - CORPORATE SERVICES ADMINISTRATION		16 751	34 180	-	2 106	13 507	17 090	(3 583)	-21.0%	34 180
Vote 4 - FINANCIAL SERVICES ADMINISTRATION		14 414	35 052	-	4 549	17 285	17 526	(241)	-1.4%	35 052
Vote 5 - COMMUNITY AND SOCIAL SERVICES		33 099	66 280	-	5 917	30 482	33 140	(2 658)	-8.0%	66 280
Vote 6 - LED PLANNING AND DEVELOPMENT		10 725	38 150	-	3 082	16 681	19 075	(2 394)	-12.6%	38 150
Vote 7 - INTERNAL AUDIT		3 824	7 681	-	586	3 375	3 841	(466)	-12.1%	7 681
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	112 295	247 430	-	22 258	109 315	123 715	(14 400)	-11.6%	247 430
	2	54 463	1 041	-	52 957	64 489	520	63 968	12292.7%	1 041

DC40 Dr Kenneth Kaunda - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2024/25			2025/26					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services		3	120	-	-	60	(60)	-100%	120	
Agency services		-	-	-	-	-	-	-	-	
Interest		-	-	-	-	-	-	-	-	
Interest earned from Receivables		-	-	-	-	-	-	-	-	
Interest from Current and Non Current Assets		1 888	9 500	-	48	2 428	(2 322)	-49%	9 500	
Dividends		-	-	-	-	-	-	-	-	
Rent on Land		-	-	-	-	-	-	-	-	
Rental from Fixed Assets		-	250	-	-	125	(125)	-100%	250	
Licence and permits		-	-	-	-	-	-	-	-	
Special rating levies		-	-	-	-	-	-	-	-	
Operational Revenue		-	30	-	-	4	(11)	-73%	30	
Non-Exchange Revenue										
Property rates		-	-	-	-	-	-	-	-	
Surcharges and Taxes		-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	
Licence and permits		989	1 300	-	66	453	(197)	-30%	1 300	
Transfers and subsidies - Operational		72 917	45 176	-	11 069	26 847	4 259	19%	45 176	
Interest		-	-	-	-	-	-	-	-	
Fuel Levy		90 962	192 095	-	64 031	144 071	48 024	50%	192 095	
Operational Revenue		-	-	-	-	-	-	-	-	
Gains on disposal of Assets		-	-	-	-	-	-	-	-	
Other Gains		-	-	-	-	-	-	-	-	
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		166 759	248 471	-	75 215	173 804	124 236	49 568	40%	248 471
Expenditure By Type										
Employee related costs		77 286	144 713	-	10 743	68 787	72 357	(3 570)	-5%	144 713
Remuneration of councillors		6 177	13 588	-	1 015	5 913	6 794	(881)	-13%	13 588
Bulk purchases - electricity		-	-	-	-	-	-	-	-	
Inventory consumed		1 488	4 200	-	339	1 024	4 200	(3 176)	-76%	4 200
Debt impairment		-	-	-	-	-	-	-	-	
Depreciation and amortisation		-	7 184	-	123	826	7 184	(6 358)	-89%	7 184
Interest		-	-	-	-	-	-	-	-	
Contracted services		15 448	43 795	-	5 755	19 951	21 898	(1 946)	-9%	43 795
Transfers and subsidies		278	4 250	-	52	261	2 125	(1 864)	-88%	4 250
Irrecoverable debts written off		-	-	-	-	-	-	-	-	
Operational costs		11 618	29 701	-	4 232	12 553	14 850	(2 297)	-15%	29 701
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	
Other Losses		-	-	-	-	-	-	-	-	
Total Expenditure		112 295	247 430	-	22 258	109 315	129 407	(20 092)	-16%	247 430
Surplus/(Deficit)		54 463	1 041	-	52 957	64 489	(5 171)	69 660	(0)	1 041
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions		54 463	1 041	-	52 957	64 489	(5 171)			1 041
Income Tax		-	-	-	-	-	-	-	-	
Surplus/(Deficit) after income tax		54 463	1 041	-	52 957	64 489	(5 171)			1 041
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality		54 463	1 041	-	52 957	64 489	(5 171)			1 041
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year		54 463	1 041	-	52 957	64 489	(5 171)			1 041

DC40 Dr Kenneth Kaunda - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2024/25			2025/26					
		Audited Outcome	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 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER ADMINISTRATION		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES ADMINISTRATION		-	-	-	-	-	-	-	-	-
Vote 4 - FINANCIAL SERVICES ADMINISTRATION		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - LED PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 7 - INTERNAL AUDIT		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER ADMINISTRATION		-	200	-	-	-	100	(100)	-100%	200
Vote 3 - CORPORATE SERVICES ADMINISTRATION		1 468	3 700	-	-	753	1 850	(1 097)	-59%	3 700
Vote 4 - FINANCIAL SERVICES ADMINISTRATION		1 026	2 450	-	1 906	2 401	1 225	1 176	96%	2 450
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	2 800	-	-	-	1 400	(1 400)	-100%	2 800
Vote 6 - LED PLANNING AND DEVELOPMENT		-	4 700	-	706	706	2 350	(1 644)	-70%	4 700
Vote 7 - INTERNAL AUDIT		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Total Capital Expenditure		2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Capital Expenditure - Functional Classification										
Governance and administration		1 468	3 900	-	-	753	1 950	(1 197)	-61%	3 900
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	200	-	-	-	100	(100)	-100%	200
Internal audit		1 468	3 700	-	-	753	1 850	(1 097)	-59%	3 700
Community and public safety		1 026	9 950	-	2 611	3 107	4 975	(1 868)	-38%	9 950
Community and social services		1 026	2 450	-	1 906	2 401	1 225	1 176	96%	2 450
Sport and recreation		-	2 800	-	-	-	1 400	(1 400)	-100%	2 800
Public safety		-	4 700	-	706	706	2 350	(1 644)	-70%	4 700
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Funded by:										
National Government		-	-	-	-	-	-	-	-	-
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850
Total Capital Funding		2 494	13 850	-	2 611	3 859	6 925	(3 066)	-44%	13 850

