OUDTSHOORN
MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

30 JUNE 2025

OUDTSHOORN LOCAL MUNICIPALITY

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OUDTSHOORN LOCAL MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

GENERAL INFORMATION

NATURE OF BUSINESS

Oudtshoorn Municipality is a local municipality performing the functions as set out in the Constitution. (Act no 105 of 1996)

COUNTRY OF ORIGIN AND LEGAL FORM

South African Category B Municipality (Local Municipality) as defined by the Municipal Structures Act. (Act no 117 of 1998)

JURISDICTION

The Oudtshoorn Municipality includes the following areas:
Oudtshoorn, Dysselsdorp, De Rust, Volmoed, De Hoop
Demarcation code : WC045

EXECUTIVE MAYOR

JJ Allers

DEPUTY EXECUTIVE MAYOR

MZ Tyatya

SPEAKER

S Jansen

MEMBERS OF THE EXECUTIVE COMMITTEE

Executive Mayor	JJ Allers
Deputy Executive Mayor	MZ Tyatya
Speaker	S Jansen
Executive Mayoral Committee	CF Sylvester (resigned 4 June 2025)
Executive Mayoral Committee	A Barnard (started 18 June 2025)
Executive Mayoral Committee	NM Jaxa
Executive Mayoral Committee	BV Moos
Executive Mayoral Committee	DC Booysen (resigned 27 August 2024)
Executive Mayoral Committee	L Campher(started 28 August 2024)
Executive Mayoral Committee	C Muller
Executive Mayoral Committee	A Tiemie

ACTING ACCOUNTING OFFICER

M Yekani

CHIEF FINANCIAL OFFICER

GP De Jager

REGISTERED OFFICE

69 Voortrekker Road
OUDTSHOORN
6625

AUDITORS

Office of the Auditor-General (Western Cape)
Private Bag X1
CHEMPET
7442

OUDTSHOORN LOCAL MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

GENERAL INFORMATION

PRINCIPLE BANKERS

First National Bank

ATTORNEYS

Coetzee and v/d Bergh Attorneys - 41 Baron van Rheede Street, Oudtshoorn.
Harker Attorneys, 14 Van der Merwe Street, Oudtshoorn.
Oosthuizen Marais Pretorius Inc. - 16 Sioux Street. Mossel Bay.
Titus & Associates , 1st Floor Hycastle House, 58 Loop Street, Cape Town.
James King and Badenhorst - 144 St John Street, Oudtshoorn.
Van Rooyen Prokureurs Inc - No 83 Loerie Park, George,
Magqabi Seth Zita Attorneys Inc, 2nd Floor Harmony Building ,Market Street North End, Gqeberha

RELEVANT LEGISLATION

Basic Conditions of Employment Act (Act no 75 of 1997)
Collective Agreements
Division of Revenue Act
Electricity Act (Act no 41 of 1987)
Employment Equity Act (Act no 55 of 1998)
Housing Act (Act no 107 of 1997)
Infrastructure Grants
Municipal Budget and Reporting Regulations
Municipal Finance Management Act (Act no 56 of 2003)
Municipal Planning and Performance Management Regulations
Municipal Property Rates Act (Act no 6 of 2004)
Municipal Regulations on Standard Chart of Accounts
Municipal Structures Act (Act no 117 of 1998)
Municipal Systems Act (Act no 32 of 2000)
Municipal Systems Amendment Act (Act no 7 of 2011)
SALBC Leave Regulations
Skills Development Levies Act (Act no 9 of 1999)
Supply Chain Management Regulations, 2005
The Income Tax Act
Unemployment Insurance Act (Act no 30 of 1966)
Value Added Tax Act
Water Services Act (Act no 108 of 1997)
Occupational Health and Safety Act(Act 85 of 1993)

OUDTSHOORN LOCAL MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

GENERAL INFORMATION

MEMBERS OF THE OUDTSHOORN LOCAL MUNICIPALITY

WARD	**COUNCILLORS**
Councillor	DJ Fourie
Councillor	J Duvenage
Councillor	J Du Preez
Councillor	N Jaxa
Councillor	A Tiemie
Councillor	D Moos
Councillor	A Berry
Councillor	M Tyatya
Councillor	FFP Abrahams (started 5 December 2024)
Councillor	L Van Rooyen
Councillor	J Van der Ross
Councillor	RR Wildschut
Councillor	J Canary

PROPORTIONAL	**COUNCILLORS**
Councillor	JJ Allers
Councillor	CD Macpherson
Councillor	RJ April
Councillor	SN Bentley
Councillor	L Campher(started 28 August 2024)
Councillor	DC Booysen (resigned 27 August 2024)
Councillor	VM Donson
Councillor	JC Lambaatjeen
Councillor	C Muller
Councillor	BV Owen
Councillor	SA Jansen
Councillor	CF Sylvester (resigned 4 June 2025)
Councillor	A Barnard (started 18 June 2025)
Councillor	V Michaels

OUDTSHOORN LOCAL MUNICIPALITY

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements year ended 30 June 2025, which are set out on pages 5 to 121 in terms of Section 126 (1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

The annual financial statements have been prepared in accordance with Standards of Generally Recognised Accounting Practice (GRAP), including any interpretations, guidelines and directives issued by the Accounting Standards Board.

The annual financial statements are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

I acknowledge that I am ultimately responsible for the system of internal financial control and that the system of internal control provides reasonable assurance that the financial records can be relied on.

I have reviewed the Municipality's cash flow forecast for the year to 30 June 2026 and I am satisfied that the Municipality can continue in operational existence for the foreseeable future.

The external auditors are responsible for independently reviewing and reporting on the Municipality's financial statements.

I certify that the remuneration of Councillors and in-kind benefits are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

The annual financial statements were prepared on the going concern basis and the municipality has neither the intention nor the need to liquidate or curtail materially the scale of the municipality.

M Yekani **Municipal Manager**	**Date**

OUDTSHOORN LOCAL MUNICIPALITY

STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2025

	Notes	2025	2024
		Actual R	Restated R
ASSETS			
Non-Current Assets		**1 223 452 375**	**1 165 182 137**
Property, Plant and Equipment	**2**	1 187 181 145	1 130 740 421
Investment Property	**3**	22 463 129	20 579 897
Intangible Assets	**4**	33 756	87 474
Heritage Assets	**5**	13 774 345	13 774 345
Current Assets		**314 271 119**	**279 660 486**
Inventory	**7**	9 991 635	7 216 471
Receivables from Exchange Transactions	**8**	90 287 219	100 524 956
Receivables from Non-exchange Transactions	**9**	24 026 462	19 165 985
VAT Accrual	**18.2**	9 153 584	8 137 846
VAT Receivable	**18.2**	2 882 981	661 267
Operating Lease Asset	**6**	223 707	64 906
Cash and Cash Equivalents	**10**	177 705 531	143 889 055
Total Assets		**1 537 723 494**	**1 444 842 623**
NET ASSETS AND LIABILITIES			
Non-Current Liabilities		**295 251 645**	**222 676 298**
Long-term Borrowings	**11**	120 820 945	74 589 922
Non-current Provisions	**12**	40 942 700	31 859 295
Non-current Employee Benefits	**13**	133 488 000	116 227 081
Current Liabilities		**161 203 938**	**140 719 090**
Consumer Deposits	**14**	12 869 736	12 172 315
Current Employee Benefits	**15**	37 118 036	34 344 052
Trade and Other Payables from Exchange Transactions	**16**	56 060 022	58 289 783
Unspent Transfers and Subsidies	**17**	3 448 961	1 974 808
VAT Accrual	**18.1**	20 987 418	19 595 612
VAT Payable	**18.1**	7 729 304	6 683 348
Current Portion of Long-term Borrowings	**11**	22 990 461	7 659 173
Total Liabilities		**456 455 583**	**363 395 389**
Net Assets		**1 081 267 900**	**1 081 447 236**
Accumulated Surplus/(deficit)		1 081 267 900	1 081 447 236
Total Net Assets and Liabilities		**1 537 723 484**	**1 444 842 624**

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OUDTSHOORN LOCAL MUNICIPALITY

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2025

	Notes	2025 Actual R	2024 Restated R
REVENUE			
Non-exchange Revenue		**342 898 763**	**337 305 530**
Taxation Revenue		**161 715 317**	**128 895 090**
Property Rates	19	161 715 317	128 895 090
Transfer Revenue		**172 937 608**	**201 126 439**
Government Grants and Subsidies - Capital	20	33 061 316	36 093 755
Government Grants and Subsidies - Operating	20	117 748 849	137 928 719
Fines, Penalties and Forfeits		22 004 020	16 227 904
Contributed Property, Plant and Equipment	21	123 424	10 876 060
Other Revenue		**8 245 837**	**7 284 001**
Availability Charges	22	4 160 376	3 791 822
Interest Earned - Non-exchange Transactions		3 627 379	2 986 282
Government Incentives Received		458 082	505 897
Exchange Revenue		**585 609 275**	**516 939 377**
Service Charges	24	519 727 829	458 520 374
Entrance fees		24 552 634	19 008 912
Sales of Goods and Rendering of Services	25	5 336 240	4 837 976
Rental from Fixed Assets	26	4 568 411	3 671 763
Interest Earned - External Investments	27	15 425 715	14 999 460
Interest Earned - Exchange Transactions	28	6 457 520	6 771 203
Licences and Permits	23	449 346	454 113
Agency Services	53	5 869 915	5 622 069
Operational Revenue	29	3 221 666	3 053 507
Total Revenue		**928 508 038**	**854 244 907**
EXPENDITURE			
Employee related cost	30	(323 547 528)	(295 730 370)
Remuneration of Councillors	31	(13 817 631)	(12 575 623)
Bad Debts Written Off	8,9	(34 177 961)	(21 398 066)
Contracted Services	32	(47 523 701)	(31 322 447)
Depreciation and Amortisation	33	(63 492 479)	(54 268 622)
Finance Charges	34	(22 952 371)	(11 380 189)
Bulk Purchases	35	(289 499 437)	(245 605 593)
Inventory Consumed	7	(22 441 533)	(57 866 988)
Operating Leases		(6 254 587)	(5 069 535)
Transfers and Subsidies	36	(2 967 132)	(3 303 057)
Operational Cost	37	(64 757 240)	(63 997 754)
Total Expenditure		**(891 431 598)**	**(802 518 244)**
Operating Surplus/(Deficit) for the Year		**37 076 440**	**51 726 662**
Inventories: (Write-down)/Reversal of Write-down to Net Realisable	7	(404 113)	-
Reversal of Impairment Loss/(Impairment Loss) on Receivables	38	(31 929 043)	(8 062 683)
Gains/(Loss) on Sale of Fixed Assets	39	1 188 094	(6 994 498)
Reversal of Impairment Loss/(Impairment Loss) on Fixed Assets	40	(283 335)	2 778 823
Gains/(Loss) on Fair Value Adjustments		(5 827 378)	1 883 635
NET SURPLUS/(DEFICIT) FOR THE YEAR		**(179 335)**	**41 331 940**

OUDTSHOORN LOCAL MUNICIPALITY

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2025

	Accumulated Surplus/ (Deficit) R	Total R
Balance at 1 July 2023	**1 024 552 923**	**1 024 552 923**
Correction of Error 41.1	15 562 373	15 562 373
Restated balance	**1 040 115 296**	**1 040 115 296**
Net Surplus/(Deficit) for the year	35 582 768	35 582 768
Balance at 30 June 2024	**1 075 698 064**	**1 075 698 064**
Correction of Error 41.1	5 749 172	5 749 172
Restated balance	**1 081 447 236**	**1 081 447 236**
Net Surplus/(Deficit) for the year	(179 335)	(179 335)
Balance at 30 June 2025	**1 081 267 900**	**1 081 267 900**

OUDTSHOORN LOCAL MUNICIPALITY

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 JUNE 2025

	Notes	2025 Actual R	2024 Restated R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts			
Ratepayers and other		684 750 390	599 130 513
Government Grants and Subsidies		153 871 697	150 439 086
Interest		25 376 983	23 597 117
Cash payments			
Suppliers and Employees		(751 151 984)	(693 674 638)
Finance Charges		(20 490 148)	(8 468 378)
Transfers and Grants		(2 967 132)	(3 303 056)
Government Grants repaid		(1 587 375)	-
Net Cash from Operating Activities	**42**	**87 802 433**	**67 720 645**
CASH FLOW FOR INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(62 315 009)	(54 558 953)
Proceeds on Disposal of Fixed Assets		1 963 659	12 775
Net Cash from Investing Activities		**(60 351 350)**	**(54 546 178)**
CASH FLOW FROM FINANCING ACTIVITIES			
Borrowing - Long term/Refinancing		23 500 000	17 200 000
Repayment of Borrowing		(17 134 604)	(15 616 373)
Net Cash from Financing Activities		**6 365 396**	**1 583 627**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		33 816 478	14 758 094
Cash and Cash Equivalents at the beginning of the year		143 889 055	129 130 961
Cash and Cash Equivalents at the end of the year	43	177 705 531	143 889 055
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**33 816 476**	**14 758 094**

For management purposes, the municipality is organised and operates in key functional segments (or business units). To this end, management monitors the operating results of these business units for the purpose of making decisions about resource allocations and assessment of performance. Revenues and expenditures relating to these business units are allocated at a transactional level.

Management receives on a monthly basis a C Schedule that provides actual amounts at that time per both the department and function.

Management does not monitor performance geographically as it does not at present have reliable separate financial information for decision making purposes. The Cost to develop this separately would be excessive.

The key functional segments comprise of as at year-end:

PRIMARY SEGMENTS

Functional Segments	Sub vote	Aggregation	Reportable Segment
Vote 2 - Office of the Municipal Manager	Office of Political Office Bearers	Aggregated	Governance and Administration
	Council General	Aggregated	Governance and Administration
	Office - Deputy Mayor	Aggregated	Governance and Administration
	Office - Ex Mayor	Aggregated	Governance and Administration
	Office - Speaker	Aggregated	Governance and Administration
	Internal Audit	Aggregated	Governance and Administration
	Office - Municipal Manager	Aggregated	Governance and Administration
	Institutional Performance Management (PM) & SDBIP	Aggregated	Governance and Administration
	Risk & Compliance Management	Aggregated	Governance and Administration
	IDP	Aggregated	Economic and environmental services
	Communication, Intergovernmental, Relations(IGR) & Public Pa	Aggregated	Governance and Administration
	Legal Services	Aggregated	Governance and Administration
Vote 3 - Corporate Services	Administration & Archives	Aggregated	Governance and Administration
	Legal Services	Aggregated	Governance and Administration
	Human Resources	Aggregated	Governance and Administration
	Manager Corporate	Aggregated	Governance and Administration
Vote 4 - Financial Services	Directorate Financial Services	Aggregated	Governance and Administration
	Information & Communication Technology	Aggregated	Governance and Administration
	Financial & Accounting Services	Aggregated	Governance and Administration
	Expenditure	Aggregated	Governance and Administration
	Revenue	Aggregated	Governance and Administration
	Supply Chain Management	Aggregated	Governance and Administration
Vote 5 - Community Services	Director Community Services	Aggregated	Community and Public Safety
	Traffic Services	Aggregated	Community and Public Safety
	Waste Management & Pollution Control	Aggregated	Community and Public Safety
	Fire, Rescue & Disaster Management	Aggregated	Community and Public Safety
	Library Services	Aggregated	Community and Public Safety
	Director Community Services	Aggregated	Community and Public Safety
	Parks, Sport & Recreation & Amenities	Aggregated	Community and Public Safety
	Cleancing Services	Aggregated	Community and Public Safety
Vote 6 -Infrastructure Services	Electro & Mechanical Services	Aggregated	Trading services
	Administration Water & Sanitation	Aggregated	Trading services
	Water & Sanitation Networks	Aggregated	Trading services
	Directorate Infrastructure Services	Aggregated	Trading services
	Roads, Transport & Stormwater(RTS)	Aggregated	Economic and environmental services
	PMU & Capital Projects	Aggregated	Economic and environmental services
	Water & Sanitation Purification	Aggregated	Trading services
	Workshop - Fleet Manager	Aggregated	Governance and Administration
Vote 7 - Planning and Development	Building control	Aggregated	Economic and environmental services
	Integrated Human Settlement	Aggregated	Community and Public Safety
	Cango Caves & Resorts	Aggregated	Governance and Administration
	Directorate Planning & Development	Aggregated	Economic and environmental services
	Land Use Management & Spatial Planning	Aggregated	Economic and environmental services

OUDTSHOORN LOCAL MUNICIPALITY

PRIMARY REPORTABLE SEGMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Governance and Administration	Community and Public Safety	Economic and Environmental Services	Trading Services	Unallocated	Total
	R	R	R	R	R	R
SEGMENT REVENUE						
External revenue from exchange transactions	**50 533 661**	**9 622 439**	**-**	**525 453 174**	**-**	**585 609 275**
Service Charges - Electricity Revenue	-	-	-	355 011 741	-	355 011 741
Service Charges - Water Revenue	-	-	-	75 105 810	-	75 105 810
Service Charges - Sanitation Revenue	-	-	-	48 538 283	-	48 538 283
Service Charges - Refuse Revenue	-	-	-	41 071 994	-	41 071 994
Sales Of Goods And Rendering Of Services	29 034 071	847 078	-	7 725	-	29 888 873
Rental Of Facilities And Equipment	3 619 101	949 310	-	-	-	4 568 411
Interest Earned - External Investments	15 425 715	-	-	-	-	15 425 715
Interest Earned - Outstanding Debtors	753 970	-	-	5 703 549	-	6 457 520
Licences and Permits	-	449 346	-	-	-	449 346
Agency Services	-	5 869 915	-	-	-	5 869 915
Operational Revenue	1 700 804	1 506 791	-	14 071	-	3 221 666
External revenue from non-exchange transactions	**231 907 209**	**28 472 428**	**3 893 077**	**47 404 968**	**-**	**311 677 682**
Property Rates	161 715 317	-	-	-	-	161 715 317
Fines, Penalties And Forfeits	26 971	21 417 311	-	559 737	-	22 004 020
Interest Earned - Outstanding Debtors	3 627 379	-	-	-	-	3 627 379
Availabilty charges	-	-	-	4 160 376	-	4 160 376
Government Incentives Received	458 082	-	-	-	-	458 082
Transfers And Subsidies - Operating	64 115 800	7 055 117	3 893 077	42 684 855	-	117 748 849
Gains on Disposal of Fixed assets	1 963 659	-	-	-	-	1 963 659
Other Gains	-	-	-	-	-	-
Total Segment Revenue (excluding capital transfers and contributions)	**282 440 870**	**38 094 867**	**3 893 077**	**572 858 143**	**-**	**897 286 957**
SEGMENT EXPENDITURE						
Employee Related Costs	109 669 748	88 138 593	37 016 998	88 722 189	-	323 547 528
Remuneration Of Councillors	13 817 631	-	-	-	-	13 817 631
Bulk Purchases	-	-	-	289 499 437	-	289 499 437
Debt Impairment	16 375 793	-	-	15 553 250	-	31 929 043
Depreciation & Asset Impairment	5 005 845	653 379	13 197 495	44 919 095	-	63 775 814
Finance Charges	9 419 407	2 343 492	1 003 655	10 185 817	-	22 952 371
Inventory consumed	1 726 194	3 619 534	4 619 173	12 476 630	-	22 441 533
Irrecoverable debts written off	5 247 941	10 730 100	-	18 199 921	-	34 177 961
Contracted Services	13 573 054	15 267 843	7 491 973	11 190 831	-	47 523 701
Transfers and Subsidies	848 310	499 874	1 618 948	-	-	2 967 132
Other Expenditure	37 638 726	15 752 853	2 665 634	14 954 615	-	71 011 827
Losses on Disposal of Fixed Assets	775 565	-	-	-	-	775 565
Other Losses	5 827 378	-	-	404 113	-	6 231 491
Total Segment Expenditure	**219 925 590**	**137 005 667**	**67 613 877**	**506 105 898**	**-**	**930 651 032**
Surplus/(Deficit)	**62 515 280**	**(98 910 799)**	**(63 720 800)**	**66 752 245**	**-**	**(33 364 075)**
Transfers and Subsidies-Capital	-	726 300	20 574 144	11 760 872	-	33 061 316
Contributed Assets	-	123 424	-	-	-	123 424
Surplus/(Deficit) for the year	**62 515 280**	**(98 184 499)**	**(43 146 657)**	**78 513 117**	**-**	**(179 335)**
CAPITAL EXPENDITURE FOR THE YEAR	**3 124 929**	**10 011 658**	**13 059 770**	**39 392 238**		**65 588 595**

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PRIMARY REPORTABLE SEGMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Governance and Administration	Community and Public Safety	Economic and Environmental Services	Trading Services	Unallocated	Total
	R	R	R	R	R	R
SEGMENT REVENUE						
External revenue from exchange transactions	44 313 681	8 120 632	-	464 505 064	-	516 939 377
Service Charges - Electricity Revenue	-	-	-	299 961 622	-	299 961 622
Service Charges - Water Revenue	-	-	-	72 691 028	-	72 691 028
Service Charges - Sanitation Revenue	-	-	-	44 159 300	-	44 159 300
Service Charges - Refuse Revenue	-	-	-	41 708 424	-	41 708 424
Sales Of Goods And Rendering Of Services	23 165 525	681 363	-	-	-	23 846 888
Rental Of Facilities And Equipment	3 082 185	589 578	-	-	-	3 671 763
Interest Earned - External Investments	14 999 460	-	-	-	-	14 999 460
Interest Earned - Outstanding Debtors	786 513	-	-	5 984 690	-	6 771 203
Licences and Permits	-	454 113	-	-	-	454 113
Agency Services	-	5 622 069	-	-	-	5 622 069
Operational Revenue	2 279 997	773 509	-	-	-	3 053 507
External revenue from non-exchange transactions	196 335 048	23 903 175	3 186 900	69 121 367	-	292 546 490
Property Rates	128 895 090	-	-	-	-	128 895 090
Fines, Penalties And Forfeits	38 585	15 999 875	-	189 445	-	16 227 904
Interest Earned - Outstanding Debtors	2 986 282	-	-	-	-	2 986 282
Availabilty charges	-	-	-	3 791 822	-	3 791 822
Government Incentives Received	505 897	-	-	-	-	505 897
Transfers And Subsidies - Operating	61 698 419	7 903 300	3 186 900	65 140 100	-	137 928 719
Gains on Disposal of Fixed assets	12 775	-	-	-	-	12 775
Other Gains	2 198 000	-	-	-	-	2 198 000
Total Segment Revenue (excluding capital transfers and contributions)	**240 648 729**	**32 023 807**	**3 186 900**	**533 626 431**	**-**	**809 485 866**
SEGMENT EXPENDITURE						
Employee Related Costs	104 212 167	80 820 505	33 976 224	79 091 042	-	298 099 937
Remuneration Of Councillors	12 575 623	-	-	-	-	12 575 623
Debt Impairment	3 421 275	6 869 452	-	(2 228 044)	-	8 062 683
Depreciation & Asset Impairment	4 753 745	2 064 912	14 323 094	30 348 049	-	51 489 799
Finance Charges	7 974 993	158 244	85 247	3 161 704	-	11 380 189
Bulk Purchases	-	-	-	245 605 593	-	245 605 593
Irrecoverable debts written off	2 102 223	7 149 288	-	12 146 555	-	21 398 066
Inventory consumed	3 883 391	6 816 825	31 403 541	15 763 232	-	57 866 988
Contracted Services	13 458 777	11 999 551	269 217	5 594 902	-	31 322 447
Transfers and Subsidies	438 686	1 131 379	1 732 993	-	-	3 303 057
Losses on Disposal of Fixed Assets	7 007 273	-	-	-	-	7 007 273
Other Expenditure	31 943 123	16 456 942	2 418 304	15 879 353	-	66 697 721
Other Losses	314 365	-	-	-	-	314 365
Total Segment Expenditure	**192 085 640**	**133 467 096**	**84 208 620**	**405 362 386**	**-**	**815 123 742**
Surplus/(Deficit)	48 563 089	(101 443 290)	(81 021 720)	128 264 045	-	(5 637 876)
Transfers and Subsidies-Capital	-	2 122 655	22 911 100	11 060 000	-	36 093 755
Contributed Assets	-	10 876 060	-	-	-	10 876 060
Surplus/(Deficit) for the year	**48 563 089**	**(88 444 575)**	**(58 110 620)**	**139 324 045**	**-**	**41 331 939**
CAPITAL EXPENDITURE FOR THE YEAR	**2 143 213**	**12 587 931**	**18 513 276**	**27 709 883**		**60 954 303**

Please note:

Total assets and total liabilities of segments have not been disclosed as the amounts are not regularly provided to management for review.