DC40 Dr Kenneth Kaunda - Table C6 Monthly Budget Statement - Financial Position - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2024/25	2025/26				
		Audited Outcome	Original Budget	Monthly actual	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1						
ASSETS							
Current assets							
Cash and cash equivalents		103 919	15 329	48 827	–	56 798	15 329
Trade and other receivables from exchange transactions		1 118	1 335	–	–	(60)	1 335
Receivables from non-exchange transactions		–	–	–	–	–	–
Current portion of non-current receivables		–	–	–	–	–	–
Inventory		–	–	–	–	–	–
VAT		67 715	–	894	–	(1 078)	–
Other current assets		1 614	–	–	–	–	–
Total current assets		174 365	16 664	49 721	–	55 660	16 664
Non current assets							
Investments		–	–	–	–	–	–
Investment property		–	–	–	–	–	–
Property, plant and equipment		86 508	68 537	345	–	(960)	68 537
Biological assets		–	–	–	–	–	–
Living and non-living resources		–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–
Intangible assets		13 744	10 491	1 618	–	1 643	10 491
Trade and other receivables from exchange transactions		–	–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–	–
Other non-current assets		–	–	–	–	–	–
Total non current assets		100 252	79 028	1 963	–	683	79 028
TOTAL ASSETS		274 617	95 692	51 683	–	56 343	95 692
LIABILITIES							
Current liabilities							
Bank overdraft		–	–	–	–	–	–
Financial liabilities		685	–	–	–	–	–
Consumer deposits		–	–	–	–	–	–
Trade and other payables from exchange transactions		6 169	21 225	(1 514)	–	(10 780)	21 225
Trade and other payables from non-exchange transactions		3 299	–	752	–	3 268	–
Provision		22 606	1 976	–	–	–	1 976
VAT		28 468	–	10	–	(355)	–
Other current liabilities		–	–	–	–	–	–
Total current liabilities		61 228	23 201	(752)	–	(7 867)	23 201
Non current liabilities							
Financial liabilities		–	–	–	–	–	–
Provision		–	21 417	–	–	–	21 417
Long term portion of trade payables		–	–	–	–	–	–
Other non-current liabilities		17 106	–	–	–	–	–
Total non current liabilities		17 106	21 417	–	–	–	21 417
TOTAL LIABILITIES		78 334	44 618	(752)	–	(7 867)	44 618
NET ASSETS	2	196 284	51 074	52 436	–	64 209	51 074
COMMUNITY WEALTH/EQUITY							
Accumulated surplus/(deficit)		54 707	50 033	52 436	–	64 192	50 033
Reserves and funds		–	–	–	–	–	–
Other		–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	54 707	50 033	52 436	–	64 192	50 033

DC40 Dr Kenneth Kaunda - Table C7 Monthly Budget Statement - Cash Flow - M06 December 2025

DC40 Dr Kenneth Kaunda- Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2024/25			2025/26					
		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		-	-	-	-	-	-	-	-	-
Service charges		-	-	-	-	-	-	-	-	-
Other revenue		-	193 795	-	64 108	64 373	96 898	(32 524)	-34%	193 795
Transfers and Subsidies - Operational		-	45 176	-	9 402	9 426	22 588	(13 162)	-58%	45 176
Transfers and Subsidies - Capital		-	-	-	-	-	-	-	-	-
Interest		50 000	9 500	-	50 000	60 000	4 750	55 250	1163%	9 500
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(5 563)	(235 997)	-	1 514	10 780	(117 998)	128 779	-109%	(235 997)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	(4 250)	-	-	-	(2 125)	2 125	-100%	(4 250)
NET CASH FROM/(USED) OPERATING ACTIVITIES		44 437	8 224	-	125 024	144 579	4 112	(140 467)	-3416%	8 224
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(2 494)	(13 850)	-	(2 611)	(3 859)	(6 925)	3 066	-44%	(13 850)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(2 494)	(13 850)	-	(2 611)	(3 859)	(6 925)	(3 066)	44%	(13 850)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		41 944	(5 626)	-	122 413	140 720	(2 813)			(5 626)
Cash/cash equivalents at beginning:		20 755	20 955	-	-	8	20 955	(20 947)	-100%	20 955
Cash/cash equivalents at month/year end:		62 698	15 329	-	122 413	140 728	18 142			15 329

PART 2 SUPPORTING DOCUMENTATION

A. DEBTORS AGE ANALYSIS

DC40 Dr Kenneth Kaunda- Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December													
Description	NT Code	2025/26								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.To 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				
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	-	-	-	-	-	282	282	282	-	-
Total By Income Source	2000	-	-	-	-	-	-	-	282	282	282	-	-
2024/25 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	-	-	-	-	-	-	-	282	282	282	-	-
Total By Customer Group	2600	-	-	-	-	-	-	-	282	282	282	-	-

Notes

- The total Debtors as at 31 December 2025 amount to **R282 Thousand** for over payment on salaries of one senior manager.
- The amount will be fully recovered as the senior manager is no longer an employee of the Municipality.