The difference between the Segmental report the Statement of Financial Performance is due to the following reasons, and is only for the non-financial items reported below the line on the Statement of Financial Performance:

- Gains/Losses on Fair Value adjustments and Fixed Asset Disposals as per NT mSCOA Formats is budgeted and reported either as part of Revenue (Gains) or Expenditure (Losses), but are disclosed below the line aggregated on the Statement of Financial Performance.

- Operating leases are aggregated with Operational Cost for reporting purposes on the report, and is not classified seperately in terms of NT mSCOA Formats.

OUDTSHOORN LOCAL MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2025

	Notes	Original Budget R	Budget Adjustments (i.t.o. s28 and s31 of the MFMA) R	Final Adjustment Budget R	Final Budget R	Actual Outcome R	Actual Outcome as % of Final Budget Variance %
ASSETS							
Current Assets							
Cash and cash equivalents		111 431 700	34 611 700	146 043 400	146 043 400	177 705 531	21.68%
Trade and other receivables from exchange transactions		83 981 600	9 366 200	93 347 800	93 347 800	90 287 219	-3.28%
Receivables from non-exchange transactions		18 954 400	(1 093 700)	17 860 700	17 860 700	24 026 462	34.52%
Current portion of non-current receivables		26 100	38 800	64 900	64 900	223 707	244.69%
VAT		-	-	-	-	12 036 565	100.00%
Inventory		5 231 400	1 985 100	7 216 500	7 216 500	9 991 635	38.46%
Total Current Assets	**46.1.1**	219 625 200	44 908 100	264 533 300	264 533 300	314 271 119	18.80%
Non-Current Assets							
Investment Property		16 610 000	1 446 900	18 056 900	18 056 900	22 463 129	24.40%
Property, Plant and Equipment		1 163 966 900	25 822 800	1 189 789 700	1 189 789 700	1 187 181 145	-0.22%
Intangible Assets		285 100	(197 600)	87 500	87 500	33 756	-61.42%
Other Non-Current Assets		13 774 300	-	13 774 300	13 774 300	13 774 345	0.00%
Total Non-Current Assets	**46.1.3**	1 194 636 300	27 072 100	1 221 708 400	1 221 708 400	1 223 452 375	0.14%
TOTAL ASSETS		1 414 261 500	71 980 200	1 486 241 700	1 486 241 700	1 537 723 494	3.46%
LIABILITIES							
Current Liabilities							
Financial liabilities		15 563 700	(7 904 500)	7 659 200	7 659 200	22 990 461	200.17%
Consumer Deposits		11 319 500	-	11 319 500	11 319 500	12 869 736	13.70%
Trade and other payables from exchange transactions		46 550 000	3 866 100	50 416 100	50 416 100	56 060 022	11.19%
Trade and other payables from non-exchange transactions		67 400	3 216 000	3 283 400	3 283 400	3 448 961	5.04%
VAT		4 168 400	3 831 800	8 000 200	8 000 200	28 716 723	258.95%
Provisions		34 945 400	7 392 900	42 338 300	42 338 300	37 118 036	-12.33%
Total Current Liabilities	**46.1.2**	112 614 400	10 402 300	123 016 700	123 016 700	161 203 938	31.04%
Non-Current Liabilities							
Borrowing		72 394 200	60 876 100	133 270 300	133 270 300	120 820 945	-9.34%
Provisions		156 989 000	(1 196 100)	155 792 900	155 792 900	174 430 700	11.96%
Total Non-Current Liabilities	**46.1.4**	229 383 200	59 680 000	289 063 200	289 063 200	295 251 645	2.14%
TOTAL LIABILITIES		341 997 600	70 082 300	412 079 900	412 079 900	456 455 583	10.77%
NET ASSETS							
Accumulated Surplus/(Deficit)		1 072 263 800	1 898 100	1 074 161 900	1 074 161 900	1 081 267 900	0.66%
TOTAL NET ASSETS		1 072 263 800	1 898 100	1 074 161 900	1 074 161 900	1 081 267 900	0.66%

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30 November 2025

OUDTSHOORN LOCAL MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2025

	Notes	Original Budget	Budget Adjustments	Final Adjustment Budget	Final Budget	Actual Outcome	Actual Outcome as % of Final Budget
			(into. s28 and s31 of the MFMA)				Variance
		R	R	R	R	R	%
Revenue By Source							
Exchange Revenue							
Service Charges - Electricity Revenue		342 449 100	27 900 000	370 349 100	370 349 100	356 822 854	-3.65%
Service Charges - Water Revenue		83 268 100	(7 000 000)	76 268 100	76 268 100	76 224 266	-0.06%
Service Charges - Sanitation Revenue		50 210 200	(2 460 000)	47 750 200	47 750 200	49 769 091	4.23%
Service Charges - Refuse Revenue		35 935 600	5 000 000	40 935 600	40 935 600	41 071 994	0.33%
Sales Of Goods And Rendering Of Services		29 571 900	(532 000)	29 039 900	29 039 900	29 888 873	2.92%
Rental Of Facilities And Equipment		2 860 300	1 439 000	4 299 300	4 299 300	4 568 411	6.26%
Agency Services		7 901 400	-	7 901 400	7 901 400	5 869 915	-25.71%
Interest earned from Current and Non Current Assets		11 826 700	2 705 000	14 531 700	14 531 700	15 425 715	6.15%
Interest earned from Receivables		9 801 200	650 000	10 451 200	10 451 200	6 457 520	-38.21%
Licences or permits		471 400	50 000	521 400	521 400	449 346	-13.82%
Operational Revenue		1 412 500	112 200	1 524 700	1 524 700	3 221 666	111.30%
Non-Exchange Revenue					-		
Property Rates		165 699 800	100 000	165 799 800	165 799 800	165 342 697	-0.28%
Fines, penalties and forfeits		14 955 000	5 367 900	20 322 900	20 322 900	22 004 020	8.27%
Gains on disposal of Assets			-		-	1 963 659	100.00%
Transfers And Subsidies - Operating		116 842 700	1 752 000	118 594 700	118 594 700	117 748 849	-0.71%
Operational Revenue						458 082	100.00%
Other Gains		65 147 200	1 872 600	67 019 800	67 019 800	-	-100.00%
Total Revenue (excluding capital transfers and contributions)	**46.2.1**	938 353 100	36 956 700	975 309 800	975 309 800	897 286 957	-8.00%
Expenditure By Type							
Employee Related Costs		345 440 600	4 238 400	349 679 000	349 679 000	323 547 528	-7.47%
Remuneration of Councillors		13 233 800	1 434 000	14 667 800	14 667 800	13 817 631	-5.80%
Bulk Purchases		267 217 500	16 000 000	283 217 500	283 217 500	289 499 437	2.22%
Inventory consumed		85 174 800		88 736 300	90 290 084	22 441 533	-75.15%
Debt Impairment		14 880 700		15 021 700	15 021 700	31 929 043	112.55%
Depreciation and Asset Impairment		54 514 200	-	54 514 200	54 514 200	63 775 814	16.99%
Interest		7 781 500	14 052 200	21 833 700	24 891 100	22 952 371	-7.79%
Contracted Services		42 985 300	1 428 000	44 413 300	39 996 906	47 523 701	18.82%
Transfers and subsidies		3 642 800	-	3 642 800	3 411 900	2 967 132	-13.04%
Irrecoverable debts written off		25 284 500		29 174 100	29 174 100	34 177 961	17.15%
Operational costs		81 226 900	163 200	81 390 100	80 918 210	71 011 827	-12.24%
Losses on Disposal of Fixed Assets		-	-	-	-	775 565	100.00%
Other Losses		14 918 500	-	15 145 200	15 145 200	6 231 491	-58.86%
Total Expenditure	**46.2.2**	956 301 100	37 315 800	1 001 435 700	1 000 927 700	930 651 032	-7.02%
Surplus/(Deficit)		(17 948 000)	(359 100)	(26 125 900)	(25 617 900)	(33 364 075)	30.24%
Transfers Recognised - Capital	**46.2.1**	38 096 300	1 203 000	39 299 300	39 556 300	33 061 316	-16.42%
Contributed Assets			-	-	-	123 424	100.00%
Surplus/(Deficit) for the year		20 148 300	843 900	13 173 400	13 938 400	(179 335)	

OUDTSHOORN LOCAL MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 JUNE 2025

	Notes	Original Budget	Budget Adjustments (i.t.o. s28 and s31 of the MFMA)	Final Adjustment Budget	Final Budget	Actual Outcome	Actual Outcome as % of Final Budget Variance
		R	R	R	R	R	%
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Property rates		157 414 800	95 000	157 509 800	157 509 800	120 999 319	-23.18%
Service Charges		575 333 600	26 628 100	601 961 700	601 961 700	462 428 090	-23.18%
Other Revenue		124 323 300	7 573 000	131 896 300	131 896 300	101 322 981	-23.18%
Government - Operating		116 842 700	1 375 000	118 217 700	118 217 700	120 810 382	2.19%
Government - Capital		38 096 300	1 193 000	39 289 300	39 289 300	33 061 315	-15.85%
Interest		11 826 700	2 705 000	14 531 700	14 531 700	25 376 983	74.63%
Payments							
Suppliers and Employees		(922 907 800)	(30 037 500)	(952 945 300)	(952 945 300)	(752 739 359)	-21.01%
Finance Costs		(6 983 100)	(15 750 900)	(22 734 000)	(22 734 000)	(20 490 148)	-9.87%
Transfers and Grants		(3 820 000)	(7 500)	(3 827 500)	(3 827 500)	(2 967 132)	-22.48%
Net Cash from/(used) Operating Activities	**46.3.1**	90 126 500	(6 226 800)	83 899 700	83 899 700	87 802 433	4.65%
CASH FLOW FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE		-	-	-	-	1 963 659	100.00%
Payments							
Capital Assets		(77 771 400)	(7 473 800)	(85 245 200)	(85 245 200)	(62 315 009)	-26.90%
Net Cash from/(used) Investing Activities	**46.3.2**	(77 771 400)	(7 473 800)	(85 245 200)	(85 245 200)	(60 351 350)	-29.20%
CASH FLOW FROM FINANCING ACTIVITIES							
Receipts							
Borrowing long term/refinancing		23 500 000	-	23 500 000	23 500 000	23 500 000	0.00%
Payments							
Repayment of Borrowing		(18 500 000)	(1 500 000)	(20 000 000)	(20 000 000)	(17 134 604)	-14.33%
Net Cash from/(used) Financing Activities	**46.3.3**	5 000 000	(1 500 000)	3 500 000	3 500 000	6 365 396	81.87%
NET INCREASE/(DECREASE) IN CASH HELD		17 355 100	(15 200 600)	2 154 500	2 154 500	33 816 478	1469.57%
Cash and Cash Equivalents at the year begin:		94 076 800	49 812 300	143 889 100	143 889 100	143 889 055	0.00%
Cash and Cash Equivalents at the year end:		111 431 900	34 611 700	146 043 600	146 043 600	177 705 532	21.68%

2. PROPERTY, PLANT AND EQUIPMENT

2.1 30 JUNE 2025

	Cost/Revaluation								Accumulated Depreciation and Impairment Losses							Carrying Value
	Opening Balance	Transfers	Additions	Under Construction	Contributed Assets	Disposals	Impairment	Closing Balance	Opening Balance	Impairment	Depreciation	Transfers	Disposals	Impairment	Closing Balance	
Land and Buildings																
Land	98 511 328				-		-	98 511 328	17 009 750	283 335		-	-	-	17 293 085	81 218 243
Transfer of to Investment Property		(1 828 052)						(1 828 052)				(176 000)			(176 000)	(1 652 052)
Buildings	51 516 474		1 593 986	729 269	-	-	-	53 839 730	13 370 526		943 441		-	-	14 313 967	39 525 763
	150 027 802	**(1 828 052)**	**1 593 986**	**729 269**	**-**	**-**	**-**	**150 523 006**	**30 380 276**	**283 335**	**943 441**	**(176 000)**	**-**	**-**	**31 431 052**	**119 091 954**
Infrastructure																
Roads and Stormwater	360 568 804	-	13 077 274				-	373 646 078	129 357 229		13 197 495			-	142 554 725	231 091 353
Electricity	219 522 558	-	1 807 964	646 161		(183 431)	-	221 793 253	104 678 161		6 976 641		(117 807)	-	111 536 994	110 256 259
Water Supply	573 965 438	-	3 736 326	21 730 108			-	599 431 872	158 626 185		17 365 549			-	175 991 733	423 440 139
Sanitation	139 912 800	-		434 800			-	140 347 600	42 788 076		3 845 513			-	46 633 588	93 714 012
Solid Waste Infrastructure	8 510 028	-					-	8 510 028	1 399 825		233 368			-	1 633 193	6 876 835
Communication Infrastructure	1 384 049	-	21 058				-	1 405 107	549 174		140 204			-	689 377	715 730
Capitalised Restoration Cost	16 161 141		7 264 604					23 425 745	16 093 674		2 342 753				18 436 427	4 989 318
	1 320 024 819	**-**	**25 907 225**	**22 811 069**	**-**	**(183 431)**	**-**	**1 368 559 683**	**453 492 323**	**-**	**44 101 522**	**-**	**(117 807)**	**-**	**497 476 038**	**871 083 645**
Community Assets																
Libraries	15 071 237	-			-	-	-	15 071 237	1 825 331		60 329	-	-	-	1 885 660	13 185 577
Civic Buildings	26 795 177				-	-	-	26 795 177	8 752 882	-	369 465	-	-	-	9 122 347	17 672 830
Recreational Facilities	104 436 671		1 646 301	2 978 150	-	-	-	109 061 123	35 275 433	-	1 532 925	-	-	-	36 808 358	72 252 765
Transfer to Investment property		(620 000)						(620 000)				-	-	-	-	(620 000)
Cemeteries	1 730 291	-			-	-	-	1 730 291	249 824		11 092	-	-	-	260 916	1 469 375
Other	15 309 451	-	688 865	1 989 287	-	-	-	17 987 602	4 032 745	-	212 492	-	-	-	4 245 237	13 742 365
	163 342 827	**(620 000)**	**2 335 166**	**4 967 437**	**-**	**-**	**-**	**170 025 430**	**50 136 214**	**-**	**2 186 304**	**-**	**-**	**-**	**52 322 518**	**117 702 912**
Other Assets																
Furniture and Office Equipment	15 137 286	-	1 321 059			(1 319 712)	-	15 138 632	8 564 585		1 053 478	-	(1 171 190)	-	8 446 873	6 691 759
Motor vehicles	26 838 684	-	10 386 858			(193 385)	-	37 032 157	11 907 833		1 573 421	-	(105 230)	-	13 376 024	23 656 133
Computer Equipment	8 616 520	-	1 675 694		123 424	(502 503)	-	9 913 135	4 227 810		839 183	-	(430 503)	-	4 636 490	5 276 646
Plant and Equipment	10 747 148	-	1 125 436			(605 696)	-	11 266 888	5 286 030		944 616	-	(433 692)	-	5 796 954	5 469 934
	61 339 638	**-**	**14 509 046**	**-**	**123 424**	**(2 621 297)**	**-**	**73 350 812**	**29 986 258**		**4 410 697**	**-**	**(2 140 615)**	**-**	**32 256 340**	**41 094 471**
Leases																
Vehicles and Office Equipment	(0)	-	49 844 987	-	-		-	49 844 987	(0)		11 636 788	-		-	11 636 788	38 208 200
	(0)	-	49 844 987	-	-	-	-	49 844 987	(0)		11 636 788	-	-	-	11 636 788	38 208 200
Total	**1 694 735 086**	**(2 448 053)**	**94 190 410**	**28 507 775**	**123 423**	**(2 804 729)**	**(1)**	**1 812 303 917**	**563 995 069**	**283 334**	**63 278 752**	**(176 001)**	**(2 258 423)**	**(1)**	**625 122 735**	**1 187 181 181**

2.2 30 JUNE 2024 RESTATED

	Cost/Revaluation								Accumulated Depreciation and Impairment Losses							Carrying Value
	Opening Balance	Transfers	Additions	Under Construction	Contributed Assets	Disposals	Impairment	Closing Balance	Opening Balance		Depreciation	Transfers	Disposals	Impairment	Closing Balance	
Land and Buildings																
Land	102 793 328	(1 550 000)	-	-	-	(2 732 000)	-	98 511 328	17 009 750		-	-	-	-	17 009 750	81 501 578
Balance previously reported	95 656 328	(1 550 000)	0	-	-		-	94 106 328	18 249 750		-	-	-	-	18 249 750	75 856 578
Correction of error note 41.1 (b)	-					(2 732 000)		(2 732 000)	(1 240 000)						(1 240 000)	(1 492 000)
Correction of error note 41.1(c)	7 137 000							7 137 000			-				-	7 137 000
Buildings	48 453 744	(60 000)	2 854 123	268 607	-	-	-	51 516 474	12 528 728		845 417	(3 619)	-	-	13 370 526	38 145 948
	151 247 072	**(1 610 000)**	**2 854 123**	**268 607**	**-**	**(2 732 000)**	**-**	**150 027 802**	**29 538 478**		**845 417**	**(3 619)**	**-**	**-**	**30 380 276**	**119 647 526**
Infrastructure																
Roads and Stormwater	336 043 390	-	17 551 140	-	7 809 749	(527 025)	-	360 877 254	115 415 425	-	14 323 094	-	(381 289)	-	129 357 229	231 520 024
Balance previously reported	336 043 390		17 551 140			(527 025)		353 067 505	115 415 425		13 974 050	-	(381 289)		129 008 185	224 059 319
Correction of error note 41.1 (f)					7 809 749			7 809 749							-	7 809 749
Correction of error note 41.1 (g)								-			349 044				349 044	(349 044)
Electricity	217 148 235	-	2 189 088	392 973	-	(899 839)	-	218 830 456	96 750 501	-	8 723 154	-	(795 494)	-	104 678 161	114 152 295
Balance Previously Reported	217 148 235	-	2 189 088	392 973		(899 839)	-	218 830 456	96 750 501		8 720 625	-	(795 494)	-	104 675 632	114 154 824
Correction of error note 41.1 (g)								-			2 529				2 529	(2 529)
Water Supply	556 968 754	-	23 664 900	628 971	1 145 723	(7 550 005)	-	574 858 343	146 454 309	-	13 307 610	-	(1 135 734)	-	158 626 185	416 232 158
Balance previously reported	557 473 283	-	23 664 900	907 180		(7 550 005)	-	574 495 358	146 454 309		13 255 315	-	(1 135 734)	-	158 573 890	415 921 468
Correction of error note (e)				(278 209)				(278 209)							-	(278 209)
Correction of error note (e)	(177 678)							(177 678)							-	(177 678)
Correction of error note (e)	(326 851)							(326 851)							-	(326 851)
Correction of error note 41.1 (f)					1 145 723			1 145 723							-	1 145 723
Correction of error note 41.1 (g)											52 295				52 295	(52 295)
Sanitation	137 383 066	-	102 157	1 000	1 920 588	(2 816)	-	139 403 996	38 989 020	-	3 801 059	-	(2 004)	-	42 788 076	96 615 920
Balance previously reported	137 776 374	-	102 157	1 000		(2 816)	-	137 876 715	38 989 020		3 702 371	-	(2 004)	-	42 689 388	95 187 327
Correction of error note (e)	(272 690)							(272 690)							-	(272 690)
Correction of error note (e)	(120 618)							(120 618)							-	(120 618)
Correction of error note 41.1 (f)					1 920 588			1 920 588							-	1 920 588
Correction of error note 41.1 (g)								-			98 688				98 688	(98 688)
Solid Waste Infrastructure	8 510 028		-	-	-			8 510 028	1 166 456		233 368				1 399 825	7 110 203
Communication Infrastructure	1 240 096	-	143 953				-	1 384 049	421 442		127 732	-	-	-	549 174	834 875
Capitalised Restoration Cost	19 990 098		126 987				(3 955 944)	16 161 141	15 617 200		476 474				16 093 674	67 467
	1 277 283 666	**-**	**43 778 225**	**1 022 944**	**10 876 060**	**(8 979 685)**	**(3 955 944)**	**1 320 025 266**	**414 814 352**	**-**	**40 992 491**	**-**	**(2 314 520)**	**-**	**453 492 323**	**866 532 943**

Community Assets																
Libraries	14 870 047		201 190		-	-		15 071 237	1 647 781		177 549				1 825 331	13 245 907
Civic Buildings	26 297 808		497 369	-	-	-		26 795 177	8 383 417		369 465				8 752 882	18 042 295
Recreational Facilities	96 547 122	-	96 154	7 842 210	-	(48 815)	-	104 436 671	34 014 056		1 261 377	-	-	-	35 275 433	69 161 239
Balance Previously reported	96 547 122		96 154	7 842 210	-	-		104 485 486	34 014 056		1 261 377				35 275 433	69 210 053
Correction of error note 41.1 (b)						(48 815)		(48 815)							-	(48 815)
Cemeteries	1 730 291		-		-	-		1 730 291	237 180		12 644				249 824	1 480 467
Other	15 115 386	-	-	194 064	-	-	-	15 309 451	3 777 757		254 988	-	-	-	4 032 745	11 276 705
Balance Previously reported	14 425 386		-	194 064	-	-	-	14 619 451	3 777 757		243 877	-	-	-	4 021 634	10 597 817
Correction of error note 41.1 (c)	690 000							690 000			11 111		-		11 111	678 889
	154 560 654	**-**	**794 713**	**8 036 275**	**-**	**(48 815)**	**-**	**163 342 827**	**48 060 191**		**2 076 023**	**-**	**-**	**-**	**50 136 214**	**113 206 613**
Other Assets																
Furniture and Office Equipment	14 491 545	-	1 296 296	-	-	(650 555)	-	15 137 286	8 055 468		1 009 024	-	(499 907)	-	8 564 585	6 572 701
Balance previously reported	14 355 405	-	1 296 296			(650 555)	-	15 001 145	8 055 468		987 638	-	(499 907)	-	8 543 199	6 457 947
Correction of error note 41.1 (a)	136 140							136 140			21 386				21 386	114 754
Motor vehicles	26 838 684	-	-	-	-	-	-	26 838 684	10 926 740		981 093	-	-	-	11 907 833	14 930 851
Balance Previously reported	26 825 818	-		-	-		-	26 825 818	10 926 740		979 187	-		-	11 905 927	14 919 891
Correction of error note 41.1 (a)	12 867							12 867			1 906				1 906	10 960
Computer Equipment	8 094 701	-	840 299	-	-	(318 479)	-	8 616 520	3 761 274		729 370	-	(262 834)	-	4 227 810	4 388 711
Balance previously reported	8 073 718	-	840 299			(318 479)	-	8 595 537	3 761 274		725 499	-	(262 834)	-	4 223 939	4 371 597
Correction of error note 41.1 (a)	20 983							20 983			3 870				3 870	17 113
Plant and Equipment	8 912 557	-	2 189 808	-	-	(355 217)	-	10 747 148	4 737 365		772 240	-	(223 576)	-	5 286 030	5 461 118
Balance previously reported	8 752 217	-	2 189 808			(355 217)	-	10 586 809	4 737 365		739 755		(223 576)	-	5 253 544	5 333 264
Correction of error note 41.1 (a)	160 339							160 339			32 486				32 486	127 854
	58 337 487	**-**	**4 326 403**	**-**	**-**	**(1 324 252)**	**-**	**61 339 638**	**27 480 847**		**3 491 727**	**-**	**(986 316)**	**-**	**29 986 258**	**31 353 381**
Leases																
Vehicles and Office Equipment	19 755 621	-	-	-	-	(19 755 621)	-	(0)	9 651 053		6 585 207	-	(16 236 260)	-	(0)	0
	19 755 621	**-**	**-**	**-**	**-**	**(19 755 621)**	**-**	**(0)**	**9 651 053**		**6 585 207**	**-**	**(16 236 260)**	**-**	**(0)**	**0**
Total	**1 661 184 500**	**(1 610 001)**	**51 753 463**	**9 327 825**	**10 876 059**	**(32 840 374)**	**(3 955 945)**	**1 694 735 533**	**529 544 920**	**(1)**	**53 990 864**	**(3 620)**	**(19 537 097)**	**(1)**	**563 995 069**	**1 130 740 463**

2. PROPERTY, PLANT AND EQUIPMENT

See previous sheet page 58

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2.2 Property, Plant and Equipment which is in the process of being constructed or developed:

	2025 R	2024 R
Infrastructure Assets	26 574 291	4 892 111
Roads and Stormwater	86 500	86 500
Electricity	4 238 423	4 600 401
Water Supply	21 814 568	205 210
Sanitation	434 800	-
Community Assets	4 454 434	10 179 357
Other Assets	997 876	268 607
Total Property, Plant and Equipment under construction	**32 026 601**	**15 340 075**

2.4 Expenditure incurred to repair and maintain Property, Plant and Equipment:

	2025 R	2024 R
Other materials	13 584 282	23 786 451
Contracted Services	9 060 502	26 459 752
Other Expenditure	210 336	173 606
Total Repairs and Maintenance	**22 855 120**	**50 419 809**

2.5 Effect of changes in accounting estimates

The Municipality has reassessed the useful lives and residual values of Property, Plant and Equipment. This resulted in change in depreciation charge, accumulated depreciation and the carrying value of Property, Plant and Equipment. The effect of the change in the current and future periods are disclosed as follows:

	2025 R	2026 R	2027 R
Effect on Property, plant and equipment	5 086 868	5 751 049	6 853 963

2.7 Contractual commitments for acquisition of Property, Plant and Equipment:

	2025 R	2024 R
Approved and contracted for:	55 056 832	32 209 328
Infrastructure	48 243 905	24 724 041
Community	528 003	4 675 530
Other	6 284 923	2 809 757
Total	**55 056 832**	**32 209 328**

	2025 R	2024 R
This expenditure will be financed from:		
Government Grants	30 949 929	23 114 201
Own Resources	24 106 902	9 095 127
Total	**55 056 832**	**32 209 328**

		2025 R	2024 R
2.8	**Land is controlled, but Oudtshoorn Municipality is not the legal owner/custodian**		
	Carrying amount at year end	14 206 810	15 857 101
	Total	**14 206 810**	**15 857 101**

Key judgements and assumptions applied

- Right to direct access to land, and to restrict/deny the access of others. Erwe utilised for strategic purposes or service delivery needs of the municipality

3. INVESTMENT PROPERTY

		2025 R	2024 R
3.1	**Net Carrying amount at 1 July**	**20 403 897**	**19 133 077**
	Cost	25 804 913	21 671 913
	Correction of Error - 41.1 (d)	-	2 523 000
	Accumulated Depreciation	(2 151 936)	(1 988 756)
	Accumulated Impairment Loss	(3 249 079)	(3 073 079)
	Transfer from Property, Plant and Equipment - Note 2	2 448 052	1 606 381
	Cost	2 448 052	1 610 000
	Accumulated Depreciation	-	(3 619)
	Disposal - Cost	(272 928)	-
	Disposal - Accumulated Depreciation	43 668	-
	Depreciation for the year	(159 561)	(159 561)
	Net Carrying amount at 30 June	**22 463 129**	**20 579 897**
	Cost	27 980 037	25 804 913
	Accumulated Depreciation	(2 267 829)	(2 151 936)
	Accumulated Impairment Loss	(3 073 079)	(3 073 079)
	Transfer from Property, Plant and Equipment - Note 2	(176 000)	-
3.2	**Revenue from Investment Property**		
	Revenue derived from the rental of Investment Property	1 319 219	449 268

		2025 R	2024 R
4.	**INTANGIBLE ASSETS**		
4.1	**Net Carrying amount at 1 July**	**87 474**	**285 099**
	Cost	584 216	1 176 921
	Accumulated Amortisation	(496 742)	(891 822)
	Accumulated Impairment Loss	-	-
	Amortisation	(53 718)	(118 196)
	Disposals	-	(592 705)
	Amortisation written back on disposal	-	513 276
	Net Carrying amount at 30 June	**33 756**	**87 474**
	Cost	584 216	584 216
	Accumulated Amortisation	(550 460)	(496 742)

4.2 Material Intangible Assets included in the carrying value:

Description	Remaining Amortisation Period		
Software	1 -3 years	33 756	87 474

No intangible assets were assessed having an indefinite useful life.

There are no internally generated intangible assets at reporting date.

There are no intangible assets whose title is restricted.

There are no intangible assets pledged as security for liabilities.

There are no contractual commitments for the acquisition of intangible assets.

		2025 R	2024 R
5.	**HERITAGE ASSETS**		
5.1	**Net Carrying amount at 1 July**	**13 774 345**	**13 774 345**
	Cost	13 774 345	13 774 345
	Net Carrying amount at 30 June	**13 774 345**	**13 774 345**
	Cost	13 774 345	13 774 345

There are no restrictions on the realizability of Heritage Assets or the remittance of revenue and proceeds of disposal.

There are no contractual obligations to purchase, construct or develop Heritage Assets or for repairs, maintenance or enhancements.

There are no Heritage Assets pledged as security for liabilities.

There are no Heritage Assets that are used by the municipality for more than one purpose.

Rust and Vrede Waterfall

The Rust & Vrede Waterfall is engraved into the heart of the Swartberg Mountain. The Waterfall is situated on a scenic detour branching off the R328, 18km from Oudtshoorn on the way to the Cango Caves on erf 25. It is classified as a heritage asset controlled and owned by the Municipality.
From this waterfall, Oudtshoorn acquires its water supply which is carried by a pipeline, 35 km in length, to the town reservoir and the Raubenheimer Dam.

The Rust and Vrede Waterfall is an asset that was not purchased or contributed. It could not be reliably measured as this is not a manmade structure and no market value exists as this is a unique natural landmark. This asset lacks comparability to other assets in the municipality. The cash flow method could not be used to obtain a value, as it is impractical to place a value on a natural landmark.

	2025 R	2024 R
Herrie's Stone, Meiringspoort, Oudtshoorn District		
The Afrikaans writer, C J Langenhoven, chiselled the name of the well-known elephant 'Herrie', from his book 'Sonde met die Bure', on this rock in July 1929. This has been declared as a Heritage Site.		
This heritage asset's value could not be reliably measured as it was not purchased nor is there an active market for it and there is no alternative method for valuating this heritage asset.		
Cango Caves		
This famous attraction is situated in the Cango ward 29 km north of Oudtshoorn and situated on erf 28. It is classified as a heritage asset and controlled by the Municipality. The entrance is in the face of a hill beside the Grobbelaar's River. The maxe of caves with their beautiful stalactite formations are most impressive. It is generally accepted that the caves were discovered in 1780 by a herdsman of a farmer called Van Zyl of Doornrivier, while he was looking for lost cattle.	11 796 645	11 796 645
CP Nel Museum Building		
The building reflects a late Victorian Colonial style of a classical building and dates from about 1909 and for some half a century served as a boys' school. In 1980 the building complex was declared a National Monument and is owned by the Municipality.	1 940 000	1 940 000
Mayoral Chains		
The municipality has two mayoral chains which are kept in a safe at the main building.	37 700	37 700
	13 774 345	13 774 345

6 OPERATING LEASE ARRANGEMENTS

6.1 The Municipality as Lessor

	2025	2024
Operating Lease Asset	223 707	64 906
Disclosed as follows:		
Current Operating Lease Asset	223 707	64 906
	223 707	**64 906**

Reconciliation

	2025	2024
Balance at the beginning of the year	64 906	26 109
Movement during the year	158 800	38 798
Balance at the end of the year	**223 707**	**64 906**

At the Statement of Financial Position date, where the municipality acts as a lessor under operating leases, it will pay operating lease expenditure as follows:

	2025	2024
Up to 1 Year	980 120	529 392
1 to 5 Years	4 194 822	660 801
More than 5 Years	3 282 152	169 351
Total Operating Lease Arrangements	**8 457 094**	**1 359 544**

This operating lease expenditure determined from contracts that have a specific condition expenditure and does not include leases which has a undetermined conditional expenditure. Operating leases relates to buildings that are on fixed term rental agreements at Cango Caves and Oudtshoorn Airport

		2025 R	2024 R
7.	**INVENTORY**		
	Maintenance Materials - At Cost	9 474 979	6 772 820
	Water – At Cost	516 656	443 652
	Total Inventory	**9 991 635**	**7 216 471**

The municipality recognised only purification costs in respect of non-purchased purified water inventory.

7.1	**Inventories recognised as an expense during the year:**		
	Consumables	9 318 787	40 148 984
	Finished Goods	539	127 139
	Materials and supplies	13 122 206	17 590 866
	Total	**22 441 533**	**57 866 988**

8.	**RECEIVABLES FROM EXCHANGE TRANSACTIONS**		
	Electricity	34 062 552	29 351 635
	Water	25 874 630	28 516 488
	Property Rentals	506	506
	Waste Management	19 806 986	16 730 938
	Waste Water Management	20 595 487	18 072 834
	Units not billed	19 532 475	22 023 305
	Legal Fees Recovery	29 216	29 216
	Klein Karoo Water Scheme	5 093 103	5 695 483
	Sundry municipal charges	5 061 619	4 954 167
	Prepaid expenditure	1 394 454	(6 764)
	Other	19 552	19 124
	Suspense Debtors	12 416 211	4 046 035
	Control, Clearing And Interface Accounts	-	174 214
	Correction of error as per note 41.1 (n)	-	(100 416)
	Correction of error as per note 41.1 (n)	-	(728)
	Correction of error as per note 41.1(q)		9 065 244
	Total: Receivables from exchange transactions (before provision)	**143 886 792**	**138 571 280**
	Less: Provision for Debt Impairment	(53 599 573)	(38 046 324)
	Total: Receivables from exchange transactions (after provision)	**90 287 219**	**100 524 956**

Consumer debtors are payable within 30 days. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of consumer debtors are not performed in terms of GRAP 104 on initial recognition.

The fair value of receivables approximate their carrying value.

Ageing of billed Debtors

(Electricity): Ageing

	2025 R	2024 R
Current (0 - 30 days)	19 595 981	15 345 070
31 - 60 Days	2 460 355	2 348 769
61 - 90 Days	1 198 592	1 004 092
+ 90 Days	10 807 625	10 653 704
Total	**34 062 552**	**29 351 635**

(Water): Ageing

	2025 R	2024 R
Current (0 - 30 days)	5 395 806	4 883 764
31 - 60 Days	1 972 878	2 572 392
61 - 90 Days	1 471 449	1 607 616
+ 90 Days	17 034 496	19 452 715
Total	**25 874 630**	**28 516 488**

(Property Rentals): Ageing

	2025 R	2024 R
Current (0 - 30 days)	-	-
31 - 60 Days	-	-
61 - 90 Days	-	-
+ 90 Days	506	506
Total	**506**	**506**

(Waste Management): Ageing

	2025 R	2024 R
Current (0 - 30 days)	3 378 174	3 028 283
31 - 60 Days	1 159 251	1 056 275
61 - 90 Days	863 581	860 872
+ 90 Days	14 405 980	11 785 509
Total	**19 806 986**	**16 730 938**

(Waste Water Management): Ageing

	2025 R	2024 R
Current (0 - 30 days)	3 564 645	3 226 062
31 - 60 Days	1 180 645	1 120 705
61 - 90 Days	869 234	918 837
+ 90 Days	14 980 963	12 807 230
Total	**20 595 487**	**18 072 834**

(Units not billed): Ageing

	2025 R	2024 R
Current (0 - 30 days)	19 532 475	22 023 305
31 - 60 Days		-
61 - 90 Days		-
+ 90 Days		-
Total	**19 532 475**	**22 023 305**

(Legal Fees Recovery): Ageing

	2025 R	2024 R
Current (0 - 30 days)	-	-
31 - 60 Days		-
61 - 90 Days		-
+ 90 Days	29 216	9 094 460
Total	**29 216**	**9 094 460**

(Klein Karoo Water Scheme): Ageing

	2025 R	2024 R
Current (0 - 30 days)	673 373	529 514
31 - 60 Days	269 866	307 901
61 - 90 Days	180 767	282 847
+ 90 Days	3 969 098	4 575 221
Total	**5 093 103**	**5 695 483**

(Sundry and Suspense debtors): Ageing

	2025 R	2024 R
Current (0 - 30 days)	830 447	675 603
31 - 60 Days	161 829	167 354
61 - 90 Days	115 204	324 922
+ 90 Days	16 370 351	7 731 178
Total	**17 477 831**	**8 899 058**

(Prepaid expenditure): Ageing

	2025 R	2024 R
Current (0 - 30 days)	1 394 454	(6 764)
31 - 60 Days		-
61 - 90 Days		-
+ 90 Days		-
Total	**1 394 454**	**(6 764)**

	2025 R	2024 R
(Other): Ageing		
Current (0 - 30 days)	-	-
31 - 60 Days		-
61 - 90 Days		-
+ 90 Days	19 552	19 124
Total	**19 552**	**19 124**

(Total): Ageing

	2025	2024
Current (0 - 30 days)	54 365 355	49 704 836
31 - 60 Days	7 204 824	7 573 396
61 - 90 Days	4 698 826	4 999 186
+ 90 Days	77 617 787	76 293 862
Total	**143 886 792**	**138 571 280**

Summary of Service Debtors by Customer Classification

	Other	Residential	Industrial/ Commercial	National and Provincial Government
30 June 2025				
Current (0 - 30 days)	824 196	15 225 204	13 131 188	4 257 838
31 - 60 Days	300 140	5 116 634	1 004 493	783 557
61 - 90 Days	215 122	3 561 458	698 798	223 448
+ 90 Days	4 758 212	83 928 609	9 258 109	599 786
Total debtors by customer classification	**6 097 670**	**107 831 905**	**24 092 588**	**5 864 629**

Summary of Service Debtors by Customer Classification

	Other	Residential	Industrial/ Commercial	National and Provincial Government
30 June 2024				
Current (0 - 30 days)	846 068	13 773 291	10 229 003	2 995 023
31 - 60 Days	325 417	4 488 891	1 024 257	1 734 829
61 - 90 Days	311 953	3 626 553	751 781	308 899
+ 90 Days	14 747 978	74 776 327	8 085 627	545 381
Total debtors by customer classification	**16 231 416**	**96 665 063**	**20 090 668**	**5 584 133**

Reconciliation of Provision for Debt Impairment

	2025	2024
Balance at beginning of year	38 046 324	40 274 368
Contribution to provision	15 553 250	(2 228 044)
Balance at end of year	**53 599 573**	**38 046 324**

The total amount of this provision is R53 599 573 and consist of:

	2025	2024
Services	53 599 573	38 046 324
Total Provision for Debt Impairment on Receivables from exchange transactions	**53 599 573**	**38 046 324**

Classification of Bad Debts Written-off

	2025	2024
Electricity	1 779 206	1 416 747
Refuse	3 725 281	2 777 927
Sewerage	4 168 594	2 856 985
Water	8 526 840	5 094 895
	18 199 921	**12 146 555**

Ageing of amounts past due but not impaired:

	2025	2024
Services	35 921 863	50 820 120
	35 921 863	**50 820 120**

The provision for doubtful debts on debtors (loans and receivables) exists due to the possibility that not all debts will be recovered. Loans and receivables were assessed individually and grouped together at the Statement of Financial Position date as financial assets with similar credit risk characteristics and collectively assessed for impairment.

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

	2025 R	2024 R
9. RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS		
Property Rates	53 205 163	41 459 103
Availability Charges	7 080 606	6 173 005
Fines	34 377 344	25 794 733
	94 663 112	73 426 841
Less: Provision for Debt Impairment	(70 636 650)	(54 260 857)
Total Receivables from non-exchange transactions	**24 026 462**	**19 165 985**

The fair value of other receivables approximate their carrying value.

Rates debtors are payable within 30 days. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of rates debtors is not performed in terms of GRAP 104 on initial recognition.

(Property Rates): Ageing

	2025	2024
Current (0 - 30 days)	10 526 987	7 700 471
31 - 60 Days	3 189 475	1 933 273
61 - 90 Days	2 289 497	1 563 560
+ 90 Days	37 199 203	30 261 799
Total	**53 205 163**	**41 459 103**

(Availability Charges): Ageing

	2025	2024
Current (0 - 30 days)	369 287	328 110
31 - 60 Days	235 518	209 014
61 - 90 Days	217 070	225 690
+ 90 Days	6 258 731	5 410 191
Total	**7 080 606**	**6 173 005**

(Fines): Ageing

	2025	2024
Current (0 - 30 days)	2 066 750	1 018 650
31 - 60 Days	2 267 950	1 259 650
61 - 90 Days	2 260 860	1 217 700
+ 90 Days	27 781 784	22 298 733
Total	**34 377 344**	**25 794 733**

Summary of Debtors (Property Rates +Availability) by Customer Classification

30 June 2025	**Other**	**Residential**	**Industrial/ Commercial**	**National and Provincial Government**
Current (0 - 30 days)	71 567	8 402 249	2 132 908	289 549
31 - 60 Days	15 231	3 024 641	361 150	23 971
61 - 90 Days	6 987	2 243 329	239 778	16 474
+ 90 Days	77 300	37 824 684	5 010 348	545 603
Total debtors by customer classification	**171 084**	**51 494 904**	**7 744 184**	**875 597**

Summary of Debtors (Property Rates+Availability) by Customer Classification

	Other	Residential	Industrial/ Commercial	National and Provincial Government
30 June 2024				
Current (0 - 30 days)	47 509	5 882 646	1 956 028	142 398
31 - 60 Days	6 785	1 733 252	291 970	110 281
61 - 90 Days	1 738	1 431 165	241 136	115 211
+ 90 Days	258 559	30 015 453	4 436 693	961 284
Total debtors by customer classification	**314 591**	**39 062 516**	**6 925 827**	**1 329 174**

	2025 R	2024 R
Reconciliation of Provision for Debt Impairment		
Balance at beginning of year	54 260 857	43 970 130
Contribution to provision	16 375 793	10 290 727
Balance at end of year	**70 636 650**	**54 260 857**
The total amount of this provision is R70 636 650 and consist of:		
Taxes	33 745 532	25 835 727
Availability Charges	5 962 160	4 867 795
Fines	30 928 957	23 557 335
Total Provision for Debt Impairment on Trade Receivables from non-exchange transactions	**70 636 650**	**54 260 857**
Classification of Bad Debts Written-off		
Rates	5 247 940	2 102 223
Fines	10 730 100	7 149 288
	15 978 040	**9 251 511**
Ageing of amounts past due but not impaired:		
Rates	8 932 644	7 922 906
Availability charges	749 159	977 100
Fines	1 381 637	1 218 748
	11 063 439	**10 118 753**

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

The outstanding fine receivable balance at year end is reduced to its recoverable amount by recognising a provision for impairment against the receivable raised. This is considered to be a subsequent event. The provision for impairment is based on current and past collection rates applicable to fines.

10. CASH AND CASH EQUIVALENTS

10.1 Cash and Cash Equivalents

	2025 R	2024 R
Cash At Bank	33 920 107	31 236 856
Call Deposits and Investments	143 747 874	112 614 648
Cash On-hand	37 550	37 550
Total Cash and Cash Equivalents - Assets	**177 705 531**	**143 889 055**

Cash and cash equivalents comprise cash held and short term deposits. The carrying amount of these assets approximates their fair value.

Call Investments Deposits to an amount of R143 747 874 are held to fund the Unspent Conditional Grants of R3 448 961

	2025 R	2024 R
The municipality has the following bank accounts:		
Current Accounts		
FNB 63047161615	3 500 000	1 261 332
FNB 63047161607	30 308 881	29 975 525
FNB 63047161623	57 230	-
FNB 63047161631	53 996	-
	33 920 107	**31 236 856**

	2025 R	2024 R
Call Deposits and Investments		
ABSA Account no 20-8127-3737		27 253 486
ABSA Account no 20-8142-4075		20 770 792
ABSA Account no 93-9671-5744	15 516 204	-
ABSA Account no 20-8171-4890	23 613 583	-
Nedbank Account no 03/7881019344/29	147 461	136 595
Nedbank Account no 03/7881001143/130	698 490	647 021
Nedbank Account no 03/7881001143/131	3 826 922	3 544 930
Nedbank Account no 03/7881001143/137	3 701 059	3 428 341
Nedbank Account no 03/7881001143/175	6 423 784	5 950 439
Nedbank Account no 03/7881001143/250		-
Nedbank Account no 03/7881001143/261	21 571 804	-
Nedbank Account no 03/7881001143/252	1 039 699	963 088
Nedbank Account no 03/7881001143/258	7 212 840	6 681 354
Standard Account no 288835379048	2 323 181	2 147 760
Standard Account no 288835379053	4 376 984	4 046 484
Standard Account no 288835379056		21 690 917
Standard Account no 288835379057	3 588 893	
Standard Account no 288835379064	15 848 472	
Standard Account no 288835379067	22 630 271	
Investec Account no 1400-171058-500	802 929	5 681 939
Investec Account no 1400-171058 501	10 425 296	9 671 501
	143 747 873	**112 614 648**

Details of current accounts are as follow:

	2025 R	2024 R
FNB 63047161615 (Primary bank Account)		
Cash book balance at beginning of year	1 261 332	3 543 012
Cash book balance at end of year	3 500 000	1 261 332
Bank statement balance at beginning of year	1 261 332	3 545 369
Bank statement balance at end of year	3 500 000	1 261 332
FNB 63047161607 (Primary bank Account)		
Cash book balance at beginning of year	29 975 525	13 744 857
Cash book balance at end of year	30 308 881	29 975 525
Bank statement balance at beginning of year	27 523 433	12 412 276
Bank statement balance at end of year	27 997 278	27 523 433
FNB 63047161631 (Traffic Account)		
Cash book balance at beginning of year	-	31 251
Cash book balance at end of year	53 861	-
Bank statement balance at beginning of year	-	31 251
Bank statement balance at end of year	-	-
FNB 63047161623 (Cango Caves account)		
Cash book balance at beginning of year	-	33 037
Cash book balance at end of year	57 230	
Bank statement balance at beginning of year	-	33 037
Bank statement balance at end of year	-	

11. LONG-TERM BORROWINGS

		2025 R	2024 R
Annuity Loans - At amortised cost		98 130 046	82 249 095
Capitalised Lease Liability - At amortised cost		45 681 360	-
		143 811 406	**82 249 095**
Less:	Current Portion transferred to Current Liabilities	**(22 990 461)**	**(7 659 173)**
	Annuity Loans - At amortised cost	(8 569 323)	(7 659 173)
	Capitalised Lease Liability - At amortised cost	(14 421 137)	-
		120 820 945	**74 589 922**
Total Long-term Borrowings		**120 820 945**	**74 589 922**

11.1 The obligations under annuity loans are scheduled below:

		Minimum payments	
Amounts payable under annuity loans:			
Payable within one year		16 992 125	14 598 823
Payable within two to five years		59 427 043	50 845 006
Payable after five years		84 108 368	66 746 777
		160 527 535	132 190 606
Less:	Future finance obligations	(62 397 589)	(49 941 611)
Present value of annuity loans obligations		**98 129 946**	**82 248 996**

11.2 The obligations under the capitalised lease liability are scheduled below:

		Minimum payments	
Amounts payable under the capitalised lease liability:			
Payable within one year		26 274 213	-
Payable within two to five years		38 118 939	-
		64 393 151	-
Less:	Future finance obligations	(18 711 792)	
Present value of finance lease obligations		**45 681 360**	**-**

Refer to Appendix A for descriptions, maturity dates and effective interest rates of structured loans and finance.