B. CREDITORS AGE ANALYSIS

DC40 Dr Kenneth Kaunda- Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December												
Description	NT Code	2025/26								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	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	171	24	195	-
Total By Customer Type	1000	-	-	-	-	-	-	-	171	24	195	-

- The total Creditors balance as at 31 December 2025 was standing at **R195 Thousand** which is for Workmen's Compensation which is made up of:
 - ❖ **R24 Thousand** - old balance.
 - ❖ An amount of **R804 Thousand** related to COIDA was due in October 2025. A payment of **R633 Thousand** was made in the same month, leaving a balance of **R171 Thousand** outstanding. Due to limited budget availability, the outstanding amount will be catered for in the upcoming adjustment budget.

C. INVESTMENT PORTFOLIO

DC40 Dr Kenneth Kaunda - Supporting Table SC5 Monthly Budget Statement - investment portfolio - 31 December 2025															
Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months/Days	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Start Date of Investment	Expiry date of investment	Opening balance	Accrued Interest	Interest received	Withdrawal	Closing Balance
Municipality															
Standard bank 038659190-316			Fixed deposit	Yes	Fixed	7.675%	N/A	N/A	Friday, 10 October 2025	Friday, 09 January 2026	40 000 000.00				40 000 000.00
Standard bank 038659190-317			Fixed deposit	Yes	Fixed	7.488%	N/A	N/A	Thursday, 11 December 2025	Monday, 30 March 2026	25 000 000.00				25 000 000.00
Nedbank 037881061820-77			Fixed deposit	Yes	Fixed	7.33%	N/A	N/A	Thursday, 11 December 2025	Wednesday, 11 February 2026	5 000 000.00				5 000 000.00
Absa bank 2082311976			Fixed deposit	Yes	Fixed	7.46%	N/A	N/A	Thursday, 11 December 2025	Monday, 23 March 2026	20 000 000.00				20 000 000.00
Standard bank 038659190-314			Fixed deposit	Yes	Fixed	7.925%	N/A	N/A	Tuesday, 08 July 2025	Tuesday, 07 October 2025	30 000 000.00		592 746.58	30 592 746.58	-
Standard bank 038659190-315			Fixed deposit	Yes	Fixed	7.925%	N/A	N/A	Tuesday, 08 July 2025	Tuesday, 07 October 2025	30 000 000.00		592 746.58	30 592 746.58	-
Municipality sub-total											150 000 000.00	-	1 185 493.16	61 185 493.16	90 000 000.00
Entities															
Entities sub-total															
TOTAL INVESTMENTS AND INTEREST	2										150 000 000.00	-	1 185 493.16	61 185 493.16	90 000 000.00

- The investment balance as at 31 December 2025 amounted to **R90 Million** and is invested with the below listed bank:

Standard Bank	R65 Million
Nedbank	R5 Million
ABSA	R20 Million

D. ALLOCATION OF GRANT RECEIPTS

DC40 Dr Kenneth Kaunda- Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2024/25		2025/26						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		72 604	235 271	235 271	75 025	175 975	107 208	68 767	64.1%	235 271
F_O_REV_GR_EQUITABLE SHARE	-	72 604	32 981	32 981	10 994	24 736	32 981	(8 245)	-25%	32 981
F_O_T&S_MA_NG_ENERGY EFF & DEMAND SIDE MNG	-	-	4 000	4 000	-	2 500	1 100	1 400	127%	4 000
F_O_T&S_MA_NG_EPWP INTEGRATED GRANT	-	-	2 211	2 211	-	1 549	2 211	(662)	-30%	2 211
F_O_T&S_MA_NG_RURAL ROAD ASSET MNG SYSTEMS GRANT	-	-	2 884	2 884	-	2 019	2 884	(865)	-30%	2 884
F_O_T&S_MA_NG_LOCAL GOV FIN MNG GRANT	-	-	1 100	1 100	-	1 100	4 000	(2 900)	-72%	1 100
RSC LEVY	-	-	192 095	192 095	64 031	144 071	64 032	80 040	125%	192 095
Provincial Government:		313	2 000	2 000	75	411	1 000	(589)	-58.9%	2 000
F_O_T&S_MA_DAA_NDA_EDUCATION; TRAINING AND DEVELOPME	-	313	2 000	2 000	75	411	1 000	(589)	-59%	2 000
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		72 917	237 271	237 271	75 100	176 386	108 208	68 178	63.0%	237 271
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		72 917	237 271	237 271	75 100	176 386	108 208	68 178	63.0%	237 271

- During the month of December, the Municipality received **R75.1 Million** for the following Grants:

- ❖ **R10.9 Million** for Equitable Share (2nd Tranche)
 - ❖ **R64 Million** for Fuel Levy (2nd Tranche);
 - ❖ **R74 Thousand** for LGSETA.
- It must be noted that the Municipality by far has received all the budgeted Grants and Subsidies as per the approved National Treasury Payment Schedule.
 - There is no Grant withheld by NT as at 31st December 2025.
 - The total Conditional and Unconditional Grants received as at 31 December 2025 amount to **R176.3 Million** and the table below gives details of the allocations, amounts received, related dates of transfers and outstanding amounts to be received.

Table 4 (a)

Grant	Allocation as per DORA	Amount Received	Date of transfer (Receipts)	Outstanding
RSC Replacement Grant	R192 095 000.00	R80 039 867.82	July 2025	R48 023 750.00
		R64 031 382.18	December 2025	
Equitable Share	R32 981 000.00	R13 742 132.18	July 2025	R8 245 250.00
		R10 993 617.82	December 2025	
Rural Roads Assets Management Grant	R 2 884 000.00	R2 019 000.00	August 2025	R865 000.00
Energy Efficiency and Demand-Side Man Grant	R4 000 000.00	R1 300 000.00	August 2025	R1 500 000.00
		R1 200 000.00	November 2025	
EPWP	R2 211 000.00	R553 000.00	August 2025	R662 000.00
		R996 000.00	November 2025	
FMG	R1 100 000.00	R1 100 000.00	August 2025	-
LGSETA	R2 000 000.00	R442 424.91	July 2025	R1 588 90.14
		R56 900.19	October 2025	
		(R163 200.00)	November 2025	
		R74 974.76	December 2025	
Total	R237 271 000.00	R176 386 099.86	-	R60 884 900.14

Expenditure on Grants as at 31 December 2025

The Municipality has utilised the **conditional grants** and the table below gives expenditure to date on each grant.

Table 5

Grants	Total grant allocation from National Treasury	Current Month Expenditure	Expenditure as at 31 December 2025	Balance	%
EPWP	R2 211 000.00	R714 070.00	R1 298 011.00	R912 989.00	58.71
Financial Management Grant (FMG)		R30 000.00			16.36

	R1 100 000.00		R180 000.00	R920 000.00	
Rural roads Asset Management	R2 884 000.00	-	-	R2 884 000.00	-
Energy Efficiency and Demand-Side Man Grant	R4 000 000.00	R280 000.00	R1 276 363.18	R2 723 636.82	31.91
TOTAL	R10 195 000.00	R30 000.00	R1 730 304.18	R8 464 695.82	16.97

E. COUNCILORS' AND EMPLOYEE BENEFITS

DC40 Dr Kenneth Kaunda- Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2024/25			2025/26					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		4 083	9 768	-	724	4 160	4 884	(724)	-15%	9 768
Pension and UIF Contributions		501	654	-	47	260	327	(67)	-20%	654
Medical Aid Contributions		72	117	-	9	54	59	(5)	-9%	117
Motor Vehicle Allowance		272	1 422	-	107	631	711	(80)	-11%	1 422
Cellphone Allowance		376	778	-	67	401	389	12	3%	778
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		874	850	-	62	408	425	(17)	-4%	850
Sub Total - Councillors		6 177	13 588	-	1 015	5 913	6 794	(881)	-13%	13 588
% increase	4		120.0%			482.5%				120.0%
Senior Managers of the Municipality										
Basic Salaries and Wages		557	4 342	-	153	1 969	2 171	(202)	-9%	4 342
Pension, UIF and Group life Contributions		36	225	-	-	-	113	(113)	-100%	225
Medical Aid Contributions		-	108	-	-	-	54	(54)	-100%	108
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	185	-	-	-	92	(92)	-100%	185
Motor Vehicle Allowance		132	945	-	25	308	473	(164)	-35%	945
Cellphone Allowance		17	133	-	5	45	66	(21)	-32%	133
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		7	21	-	-	14	11	3	28%	21
Sub Total - Senior Managers of Municipality		749	5 959	-	183	2 336	2 980	(644)	-22%	5 959
% increase	4		695.3%							695.3%
Other Municipal Staff										
Basic Salaries and Wages		43 550	82 713	-	6 962	41 977	41 357	621	2%	82 713
Pension, UIF and Group life Contributions		11 409	16 576	-	1 387	8 380	8 288	92	1%	16 576
Medical Aid Contributions		5 924	7 448	-	618	3 752	3 724	28	1%	7 448
Overtime		445	1 039	-	74	512	519	(7)	-1%	1 039
Performance Bonus		3 235	6 581	-	167	3 054	3 291	(237)	-7%	6 581
Motor Vehicle Allowance		5 591	10 884	-	794	4 789	5 442	(653)	-12%	10 884
Cellphone Allowance		756	1 458	-	110	661	729	(68)	-9%	1 458
Housing Allowances		322	583	-	54	326	292	35	12%	583
Other benefits and allowances		781	1 740	-	136	742	870	(128)	-15%	1 740
Payments in lieu of leave		2 540	5 486	-	-	374	2 743	(2 369)	-86%	5 486
Long service awards		1 207	1 541	-	12	713	771	(57)	-7%	1 541
Post-retirement benefit obligations		-	522	-	-	-	261	(261)	-100%	522
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		777	2 183	-	245	1 170	1 092	79	7%	2 183
In kind benefits		-	-	-	-	-	-	-	-	-
Less: Employees costs capitalised to PPE		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		76 537	138 754	-	10 561	66 451	69 377	(2 926)	-4%	138 754
% increase	4		81.3%							81.3%
Total Parent Municipality		83 463	158 301	-	11 758	74 700	79 150	(4 450)	-6%	158 301
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Sub Total - Executive members Board	2	-	-	-	-	-	-	-	-	-
% increase	4									
Senior Managers of Entities										
Sub Total - Senior Managers of Entities	4	-	-	-	-	-	-	-	-	-
% increase	4									
Other Staff of Entities										
Sub Total - Other Staff of Entities	4	-	-	-	-	-	-	-	-	-
% increase	4									
Total Municipal Entities										
TOTAL SALARY, ALLOWANCES & BENEFITS		83 463	158 301	-	11 758	74 700	79 150	(4 450)	-6%	158 301
% increase	4		89.7%							89.7%
TOTAL MANAGERS AND STAFF		77 286	144 713	-	10 743	68 787	72 357	(3 570)	-5%	144 713