12. NON-CURRENT PROVISIONS

	2025	2024
Provision for Rehabilitation of Landfill-sites	40 942 700	31 859 295
Total Non-current Provisions	**40 942 700**	**31 859 295**

12.1 ***Landfill Sites***

	2025	2024
Balance 1 July	31 859 295	35 555 265
Expenditure for the year	(643 422)	-
Increase/(Decrease) due to discounting	2 462 223	2 911 811
Change in Provision for Rehabilitation Cost	7 264 604	(6 607 780)
Total provision 30 June	**40 942 700**	**31 859 295**
Balance 30 June	**40 942 700**	**31 859 295**

The estimated rehabilitation costs for each of the existing sites are based on the current rates for construction costs. The assumptions used are as follows:

	De Rust Closed	De Rust Operational	Dysselsdorp Closed	Dysselsdorp Operational	Oudtshoorn Grootkop
Area (m^2)	5 223	8 557	2 253	9 841	119 115
Cost for Rehabilitation and Closure:					
Preliminary and General	649 973	792 732	351 680	1 097 887	9 977 282
Site Clearance and Preparation	7 939	13 007	3 425	14 958	181 055
Storm water Control Measures	642 051	463 478	453 633	1 029 998	4 796 338
Capping	2 371 708	4 020 264	1 040 842	4 545 556	55 724 757
Gas Management	-	-	-	-	-
Leachate Management	273 371	496 887	187 404	343 641	2 311 385
Fencing	810 888	14 146	536 299	1 001 329	14 146
Other:					
Environmental Authorisation (Closure License)	460 688	460 688	460 688	460 688	460 688
Technical ROD	236 794	236 794	236 794	236 794	236 794
Install Groundwater Monitoring Boreholes with lockable caps(includes drilling contractor site establishment)	78 350	174 350	171 695	171 695	-
Landscape Architects	173 595	173 595	172 954	172 954	196 856
Water use license	39 000	39 000	39 000	39 000	39 000
Topographical Survey	8 350	8 350	8 350	8 350	15 821
Contingencies (10% of total construction costs)	475 593	580 051	257 328	803 337	7 300 496
Engineering (ECSA Fees scale)	727 441	871 071	427 326	1 178 088	7 547 937
Site Supervision (Engineers Representation)	244 043	317 036	218 842	310 633	1 812 360
Site Supervision (Environmental Control Officer & OHS Agent)	160 770	176 847	134 928	164 912	589 760
Total (Excl. VAT)	**7 360 555**	**8 838 296**	**4 701 186**	**11 579 819**	**91 204 676**
Cost per rehab(m2)	1 409	1 033	2 087	1 177	766
Estimated construction period (weeks)	10	11	9	11	40

The municipality has an obligation to rehabilitate landfill sites at the end of the expected useful life of the asset. The estimate cost and date of decommission of the sites are as follows:

Location	**Estimated decommission date**	**2025 R**	**2024 R**
De Rust (Closed)	2014	7 717 542	6 878 728
De Rust(Operational)	2039	17 152 468	21 082 221
Dysselsdorp(Closed)	2013	4 929 193	4 206 317
Dysselsdorp(Operational)	2037	20 441 982	20 839 025
Oudtshoorn	2054	360 165 171	374 914 994
		410 406 357	**427 921 284**

13. NON-CURRENT EMPLOYEE BENEFITS

	2025	2024
Provision for Post Retirement Health Care Benefits	120 587 000	105 075 081
Provision for Long Service Awards	12 901 000	11 152 000
Total net defined benefit liability	**133 488 000**	**116 227 081**

Post Retirement Health Care Benefits

	2025	2024
Balance 1 July	111 589 081	103 778 001
Contribution for the year	3 763 919	3 412 000
Interest Cost	13 174 000	12 574 000
Expenditure for the year	(6 388 241)	(5 976 920)
Actuarial Loss/(Gain)	5 009 241	(2 198 000)
Net defined benefit liability 30 June	**127 148 000**	**111 589 081**
Less: Transfer of Current Portion to Current Provisions - Note 15	(6 561 000)	(6 514 000)
Non-Current Portion : Net defined benefit liability	**120 587 000**	**105 075 081**

Long Service Awards

	2025	2024
Balance 1 July	12 720 000	12 352 000
Contribution for the year	1 053 000	993 000
Interest Cost	1 350 000	1 300 000
Expenditure for the year	(1 760 137)	(2 239 365)
Actuarial Loss/(Gain)	818 137	314 365
Total net defined benefit liability	**14 181 000**	**12 720 000**
Less: Transfer of Current Portion to Current Provisions - Note 15	(1 280 000)	(1 568 000)
Non-Current Portion : Net defined benefit liability	**12 901 000**	**11 152 000**

13.1 Provision for Post Retirement Health Care Benefits

Nature of the plan

Eligible employees will receive a post-employment subsidy of 70% of the contributions payable should they be a member of a medical scheme at retirement.

Continuation members and their eligible dependants receive a 70% subsidy.

Upon a member's death-in-service, surviving dependants are entitled to commence receipt of the same post-employment subsidy. Upon a member's death-in-retirement, surviving dependants are entitled to continue to receive the same subsidy.

The municipality makes monthly contributions for health care arrangements to the following medical aid schemes:
LA Health
SAMWU Medical Aid
Bonitas;
Key health
LA Health;

Regulatory framework

GRAP 25, derived from IPSAS 39 and IAS 19, has been approved by the ASB and the Minister of Finance, and is effective for financial periods commencing on or after 1 April 2023.
It applies to institutions falling within the ambit of the Municipal Finance Management Act.

Risks of the plan

Inflation: The risk that future CPI inflation and medical aid contribution inflation are higher than assumed and present in an uncontrolled manner.
Longevity: The risk that eligible individuals live longer than assumed i.e. their benefits are payable for longer than expected.
Volatility of open-ended, long-term DBO: The risk that the DBO may be volatile which is exacerbated by its long-term nature.
Enforcement of eligibility criteria and rules: The risk that eligibility criteria and rules are not strictly or consistently enforced, to the detriment of the Municipality.
Future changes in legislation: The risk that changes to legislation with respect to the post-employment medical aid benefit may increase the DBO for the Municipality.

There are no curtailments or settlement to reflect.

The Projected Unit Credit Method has been used to value the defined benefit obligation.

	2025 R	2024 R
The Post Retirement Health Care Benefit Plan is a defined benefit plan, of which the members are made up as follows:		
In-service (employee) members	343	325
In-service (employee) non-members	389	371
Continuation members (e.g. Retirees, widows, orphans)	98	98
Total Members	**830**	**794**

The liability in respect of past service has been estimated to be as follows:

In-service members	47 760 000	38 163 000
In-service non-members	8 259 000	6 960 000
Continuation members	71 129 000	66 466 000
Total Liability	**127 148 000**	**111 589 000**

The Current-service Cost for the ensuing year is estimated to be R 4 599 000 , whereas the Interest Cost for the next year is estimated to be R13 616 000

Maturity analysis

	Future year	Expected benefits vesting
2026	1	6 922 000
2027	2	7 786 000
2028	3	8 374 000
2029	4	9 016 000
2030	5	9 757 000
2031-2035	6-10	66 682 000
2036-2040	11-15	100 484 000
2041-2045	16-20	144 241 000
2046-2050	21-25	190 398 000
2051-2055	26-30	239 223 000
2056-2065	31-40	55 210 000
2066-2075	41-50	51 060 000
2076-2085	51-60	33 194 000
2086-2095	61-70	13 577 000
2096-2105	71-80	2 916 000

Key actuarial assumptions used:	2025 %	2024 %
Key Financial assumptions		
i) Rate of interest		
Discount rate	11.00%	12.15%
CPI Inflation Rate	5.00%	6.15%
Medical aid contribution inflation rate	6.80%	7.65%
Net Effective Discount rate	3.90%	4.18%

The next contribution increases were assumed to occur at 1 January 2026

Key Demographic assumptions

ii) Mortality during employment

SA 85-90, adjusted for female

Mortality rates post employment

The PA (90) - 1 with a 1% mortality improvement p. A from 2010

iii) Normal retirement age

The normal retirement age for employees of the municipality is 65 years

Average retirement age

The average retirement age for employees of the municipality is 62 years.

iv) Proportion with a spouse dependant at retirement

It has been assumed that 60% of eligible employees on a health care arrangement at retirement will have a spouse dependant on their medical aid

v) Continuation from Membership

It has been assumed that 75% if the in-service members will continue after retirement. It has been assumed that 15% of eligible in service non-members will be on a medical scheme by retirement (should not exist before then) and continue with subsidy at retirement

vi) Termination of Service

Valuation: 30 June 2025

Age	Rate
20-24	9%
25-29	8%
30-34	6%
35-39	5%
40-44	5%
45-49	4%
50-54	3%
55+	0%

	2025 R	2024 R
The amounts recognised in the Statement of Financial Position are as follows:		
Present value of fund obligations	127 148 000	111 589 081
Fair value of plan assets	-	-
	127 148 000	111 589 081
Net defined benefit liability/(asset)	**127 148 000**	**111 589 081**

There is currently no long-term assets set aside off-balance sheet in respect of the DBO, thus plan assets is zero.
As there is not plan asset, the net defined benefit liability is equal to the defined benefit obligation

The total defined benefit obligation has increased by 14% (or R15.559 million) since the last valuation. The main reasons for the change in liability:

IN-SERVICE MEMBERS
1. an increase in the average age which means members are closer to retirement (less discounting) and less likely to leave before retirement;

2. a increase in the average past service
3.an increase in the average post employment subsidy ; and
4. a decrease in the net discount rate.

CONTINUATION MEMBERS
1. an increase in the average subsidy and age
2. a decrease in the net discount rate
3. a decrease in the proportion of members with a spouse dependant.

Reconciliation of present value of fund obligation:

	2025	2024
Present value of fund obligation at the beginning of the year	111 589 081	103 778 001
Total expenses	10 549 678	10 009 080
Current service cost	3 763 919	3 412 000
Interest Cost	13 174 000	12 574 000
Re-measurement of the net defined liability	-	-
Payments to the plan	(6 388 241)	(5 976 920)
Actuarial (gains)/losses	5 009 241	(2 198 000)
Demographic assumptions	-	-
Financial Assumptions	3 882 000	(3 397 000)
Experience of past adjustments	1 127 241	1 199 000
Present value of fund obligation at the end of the year	**127 148 000**	**111 589 081**
Less: Transfer to Current Portion	(6 561 000)	(6 514 000)
Net Defined Benefit Liability	**120 587 000**	**105 075 081**

Sensitivity Analysis on the Defined benefit Obligation on 30 June 2025

	Eligible Employees (Rm)	Continuation members (Rm)	Total liability (Rm)
Assumption			
Central Assumptions	56 019 000	71 129 000	127 148 000

The effect of movements in the assumptions are as follows:

	Change	Eligible Employees (Rm)	Continuation members (Rm)	Total liability (Rm)	% change
Assumption					
Medical aid Contribution Inflation rate	1%	66 837 000	77 578 000	144 415 000	14%
Medical aid Contribution Inflation rate	-1%	47 352 000	65 498 000	112 850 000	-11%
Discount Rate	1%	47 715 000	65 742 000	113 457 000	-11%
Discount Rate	-1%	66 487 000	77 377 000	143 864 000	13%
Post-retirement mortality	-1 year	54 638 000	68 794 000	123 432 000	-3%
Post-retirement mortality	1 year	57 385 000	73 467 000	130 852 000	3%
Average retirement age	-1 year	61 650 000	71 129 000	132 779 000	4%
Membership continuation	-10%	48 907 000	71 129 000	120 036 000	-6%

Sensitivity Analysis on Current-Service and Interest Cost for the year ending 30 June 2025

	Current Service Cost (R)	Interest Cost (R)	Total (R)
Assumption			
Central Assumptions	3 764 000	13 174 000	16 938 000

The effect of movements in the assumptions are as follows:

	Change	Current Service Cost (R)	Interest Cost (R)	Total (R)	% change
Assumption					
Medical aid Contribution Inflation rate	1%	4 558 000	14 939 000	19 497 000	15%
Medical aid Contribution Inflation rate	-1%	3 130 000	11 704 000	14 834 000	-12%
Discount rate	1%	3 186 000	12 737 000	15 923 000	-6%
Discount rate	-1%	4 490 000	13 654 000	18 144 000	7%
Post-retirement mortality	1%	3 670 000	12 785 000	16 455 000	-3%
Post-retirement mortality	-1%	3 850 000	13 561 000	17 411 000	3%
Average retirement age	-1 year	4 087 000	13 728 000	17 815 000	5%
Membership continuation	-10%	3 290 000	12 483 000	15 773 000	-7%

The method used to prepare the sensitivity analysis remained unchanged from the previous period. The assumptions used would be based on the market conditions and demographic inputs as at 30 June 2025.

Sensitivity Analysis on Current-Service and Interest Cost for the year ending 30 June 2026

	Current	Interest Cost (R)	Total (R)
Assumption	4 599 000	13 616 000	18 215 000
Central Assumptions			-

The effect of movements in the assumptions are as follows:

	Change	Current	Interest Cost (R)	Total (R)	% change
Assumption					
Medical aid Contribution Inflation rate	1%	5 581 000	15 513 000	21 094 000	16%
Medical aid Contribution Inflation rate	-1%	3 823 000	12 045 000	15 868 000	-13%
Discount rate	1%	3 888 000	13 211 000	17 099 000	-6%
Discount rate	-1%	5 497 000	14 048 000	19 545 000	7%
Post-retirement mortality	1%	4 483 000	13 207 000	17 690 000	-3%
Post-retirement mortality	-1%	4 709 000	14 022 000	18 731 000	3%
Average retirement age	-1 year	4 812 000	14 225 000	19 037 000	5%
Membership continuation	-10%	4 020 000	12 835 000	16 855 000	-7%

13.2 Provision for Long Service Bonuses

Nature of the Plan

The Municipality offers employees LSA for every five years of service completed, from ten years of service to 45 years of service, inclusive.
In the month that each “Completed Service” milestone is reached, the employee is granted an LSA.
The long service leave must be taken within one year of receiving such leave or may be wholly or partially encashed.

Regulatory framework

GRAP 25, derived from IPSAS 39 and IAS 19, has been approved by the ASB and the Minister of Finance, and is effective for financial periods commencing on or after 1 April 2023.
It applies to institutions falling within the ambit of the Municipal Finance Management Act.

Risks of the plan

Inflation: The risk that future CPI inflation and medical aid contribution inflation are higher than assumed and present in an uncontrolled manner.
Termination of service: The Risk that fewer eligible employees terminate their service at the Municipality i.e. more long service awards vest than expected.
Volatility of open-ended, long-term DBO: The risk that the DBO may be volatile which is exacerbated by its long-term nature.
Enforcement of eligibility criteria and rules: The risk that eligibility criteria and rules are not strictly or consistently enforced, to the detriment of the Municipality.

Future changes in legislation: The risk that changes to legislation with respect to the long service awards may increase the DBO for the Municipality

There are no curtailments or settlement to reflect.

The Projected Unit Credit Method has been used to value the defined benefit obligation.

The Long Service Bonus plans are defined benefit plans. As at year end, 732 employees were eligible for Long Service Bonuses.

The Current-service Cost for the ensuing year is estimated to be R1 171 000 whereas the Interest Cost for the next year is estimated to be R1 352 000.

Maturity analysis

	Future year	Expected benefits vesting (R)
2026	1	1 355 000.00
2027	2	1 333 000.00
2028	3	3 389 000.00
2029	4	2 989 000.00
2030	5	1 915 000.00
2031-2035	6-10	13 208 000.00
2036-2040	11-15	13 436 000.00
2041-2045	16-20	12 660 000.00
2046-2055	21-30	16 757 000.00
2056-2065	31-40	2 749 000.00

Key actuarial assumptions used:	2025 %	2024 %
Key Financial assumptions		
i) Rate of interest		
Discount rate	10.00%	11.29%
CPI Inflation Rate	4.00%	5.42%
General Earnings inflation rate	5.00%	6.42%
Net discount rate	4.80%	4.58%

The next general earnings increase was assumed to take place on 1 July 2026

Key Demographic assumptions

ii) Average retirement age

The average retirement age for employees of the municipality is 62 years.
Average expected remaining working-lifetime is 16.8 years.

iii) Mortality during employment

SA 85-90

iv) Termination of Service (resignation and retrenchment rates per annum)

Valuation: 30 June 2025

Age	Rate
20-24	9%
25-29	8%
30-34	6%
35-39	5%
40-44	5%
45-49	4%
50-54	3%
55+	0%

	2025 R	2024 R
The amounts recognised in the Statement of Financial Position are as follows:		
Present value of fund obligations	14 181 000	12 720 000
Fair value of plan assets	-	-
	14 181 000	12 720 000
Net defined benefit liability	**14 181 000**	**12 720 000**

There are currently no long-term assets set aside off-balance sheet in respect of the DBO, thus plan assets is zero.
As there is not plan asset, the net defined benefit liability is equal to the defined benefit obligation

Change in liability

The total DBO has increased by 11% (or R1 461 000) due to the above being more than
offset by the fact that there are more eligible employees than at the last valuation.

Reconciliation of present value of fund obligation:	2025	2024
Present value of fund obligation at the beginning of the year	12 720 000	12 352 000
Total expenses	642 863	53 635
Current service cost	1 053 000	993 000
Interest Cost	1 350 000	1 300 000
Remeasurement of net defined liability		
Benefits Paid	(1 760 137)	(2 239 365)
Actuarial (gains)/losses	818 137	314 365
Demographic assumptions	-	-
Financial assumptions	(76 000)	(146 000)
Experience adjustments	894 137	460 365
Present value of fund obligation at the end of the year	**14 181 000**	**12 720 000**
Less: Transfer of Current Portion	(1 280 000)	(1 568 000)
Net defined benefit liability	**12 901 000**	**11 152 000**

Sensitivity Analysis on the Defined Benefit Obligation at 30 June 2025

Assumption	**Change**	**Liability (Rm)**	**% change**
Central assumptions		14 181 000	
General salary inflation	1%	15 033 000	6%
General salary inflation	-1%	13 405 000	-5%
Discount rate	1%	13 389 000	-6%
Discount rate	-1%	15 064 000	6%
Average retirement age	-2 yrs.	16 549 000	17%
Average retirement age	2 yrs.	12 366 000	-13%
Withdrawal rates	x2	11 740 000	-17%
Withdrawal rates	x0.5	15 826 000	12%

Sensitivity Analysis on Current-Service and Interest Cost for the year ending 30 June 2025

	Current Service Cost (R)	Interest Cost (R)	Total (R)
Assumption	1 053 000	1 350 000	2 403 000
Central Assumptions			-

The effect of movements in the assumptions are as follows:

	Change	Current Service Cost (R)	Interest Cost (R)	Total (R)	% change
Assumption					
General earnings inflation rate	+1%	1 137 000	1 437 000	2 574 000	7%
General earnings inflation rate	-1%	978 000	1 271 000	2 249 000	-6%
Discount rate	+1%	987 000	1 382 000	2 369 000	-1%
Discount rate	-1%	1 128 000	1 312 000	2 440 000	2%
Average retirement age	2 yrs.	1 193 000	1 578 000	2 771 000	15%
Average retirement age	-2 yrs.	938 000	1 172 000	2 110 000	-12%
Rates of termination of service	x2	788 000	1 098 000	1 886 000	-22%
Rates of termination of service	x0.5	1 247 000	1 521 000	2 768 000	15%

Sensitivity Analysis on Current-Service and Interest Cost for the year ending 30 June 2026

	Current Service Cost (R)	Interest Cost (R)	Total (R)
Assumption			
Central Assumptions	1 171 000	1 352 000	2 523 000

The effect of movements in the assumptions are as follows:

	Change	Current Service Cost (R)	Interest Cost (R)	Total (R)	% change
Assumption					
General earnings inflation rate	+1%	1 264 000	1 437 000	2 701 000	7%
General earnings inflation rate	-1%	1 088 000	1 274 000	2 362 000	-6%
Discount rate	+1%	1 098 000	1 400 000	2 498 000	-1%
Discount rate	-1%	1 254 000	1 296 000	2 550 000	1%
Average retirement age	2 yrs.	1 327 000	1 588 000	2 915 000	16%
Average retirement age	-2 yrs.	1 044 000	1 174 000	2 218 000	-12%
Rates of termination of service	x2	881 000	1 108 000	1 989 000	-21%
Rates of termination of service	x0.5	1 384 000	1 516 000	2 900 000	15%

The method used to prepare the sensitivity analysis remained unchanged from the previous period. The assumptions are based on market conditions and demographic inputs as at 30 June 2025

		2025 R	2024 R
13.3	**Retirement funds**		

The Municipality requested detailed employee and pensioner information as well as information on the Municipality's share of the Pension and Retirement Funds' assets from the fund administrator. The fund administrator confirmed that assets of the Pension and Retirement Funds are not split per participating employer. Therefore, the Municipality is unable to determine the value of the plan assets as defined in GRAP 25.

As part of the Municipality's process to value the defined benefit liabilities, the Municipality requested pensioner data from the fund administrator. The fund administrator claim that the pensioner data to be confidential and were not willing to share the information with the Municipality. Without detailed pensioner data the Municipality was unable to calculate a reliable estimate of the accrued liability in respect of pensioners who qualify for a defined benefit pension.

Therefore, although the Consolidated Retirement Fund is a Multi Employer fund defined as defined benefit plan, it will be accounted for as defined contribution plan. All the required disclosure has been made as defined in GRAP 25.31.

CONSOLIDATED RETIREMENT FUND

The contribution rate paid by the members (9,0%) and Council (18,0%). The last actuarial valuation performed for the year ended 30 June 2024 revealed that the fund is in a sound financial position with a funding level of 117.3% (30 June 2023 -120.1%).

	2025 R	2024 R
Contributions paid recognised in the Statement of Financial Performance	33 319 905	30 325 487
Contributions paid to be recognised in the Statement of Financial Performance for the next financial period	39 615 400	35 224 300

DEFINED CONTRIBUTION FUNDS

Council does not contribute to Government Employees Pension Fund, Municipal Council Pension Fund, IMATU Retirement Fund and SAMWU National Provident Fund which are defined contribution funds.

14. CONSUMER DEPOSITS

	2025 R	2024 R
Electricity	4 784 669	4 456 185
Rental Properties	45 329	87 903
Water	5 484 521	5 378 401
Building Plans	2 550 787	2 245 396
Hiring of Decorative Items	4 430	4 430
Total Consumer Deposits	**12 869 736**	**12 172 315**

15. CURRENT EMPLOYEE BENEFITS

	2025 R	2024 R
Performance Bonuses	478 046	912 274
Staff Bonuses	8 445 656	7 463 201
Staff Leave	20 352 289	17 885 532
Other	1 045	1 045
Current Portion of Non-Current Employee Benefits	7 841 000	8 082 000
Current Portion of Post Retirement Benefits - Note 13	6 561 000	6 514 000
Current Portion of Long-Service Provisions - Note 13	1 280 000	1 568 000
Total Provisions	**37 118 036**	**34 344 052**

The movement in current provisions are reconciled as follows:

15.1 *Performance Bonuses*

	2025 R	2024 R
Balance at beginning of year	912 274	1 049 027
Reversal of provision	(190 639)	167 375
Expenditure incurred	(243 589)	(304 128)
Balance at end of year	**478 046**	**912 274**

Performance bonuses are being paid to the Municipal Manager and Directors after an evaluation of performance by the council.

15.2 *Staff Bonuses*

	2025 R	2024 R
Balance at beginning of year	7 463 201	7 726 743
Contribution to current portion	15 405 078	13 312 509
Expenditure incurred	(14 422 623)	(13 576 051)
Balance at end of year	**8 445 656**	**7 463 201**

Bonuses are being paid to all municipal staff, excluding section 57 employees. The balance at year end represent the portion of the bonus that have already vested for the current salary cycle.

		2025 R	2024 R
15.3	***Staff Leave***		
	Balance at beginning of year	17 885 531	15 929 427
	Contribution to current portion	3 720 714	3 962 982
	Expenditure incurred	(1 253 957)	(2 006 877)
	Balance at end of year	**20 352 289**	**17 885 531**

Staff leave accrued to employees according to collective agreement. Provision is made for the full cost of accrued leave at reporting date. This provision will be realised as employees take leave.

16. TRADE AND OTHER PAYABLES FROM EXCHANGE TRANSACTIONS

	2025 R	2024 R
Trade Payables	45 720 382	37 692 787
Pre-paid electricity	1 023 987	775 015
Unallocated funds debtors	187 962	182 972
Payments received in advance	2 887 046	5 909 854
Control, Clearing and Interface Accounts	505 091	731 321
Sundry Deposits	8 730	8 730
Retentions	5 726 824	8 171 084
Correction of Error note 41.1(j)	-	117 492
Correction of error note 41.1(k)	-	2 373 052
Correction of error note 41.1(l)	-	11 824
Correction of error note 41.1(m)	-	214 201
Correction of error note 41.1(o)		414 067
Correction of error note 41.1(o)		1 687 384
Total Trade Payables	**56 060 022**	**58 289 783**

Payables are being recognised net of any discounts.

Payables are being paid within 30 days as prescribed by the MFMA. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of trade and other payables on initial recognition is not deemed necessary.

The carrying value of trade and other payables approximates their fair value.
All payables are unsecured.

Sundry deposits include Hall, Builders and Housing Deposits.

16.1 CURRENT PROVISIONS

VAT Libraries

	2025 R	2024 R
Balance at beginning of year	-	5 591 348
Contribution to current portion	-	1 092 000
Correction of error note 41.1(p)		(6 683 348)
Balance at end of year	**-**	**-**

As per Schedule 5 of the Constitution of the Republic of South Africa, the responsibility of the library services is allocated to the provincial government. Th Western Cape Provincial Department of Sport(DCAS) therefore has the responsibility to provide the library services as per its mandate.

The Library function has not been assigned to Oudtshoorn Municipality as at 30 June 2025. Library services is a provincial government function performed by DCAS. The process of assigning the function has started and will be done via a Memorandum of Agreement in 2024-25. The Western Cape Public Library Act assented into law by the Premier, as per Gazette 9085 dated 12 June 2025.

In order for DCAS to carry out its library services, DCAS entered into a Memorandum of Agreement (MOA) Oudtshoorn Municipality in which DCAS makes a payment of library grant funding to the municipality, in order for the municipality to provide the library services for the benefit of the general public

As per Memorandum of Agreement between the Western Cape Government via its Department of Cultural Affairs and Sport and Oudtshoorn Municipality, the funding provided is a contribution towards partially addressing the unfunded mandate, for staffing and other related project cost of the public libraries in the municipality.

Payments received from Western Cape Government of Cultural Affairs(DCAS) is not deemed a grant according to the VAT act, het there is some uncertainty relating to the treatment of the VAT relating to the funding received from DCAS. Due to uncertainties, the municipality applied for a VAT ruling from SARS. Although SARS issued a Binding General ruling on the treatment of VAT on all allocations received in return for service rendered, no clarity was provided on the period which the municipality will be liable to pay VAT on payments received. The municipality took a conservative approach and calculated the provision for a period of (5) years.