❖ The total employee related costs were adjusted to **R144.7 Million**. The total spending for the month of December 2025 amount to **R10.7 Million**, reflected as **47.53%** of the

- budgeted employee related costs.
- ❖ The budget for remuneration of councillors was adjusted to **R13.5 Million**. The spending for the month of December 2025 amount to **R1 Million**, which totals to **43.52%** of the budgeted remuneration of councillors.

F. CAPITAL PROGRAMME PERFORMANCE

Table 6

Capital Budget List

DR KENNETH KAUNDA DISTRICT MUNICIPALITY							
MFMA SECTION 71/52D BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH ENDING 31 DECEMBER 2025							
REVENUE & EXPENDITURE ACTUAL MOVEMENTS							
NO	DEPARTMENT	DESCRIPTION	Approved Budget	Curr Mth Exp (June)	YTD Movement	Balance	% Exp
1	MUNICIPAL MANAGER	COMMUNICATION EQUIPMENT	200 000.00	-	-	200 000.00	-
2	CORPORATE SERVICES	OFFICE FURNITURE AND FITTINGS	300 000.00	-	-	300 000.00	-
3	CORPORATE SERVICES	COMPUTER EQUIPMENT	500 000.00	-	494 237.80	5 762.20	98.85
4	CORPORATE SERVICES	NETWORK UPGRADE	500 000.00	-	-	500 000.00	-
5	CORPORATE SERVICES	INTANGIBLES	400 000.00	-	258 346.54	141 653.46	64.59
6	CORPORATE SERVICES	FLEET	2 000 000.00	-	-	2 000 000.00	-
7	BTO	FINANCIAL SYSTEM	2 450 000.00	1 905 542.63	2 401 148.34	48 851.66	98.01
8	LED & PLANNING	ACQUISITION OF OFFICE SPACE	300 000.00	-	-	300 000.00	-
9	LED & PLANNING	WATER PROJECTS	2 000 000.00	-	-	2 000 000.00	-
10	LED & PLANNING	LIGHTING PROTECTION / CONDUCTOR	200 000.00	-	-	200 000.00	-
11	LED & PLANNING	AGRI-PARKS	1 700 000.00	705 600.00	705 600.00	994 400.00	41.51
12	LED & PLANNING	UPGRADE OF DISASTER CENTRE	500 000.00	-	-	500 000.00	-
13	COMMUNITY SERVICES	TOOLS	300 000.00	-	-	300 000.00	-
14	COMMUNITY SERVICES	FIRE BAY DOORS	1 000 000.00	-	-	1 000 000.00	-
15	COMMUNITY SERVICES	LANDFILL SITE DISTRICT	1 500 000.00	-	-	1 500 000.00	-
TOTAL			13 850 000.00	2 611 142.63	3 859 332.68	9 990 667.32	27.87

- The total approved budget for total capital expenditure is **R13.8 Million**. The spending for the month of December 2025 amount to **R2.6 Million**. The actual year to date is **R3.8 Million** which is **27.87%**.

G. MATERIAL VARIANCES

Revenue by Source

The material Variances are prepared based on- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M06 December 2025

Description	% Variance	Reasons for material variances.
Interest earned – external investments	-49%	Interest earned-external investments is more as results of the large amount currently invested with various financial institutions.
Transfers and subsidies:		<ul style="list-style-type: none"> • To date, the Municipality received the following grants which amount to R176.3 Million: <ul style="list-style-type: none"> ❖ Equitable Share (R13.7 Million) ❖ Equitable Share (R10.9 Million) ❖ RSC Replacement Grant (R80 Million) ❖ RSC Replacement Grant (R64 Million) ❖ FMG (R1.1 Million) ❖ RRAMS (R2 Million) ❖ EPWP (R553 Thousand) ❖ EPWP (R996 Thousand) ❖ EEDSM (R1.3 Million) ❖ EEDSM (R1.2 Million) ❖ LGSETA (R442 Thousand) ❖ LGSETA (R56 Thousand) ❖ LGSETA (-R163 Thousand) ❖ LGSETA (R74 Thousand)
Operational	19%	
Fuel Levy	50%	
Sale of Goods	-100%	The municipality budgeted for sale of tender documents The revenue from the sale of tender documents has declined due to the documents now being available for free on E-Tender portal.
Rental from Fixed Assets	-100%	The municipality budgeted for rental to be received form a newly acquired building.
Licence and permits	-30%	The actual revenue received to date is more than the projected revenue.