No Clarity was provided whether any interest will be levied by SARS, but the possibility is disclosed under contingent liabilities note 54.

		2025 R	2024 R
17.	**UNSPENT TRANSFERS AND SUBSIDIES**		
	Unspent Transfers and Subsidies	3 448 961	1 974 808
	National Government Grants	3 358 157	1 233 880
	Provincial Government Grants	74 097	2 169 139
	Other Sources	16 707	267 426
	Correction of error note 41.1(i)	-	(1 695 636)
	Total Unspent Transfers and Subsidies	**3 448 961**	**1 974 808**

See Appendix "B" for reconciliation of grants from other spheres of government.
The Unspent Grants are cash-backed by short-term deposits.
The municipality complied with the conditions attached to all grants received to the extent of revenue recognised.
No grants were withheld.

Unspent grants can mainly be attributed to projects that are work in progress on the relevant financial year-end.

18. TAXES

		2025 R	2024 R
18.1	VAT Payable Libraries	(7 729 304)	
	VAT Output in Suspense	(20 987 418)	(16 799 226)
	Correction of error note 41.1(p)		(6 683 348)
	Total VAT Payable	**(28 716 723)**	**(23 482 574)**
18.2	VAT Receivable	2 882 981	661 267
	VAT Input in Suspense	9 153 584	8 137 846
	Correction of error note 41.1(h)	-	(2 796 386)
	Total VAT Receivable	**12 036 565**	**6 002 727**
18.3	**Net VAT (Payable)**	**(16 680 158)**	**(17 479 847)**

VAT is payable on the receipts basis. VAT is paid over to SARS only once payment is received from debtors.

		2025 R	2024 R
19.	**PROPERTY RATES**		
	Actual		
	Rateable Land and Buildings	173 132 564	137 335 245
	Business and Commercial Property	28 472 376	28 135 187
	Farm Holdings	8 074 882	5 285 361
	Mining Properties	89 961	107 378
	Public Benefit Organisations	349 520	350 943
	Public Service Infrastructure Properties	23 978	23 372
	Residential Properties	120 368 869	88 564 773
	State-owned Properties	15 752 977	14 868 231
	Less: **Revenue Forgone**	(11 417 247)	(8 440 155)
	Total Property Rates	**161 715 317**	**128 895 090**
	Valuations - 30 June 2025		
	Rateable Land and Buildings	16 249 771 000	10 641 940 700
	Business and Commercial Property	1 847 285 000	1 330 136 000
	Churches	271 217 000	231 990 000
	Pensioners	381 596 000	245 619 000
	Mining Properties	4 997 000	5 070 000
	Municipal Properties	451 025 000	359 215 000
	Protected Areas	93 101 000	47 510 000
	Public Benefit Organisations	108 289 000	88 955 000
	Public Service Infrastructure Properties	14 745 000	9 950 500
	Residential Properties	8 650 098 000	5 644 258 200
	State-owned Properties	888 319 000	718 626 000
	Agricultural Property	3 539 099 000	1 960 611 000
	Less: **Rebates**	(237 045 000)	(233 250 000)
	Total Assessment Rates	**16 012 726 000**	**10 408 690 700**
	Basic Rate		
	Residential	1.309c/R	1.540c/R
	Government	1.759c/R	2.069c/R
	Commercial	1,800c/R	2.118c/R
	Agricultural	0.229c/R	0.270c/R

Rates are levied annually and monthly. Monthly rates are payable by the 10th of the following month and annual rates are payable before 30 September.
Interest is levied at the prime rate on outstanding monthly rates.

Rebates were granted on land with buildings used solely for dwellings purposes as follows:

Residential - The first R15 000 on the valuation is exempted.

Rebates can be defined as any income that the Municipality is entitled by law to levy, but which has subsequently been forgone by way of rebate or remission.

20. GOVERNMENT GRANTS AND SUBSIDIES

	2025 R	2024 R
Unconditional	102 781 000	96 434 419
Equitable Share	102 781 000	96 434 419
Conditional	48 029 164	77 588 055
Local Government Financial Management Grant (FMG)	2 800 000	2 802 000
Integrated National Electrification Programm	-	-
Municipal Infrastructure Grant	21 310 844	23 559 000
Extended Public Works Program	1 492 000	1 672 000
CDW operational support grant	57 000	57 000
Library Services	6 973 043	6 805 187
Library Services Replacement Funding	-	474 813
Integrating Housing Settlement Grant	57 654	-
Emergency Housing Program	-	633 765
Development of Sport & Recreation Facilities	-	201 190
Thusong Centre Operational Grant	117 377	140 000
Fire Service Capacity Building Grant	-	1 911 000
Western Cape Financial Management Capability Grant	675 000	2 000 000
Water Services Infrastructure Grant	9 520 000	8 060 000
Western Cape Government Infrastructure Grant		
Municipal Water Resilliance Grant	2 000 000	3 000 000
Western Cape Municipal Interventions Grant	1 000 000	-
Municipal Energy Resilliance Grant	544 655	-
Municipal Disaster Relief Grant	-	-
Municipal Disaster Recovery Grant	-	25 602 100
Waste Management Compliance Grant	240 872	-
Municipal Service Delivery and Capacity Building grant	-	500 000
Maintenance Main Road Subsidy	990 000	170 000
Regional Bulk Infrastructure Grant - Department of Water Affairs and Forestry	-	-
Water Macro Planning	-	-
ASLA Rosevalley Library Contribution	250 720	-
Local Government Public Employment Support Grant	-	-
Upgrading of SMME Infrastructure Booster Fund	-	-
Total Government Grants and Subsidies	**150 810 164**	**174 022 474**
Government Grants and Subsidies - Operating	117 748 849	137 928 719
Government Grants and Subsidies - Capital	33 061 316	36 093 755
Total Government Grants and Subsidies	**150 810 164**	**174 022 474**

Revenue recognised per vote as required by Section 123 (c) of the MFMA:

	2025	2024
Equitable share	102 781 000	96 434 419
Corporate Services	57 000	57 000
Community and Public Safety	7 464 635	9 392 190
Financial Services	3 475 000	4 802 000
Infrastructure Services	35 857 499	62 063 100
Technical Services	-	-
Planning & Development	1 175 031	1 273 765
Municipal Manager	-	
Strategic Services	-	-
Total Government Grants and Subsidies	**150 810 164**	**174 022 474**

Based on the allocations set out in the Division of Revenue Act (DORA), no significant changes in the level of government funding are expected over the forthcoming 3 financial years.

20.1 Equitable Share

	2025	2024
Grants received	102 781 000	96 434 419
Conditions met - Operating	(102 781 000)	(96 434 419)
Conditions still to be met	-	-

The Equitable Share is the unconditional share of the revenue raised nationally and is being allocated in terms of Section 214 of the Constitution (Act 108 of 1996) to the municipality by the National Treasury.

		2025 R	2024 R
20.2	**Local Government Financial Management Grant (FMG)**		
	Opening balance	-	-
	Grants received	2 800 000	2 802 000
	Conditions met - Operating	(2 800 000)	(2 802 000)
	Conditions met - Capital	-	-
	Conditions still to be met	0	-

The Financial Management Grant is paid by National Treasury to municipalities to help implement the financial reforms required by the Municipal Finance Management Act (MFMA), 2003. The FMG Grant also pays for the cost of the Financial Management Internship Programme (e.g. salary costs of the Financial Management Interns).

		2025 R	2024 R
20.3	**Municipal Energy Resilience Grant**		
	Opening balance	-	
	Grants received	600 000	
	Conditions met - Operating	(544 655)	
	Conditions still to be met	55 345	-

Energy Resillience grant was received for the updating and compilation of the Electricity Master Plan

		2025 R	2024 R
20.4	**Municipal Infrastructure Grant (MIG)**		
	Opening balance	0	67 393
	Grants received	24 669 000	23 559 000
	Repaid to National Revenue Fund	-	(67 393)
	Conditions met - Operating	(1 236 700)	(1 147 900)
	Conditions met - Capital	(20 074 144)	(22 411 100)
	Conditions still to be met	**3 358 157**	**0**

The Municipal Infrastructure Grant was used to upgrade infrastructure in previously disadvantaged areas.

		2025 R	2024 R
20.5	**Integrated National Electrification Grant**		
	Opening balance	1 233 878	1 233 879
	Repaid to National Revenue Fund	(1 233 880)	-
	Conditions still to be met	**(2)**	**1 233 878**

The National Electrification Grant was used for electrical connections in previously disadvantaged areas.

		2025 R	2024 R
20.6	**Extended Public Works Program**		
	Opening balance	0	0
	Grants received	1 492 000	1 672 000
	Conditions met - Operating	(1 492 000)	(1 672 000)
	Conditions still to be met	**0**	**0**

Job creation projects in previous disadvantage areas.

		2025 R	2024 R
20.7	**Western Cape Financial Management Capability Grant**		
	Opening balance	200 000	-
	Grants received	675 000	2 200 000
	Repaid to National Revenue Fund	(200 000)	-
	Conditions met - Operating	(675 000)	(2 000 000)
	Conditions still to be met	**-**	**200 000**

Western Cape Financial Management Capability Grant is received for the financial system development in accordance with the mSCOA regulations and then for external bursaries.

20.8 Library Services

	2025 R	2024 R
Opening balance	0	0
Grants received	6 973 043	6 732 000
Conditions met - Operating	(6 973 043)	(6 732 000)
Conditions met - Capital	-	-
Conditions still to be met	**0**	**0**

Library conditional grant utilised for operating expenditure of the Library.

20.9 Municipal Water Resilience Grant

	2025 R	2024 R
Opening balance	-	-
Grants received	2 000 000	3 000 000
Conditions met - Capital	(2 000 000)	(3 000 000)
Conditions still to be met	**-**	**-**

Municipal water Resilience Grant was provided by Provincial Government to the municipality for the replacement and refurbishment of infrastructure in the rural areas, after flood damage occurred.

20.10 Water Service Infrastructure Grant

	2025 R	2024 R
Opening balance	-	-
Grants received	9 520 000	8 060 000
Conditions met - Capital	(9 520 000)	(8 060 000)
Conditions still to be met	**0**	-

Water Service Infrastructure Grant is received from National Government to assist the municipality in refurbishment of its water infrastructure

20.11 Waste Management Compliance Grant

	2025 R	2024 R
Opening balance	-	-
Grants received	257 000	-
Conditions met - Capital	(240 872)	-
Conditions still to be met	**16 128**	**-**

This grant was received from Provincial government for exploration boreholes at the landfill site which is a compulsory legal requirement

20.13 Municipal Disaster Recovery Grant

	2025 R	2024 R
Opening balance	-	25 602 123
Grants received	-	-
Conditions met - Operating	-	(25 602 123)
Conditions still to be met	**-**	**-**

This grant was received for repair of roads and stormwater infrastructure caused by the flooding

20.14 Other Grants

	2025 R	2024 R
Opening balance	540 930	417 434
Grants received	2 104 654	4 284 450
Repaid to National Revenue Fund	(153 495)	-
Conditions met - Operating	(1 246 450)	(1 536 730)
Conditions met - Capital	(1 226 300)	(2 624 225)
Conditions still to be met	**19 339**	**540 930**

20.15 Total Grants

	2025 R	2024 R
Opening balance	1 974 808	27 320 829
Grants received	153 871 697	148 743 869
Repaid to National Revenue Fund	(1 587 375)	(67 393)
Conditions met - Operating	(117 748 849)	(137 927 172)
Conditions met - Capital	(33 061 315)	(36 095 325)
Conditions still to be met/(Grant expenditure to be recovered)	**3 448 967**	**1 974 808**

		2025 R	2024 R
21.	**CONTRIBUTED PROPERTY, PLANT AND EQUIPMENT**		
	Donated infrastructure assets	123 424	10 876 060
	Total Contributed Property, Plant and Equipment	**123 424**	**10 876 060**
22.	**AVAILABILITY CHARGES**		
	Electricity	1 811 113	1 620 595
	Water	1 118 456	1 021 400
	Waste Water Management	1 230 807	1 149 827
	Total Availability Charges	**4 160 376**	**3 791 822**
23.	**LICENCES AND PERMITS**		
	Road and Transport	449 346	454 113
	Total Licences and Permits	**449 346**	**454 113**
	Disclosed as follows:		
	Revenue from Exchange Transactions	449 346	454 113
	Total Licences and Permits	**449 346**	**454 113**
24.	**SERVICE CHARGES**		
	Electricity	**355 011 741**	**299 961 622**
	Service Charges	369 246 378	312 214 266
	Less: Revenue Foregone	(14 234 636)	(12 252 644)
	Water	**68 531 550**	**66 761 987**
	Service Charges	88 636 115	85 274 991
	Less: Revenue Foregone	(20 104 565)	(18 513 004)
	Water Klein Karoo Rural Scheme	**6 574 260**	**5 929 040**
	Service Charges	6 574 260	5 929 040
	Less: Revenue Foregone	-	-
	Waste Management	**41 071 994**	**41 708 424**
	Service Charges	68 981 062	66 074 360
	Less: Revenue Foregone	(27 909 067)	(24 365 936)
	Waste Water Management	**48 538 283**	**44 159 300**
	Service Charges	75 724 580	69 149 605
	Less: Revenue Foregone	(27 186 297)	(24 990 305)
	Total Service Charges	**519 727 829**	**458 520 374**

Revenue Forgone can be defined as any income that the Municipality is entitled by law to levy, but which has subsequently been forgone by way of rebate or remission.

		2025 R	2024 R
25.	**SALES OF GOODS AND RENDERING OF SERVICES**		
	Academic Services	1 198	43
	Advertisements	432 702	366 469
	Application Fees for Land Usage	68 000	95 368
	Building Plan Approval	1 450 296	1 342 338
	Camping Fees	232 604	174 924
	Cemetery and Burial	1 677 187	1 731 922
	Computer Services	473 715	359 543
	Encroachment Fees	200 617	205 999
	Fire Services	198 303	105 740
	Library Fees	811	1 240
	Parking Fees	435	-
	Pest Control	26 168	8 783
	Photocopies and Faxes	30 465	36 338
	Sale of Goods	21 399	9 139
	Streets/Street Markets (Informal Traders)	96 687	72 370
	Tender documents	59 606	22 589
	Valuation Services	366 046	305 173
	Total Sales of Goods and Rendering of Services	**5 336 240**	**4 837 976**

26.	**RENTAL FROM FIXED ASSETS**		
	Investment Property	202 699	190 625
	Property, Plant and Equipment	4 365 712	3 481 138
	Total Rental from Fixed Assets	**4 568 411**	**3 671 763**

27.	**INTEREST EARNED - EXTERNAL INVESTMENTS**		
	Bank	2 620 792	2 521 359
	Investments	12 804 923	12 478 101
	Total Interest Earned - External Investments	**15 425 715**	**14 999 460**

28.	**INTEREST EARNED - EXCHANGE TRANSACTIONS**		
	Trade Receivables	6 457 520	6 771 203
	Total Interest Earned - Outstanding Receivables	**6 457 520**	**6 771 203**

29.	**OPERATIONAL REVENUE**		
	Administrative Handling Fees	-	
	Bad debts Recovery	1 506 791	773 509
	Collection Charges	135 340	-
	Commission	506 138	409 073
	Development Charges	417 556	1 328 485
	Incidental Cash Surpluses	214 444	-
	Insurance Refund	261 107	385 123
	Merchandising, Jobbing and Contracts	131 110	106 469
	Registration Fees	512	4 905
	Request for Information	11 095	1 435
	Staff Recoveries	37 573	44 507
	Total Operational Revenue	**3 221 666**	**3 053 507**

30. EMPLOYEE RELATED COST

	2025 R	2024 R
Acting Allowance	1 209 602	971 001
Contributions to Group Insurance	5 364 532	4 989 075
Housing Benefits and Allowance	1 411 067	1 382 134
Leave payments	3 720 714	3 962 982
Standby Allowance	6 986 977	6 529 760
Shift Allowance	760 326	698 704
Basic Salaries and Wages	194 575 070	176 351 144
Pension and UIF Contributions	34 147 214	31 168 849
Medical Aid Contributions	13 926 424	13 265 816
Overtime	19 987 992	17 573 512
Bonuses	15 214 440	13 626 148
Motor Vehicle Allowance	5 236 330	5 272 593
Cellphone Allowance	1 491 384	1 496 888
Other benefits and allowances	174 538	162 764
Contribution to Long Service awards	2 403 000	2 293 000
Contribution to Post Employment Medical	16 937 919	15 986 000
Total Employee Related Costs	**323 547 528**	**295 730 370**

KEY MANAGEMENT PERSONNEL

Key Management personnel are permanent except for the Municipal Manager that has a fixed term contract ending with the next municipal election

REMUNERATION OF KEY MANAGEMENT PERSONNEL

Remuneration of the Municipal Manager - Mr W Hendricks (Terminated: 31/12/2024)

	2025 R	2024 R
Basic Salary	877 009	1 322 556
Pension and UIF Contributions	131 312	177 068
Performance Bonus		67 387
Cell Phone Allowance	36 502	73 004
Other Benefits and Allowances	23 416	115 292
Total	**1 068 240**	**1 755 308**

Remuneration of the Municipal Manager - Mr M Yekani (Contract: 17/09/2024-31/03/2025, Appointed 01/04/2025)

	2025 R	2024 R
Basic Salary	1 153 573	-
Pension and UIF Contributions	22 719	-
Cell Phone Allowance	63 672	-
Other Benefits and Allowances	35 001	-
Total	**1 274 965**	**-**

Remuneration of the Chief Financial Officer - GP De Jager

	2025 R	2024 R
Basic Salary	1 030 507	781 887
Pension and UIF Contributions	187 617	135 971
Housing allowance	118 416	118 416
Medical Aid Contributions	52 492	45 934
Performance Bonus	149 431	110 167
Motor Vehicle Allowance	144 000	144 000
Cell Phone Allowance	80 325	80 325
Payments in lieu of leave	68 751	-
Other Benefits and Allowances	70 691	102 401
Total	**1 902 230**	**1 519 102**

Remuneration of Director : Corporate Services - Mr Smit

	2025 R	2024 R
Basic Salary	1 272 112	1 042 826
Pension and UIF Contributions	231 106	183 382
Performance Bonus	-	67 325
Motor Vehicle Allowance	24 000	-
Cell Phone Allowance	80 325	80 325
Other Benefits and Allowances	208 838	218 190
Total	**1 816 381**	**1 592 049**

	2025 R	2024 R
Remuneration of Director : Community Services - N van Stade (Terminated: 16/10/2024)		
Basic Salary	477 530	1 042 826
Acting Allowance	11 809	14 574
Pension and UIF Contributions	86 841	183 382
Cell Phone Allowance	23 268	79 411
Other Benefits and Allowances	5 259	99 518
Payments in lieu of leave	4 149	-
Total	**608 857**	**1 419 711**

	2025 R	2024 R
Remuneration of Director : Community Services - Mr IH Avontuur (Appointed 1 November 2024)		
Basic Salary	660 216	-
Pension and UIF Contributions	41 652	-
Cell Phone Allowance	53 091	-
Other Benefits and Allowances	9 198	-
Payments in lieu of leave	17 857	-
Total	**782 014**	**-**

	2025 R	2024 R
Remuneration of Director : Technical Services - Mr JW Lesch		
Basic Salary	924 091	556 309
Pension and UIF Contributions	168 285	96 536
Performance Bonus	94 158	59 249
Motor Vehicle Allowance	110 000	80 000
Cell Phone Allowance	73 632	48 011
Payments in lieu of leave	-	170 463
Other Benefits and Allowances	83 583	86 836
Total	**1 453 748**	**1 097 404**

	2025 R	2024 R
Remuneration of Acting Director : Corporate Services - Mr EJ Jantjies (Acting: from 29 April 2025)		
Basic Salary	187 116	-
Pension and UIF Contributions	26 631	-
Cell Phone Allowance	1 990	-
Housing Subsidy	2 229	-
Motor Vehicle Allowance	20 495	-
Other Benefits and Allowances	7 839	-
Total	**246 300**	**-**

The remuneration of Key Management Personnel and benefits are within the upper limits of the framework envisaged in Section 71(1)(g) of the Municipal Systems Act and the Upper Limits Notice issued in Government Gazette 50737, 30 May 2024. Increase for current financial year was proclaimed by the government. All other benefits paid as disclosed in the note was in terms of their official employment contract, the Local Government Regulation on Appointments and Conditions of Employment of Senior Managers and council resolution number 63.43/05/17 and 63.10/04/17.

31. REMUNERATION OF COUNCILLORS

	2025 R	2024 R
Basic Salaries And Wages	11 360 232	9 785 338
Pension	717 438	646 054
Travelling Allowance	758 698	1 059 804
Telephone Allowance	812 791	945 206
Medical Scheme	168 472	139 221
Total Councillors' Remuneration	**13 817 631**	**12 575 623**

Remuneration paid to Councillors can be summarised as follow:

2025 Financial year:	Salary	Travel Allowance	Telephone Allowance	Pension and Medical Contributions	Total
Executive Mayor	970 364	-	47 004	72 889	1 090 257
Executive Deputy-Mayor	730 320	-	8 376	56 401	795 097
Speaker	775 726	-	19 116	10 994	805 837
Executive Committee Members	3 233 138	160 945	129 379	290 153	3 813 616
Section 79 (Full-time & Part-time)	974 817	99 025	56 712	73 688	1 204 243
Councillors	4 675 866	498 728	552 203	381 784	6 108 582
Total Councillors' Remuneration	**11 360 232**	**758 698**	**812 791**	**885 910**	**13 817 631**

2024 Financial year:	Salary	Travel Allowance	Other Allowances	Pension and Medical Contributions	Total
Executive Mayor	954 072	-	49 608	-	1 003 680
Executive Deputy-Mayor	581 879	180 707	44 460	-	807 046
Speaker	706 015	-	49 608	57 244	812 867
Executive Committee Members	2 715 379	508 238	207 611	331 951	3 763 179
Section 79 (Full-time & Part-time)	1 042 481	227 893	118 086	84 525	1 472 985
Councillors	3 785 511	142 967	475 833	311 554	4 715 865
Total Councillors' Remuneration	**9 785 337**	**1 059 804**	**945 206**	**785 275**	**12 575 623**

In-kind Benefits

The Executive Mayor, Executive Deputy Mayor, Speaker, Chief Whip and Executive Committee Members are full-time Councillors. Each is provided with an office and secretarial support at the cost of the Municipality.