Expenditure by Type

Description	YTD% Variance	Reasons for material deviations
Employee related costs	-5%	Considering the spread of the 13 th cheque into different months.
Remuneration of councillors	-13%	The Budget took into account the possible increase as well as the Upper limits.
Depreciation & asset impairment	-89%	The depreciation was processed during the current month. It must be noted that the depreciation is accounted for every month.
Inventory Consumed	-7%	The variance on other materials results from purchases of material and supplies which are procured as and when needed.

Contracted services	-9%	The Contracted services is made of: Consultant and professional fees, Outsourced services and contractors. The low spending emanates from Water Sampling. More detailed info please see (page 21-22)
Transfers and subsidies	-88%	Budgeted transfers and subsidies comprises: <ul style="list-style-type: none"> • EM Discretionary Bursaries • Merit Bursaries • Social Relief: • Transfer – Sports, Art & Culture • SSMEs Grants There is a slow spending on most of the items under Transfers and subsidies.
Other expenditure	-15%	The Other Expenditure is made of: Operational Costs and Operating Leases. The low spending emanates from expenditure on some of the Programmes and Campaigns.
Capital expenditure	-44%	<ul style="list-style-type: none"> • The capital budget is budgeted at R13.8 Million. Details of Capital budget list is on Table 6 (Page 18)

H. OTHER SUPPORTING DOCUMENTATION

DC40 Dr Kenneth Kaunda - Supporting Table SC13c Monthly Budget Statement – Expenditure on Repairs and Maintenance by Asset class – M06 December 2025

DC40 Dr Kenneth Kaunda- Supporting Table SC13d Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

Description	Ref	2024/25			2025/26					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		-	1 093	-	30	120	546	426	78.0%	1 093
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	1 093	-	30	120	546	426	78.0%	1 093
Data Centres		-	1 093	-	30	120	546	(426)	-78%	1 093
Community Assets		-	585	-	90	469	293	(177)	-60.4%	585
Community Facilities		-	585	-	90	469	293	(177)	-60.4%	585
Halls		-	585	-	90	469	293	177	60%	585
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		-	-	-	-	-	-	-	-	-
Other assets		-	413	-	2	97	207	110	53.2%	413
Operational Buildings		-	413	-	2	97	207	110	53.2%	413
Municipal Offices		-	413	-	2	97	207	(110)	-53%	413
Housing		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
		-	924	-	-	110	462	352	76.2%	924
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	924	-	-	110	462	352	76.2%	924
Computer Software and Applications		-	924	-	-	110	462	(352)	-76%	924
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		-	1 234	-	0	68	617	549	89.0%	1 234
Computer Equipment		-	1 234	-	0	68	617	(549)	-89%	1 234
Furniture and Office Equipment		-	956	-	(0)	(87)	478	565	118.3%	956
Furniture and Office Equipment		-	956	-	(0)	(87)	478	(565)	-118%	956
Machinery and Equipment		-	322	-	-	49	161	112	69.4%	322
Machinery and Equipment		-	322	-	-	49	161	(112)	-69%	322
Transport Assets		-	1 462	-	(0)	0	731	731	100.0%	1 462
Transport Assets		-	1 462	-	(0)	0	731	(731)	-100%	1 462
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	-	6 989	-	123	826	3 494	2 669	76.4%	6 989

I. CONTRACTED SERVICES

The Contracted Services has three categories namely, Outsource Services, Consultants and Professional Services and Contractors.