Certification by the Municipal Manager

I certify that the remuneration of Councillors and in-kind benefits are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

32. CONTRACTED SERVICES

Outsourced Services		
Business and Advisory	2 586 702	1 855 591
Security Services	8 966 228	10 099 294
Catering services	165 590	143 184
Legal Cost Collection	639 425	340 092
Printing Services	1 136 678	1 272 221
Swimming Supervision	1 886 162	-
Traffic Management	-	288 930
Transport Services	6 500	7 109
Cleaning Services	539 651	252 515
Refuse Removal	4 621 921	4 435 800
Veterinary Services	82 622	
Consultants and Professional Services		
Business and Advisory	4 279 968	2 645 799
Engineering	473 613	970 017
Valuer and Assessors	1 149 048	2 864 144
Communications	166 645	40 196
Legal Services	3 682 431	3 673 951
Contractors		
Fire Services	721 754	665 851
Maintenance of Buildings and Facilities	6 500 731	226 963
Maintenance of Equipment	8 948 745	819 774
Stream Cleaning and Ditching	477 094	79 477
Employee Wellness	492 196	641 539
Total Contracted Services	**47 523 701**	**31 322 447**

33. DEPRECIATION AND AMORTISATION

Property, Plant and Equipment	63 278 752	53 990 864
Intangible Assets	53 718	118 196
Investment Property	159 561	159 561
Total Depreciation and Amortisation	**63 492 030**	**54 268 621**

		2025 R	2024 R
34.	**FINANCE CHARGES**		
	Long-term Borrowings	8 342 413	7 746 360
	Non-current Provisions	2 462 223	2 911 811
	Payables	14 974	202 655
	Finance leases	12 132 760	519 362
	Total Finance Costs	**22 952 371**	**11 380 189**
35.	**BULK PURCHASES**		
	Electricity	289 499 437	245 605 593
	Total Bulk Purchases	**289 499 437**	**245 605 593**
36.	**TRANSFERS AND SUBSIDIES**		
	Operational	2 967 132	3 303 057
	Monetary Allocations	2 967 132	3 303 057
	Households	542 898	558 143
	Non-profit Institutions	1 575 924	1 755 129
	Provincial Government	-	551 100
	Bursaries Non Employee	848 310	438 686
	Total Transfers and Subsidies	**2 967 132**	**3 303 057**
37.	**OPERATIONAL COST**		
	Advertising, Publicity and Marketing	1 290 152	1 395 850
	Assets less than the Capitalisation Threshold	207 536	176 928
	Bank Charges, Facility and Card Fees	1 974 941	1 613 401
	Bursaries (Employees)	353 136	111 352
	Cleaning Services	145 293	87 060
	Commission	2 217 062	2 222 217
	Courier and Delivery Services	17 431	15 111
	Communication	5 157 270	3 976 543
	Deeds	1 520 605	1 374 470
	Entrance Fees	11 267	9 180
	Entertainment	60 123	27 614
	External Audit Fees	6 016 100	4 643 685
	External Computer Service	6 127 709	7 542 941
	Full Time Union Representative	207 381	153 389
	Hire Charges	3 359 332	5 996 669
	Indigent Relief	941 482	1 124 517
	Insurance Underwriting	3 781 055	4 259 318
	Learnerships and Internships	665 504	435 303
	Levies Paid - Water Resource Management Charges	381 719	578 751
	Licences	701 145	426 551
	Membership fees SALGA	3 410 165	3 048 725
	Printing, Publications and Books	915 143	806 418
	Professional Bodies, Membership and Subscription	109 934	78 782
	Registration Fees	865 910	361 738
	Remuneration to Section 79 Committee Members	16 188	14 569
	Resettlement Cost	1 769 307	1 358 604
	Samples and Specimens	1 232 847	127 881
	Skills Development Fund Levy	2 607 931	2 392 818
	Travel and Subsistence	2 022 947	2 921 982
	Uniform and Protective Clothing	2 281 530	1 366 882
	Vehicle Tracking	894 562	-
	Ward Committees	264 750	201 000
	Wet Fuel	10 681 786	12 777 938
	Workmens Compensation Fund	2 547 999	2 369 567
	Total Operational Costs	**64 757 240**	**63 997 754**

		2025 R	2024 R
38.	**REVERSAL OF IMPAIRMENT LOSS/ (IMPAIRMENT LOSS) ON RECEIVABLES**		
	Receivables from Exchange Transactions and Non-Exchange	(31 929 043)	(8 062 683)
	Total Reversal of Impairment Loss/ (Impairment Loss) on Receivables	**(31 929 043)**	**(8 062 683)**
39.	**GAINS/ (LOSS) ON SALE OF FIXED ASSETS**		
	Property, Plant and Equipment	1 188 094	(6 994 498)
	Total Gains/ (Loss) on Sale of Fixed Assets	**1 188 094**	**(6 994 498)**
40.	**REVERSAL OF IMPAIRMENT LOSS/ (IMPAIRMENT LOSS) ON FIXED ASSETS**		
	Investment Property	-	-
	Property, Plant and Equipment	(283 335)	2 778 823
	Total Reversal of Impairment Loss/ (Impairment Loss) on Fixed Assets	**(283 335)**	**2 778 823**

41 CORRECTION OF ERROR IN TERMS OF GRAP 3

The following adjustments were made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of GRAP:

41.1 (a) Correction of Property Plant and Equipment - Othe Assets at Cost. During the annual asset verification there were movable assets identified for the first time that was not on the fixed asset register. This is now corrected with the following entries. Dt Movable Assets at Cost R330 329, (Ct) Accumulated Surplus Opening balance R330 329. Dt Accumulated Surplus 2023/24 (Depreciation) R59648 and (Ct) Accumulated Depreciation 2023/24 R59 648

(b) Correction of Property Plant and Equipment Other Assets and Community Assets at Cost. During the reconciliation of the new general valuation roll to the fixed asset register, properties was identified that is no longer an asset to the municipality. This is now corrected with the following entries.Dt Accumulated Surplus Opening balance R2 732 000, (Ct) Property Plant and Equipment Land Opening balance R2 732 000. Dt Accumulated Impairment Land Opening balance R1 240 000 and (Ct) Accumulated Surplus Opening balance R1 240 000. Dt Accumulated Surplus Opening balance R48 815 and (Ct) Property Plant and Equipment Community Assets Opening balance R48 815

(c) Correction of Property Plant and Equipment Other Assets and Community Assets Opening Balance. During the reconciliation of the new general valuation roll, properties (land and building) was identified that belongs to the municipality by means of the GRAP17 and iGRAP18 test that was performed. This is now corrected with the following entries. Dt Property Plant and Equipment Land Opening balance R7 137 000, (Ct) Accumulated Surplus Opening balance R7 137 000. Dt Property Plant and Equipment Community Assets Opening balance R690 000, (Ct) Accumulated Surplus Opening balance R690 000. Dt Accumulated Surplus 2023/24(Depreciation) R11 111 and (Ct) Accumulated Depreciation Community Assets R11 111

(d) Correction of Investment Property Opening balance. During the reconciliation of the new general valuation roll, properties (land) was identified that belongs to the municipality by means of the GRAP17 and iGRAP18 test that was performed. This is now corrected with the following entries Dt Investment Property at Cost Opening balance R2 523 000 and (Ct) Accumulated Surplus Opening balance R2 523 000

(e) Correction of Property Plant and Equipment Infrastructure Water and Sanitation WIP. During the unbundling of the work in progress register, it was seen items that was relating to operational maintenance was incorrectly classified in the previous years as WIP. This has now resulted in the overstatement of Property Plant and Equipment Infrastructure and is corrected with the following entries. Dt Accumulated Surplus 2023/24 (Contracted Services) R278 209, Ct Infrastructure Water at Cost R278 209. Dt Accumulated Surplus Opening balance with R504 529 and (Ct) Infrastructure Water Opening balance WIP Cost R504 529. Dt Accumulated Surplus Opening balance R393 307.45 and (Ct) Infrastructure Sanitation Opening balance WIP Cost R393 307.

(f) Correction of Property Plant and Equipment Infrastructure at Cost. During the physical verification of infrastructure assets in the current year, it was identified that Rosevalley Phase 4 construction of serviced erwen were completed in the prior year. The payments was done directly to the contracted by the provincial government, and the infrastructure assets that were constructed is under the control of the municipality and needs to reflect in the fixed asset register. This is now corrected with the following entries. Dt Infrastructure Roads Opening balance R7 809 749, Water Infrastructure Opening balance R1 145 723, Sanitation Infrastructure Opening balance R1 920 588. (Ct) Accumulated Surplus Opening balance R10 876 060

(g) Correction of Property Plant and Equipment Infrastructure WIP Opening balance. During the unbundling of the WIP infrastructure Opening balance it was identified that certain assets were ready for use and already utilised during the prior year. This has resulted in the accumulated depreciation being understated for the previous financial year, and is now corrected with the following entries. Dt Accumulated Surplus 2023-24(Depreciation) R 502 555. Ct Accumulated Depreciation Roads R349 044, Ct Accumulated Depreciation Water R52 295, Ct Accumulated Depreciation Sanitation R98 688 and Ct Accumulated Depreciation Electricity Infrastructure R2 529.

(h) Correction of Taxes Opening balance. During the annual reconciliation of VAT Input it was realised the provision that was raised towards the financial leases in 2022 was not reversed as prescribed. VAT was claimed on invoice basis correctly with the monthly debit orders, and the provision needed to be reversed. This is now corrected with the following entries, Dt Accumulated Surplus Opening balance R2 796 386, Ct Taxes Input Suspense Opening balance R2 796 386.

(i) Correction of Unspent Conditional Grants Opening balance. Re-imbursements received towards Emergency Housing Fire Kits, was incorrectly classified as a conditional grant. Upon investigation with Provincial Treasury it was realised the memorandum of agreement was for re-imbursements and should have been recognized in the prior year as other revenue and not a conditional grant. This is now corrected with the following entries. Dt Unspent Grants Opening balance R1 695 636, Ct Accumulated Surplus Opening balance R1 695 636

(j) Correction of Trade Payables from Exchange Transactions Opening balance. During the year there was a labour dispute settled with regards to employees who claimed overtime in the prior periods. The ruling was in their favour, that lead to the employee related cost in the prior periods being understated. This is now corrected with the following entries in the opening balance, Dt Accumulated Surplus Opening balance R117 492, (Ct) Trade Payables from Exchange Transactions Opening balance R117 492

(k) Correction of Trade Payables from Exchange Transactions 2023/24 Invoices relating Operational Cost in the previous year was only paid during the current 2024-25 financial year, and needs to be corrected with the following entries. Dt Accumulated Surplus 2023-24 (Operational Cost) R2 373 052 and (Ct) Trade Payables from Exchange Transactions 2023-24 R2 373 052.

(l) Correction of Trade Payables from Exchange Transactions Opening balance. Invoices relating Operational Cost in the prior year was only paid during the current 2024-25 financial year, and needs to be corrected with the following entries. Dt Accumulated Surplus Opening balance R11 824 and (Ct) Trade Payables from Exchange Transactions Opening balance R11 824

(m) Correction of Trade Payables from Exchange Transactions 2023-24. Invoices relating to Contracted Services in the previous year was only paid during the current 2024-25 financial year, and needs to be corrected with the following entries. Dt Accumulated Surplus (Contracted Services) R214 201 and (Ct) Trade Payables from Exchange 2023-24 R214 201

(n) Correction of Receivables from Exchange Transactions. During the annual reconciliation of rentals, it was realised that billing for the rental of buildings occupied by the Aeroclub and Department of Public Works was incorrect in the prior years. This is now corrected with the following entries. Dt Accumulated Surplus Opening balance R100 416, (Ct) Receivables from Exchange Transactions Opening balance R100 416. Dt Accumulated Surplus 2023-24 (Rental of Facilities) R728 and (Ct) Receivables from Exchange Transactions Sundry Debtors R728

(o) Correction of Trade Payables from Exchange Transactions. During the annual reconciliation of suspense accounts, it was identified that the Pre-Paid auxiliary charges that were collected that relates to outstanding debtors were incorrectly allocated to a suspense account this should have been posted to Pre-Paid electricity. This is now corrected with the following entries, Dt Accumulated Surplus Opening balance R414 067, (Ct) Trade Payables from Exchange Opening balance R414 067. Dt Accumulated Surplus 2023-24(Service Charges) R1 687 384, (Ct) Trade Payables from Exchange transactions 2023/24 R1 687 384

(p) Correction of Current Liabilities - Provisions. During the annual audit the Auditor General identified an error in the classification of the VAT on the library subsidy received from DCAS, and have requested the municipality in changing this to VAT Payable and not a VAT Provision based on the BGR74 that was issued by SARS to all municipalities. This is now corrected retrospectively with the following entries Dt Current Liabilities Provisions 2023/24 R6 683 347.76, (Ct) Taxes VAT Payable 2023/24 R6 683 347.76

(q) Correction of Receivables from Exchange - Opening balance. During the annual audit the Auditor General have identified an error in the classification of a contingent asset that was disclosed relating to a high court ruling that was in favour of the municipality. The municipality must raise the debtor as it adheres to the defnition of an asset in terms of GRAP 19 retrospectively. This is now corrected with the following entries, Dt Receivables From Exchange Opening Balance R9 065 244 and (Ct) Accumulated Surplus Opening balance R9 065 244.

	2023 R	2022 R
41.2 Accumulated Surplus/(Deficit)		
Balance previously reported	1 060 135 690.00	1 024 552 923.00
Correction of Property Plant and Equipment Movable Assets at Cost Opening balance note 41.1(a)	330 329	330 329
Correction of Property Plant and Equipment - Movable Assets Accumulated Depreciation as per note 41.1(a)	(59 648)	-
Correction of Property Plant and Equipment Land at Cost Opening balance note 41.1(b)	(2 732 000)	(2 732 000)
Correction of Property Plant and Equipment - Community Assets at Cost as per note 41.1(b)	(48 815)	(48 815)
Correction of Property Plant and Equipment - Land Accumulated Impairment Opening balance as per note 41.1(b)	1 240 000	1 240 000
Correction of Property Plant and Equipment - Land at Cost Opening balance as per note 41.1(c)	7 137 000	7 137 000
Correction of Property Plant and Equipment - Community at Cost Opening balance as per note 41.1(c)	690 000	690 000
Correction of Community Assets Accumulated Depreciation as per note 41.1(c)	(11 111)	-
Correction of Investment Property - Opening balance as per note 41.1 (d)	2 523 000	2 523 000
Correction of Infrastructure Water WIP 2023/24 as per note 41.1(e)	(278 209)	-
Correction of Infrastructure Water WIP Opening balance as per note 41.1(e)	(177 678)	(177 678)
Correction of Infrastructure Water WIP Opening balance as per note 41.1(e)	(326 851)	(326 851)
Correction of Infrastructure Sanitation Opening balance WIP as per note 41.1 (e)	(272 690)	(272 690)
Correction of Infrastructure Sanitation Opening balance WIP as per note 41.1 (e)	(120 618)	(120 618)
Correction of Infrastructure Roads Cost 2023/24 - as per note 41.1(f)	7 809 749	-
Correction of Infrastructure Water Cost 2023/24 - as per note 41.1(f)	1 145 723	-
Correction of Infrastructure Sanitation Cost 2023/24 - as per note 41.1(f)	1 920 588	-
Correction of Infrastructure Accumulated Depreciation Roads 2023-24 as per note 41.1(g)	(349 044)	-
Correction of Infrastructure Accumulated Depreciation Water 2023-24 as per note 41.1(g)	(52 295)	-
Correction of Infrastructure Accumulated Depreciation Sanitation 2023-24 as per note 41.1(g)	(98 688)	-
Correction of Infrastructure Accumulated Depreciation Electricity 2023-24 as per note 41.1(g)	(2 529)	-
Correction of Taxes Opening balance as per note 41.1(h)	(2 796 386)	(2 796 386)
Correction of Unspent Grants Opening balance as per note 41.1(i)	1 695 636	1 695 636
Correction of Trade Payables Opening balance as per note 41.1(j)	(117 492)	(117 492)
Correction of Trade Payables 2023/24 as per note 41.1(k)	(2 373 052)	
Correction of Trade Payables Opening balance as per note 41.1(l)	(11 824)	(11 824)
Correction of Trade Payables 2023-24 as per note 41.1(m)	(214 201)	
Correction of Receivables from Exchange Transactions Opening balance as per note 41.1(n)	(100.416)	(100.416)
Correction of Receivables from Exchange Transactions 2023/24 as per note 41.1(n)	(728)	
Correction of Trade Payables opening balance as per note 41.1(o)	(414 067)	(414.067)
Correction of Trade Payables 2023-24 as per note 41.1.(o)	(1 687 384)	
Correction of Receivables from Exchange Transactions Opening balance as per note 41.1(q)	9 065 244	9 065.244
	1 081 447 234.58	**1 040 115 295.87**

		2023 R	2022 R
41.3	**Property, Plant and Equipment**		
	Balance previously reported	**1 114 997 207**	**1 123 140 041**
	Cost	15 076 529	4 478 678
	Correction of Property Plant and Equipment Movable Assets at Cost Opening balance note 41.1(a)	330 329	330 329
	Correction of Property Plant and Equipment Land at Cost Opening balance note 41.1(b)	(2 732 000)	(2 732 000)
	Correction of Property Plant and Equipment - Community Assets at Cost as per note 41.1(b)	(48 815)	(48 815)
	Correction of Property Plant and Equipment - Land at Cost Opening balance as per note 41.1(c)	7 137 000	7 137 000
	Correction of Property Plant and Equipment - Community at Cost Opening balance as per note 41.1(c)	690 000	690 000
	Correction of Infrastructure Water WIP 2023/24 as per note 41.1(e)	(278 209)	
	Correction of Infrastructure Water WIP Opening balance as per note 41.1(e)	(177 678)	(177 678)
	Correction of Infrastructure Water WIP Opening balance as per note 41.1(e)	(326 851)	(326 851)
	Correction of Infrastructure Sanitation Opening balance WIP as per note 41.1 (e)	(272 690)	(272 690)
	Correction of Infrastructure Sanitation Opening balance WIP as per note 41.1 (e)	(120 618)	(120 618)
	Correction of Infrastructure Roads Cost 2023/24 - as per note 41.1(f)	7 809 749	-
	Correction of Infrastructure Water Cost 2023/24 - as per note 41.1(f)	1 145 723	-
	Correction of Infrastructure Sanitation Cost 2023/24 - as per note 41.1(f)	1 920 588	-
	Accumulated Depreciation	666 686	1 240 000
	Correction of Property Plant and Equipment - Movable Assets Accumulated Depreciation as per note 41.1(a)	59 648	-
	Correction of Property Plant and Equipment - Land Accumulated Impairment Opening balance as per note 41.1(b)	(1 240 000)	(1 240 000)
	Correction of Community Assets Accumulated Depreciation as per note 41.1(c)	11 111	-
	Correction of Infrastructure Accumulated Depreciation Roads 2023-24 as per note 41.1(g)	349 044	-
	Correction of Infrastructure Accumulated Depreciation Water 2023-24 as per note 41.1(g)	52 295	-
	Correction of Infrastructure Accumulated Depreciation Sanitation 2023-24 as per note 41.1(g)	98 688	-
	Correction of Infrastructure Accumulated Depreciation Electricity 2023-24 as per note 41.1(g)	2 529	-
	Restated Balance	**1 130 740 421**	**1 128 858 719**
41.4	**Investment Property**		
	Balance previously reported		
	Cost	**18 056 897**	**16 610 077**
	Correction of Investment Property - Opening balance as per note 41.1 (d)	2 523 000	2 523 000
	Restated Balance	**20 579 897**	**19 133 077**
41.5	**Receivables from Exchange Transactions**		
	Balance previously reported	**91 560 857**	**79 012 186**
	Correction of Receivables from Exchange Transactions Opening balance as per note 41.1(m)	(100 416)	(100 416)
	Correction of Receivables from Exchange Transactions 2023/24 as per note 41.1(n)	(728)	
	Correction of Receivables from Exchange Transactions Opening balance as per note 41.1(q)	9 065 244	9 065 244
	Restated Balance	**100 524 956**	**87 977 014**
41.6	**Taxes**		
	Balance previously reported	**8 000 113**	**4 039 476**
	Correction of Taxes Opening balance as per note 41.1(h)	2 796 386	2 796 386
	Correction of Taxes 2023-24 as per note 41.1(p)	6 683 348	
		17 479 847	**6 835 861**
41.7	**Trade and Other Payables from Exchange Transactions**		
	Balance previously reported	**53 471 763**	**48 876 984**
	Correction of Trade Payables Opening balance as per note 41.1(j)	117 492	117 492
	Correction of Trade Payables 2023/24 as per note 41.1(k)	2 373 052	-
	Correction of Trade Payables Opening balance as per note 41.1(l)	11 824	11 824
	Correction of Trade Payables 2023-24 as per note 41.1(m)	214 201	-
	Correction of Trade Payables opening balance as per note 41.1(o)	414 067	414 067
	Correction of Trade Payables 2023-24 as per note 41.1.(o)	1 687 384	-
	Restated Balance	**58 289 783**	**49 006 301**
41.8	**Unspent Transfers and Subsidies**		
	Balance previously reported	**3 670 445**	**27 320 829**
	Correction of Unspent Grants Opening balance as per note 41.1(i)	(1 695 636)	(1 695 636)
		1 974 808	**25 625 193**
41.9	**Current Provisions**		
	Balance previously reported	**6 683 348**	**5 591 348**
	Correction of Current Liabilities Provisions 2023-24 as per note 41.1(p)	(6 683 348)	(5 591 348)
		-	**-**

	2025 R	2024 R

42. RECONCILIATION BETWEEN NET SURPLUS/(DEFICIT) FOR THE YEAR AND CASH GENERATED/(ABSORBED) BY OPERATIONS

	2025 R	2024 R
Surplus/(Deficit) for the year	(179 335)	41 331 940
Adjustments for:		
Depreciation and Amortisation	63 492 479	54 268 621
Loss/(Gain) on Sale of Fixed Assets	(1 188 094)	6 994 498
Impairment Loss/(Reversal of Impairment Loss)	31 929 043	8 062 683
Reversal of Impairment Loss/(Impairment Loss) on Fixed Assets	283 335	(2 778 823)
Contributed Property, Plant and Equipment	(123 424)	(10 876 060)
Government Grants and Subsidies received	153 871 697	148 743 450
Government Grants and Subsidies recognised as revenue	(150 810 164)	(174 022 078)
Repaid to Revenue Fund	(1 587 375)	(67 393)
Change in Provision for Rehabilitation Cost	1 818 801	3 038 798
Contribution from/to provisions - Non-Current Employee Benefits	11 433 541	9 749 715
Contribution from/to - Current Employee Benefits	2 773 985	1 868 808
Accrued interest on borrowing	16 481	2 333
Bad Debts written off	34 177 961	21 398 066
Gains/(Loss) on Fair Value Adjustments	5 827 378	(1 883 635)
Operating lease expenses accrued	(158 800)	(38 798)
Operating Surplus/(Deficit) before changes in working capital	151 577 508	105 792 124
Changes in working capital	(63 775 075)	(38 071 479)
Increase/(Decrease) in Consumer Deposits	697 421	390 378
Increase/(Decrease) in Trade and Other Payables	(5 503 345)	(541 472)
Increase/(Decrease) in Current Provisions	-	1 092 000
Increase/(Decrease) in Taxes	4 535 757	8 444 408
(Increase)/Decrease in Inventory	(2 775 164)	(2 210 306)
(Increase)/Decrease in Receivables	(60 729 744)	(45 246 487)
Cash generated/(absorbed) by operations	87 802 434	67 720 644

43. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statement comprise the following:

	2025 R	2024 R
Current Accounts - Note 10	33 920 107	31 236 856
Call Deposits and Investments - Note 10	143 747 874	112 614 648
Cash Floats - Note 10	37 550	37 550
Total cash and cash equivalents	**177 705 531**	**143 889 055**

44. RECONCILIATION OF AVAILABLE CASH AND INVESTMENT RESOURCES

	2025 R	2024 R
Cash and Cash Equivalents - Note 43	177 705 531	143 889 055
Less:	(20 129 118)	(21 324 805)
Unspent Transfers and Subsidies - Note 17	(3 448 961)	(1 974 808)
Unspent Borrowings	-	(1 870 150)
VAT - Note 18	(16 680 158)	(17 479 847)
Net cash resources available for internal distribution	157 576 412	122 564 250
Resources available for working capital requirements	**157 576 412**	**122 564 250**

45. UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

	2025 R	2024 R
Long-term Liabilities - Note 11	143 811 406	82 249 095
Used to finance property, plant and equipment - at cost	(143 811 406)	(82 249 095)
	-	-

Long-term liabilities have been utilized in accordance with the Municipal Finance Management Act.

46. BUDGET INFORMATION

Explanation of variances greater than 5%: Final Budget and Actual Amounts

46.1 Statement of Financial Position

46.1.1 Current Assets

Cash and cash equivalents

The actual cash balance of the municipality were R31.6 million more than budgeted. This is mainly due to improved cash flow position of the municipality after strict austerity measures have been implemented to curb non-essential expenditure.

Receivables from non-exchange transactions

Receivables from non-exchange is R6 million more than budgeted, and this is because of the increase in the Traffic Fines debtor mainly with regards to the provincial fines that where the payment ratio for the current period was only 9%. This was not anticipated during the budget process and could not be accurately forecasted

Current portion of non-current receivables

Current portion of non-current receivables budgeted relates to the existing operating leases of the municipality and were R158 807 more than budgeted, as there was a new long term lease awarded during August 2024 that was not incorporated into the budget. TFASA was now appointed on a long term lease to operate the Oudtshoorn Airport on the behalf of the municipality

VAT

VAT Receivable and Accruals was not budgeted for separately, as per guidance issued by the ASB Fact sheet 11. This is was only now corrected and separated during the year-end finalisation.

Inventory

Inventory consumables were R2.7 million more than budgeted, because more stock relating to electricity and water consumables were bought during the year. The budget was based on actuals of the prior year.

46.1.2 Current Liabilities

Financial liabilities

Financial liabilities relate to the current portion of the long term liabilities, which were R15.3 million more than budgeted. This is due to the new financial leases that was not budgeted for accordingly, only the annuity loans were budgeted for which was based the prior year actual

Consumer Deposits

Consumer deposits were R1,5 million more than budgeted, which was not forecasted accurately during the budget process. New residential developments and commercial properties were built during the year, for which consumer deposits relating to water and electricity had to be paid for.

Trade and other payables from exchange transactions

Trade Payables from Exchange transactions was R5.6 million more than budgeted. During the year-end procedures it was seen that there was incorrectly included suspense accounts that should have been cleared. This error is now corrected and will be budgeted for accurately in the next financial year. The budget was based on the prior year actual.

Trade and other payables from non-exchange transactions

Trade and other payables from non-exchange relates to unspent grants, and were marginally more than budgeted with R165 561. This item is budgeted based on forecasted figures, and not actual unspent grants.