i. Outsourced Services

Table 7

NO	DISCRIPTION	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	OS: BURIAL SERVICES	350 000.00	36 000.00	175 500.00	174 500.00	50.14
2	OS: CATERING SERVICES	100 000.00	20 700.00	49 500.00	50 500.00	49.50
3	OS: CATERING SERVICES - WELLNESS	50 000.00	-	-	50 000.00	-
4	OS: CATERING SERVICES COUNCILLOR SUPP	30 000.00	-	-	30 000.00	-
5	OS: CATERING SERVICES-AGRICULTURE INITIA	50 000.00	35 016.00	35 016.00	14 984.00	70.03
6	OS: CATERING SERVICES-AIR QUALITY	30 000.00	7 040.00	13 200.00	16 800.00	44.00
7	OS: CATERING SERVICES-ANTI CORRUPTION	30 000.00	-	-	30 000.00	-
8	OS: CATERING SERVICES-CAREER	50 000.00	-	29 200.00	20 800.00	58.40
9	OS: CATERING SERVICES-CBP	30 000.00	-	9 240.00	20 760.00	30.80
10	OS: CATERING SERVICES-CONSTITUENCY LIAIS	50 000.00	-	26 880.00	23 120.00	53.76
11	OS: CATERING SERVICES-COUNCIL MEETINGS	150 000.00	27 510.00	27 510.00	122 490.00	18.34
12	OS: CATERING SERVICES-COUNCILLOR PERFORM	50 000.00	25 500.00	25 500.00	24 500.00	51.00
13	OS: CATERING SERVICES-DIS MANA ADVISORY	50 000.00	40 260.00	40 260.00	9 740.00	80.52
14	OS: CATERING SERVICES-DISASTER AWARENESS	50 000.00	-	34 590.00	15 410.00	69.18
15	OS: CATERING SERVICES-DISTRICT LEARNING	30 000.00	-	4 160.00	25 840.00	13.87
16	OS: CATERING SERVICES-ELDERLY	50 000.00	-	9 280.00	40 720.00	18.56
17	OS: CATERING SERVICES-GENDER	50 000.00	-	35 720.00	14 280.00	71.44
18	OS: CATERING SERVICES-HEALTH	30 000.00	10 000.00	10 000.00	20 000.00	33.33
19	OS: CATERING SERVICES-IMBIZO	100 000.00	10 400.00	102 331.40	- 2 331.40	102.33
20	OS: CATERING SERVICES-MORAL	50 000.00	39 130.00	48 130.00	1 870.00	96.26
21	OS: CATERING SERVICES-MPAC	120 000.00	-	19 345.00	100 655.00	16.12
22	OS: CATERING SERVICES-MULTY PARTY	50 000.00	-	29 925.00	20 075.00	59.85
23	OS: CATERING SERVICES-PUBLIC PARTICIPA	50 000.00	-	47 050.00	2 950.00	94.10
24	OS: CATERING SERVICES-RISK REDUCTION	30 000.00	-	-	30 000.00	-
25	OS: CATERING SERVICES-SAFETY	30 000.00	29 700.00	53 700.00	- 23 700.00	179.00
26	OS: CATERING SERVICES-SOCIAL	50 000.00	-	41 500.00	8 500.00	83.00
27	OS: CATERING SERVICES-SPORTS ARTS&CULTU	50 000.00	-	32 245.00	17 755.00	64.49
28	OS: CATERING SERVICES-STAKEHOLDER SUPP	100 000.00	17 500.00	64 000.00	36 000.00	64.00
29	OS: CATERING SERVICES-TRADE&INVESTMENT	50 000.00	41 360.00	51 560.00	- 1 560.00	103.12
30	OS: CATERING SERVICES-WOMAN	50 000.00	-	-	50 000.00	-
31	OS: CATERING SERVICES-WOMEN CAUCUS	30 000.00	-	-	30 000.00	-
32	OS: CATERING SERVICES-FIRE ADVISORY	50 000.00	-	-	50 000.00	-
33	OS: CLEANING SERVICES	60 000.00	-	-	60 000.00	-
34	OS: CLEARING & GRASS CUTTING SERVICES	150 000.00	-	-	150 000.00	-
35	OS: MEDICAL SERVICES [HEALTH SERV & SUP]	100 000.00	1 500.00	28 500.00	71 500.00	28.50
36	OS: PERSONNEL & LABOUR - EPWP GRANT	2 211 000.00	714 070.00	1 298 011.00	912 989.00	58.71
37	OS: PERSONNEL & LABOUR-CBP	2 400 000.00	215 818.31	1 067 439.39	1 332 560.61	44.48
38	OS: PERSONNEL & LABOUR-EPWP	5 864 000.00	715 451.50	5 761 621.22	102 378.78	98.25
39	OS: TRANSPORT SERVICES	30 000.00	-	-	30 000.00	-
40	OS: TRANSPORT SERVICES-COMMUNITY SUPPORT PROGRAMME	30 000.00	-	-	30 000.00	-
41	OS: TRANSPORT SERVICES-CONSTITUENCY LIAI	50 000.00	-	-	50 000.00	-
42	OS: TRANSPORT SERVICES-MPAC	50 000.00	-	-	50 000.00	-
43	OS: TRANSPORT SERVICES-MULTY PARTY	100 000.00	7 050.00	49 650.00	50 350.00	49.65
44	OS: TRANSPORT SERVICES-PUBLIC PARTICIPAT	50 000.00	7 050.00	10 010.00	39 990.00	20.02
TOTAL OUTSOURCED SERVICES		13 135 000.00	2 001 055.81	9 230 574.01	3 904 425.99	70.27

- ❖ The total budget for Outsource Services is **R13.1 Million**. The current month expenditure amount to **R2 Million**. The spending to date is **R9.2 Million** which is **70.27%** of the total budgeted outsource services.