VAT

VAT payable is R20 million more than budgeted. This item was not budgeted for accurately and included the VAT receivable that should be classified as Current Assets. This is per ASB Fact Sheet 11 issued , and was only corrected during the year-end procedures. Also now included as part of the audit finding issued by the Auditor General is the VAT Payable on the VAT Library Services Grant.

Provisions

Current Provisions were R2.5 more than budgeted, and relates mainly to the post employment benefits current portion that are linked to a discount rate and calculation only performed annually by means of an actuarial report. This item was budgeted based on the prior year actual plus inflationary increases, that can not be accurately forecasted

46.1.3 Non-Current Assets

Investment Property

Investment Property is R4,6 million more than the budgeted amounts, as there erwen identified during the month of June 2025 to be sold. This transfer from Property Plant and Equipment - Land had to take place, and be reclassified in terms of GRAP 16. Land is now held for capital appreciation. This coupled with the new general valuation roll that was implemented on 1 July 2024, identified new properties to be added to the fixed asset register that could not have been forecasted during the budget process

Intangible Assets

Intangible asset were R53 744 less than budgeted, as the annual depreciation was not budgeted for and was incorrectly allocated against computer hardware.

46.1.4 Non-Current Liabilities

Borrowing

Non Current Borrowing portion is R12,4 million less than budgeted, as the current portion of the new financial leases was not taken into consideration and subtracted during the budget process. The full amount was included under non-current liabilities.

Provisions

Non-Current provisions towards Post Employment Benefits and Landfill Site Rehabilitation is aggregated and budgeted against this item as were R18 million more than budgeted. The budget was based on the prior year actual plus inflation, but both the actuary report and landfill site rehabilitation report are based on discounted rates that were lower than in the prior years.

46.2 Statement of Financial Performance

46.2.1 Revenue

Rental Of Facilities And Equipment

Rental of facilities were R269 11 more than budgeted for the year, which can mainly be attributed to the new operating lease for TFASA that was awarded during 2024/25, that was not in the original budget that was compiled.

Agency Services

The municipality earns agency fees on revenue collected for vehicle licencing and registrations on behalf of Provincial Government, and were R2 million less than budgeted originally. This item were budgeted for based on prior year figures, plus growth and inflationary increases. This was inaccurate and could not have been forecasted by the municipality.

Interest earned from Current and Non Current Assets

Interest earned on investments were more than budgeted by R894 015, because of more cash being held and improved financial position of the municipality for the current year. The budget was compiled based on the prior year figure.

Interest earned from Receivables

Interest billed on outstanding service debtors were R3.9 million less than budgeted. This was an error in the budget, where the interest for Property rates was incorrectly also budgeted against this item. mSCOA validation rules and template changes require interest to be split between exchange and non-exchange.

Licences or permits

Licence and permits were less than budgeted, and consists of ad-hoc permits that gets issued as and when the public requires it. This item can not be accurately forecasted, and the budget was based on the prior year actual.

Operational Revenue Exchange

Operational revenue were R1,6 million more than budgeted, which can be attributed to bad debts that were recovered in relation to traffic fines mainly. This item was not budgeted for and can not be accurately forecasted.

Fines, penalties and forfeits

Fines revenue were R1.6 million more than anticipated during the budget process. Budget was compiled based on traffic fines issued for the prior year, which was substantially more during this year with TMT Services the new traffic fines contravention system that was procured as from 1 July 2024. TMT services is mainly responsible for the issuing of municipal fines and assists the municipality in revenue collection initiatives.

Gains on disposal of Assets

Gains on disposal of assets were not budgeted for in the prior year, and could not have been accurately forecasted. The revenue is in relation to the proceeds that was earned by the municipality after the movable asset auction in November 2024.

Operational Revenue Non-Exchange

Operational Revenue from Non-Exchange relates to Government Incentives towards LG Seta that was budgeted incorrectly against Operational Revenue from Exchange. As per the GRAP classification on the Statement of Financial Performance this is a non-exchange revenue.

Other Gains

Budget for this item mainly includes a calculation for water inventory gains/losses that is prescribed by National Treasury to be in line with mSCOA where the municipality must provide in the income statement an amount for gains and losses. This is only for budgeting purposes, and the actual water inventory at year end is calculated in accordance with GRAP 12 and reflects under current assets in the Statement of Financial Position. Also included in this budget is actuarial gains, but during 2024-25 there was an actuarial loss due to the fluxuations in interest rates

Transfers Recognised - Capital

Transfers recognized for Capital is R6.4 million less than budgeted. The actual revenue received towards WSIG was reduced during the year, for which no notice was provided to the municipality by means of amended DORA. This resulted in R3 million more budgeted for this item where the project scope had to be reduced to be in line with the actual transfer. The remainder of the difference relates to the Unspent MIG funds that could not be recognized as revenue for which a roll-over application will be made to National Treasury in 2025/26

Contributed Assets

Contributed assets was not budgeted for, as it could not have been anticipated that the Provincial Government will donate assets to the library services function

46.2.2 Expenditure

Employee Related Costs

Employee cost were R26 million less than budgeted. This is mainly due to critical vacancies that were not filled that were budgeted for, and key positions in senior management level that became vacant during the year. The municipality is in process of filling all critical vacancies needed.

Remuneration of Councillors

Councillor Remuneration were R850 169 less than budgeted, mainly because the municipality budgeted the normal inflationary increase as with other permanent personnel. The councillors increase were published in the government gazette and promulgated by the minister to be less than anticipate during the budget process

Inventory consumed

Inventory consumed were R67 million less than budgeted, and includes a non-financial entry towards water inventory that is prescribed by the National Treasury in the mSCOA budget formats. The actual water inventory calculation is performed at year-end using GRAP 12 and is only presented in the Statement of Financial Position as part of current assets.

Debt Impairment

Debt impairment is R16.9 million more than budgeted, which was compiled to be in line with National Treasury mSCOA validation rules where only the non-payment percentage is used. The actual calculation for debt impairment is performed at year-end based on assumptions as per accounting policy. The increase for the current financial year can be attributed to the upwards trend in long outstanding debt older than 150 days which needs to be 100% provided for and the increase in arrear agreements and indigent debt.

Depreciation and Asset Impairment

Depreciation and Asset Impairment is R9.2 million more than budgeted and can be attributed to the depreciation on new financial leases on vehicles that was not provided for during the budget process.

Interest

Interest paid on external borrowings was R1.9 million less than budgeted. The budget was compiled using the estimated tender amounts that was based on floating interest rates. The prime lending have decreased during the year, that could not have been anticipated during the budget process.

Contracted Services

Contracted services were R7 million more than budgeted. This is due to the incorrect classification of contracted services as part of inventory consumed. During the year-end reconciliation process, payments was identified that needed to be reclassified in terms of the mSCOA definition of a contracted services.

Transfers and subsidies

Transfers and subsidies to households and organizations were R444 768 less than budgeted. This item is spent in line with the approved Grants-in-Aid policy of council, and can not be accurately forecasted during budget process. Fewer institutions applied for a grant-in aid than wat was anticipated during the budget process.

Irrecoverable debts written off

Irrecoverable debt written-off was R5 million more than budgeted, for which the majority relates to outstanding traffic fines that have prescribed in terms of the National Prosecuting Authority. The recoverability of provincial traffic fines have decreased and the fines are to be written off after 24 months, if not paid in full.

Operational costs

Operational cost is R9,9 million less than budgeted, because the municipality have implemented strict authority measures to curb non-essential spending through the approval of the Cost Containment Policy. This is also evident in the improvement of the cash position of the municipality. The budget was compiled using the prior year actual, plus inflationary increases which was an overestimate.

Losses on Disposal of Fixed Assets

Loss on disposal of assets were not budgeted for. During the annual asset count, movable and immovable assets are identified that does not meet the definition in terms of GRAP 17 and GRAP 16, and needs to be derecognized to give a true and accurate reflection fixed assets of the municipality.

Other Losses

Other losses are R8.9 million less than budgeted. The majority of this budget item relates to actuarial losses on post employment benefits that were budgeted. This can only be accurately determined at year-end after the actuarial reports are prepared. This is dependant on market conditions and interest rate fulgurations as well as the number of employees eligible for the benefits at year-end.

46.3 Cash Flow Statement

46.3.1 Net Cash from Operating Activities

Property rates

Property rates actually collected was R36 million less than budgeted. This budget item was determined using a estimated 95% payment percentage. The actual payment percentage was only 93% majority of the financial year, that is dependant on the economic climate of the town and the ability of the consumer to repay its debt after the implementation of a new general valuation roll with average increases of above 50% on property valuations.

Service Charges

Service Charges actually collected was R139 million less than budgeted. This budget item was determined using a estimated 95% payment percentage. The actual payment percentage was only 93% majority of the financial year, that is dependant on the economic climate of the town and the ability of the consumer to repay its debt. The budget was compiled using the tariff increases as base line, and did not take into consideration a decrease in the payment ratio.

Other Revenue

Other revenue were R30 million less than budgeted. This item includes sundry related revenues billed and municipal traffic fines revenue that was much lower than anticipated during the budget process. The budget was compiled based on prior year actuals plus a forecasted growth factor.

Government - Capital

Capital grant revenue were R6.2 million less than budgeted. The main reason being the WSIG grant that was reduced during the year, for which no notice was provided to the municipality by means of amended DORA. This resulted in R3 million more budgeted for this item where the project scope had to be reduced to be in line with the actual transfer.

Interest

Interest Earned was R10.8 million more than budgeted during this period, this is because of the National Treasury validation rules where interest relating to debtors must be included with the service it relates to for budgeted purposes on the cash flow. For presentation purposes at year-end the interest earned on outstanding debtors and cash are aggregated against this item and showed separate from Property Rates and Service Charges

Suppliers and Employees

Suppliers and Employees are R200 million less than budgeted. This is because on the validation for National Treasury the budget template includes 100% of all budgeted expenditure to be spent. This assumption is not accurate and the municipalities have requested revision of the cashflow and balance sheet budgeting principles that National Treasury have published for mSCOA. The main contributor to the underspending relates to Employee Related cost where critical vacancies was not filled and non-cash entries such as water inventory and gains/losses budgeted that was also included in the budgeted cashflow template of National Treasury.

Finance Costs

Finance charges were R2 million lower than budgeted. Budget was compiled based on the interest rates upon award of tender to the new annuity loan and financial leases. The prime lending rate was lowered by the Reserve Bank of South Africa during the past financial year, and thus leading to a saving in interest repayment.

Transfers and Grants

Transfers and subsidies to households and organizations were R860 368 less than budgeted. This item is spent in line with the approved Grants-in-Aid policy of council, and can not be accurately forecasted during budget process. Fewer institutions applied for a grant-in aid than wat was anticipated during the budget process.

46.3.2 Net Cash from Investing Activities

Proceeds on disposal of PPE

Revenue on disposal of PPE was not budgeted for. The proceeds was from the municipal auction on movable assets that was held during November 2024.

Capital Assets

Capital assets were R22 million less than budgeted, which was incorrect formula populating the payments in the mSCOA template utilised for budget purposes. The actual budgeted capital expenditure should have been R74 million, and the majority of the unspent capital project expenditure that relates to the MIG grant for which roll-over application to National Treasury will be submitted. Retentions to value of R3 million was also included int he budget but is not cash payments

46.3.3 Net Cash From Financing Activities

Repayment of Borrowing

Repayment of Borrowing on annuity loans and financial leases were R2.8 million less than budgeted. This is because the original budget for financial leases was compiled on more vehicles being procured than actually the need. The tender was awarded based on estimated quantities, but after thorough needs analysis was performed, fewer vehicles was needed which lead to a saving in redemption payable.

47. UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

47.1 Unauthorised expenditure

Reconciliation of unauthorised expenditure:

	2025 R	2024 R
Opening balance	-	
Unauthorised expenditure current year - operational	-	-
Unauthorised expenditure current year - capital	-	-
Expenditure authorised i.t.o. Section 32 of MFMA	-	-
Current period	-	
Prior Period	-	
Unauthorised expenditure awaiting authorisation	-	-

Unauthorised expenditure current year - operating	2025 Actual R	2025 Final Budget R	2025 Variance R	2025 Unauthorised R
Municipal Manager	89 708 026	91 822 900	2 114 874	-
Corporate Services	31 438 627	31 662 100	223 473	-
Financial Services	72 270 097	79 118 700	6 848 603	-
Community And Public Safety	166 273 838	166 691 800	417 962	-
Infrastructure Services	514 046 243	568 694 900	54 648 657	-
Planning & Development	56 914 201	63 445 300	6 531 099	-
	930 651 032	**1 001 435 700**	**70 784 668**	**-**

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30 November 2025

Unauthorised expenditure current year - capital	2025 Actual R	2025 Final Budget R	2025 Variance R	2025 Unauthorised R
Municipal Manager	169 970	250 000	80 030	-
Corporate Services	443 993	710 000	266 007	-
Financial Services	1 819 691	1 823 500	3 809	-
Community And Public Safety	11 111 801	12 064 000	952 199	-
Infrastructure Services	50 407 006	57 000 800	6 593 794	-
Planning & Development	1 636 134	2 277 900	641 766	-
	65 588 595	**74 126 200**	**8 537 605**	**-**

47.2 Fruitless and wasteful expenditure

Reconciliation of fruitless and wasteful expenditure:

	2025 R	2024 R
Opening balance	-	-
Fruitless and wasteful expenditure current year	-	-
Expenditure authorised i.t.o. Section 32 of MFMA	-	-
Current period		
Prior Period	-	-
Fruitless and wasteful expenditure awaiting further action	-	-

47.3 Irregular expenditure

Reconciliation of irregular expenditure:

	2025 R	2024 R
Opening balance	20 398 290	2 561 171
Irregular expenditure current year	6 527 579	25 912 113
Expenditure authorised i.t.o. Section 32 of MFMA	(25 335 520)	(8 074 994)
Current Period (July 2024-June 2025)	(4 937 229)	(2 708 145)
Prior Period	(20 398 291)	(5 366 848)
Irregular expenditure awaiting further action	**1 590 349**	**20 398 290**

Irregular expenditure can be summarised as follow:

Incident/Cases identified written-off by council in current year	Disciplinary steps/criminal proceedings	2025	2024
Non compliance scm reg 19 no competitive bidding process implemented after contract expired	Refer to narrative		2 561 171
Non-Compliance SCM Regulation 36- deviation not justifiable	Refer to narrative	63 597	-
Non Compliance with regulation 12(3)(a) - Splitting of goods and services in lesser values	Refer to narrative	390 799	52 174
Non Compliance with MSA Sec 66 - Appointments made not on organogram	Refer to narrative	455 326	-
Non-Compliance with PPR 2022-23 identified during audit	Refer to narrative		2 805 677
Non-Compliance with MFMA Sec 112 - contract awarding process not fair	Refer to narrative	15 350 742	-
Non-Compliance with PPR 2023-24 identified	Refer to narrative	52 875	2 204 987
Non-Compliance with SCM Regulation 19 - competitive bidding process.	Refer to narrative	9 022 182	450 984
		25 335 520	**8 074 994**

Incident/Cases identified in the current year awaiting action	Disciplinary steps/criminal proceedings	2025 R	2024 R
Non-Compliance with SCM Regulation 2(1)(b) and SCM Policy	None	40 000	
Non-Compliance with Local Government MSA Sec 62(1) and Government Gazette 39991 of 17 May 2016: Upper Limits of Total Remuneration Payable to Municipal Managers and Mangers directly accountable to Municipal Managers	None	1 550 349	
Non Compliance with MSA Sec 66 - Appointments made not on organogram	Refer to narrative	-	455 326
Non-Compliance with PPR 2023-24 identified	Refer to narrative	-	47 055
Non-Compliance SCM Regulation 36- deviation not justifiable	Refer to narrative	-	63 597
Non Compliance with regulation 12(3)(a) - Splitting of goods and services in lesser values	Refer to narrative	-	390 799
Non-Compliance with MFMA Sec 112 - contract awarding process not fair	Refer to narrative	-	12 276 651
Non-Compliance with SCM Regulation 19 - competitive bidding process not followed	Refer to narrative	-	7 164 863
		1 590 349	**20 398 291**

Section Committee 32 investigated and made recommendations on irregular expenditure for the prior and current period up and until 30 June 2025 to council. Council agreed with the recommendations and resolute to write-off all irregular expenditure as per listing below. No fraud or financial loss to council was noted and all services were rendered. Irregular expenditure relates to areas of non-compliance as per table above. No disciplinary steps recommended to any official as no deliberate act or fraud and negligence suspected.

Council Resolution numbers as follows: 63.70/08/24, 63.41/06/25, 63.32/08/25, 63.36/06/25, 63.33/08/25, 63.34/08/25, 63.35/08/25, 63.36/08/25, 63.38/08/25, 63.37/06/2025

48. ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

48.1 Contributions to organised local government - [MFMA 125 (1)(b)] - (SALGA CONTRIBUTIONS)

	2025 R	2024 R
Opening balance	-	-
Council subscriptions	3 407 328	3 046 986
Amount paid - current year	(3 407 328)	(3 046 986)
Balance unpaid (included in creditors)	**-**	**-**

48.2 Audit fees - [MFMA 125 (1)(c)]

	2025 R	2024 R
Opening balance	-	-
Current year audit fee	7 093 412	5 496 895
External Audit - Auditor-General	6 918 515	5 340 237
Audit Committee	174 897	156 657
Amount paid - current year	(6 843 709)	(5 496 895)
Balance unpaid (included in creditors)	**249 703**	**-**

48.3 VAT - [MFMA 125 (1)(c)]

	2025 R	2024 R
Opening balance	661 267	2 294 655
Movement	2 221 714	(1 633 388)
Closing balance	**2 882 981**	**661 267**

VAT is payable on the receipt basis. Only once payment is received from the debtors is VAT paid over to SARS. All VAT returns have been submitted by the due date throughout the year.

48.4 PAYE, SDL and UIF - [MFMA 125 (1)(c)]

	2025 R	2024 R
Opening balance	-	-
Current year payroll deductions	49 228 829	42 570 144
Amount paid - current year	(49 228 829)	(42 570 144)
Balance unpaid (included in creditors)	**-**	**-**

48.5 Pension and Medical Aid Deductions - [MFMA 125 (1)(c)]

	2025 R	2024 R
Opening balance	-	
Current year payroll deductions and Council Contributions	84 394 158	77 997 022
Amount paid - current year	(84 394 158)	(77 997 022)
Balance unpaid (included in creditors)	**-**	**-**

48.6 Councillor's arrear consumer accounts - [MFMA 124 (1)(b)]

The following Councillors had arrear accounts for more than 90 days as at 30 June 2025:

	Outstanding more than 90 days
None	-

48.7 Disclosures in terms of the Municipal Supply Chain Management Regulations - Promulgated by Government Gazette 27636 dated 30 May 2005

Regulation 36(2) - Details of deviations approved by the Accounting Officer in terms of Regulation 36(1)(a) and (b):

30 June 2025		Type of Deviation			
	Amount	Single Supplier	Impossible	Impractical	Emergency
July	4 037 422				4 037 422
August	-	-	-	-	-
September	-	-	-		
October	-		-		
November	-	-	-		
December	-	-	-		-
January	-	-	-		-
February	-	-	-		-
March	-	-	-		-
April	-	-	-		-
May	-	-	-		-
June	-	-	-		-
	4 037 422	**-**	**-**	**-**	**4 037 422**

30 June 2024		Type of Deviation			
	Amount	Single Supplier	Impossible	Impractical	Emergency
July	-				
August	-	-	-	-	-
September	-	-	-		-
October	6 574	6 574	-		-
November	-	-	-		-
December	-	-	-		-
January	-	-	-		-
February	-	-	-		-
March	-	-	-		-
April	-	-	-		-
May	-	-	-		-
June	-	-	-		-
	6 574	**6 574**	**-**	**-**	**-**

48.8 Additional disclosure in terms of the Broad Based Black Economic Empowerment Act

Information on compliance with the B-BBEE Act will be included in the annual report based on actual audited figures for the current and prior year.

48.9 Material losses

	2025 R	2024 R
Electricity distribution losses		
Units purchased (Kwh)	136 159 597	128 619 423
Units lost during distribution (Kwh)	10 867 919	8 192 140
Percentage lost during distribution	7.98%	6.37%
Water distribution losses		
Units purchased (ml)	6 599 173	6 284 935
Units lost during distribution (ml)	1 443 304	1 341 878
Percentage lost during distribution	21.87%	21.35%

Water losses increased during the year due to ageing infrastructure where pipe bursts and field leakages were detected, coupled with illegal and unauthorised connections in informal areas

	2025 R	2024 R

49. FINANCIAL RISK MANAGEMENT

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

(a) Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions.

(b) Price Risk

The municipality is not exposed to price risk.

(c) Interest Rate Risk

As the municipality has significant interest-bearing liabilities, the entity's income and operating cash flows are substantially dependent on changes in market interest rates.

The municipality analyses its potential exposure to interest rate changes on a continuous basis. Different scenarios are simulated which include refinancing, renewal of current positions, alternative financing and hedging. Based on these scenarios, the entity calculates the impact that a change in interest rates will have on the surplus/deficit for the year. These scenarios are only simulated for liabilities which constitute the majority of interest bearing liabilities.

The municipality did not hedge against any interest rate risks during the current year.

The potential impact on the entity's surplus/(deficit) for the year due to changes in interest rates were as follow:

	2025 R	2024 R
1% Increase in interest rates	496 969	957 792
0.25% Decrease in interest rates	(124 242)	(239 448)

(d) Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the Municipality to incur financial loss.

Credit risk arises mainly of cash deposits, cash equivalents, trade and other receivables

Trade and other receivables are disclosed net after provisions are made for impairment and bad debts. Trade receivables comprise of a large number of ratepayers, dispersed across different sectors and geographical areas. Ongoing credit evaluations are performed on the financial condition of these debtors. Credit risk pertaining to trade and other receivables is considered to be moderate due the diversified nature of receivables and immaterial nature of individual balances. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. In the case of debtors whose accounts become in arrears, Council endeavours to collect such accounts by "levying of penalty charges", "demand for payment", "restriction of services" and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy.

All services are payable within 30 days from invoice date. Refer to note 8 and 9 for all balances outstanding longer than 30 days. These balances represent all debtors at year end which defaulted on their credit terms. Also refer to note 8 and 9 for balances included in receivables that were re-negotiated for the period under review.

	2025 %	2025 R	2024 %	2024 R
Non-exchange Receivables				
Availability charges	100.00%	6 711 319	100.00%	5 844 895
	100.00%	6 711 319	100.00%	5 844 895
Exchange Receivables				
Electricity	16.16%	14 466 572	15.79%	14 006 564
Water	22.88%	20 478 824	26.65%	23 632 724
Property Rentals	0.00%	506	0.00%	506
Waste Management	18.35%	16 428 812	15.45%	13 702 655
Waste Water Management	19.02%	17 030 842	16.74%	14 846 772
Klein Karoo Water Scheme	4.94%	4 419 730	5.82%	5 165 970
Legal Fees Recovery	0.03%	29 216	10.25%	9 094 460
Sundry municipal charges	18.60%	16 647 383	9.27%	8 223 455
Other receivables	0.02%	19 552	0.02%	19 124
	100.00%	89 521 437	100.00%	88 692 230

No receivables are pledged as security for financial liabilities.

Due to short term nature of trade and other receivables the carrying value disclosed in note 8 and 9 of the financial statements is an approximation of its fair value. Interest on overdue balances are included at prime lending rate plus 1% where applicable.