ii. Consultants and Professional Services

Table 8

NO	DISCRIPTION	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	C&PS: B&A ACTUARIES	30 000.00	-	25 000.00	5 000.00	83.33
2	C&PS: B&A AIR POLLUTION-AIR QUALITY	50 000.00	-	-	50 000.00	-
3	C&PS: LAB SERV FOOD	60 000.00	-	-	60 000.00	-
4	C&PS: B&A AUDIT COMMITTEE	1 000 000.00	192 262.56	474 276.39	525 723.61	47.43
5	C&PS: B&A BUSINESS& FIN MANAGEMENT-AFS	1 800 000.00	394 450.00	1 741 260.00	58 740.00	96.74
6	C&PS: B&A ORGANISATIONAL	100 000.00	18 782.61	18 782.61	81 217.39	18.78
7	C&PS: B&A RESEARCH & ADVISORY	1 300 000.00	1 130 920.00	1 130 920.00	169 080.00	86.99
8	C&PS: I&P ENGINEERING ELECTRICAL- Energy	4 000 000.00	280 000.00	1 276 363.18	2 723 636.82	31.91
9	C&PS: LAB SERV WATER	900 000.00	43 843.00	231 058.20	668 941.80	25.67
10	C&PS: LEGAL COST ADVICE & LITIGATION - LEGAL FEES	3 500 000.00	843 772.50	1 011 628.66	2 488 371.34	28.90
11	C&PS:B&A BUSINESS&FIN MANAGEMENT-ASSETS	1 300 000.00	239 450.00	1 002 050.00	297 950.00	77.08
12	C&PS:B&A RESEARCH&ADVISORY-DIS MAN RESE	50 000.00	-	-	50 000.00	-
13	C&PS:I&P LAND & QUANTITY SURVEYORS-RRAMS	2 884 000.00	-	-	2 884 000.00	-
14	C&PS: SMME HUB AND LIGHT INDUSTRIAL PARK	200 000.00	-	-	200 000.00	-
15	C&PS:B&A BUSINESS & FIN MANAGEMENT-FMG	260 000.00	-	-	260 000.00	-
TOTAL CONSULTANTS AND PROFESSIONAL SERVICES		17 434 000.00	3 143 480.67	6 911 339.04	10 522 660.96	39.64

- ❖ The budget for consultant and professional services is **R17.4 Million**. The spending for the current month amount to **R3.1 Million**. The spending to date is **R6.9 Million** which is **39.64%** of the total budgeted consultants.

iii. Contractors

Table 9

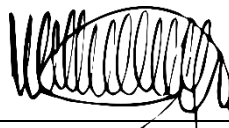
NO	DISCRIPTION	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	CONTR: ARTISTS & PERFORMERS-DIS MAN AWAR	120 000.00	-	28 000.00	92 000.00	23.33
2	CONTR: ARTISTS & PERFORMERS-TRADE&INVEST	100 000.00	-	-	100 000.00	-
3	CONTR: EMPLOYEE WELLNESS	300 000.00	-	-	300 000.00	-
4	CONTR: FIRE PROTECTION	150 000.00	-	-	150 000.00	-
5	CONTR: MAINTENANCE OF EQUIPMENT-PLANT&EQ	650 000.00	26 084.95	26 084.95	623 915.05	4.01
6	CONTR: MAINTENANCE OF EQUIPMENT-SYSTEM	200 000.00	-	-	200 000.00	-
7	CONTR: MAINTENANCE OF EQUIPMENT-VEHICLES	450 000.00	4 470.00	47 703.15	402 296.85	10.60
8	CONTR: SAFEGUARD & SECURITY	9 026 000.00	579 439.84	3 476 639.04	5 549 360.96	38.52
9	CONTR:MAINTENANCE OF EQUIPMENT-OFFICE E	20 000.00	-	-	20 000.00	-
10	CONTR: REPAIRS AND MAINTENANCE BUILDING	1 700 000.00	-	157 528.08	1 542 471.92	9.27
11	CONTR: MAINT OF BUILDINGS & FACILITIES-TOILETS & BOREHOLES	450 000.00	-	73 290.00	376 710.00	16.29
12	CONTR:MAINTENANCE OF EQUIPMENT-OFFICE E liability	60 000.00	-	-	60 000.00	-
TOTAL CONTRACTORS		13 226 000.00	609 994.79	3 809 245.22	9 416 754.78	28.80

- ❖ The budget for Contractors is **R13.2 Million**. The spending for the month of December 2025 amount to **R609 Thousand**. The spending to date is **R3.8 Million** which is **28.80%** of the total budgeted contractors.

THEREFORE RECOMMENDED

That the Municipal Council takes cognisance of the MFMA Section 52(d) Budget Implementation and Performance Report for the month/quarter ending 31st December 2025 as submitted by the Budget and Treasury Office.

SUBMITTED FOR COGNISANCE

DESIGNATION	APPROVED <input checked="" type="checkbox"/>	NOT APPROVED	DATE
EXECUTIVE MAYOR: CLLR N J NUM	SIGNATURE: 		23 January 2026

ITEM A.40/01/2026**ITEM MAYORAL.35/01/2026****ITEM BUDGET AND TREASURY OFFICE.****FLEET MANAGEMENT REPORT (QUARTER TWO (2) – 2025/2026)****PURPOSE**

The purpose of this report is to report to the Municipal Council on the fuel expenditure incurred by the Dr. Kenneth Kaunda District Municipality.

BACKGROUND

The fleet management report aims to assist management in maintaining a reliable fleet, preventing abuse, and ensuring economically cost-effective fleet operations.

The fleet should be readily available and reliable to assist management with the service delivery mandate of the District Municipality by reporting on the following key elements: name –

- Fuel and Oil Expense Management
- Maintenance Expense
- Tyres Expense
- Miscellaneous Expenses (Accessories, Exhausts, Batteries, Glass, etc.)

DISCUSSION

The total Fuel for the fleet amounted to R 335 981.53 for the period of 01 October 2025 till 31 December 2025.

The amount is made up by fuel, maintenance, tyres, tollgates, replacement units, charges/fees, and other diverse items.