The provision for bad debts could be allocated between the different classes of receivables as follow:

	2025 %	2025 R	2024 %	2024 R
Non-exchange Receivables				
Availability Charges	10.01%	5 962 160	11.34%	4 867 795
Exchange Receivables				
Services	89.99%	53 599 573	88.66%	38 046 324
	100.00%	59 561 734	100.00%	42 914 119

The provision for bad debts could be allocated between the different categories of receivables as follow:

	2025 %	2025 R	2024 %	2024 R
Government	0.56%	331 632	1.05%	451 548
Business	9.81%	5 840 148	9.79%	4 201 686
Residential	64.92%	38 667 541	60.98%	26 169 551
Indigents	17.62%	10 493 637	18.75%	8 047 942
Other	7.10%	4 228 776	9.42%	4 043 393
	100.00%	59 561 734	100.00%	42 914 120

	2025 %	2025 R	2024 %	2024 R
Balances past due not impaired:				
Non-exchange Receivables				
Availability Charges	100.00%	749 159	100.00%	977 100
	100%	749 159	100.00%	977 100
Exchange Receivables				
Services	100.00%	35 921 863	100.00%	50 820 120
	100.00%	35 921 863	100.00%	50 820 120

	2025 R	2024 R
Financial assets exposed to credit risk at year end are as follows:		
Receivables from exchange transactions	76 476 553	96 485 686
Receivables from non-exchange transactions	1 118 445	1 305 210
Cash and Cash Equivalents	177 667 981	143 851 505
	255 262 979	**241 642 400**

(e) Liquidity Risk

Prudent liquidity risk management includes maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The entity manages liquidity risk through an ongoing review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

2025	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	More than 10 years
Long-term Borrowings	43 266 338	97 545 981	84 108 368	-
Trade and Other Payables from Exchange Transactions	51 952 297	-	-	-
Unspent Transfers and Subsidies	3 448 961	-	-	-
	98 667 596	97 545 981	84 108 368	-

2024	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	More than 10 years
Long-term Borrowings	14 598 823	50 845 006	66 746 777	-
Trade and Other Payables from Exchange Transactions	49 311 761	-	-	-
Unspent Transfers and Subsidies	1 974 808	-	-	-
	65 885 392	50 845 006	66 746 777	-

50. FINANCIAL INSTRUMENTS

In accordance with GRAP 104.45 the financial liabilities and assets of the municipality are classified as follows:

50.1 Financial Assets	Classification	2025 R	2024 R
Receivables from Exchange Transactions			
Electricity	Financial Instruments at amortised cost	34 062 552	29 351 635
Water	Financial Instruments at amortised cost	25 874 630	28 516 488
Property Rentals	Financial Instruments at amortised cost	506	506
Waste Management	Financial Instruments at amortised cost	19 806 986	16 730 938
Waste Water Management	Financial Instruments at amortised cost	20 595 487	18 072 834
Legal Fees Recovery	Financial Instruments at amortised cost	29 216	29 216
Klein Karoo Water Scheme	Financial Instruments at amortised cost	5 093 103	5 695 483
Sundry Municipal Charges	Financial Instruments at amortised cost	5 061 619	4 954 167
Other Receivables	Financial Instruments at amortised cost	19 552	19 124
Receivables from Non- Exchange Transactions			
Availability charges		7 080 606	6 173 005
Cash and Cash Equivalents			
Primary Bank Account	Financial Instruments at amortised cost	33 920 107	31 236 856
Call Deposits	Financial Instruments at amortised cost	143 747 874	112 614 648
Total Financial Assets		**295 292 238**	**253 394 901**

Financial Instruments at amortised cost:		2025 R	2024 R
Receivables from Exchange Transactions	Electricity	34 062 552	29 351 635
Receivables from Exchange Transactions	Water	25 874 630	28 516 488
Receivables from Exchange Transactions	Property Rentals	506	506
Receivables from Exchange Transactions	Waste Management	19 806 986	16 730 938
Receivables from Exchange Transactions	Waste Water Management	20 595 487	18 072 834
Receivables from Exchange Transactions	Legal Fees Recovery	29 216	29 216
Receivables from Exchange Transactions	Klein Karoo Water Scheme	5 093 103	5 695 483
Sundry Municipal Charges	Sundry	5 061 619	4 954 167
Other Receivables	Other	19 552	19 124
Receivables from Non-Exchange Transactions	Availability Charges	7 080 606	6 173 005
Cash and Cash Equivalents	Primary Bank Account	33 920 107	31 236 856
Cash and Cash Equivalents	Call Deposits	143 747 874	112 614 648
Total Financial Assets		**295 292 238**	**253 394 901**

			2025 R	2024 R
50.2	**Financial Liabilities**	**Classification**		
	Long-term Borrowings			
	Annuity Loans	Financial Instruments at amortised cost	98 130 046	82 249 095
	Capitalised Lease Liability	Financial Instruments at amortised cost	45 681 360	-
	Trade and Other Payables from Exchange Transactions			
	Trade Payables	Financial Instruments at amortised cost	45 720 382	40 409 356
	Control, Clearing and Interface Accounts	Financial Instruments at amortised cost	505 091	731 321
	Retentions	Financial Instruments at amortised cost	5 726 824	8 171 084
			195 763 703	**131 560 856**

SUMMARY OF FINANCIAL LIABILITIES

Financial instruments at amortised cost:			
Long-term Borrowings	Annuity Loans	98 130 046	82 249 095
Long-term Borrowings	Capitalised Lease Liability	45 681 360	-
Trade and Other Payables from Exchange Transactions	Trade Payables	45 720 382	40 409 356
Trade and Other Payables from Exchange Transactions	Other Payables	505 091	731 321
Trade and Other Payables from Exchange Transactions	Retentions	5 726 824	8 171 084
		195 763 703	**131 560 856**

51. STATUTORY RECEIVABLES

In accordance with the principles of GRAP 108, Statutory Receivables of the municipality are classified as follows:

Taxes			
VAT Receivable		2 882 981	661 267
Receivables from Non-Exchange Transactions		87 582 507	67 253 836
Rates		53 205 163	41 459 103
Fines		34 377 344	25 794 733
Total Statutory Receivables (before provision)		**90 465 488**	**67 915 103**
Less:	Provision for Debt Impairment	(64 674 490)	(49 393 062)
Total Statutory Receivables (after provision)		**25 790 998**	**18 522 042**

Statutory Receivables arises from the following legislation:

Taxes	- Value Added Tax Act (No 89 of 1991)
Rates	- Municipal Properties Rates Act (No 6 of 2004)
Fines	- Criminal Procedures Act

The basis for impairment of statutory receivables are as per the Municipal Accounting Policy

Property Rates & Other receivables : Management determines the payment rate per debtor. Therefore each individual debtor is impaired based on the collection of debt. The indication of impairment is the non-ability of the debtor to settle their account.

Fines: Fines are impaired per debtors or similar grouping (Provincial and Municipal Fines). The collection rate per similar groupings are determined. Fines debtors are impaired based on the collection rate. The indication of impairment is the non-ability of the debtor to settle their account

No Impairment on VAT receivable, balance is seen to be fully recoverable

Reconciliation of Provision for Debt Impairment

Balance at beginning of year	49 393 062	39 642 107
Contribution to provision	15 281 428	9 750 955
Balance at end of year	**64 674 490**	**49 393 062**

Ageing of amounts past due but not impaired:

Non-exchange	10 314 280	9 141 654
	10 314 280	**9 141 654**

Management base the consideration past due and impaired on the debtors payments. Per the debt collection policy of the municipality past due and impaired include the category residential, commercial, government and other. The above is in relation to property rates and fines.

Interest or other charges levied / charged

Interest or other charges levied on Property Rates balances are in line with the Annual Tariff list of the municipality approved by council as part of the budget process in terms of the Municipal Finance management Act, 56 of 2003. Interest means a charge levied, on all arrear accounts calculated at an interest rate which is one present higher than the prime interest rate.

Traffic fines: Additional charges includes contempt of court fees / warrant of arrest fees as determined in terms of the Criminal Procedure Act.

VAT interest charges are in line and determined by the Value Added Tax Act 89 of 1991.

52. IN-KIND DONATIONS AND ASSISTANCE

No in-kind donations or assistance was provided to the municipality for the current or prior year under review

53. PRINCIPAL - AGENT ARRANGEMENTS

Principal in Principal-Agent Arrangement (Material)

Oudtshoorn Municipality's binding arrangements for services delivered on behalf of the municipality and for which commissions were paid, have been evaluated and it was found that the conditions don't meet the applicable GRAP 109 criteria to be regarded as a principal arrangements.

Agent in arrangement

Oudtshoorn Municipality is the Agent in the Principal-Agent arrangement with the Western Cape Government .

The Municipality is issuing motor vehicle licences and managing the INATIS system on behalf of the Provincial Government .Commission based on a percentage of the licences fees issued are deducted from payments due to the Provincial Government. The nett amounts are paid over on a prescribed timeframe in a dedicated bank account.

	2025 R	2024 R
Compensation received for agency activities		
Commission	5 869 915	5 622 069
Total Compensation received	**5 871 940**	**5 624 093**

Reconciliation of Agency Funds and Disbursements

Principal name	2025 R Total Agency funds received	2025 R Amount remitted to the principal	2024 R Total Agency funds received	2024 R Amount remitted to the principal
Western Cape Government- Department of Transport	5 869 915	19 525 145	5 622 069	18 861 612
	5 869 915	**19 525 145**	**5 622 069**	**18 861 612**

Resources under custodianship at year-end

None

54. CONTINGENT LIABILITY

The municipality is currently engaged in litigation which could result in damages/costs being awarded against Council if claimants are successful in their actions. The following are the estimates:

		2025 R	2024 R
54.1	**Golden Rewards 965 CC. vs. Oudtshoorn Municipality** This matter involves the contract that was awarded to Golden Rewards 965 to build temporary structures for the displaced people. A settlement of amounts owed was paid out to the company in terms of the contract but this company alleged that a balance was still due, and pleadings closed in February 2020. Trial date was awarded. A settlement of R125 000 has been paid in July 2025.		155 040
54.2	**APJ Marais and CM Marais vs Oudtshoorn Municipality** Claim for damages by 3d Party for water damages due to pipe burst. Matter referred to council attorneys and is awaiting matter to be put on court roll.	177 000	177 000
54.3	**Manormanie Moodley vs Oudtshoorn Municipality** The plaintiff fell into a hole in the pavement and sustained injuries for which claims was made against the municipality. Investigations are still ongoing surrounding the circumstances of the alleged incident. Currently in the process of drafting the municipality's plea. If found guilty the municipality will be held liable for injuries incurred.	1 265 427	1 265 427
54.4	**Thomas Matthee vs Oudtshoorn Municipality** Application to set aside an arbitration ruling for reinstatement of dismissed employee, merits are in the municipality's favour and answering of affidavit filed. Awaiting applicant's supplementary affidavit to the Labour Court and possible liability remains.	1 000 000	1 000 000
54.5	**E Petersen vs Oudtshoorn Municipality** Plaintiff has applied for formal amendment of her POC. Awaiting set down of the interlocutory application. If the municipality is found guilty the municipality must pay for damages.	1 101 827	1 076 827
54.6	**S Tarentaal vs Oudtshoorn Municipality** In Supreme court, plaintiff attorneys issued a summoned to the municipality for injuries sustained when touching the electrical box. If council is found negligent, the municipality will be held liable for the full amount	4 125 000	4 100 000
54.7	**Winston Adams ob. Juwayne Adamns vs Oudtshoorn Municipality** Claim for damages by the parents of Winston Adams against the municipality. Currently council attorneys advised we have good prospect of success but if found to be negligent, council will be held liable for the full amount.	3 000 000	3 000 000

		2025 R	2025 R
54.8	**Oudtshoorn Municipalities/SARS**		
	It is unclear if the municipality will be leived any penalties and interest by SARS on the VAT treatment on library funding received from Western Cape Provincial Department of Cultural Affairs. Till such time that clarity is obtained it will be disclosed as a contingent liability. The amount is currently undeterminable as there has been no indication from SARS on how they will be treating the VAT on the Library grant after the assignment of the function will take place in 2025-26		
54.9	**Oudtshoorn Municipality vs Pinkster Gemeente and Christus in Suid Afrika**	825 000	825 000
	Oudtshoorn municipality have awarded the property to Pinkster gemeente for development purposes, but they have failed to do so within the 3 year prescribed period. Council have instructed our legal council to start the expropriation process of the land to prevent any further losses. If successful it might be that the municipality have to remunerate the Pinkster Gemeente for the land and therefore a possible liability.		
54.10	**Joseph Man vs Oudtshoorn Municipality**		
	Claim for damages by 3d Party for personal injuries sustained after fell on pavement which is municipal property to maintain. Matter referred to council attorneys and is awaiting matter to be put on court roll, if successful municipality will be held liable for damages.	825 000	820 000
54.11	**G Du Plessis vs Oudtshoorn Municipality**		
	Mr Du Plessis was appointed as the arbitrator between the municipality and a previous service provider. The arbitrator was remunerated accordingly, but is now claiming additional fees to be paid. Matter have been referred to legal council and is awaiting a court date. If court rules in favour of Mr Du Plessis the municipality will be held liable for the costs. Matter has been withdrawn in 2025 and fees of R8 078 has been paid.	-	143 000
54.12	**Patrick Le Roux // Oudtshoorn Municipality**	59 909	40 000
	Claim for damages by 3d Party for damages to vehicle after driving through a pothole. Matter referred to council attorneys and is awaiting matter to be put on court roll.		
54.13	**Le Roux & Others // Oudtshoorn Municipality**		
	Applicants were dismissed after they were found guilty of cable theft .They took the matter to the Bargaining Council on arbitration, but the BC confirmed their dismissal. They are now requesting the LC to review and set aside their dismissal. The parties are busy exchanging pleadings whereafter a date for hearing will be applied for. Opponents have not filed their Supplementary Papers and requested further indulgence as SAMWU requested an opinion on prospects of success. Council is currently busy preparing Answering Affidavit. Prospects of success is excellent.	6 550 000	-
54.14	**Van Antwerp // Oudtshoorn Municipality**		
	Claim for damages. Municipality's alleged failure to maintain a stormwater drainage system. Flood damage to the Plaintiff's property. Plaintiff must apply for court date. Municipality's opposing papers were filled of record, we are awaiting the Applicant's replying affidavit, if any, whereafter the matter may be set down for argument. Prospects of successfully defending the matter is good.	58 926	-
54.15	**Mgqweto // Oudtshoorn Municipality**		
	Application to set aside an arbitration ruling for reinstatement of dismissed employee. Answering Affidavit filed. We are currently awaiting the Labour court trial date. Our prospects to successfully oppose the matter is good.	1 500 000	-
54.16	**Njoko // Oudtshoorn Municipality**		
	Application to set aside an arbitration ruling for reinstatement of dismissed employee. Answering Affidavit filed. We are currently awaiting the Labour	3 050 000	-
54.17	**Douse // Oudtshoorn Municipality**		
	Application to set aside an arbitration ruling for reinstatement of dismissed employee. Answering Affidavit filed. We are currently awaiting the Labour	800 000	-
54.18	**Malgas // Oudtshoorn Municipality**		
	Claim for damages allegedly arising from an electric pole and cable which fell on the plaintiff. Pre-trail date shall soon be established. Discovery is being	2 052 535	-
54.19	**Bredenkamp // Oudtshoorn Municipality**		
	Mr. Bredenkamp issued a summons against the municipality due to water damage suffered. The matter was defended and a special plea and plea over merits was served and filed during October 2024. Since then the plaintiff made no progress as we have learned that plaintiff passed away. We do not foresee that this matter will be taken further by the executor.	105 600	-
		26 498 249	**12 604 319**

		2025 R	2024 R

56. RELATED PARTIES

Key Management and Councillors receive and pay for services on the same terms and conditions as other ratepayers / residents.

The rates, service charges and other charges are in accordance with approved tariffs that were advertised to the public. No bad debs written-off or debt impairment provision have been recognised in respect of amounts owed by related parties.

56.1 Compensation of key management personnel

The compensation of key management personnel is set out in note 30 to the Annual Financial Statements.

56.2 Current Employee Benefits

The Municipality has the following current employee benefit obligations and made other non-Employee Related Cost payments towards senior management on 30 June 2025:

Name	Position	Staff Leave Obligations	Performance Bonus
Mr M Yekani	Municipal Manager	33 353	42 292
WF Hendricks	Municipal Manager	-	118 662
GP De Jager	Chief Financial Officer	98 801	190 185
J Lesch	Director: Technical Services	53 860	152 086
N van Stade	Director: Community Services	-	58 048
IA Avontuur	Director: Community Services	25 210	35 436
R Smit	Director: Corporate Services	77 404	190 185
		288 627	**786 893**

The Municipality has the following current employee benefit obligations and made other non-Employee Related Cost payments towards senior management on 30 June 2024:

Key Management Personnel		Staff Leave Obligations	Performance Bonus
W Hendricks	Municipal Manager	-	67 387
GP De Jager	Chief Financial Officer	-	110 167
J Lesch	Director: Technical Services	170 463	59 249
R Smit	Director: Corporate Services	-	67 325
N van Stade	Director: Community Services	-	
		170 463	**304 128**

57. TRANSACTIONS WHERE COUNCILLORS AND STAFF HAVE AN INTEREST

The following purchases were made during the year where Councillors or staff have an interest:

Company Name	Related Party	Service Capacity	Relationship	2025 R	2024 R
Southern Ambition 1085	D. Moos	Councillor	Spouse of the owner	-	146 244
Inzalo UMS (Pty) Ltd	N.T. Mazibuko	Dept: Art and Culture -KZN	A director of Inzalo, is married to NT Mazibuko	47 109	199 999
Actom	T Lubbe	Dannie Lubbe is married to Tanja Lubbe who is employed by the Gauteng Education Department	Wife of owner is employed by Gauteng Education Department	195 739	-
GH Towing	G. Wolmerans	Disaster Management Officers	Disaster Management Officers Brother	970 724	-
Ian Dickie and Company	I. Dickie	Warrant Officer in the Supply Chain of SAPS	Director of Ian Dickie with a spouce as warrant officer in SAPS	-	244 778
C&M Consulting Engineers (Pty) Ltd	Director	South African Weather Services.	Director of C&M Consulting Engineers (Pty) Ltd, has a husband employed at the South African Weather Services.	-	146 194
Roberto Transport	R Booysen	SCM PR actioner	Grandfather of SCM PR actioner	661 882	315 850
Keep the Dream 285	Director	WESTERN CAPE EDUCATION	A director of company is working at the Western Cape Department o Education	172 800	-
Black Dinesty	Director	Manager Capital Projects	Wife of the director of Black Dinesty a consultancy firm used by the electrical department	544 655	-
				2 592 909	**1 053 064**

58. FINANCIAL SUSTAINABILITY

The municipality can effectively provide basic services, manage the public resources entrusted to it, and sustain long-term financial stability. This entails maintaining good financial planning, budgeting, and spending limits while producing an adequate and consistent income, mostly from property rates, service fees, and grants. The municipality is not overly reliant on interdepartmental transfers, can generate revenue collection rates that are comparable to the National Treasury norm, and consistently strives for excellent governance. The municipality keeps improving its financial management systems, increasing accountability and transparency, and actively interacting with the community to promote a payment and participation culture to increase its sustainability. The municipality is still making investments to increase its capacity. In addition to infrastructure development and service delivery, ensuring financial sustainability is essential for fostering trust and promoting equitable local economic growth.

The municipality cash position improved from R143 889 055 (2024) to R177 705 530 (2025) indicating a nett cash increase R33 816 476 as at 30 June 2025, this is mainly due to the improved cash position and more investments that was made than anticipated. Less cash was utilised for payment of creditors, and unnecessary spending was stopped and cost containment measures were implemented.

Management is still of the opinion that the municipality will continue to operate as a going concern and perform it's functions as set out in the Constitution.

Financial Indicators

The following challenges are an indication of the risk relating to going concern:

- The current assets to current liabilities ratio is 1.9 which is within the norm of between 1.5 to 2:1 as stated in the National Treasury MFMA circular no. 71.
- This ratio remained stable during the year and measures have been implemented to in an effort to remain within the National Treasury norm.
- Debtors payment ratio remained stable from 93.6% in 2024 to 93.3% in 2025 with a minimal difference year-on-year.
- A consecutive operating surplus was realized from the comparative year to this year.

Other Indicators

Possible outflow of recourses due the contingent liabilities disclosed in note 54..

APPENDIX A
OUDTSHOORN LOCAL MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2025

EXTERNAL LOANS	Rate	Loan Number	Redeemable	Balance at 30 June 2024	Received during the period	Accrued Interest	Redeemed written off during the period	Balance at 30 June 2025
ANNUITY LOANS								
Standard Bank	7.65%	594602	2029/12/31	12 352 026	-		(1 692 185)	10 659 841
Standard Bank	5.80%	654722	2031/12/31	12 503 990	-		(1 491 580)	11 012 410
Standard Bank	6.92%	710574	2027/06/30	2 929 269	-		(910 061)	2 019 208
Standard Bank	7.18%	710625	2037/06/30	14 966 513	-		(723 189)	14 243 324
Standard Bank	10.31%		2038/12/31	17 214 568		(14 568)	(504 404)	16 695 596
					-			
Development Bank of SA				-	-			-
Urban Infrastructure Project 10608/1	14.00%	10608/1'01	2017/06	0	-			0
Multiple Infrastructure 101096/2	10.16%	101096/2	2019/12	355 264	-		(236 842)	118 422
Multiple Infrastructure 101647/3	6.88%	101647/3	2015/06	868 422	-		(578 947)	289 474
Infrastructure 102003/1	6.56%	102003/1	2025/12	606 519	-		(303 260)	303 259
Deep Aquifer Hydrogeological 13774	15.67%	13774	2021/06	650 456	-		(216 819)	433 638
				-				-
Nedbank	8.46%	110548762400001	2038/06	17 874 172			(566 463)	17 307 710
Nedbank	8.46%	110548762400002	2028/06	1 927 796			(411 780)	1 516 016
Nedbank				-	23 500 000	31 049		23 531 049
Total Annuity Loans				82 248 995	23 500 000	16 481	(7 635 530)	98 129 946
LEASE LIABILITY								
Isuzu D-Max 1,9 L 4x2 CG35379	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35380	14.75%		2027/06/30		586 786		(108 792)	477 994
Isuzu D-Max 1,9 L 4x2 CG35401	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35397	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35378	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG33630	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG34142	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG31658	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG35388	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35381	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35386	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35389	14.75%		2027/06/30		586 786		(108 792)	477 994
Isuzu D-Max 1,9 L 4x2 CG32222	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG35392	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35399	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35393	14.75%		2027/06/30		586 786		(108 792)	477 994
Isuzu D-Max 1,9 L 4x2 CG35391	14.75%		2027/06/30		586 786		(108 792)	477 994
Isuzu D-Max 1,9 L 4x2 CG35390	14.75%		2027/06/30		586 786		(107 957)	478 829
Isuzu D-Max 1,9 L 4x2 CG35384	14.75%		2027/06/30		586 786		(106 705)	480 080
Isuzu D-Max 1,9 L 4x2 CG35402	14.75%		2027/06/30		586 786		(106 705)	480 080
Isuzu D-Max 1,9 L 4x2 CG35385	14.75%		2027/06/30		586 786		(106 705)	480 080
Isuzu D-Max 1,9 L 4x2 CG31734	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG27317	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG26364	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG28219	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG26365	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG30623	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG30425	14.75%		2027/06/30		586 786		(109 293)	477 493
Isuzu D-Max 1,9 L 4x2 CG29215	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 L 4x2 CG28295	14.75%		2027/06/30		586 786		(104 208)	482 578
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35383	14.75%		2027/06/30		670 788		(123 449)	547 339
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG10960	14.75%		2027/06/30		670 788		(112 592)	558 196
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35557	14.75%		2027/06/30		670 788		(102 938)	567 850
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35561	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35567	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35559	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35562	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35570	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 D/Cab HR L 4X2 CG35565	14.75%		2027/06/30		670 788		(98 157)	572 630
Isuzu D-Max 1,9 L 4X4 Auto CG35394	14.75%		2027/06/30		701 418		(129 645)	571 773
Isuzu D-Max 1,9 L 4X4 Auto CG12094	14.75%		2027/06/30		701 418		(124 196)	577 222
Isuzu D-Max 1,9 L 4X4 Auto CG12246	14.75%		2027/06/30		701 418		(124 196)	577 222
Isuzu D-Max 1,9 L 4X4 Auto CG11965	14.75%		2027/06/30		701 418		(124 196)	577 222
Isuzu D-Max 1,9 D/Cab L 4X4 CG34463	14.75%		2027/06/30		764 168		(133 303)	630 865
Hilux DC 2.8 4X4 LGD AT CG26816	14.75%		2027/06/30		888 983		(146 726)	742 257
Hilux 2.8 GD 4X4 LEGEND - SKID UNIT CG35630	14.75%		2027/06/30		1 833 728		(208 998)	1 624 730
NPR 400 Crew Cab AMT - Flatbed CG11674	14.75%		2027/06/30		998 834		(154 503)	844 331
NPR 400 Crew Cab AMT - Flatbed CG35556	14.75%		2027/06/30		998 834		(134 782)	864 052
NPR 400 Crew Cab AMT - Flatbed CG35614	14.75%		2027/06/30		998 834		(134 782)	864 052
NPR 400 Crew Cab AMT - Flatbed CG33949	14.75%		2027/06/30		998 834		(145 090)	853 745
NPR 400 Crew Cab AMT - Cherry Picker CG11907	14.75%		2027/06/30		1 416 011		(208 758)	1 207 253
UD Trucks Croner (H50) - PKE 250 Dump ATM Euro5 CG3552	14.75%		2027/06/30		1 516 576		(207 379)	1 309 197
UD Trucks Croner (H50) - PKE 250 Dump ATM Euro5 CG3308	14.75%		2027/06/30		1 516 576		(207 379)	1 309 197
UD Trucks Croner (H57) - PKE 250 Compactor ATM CG32018	14.75%		2027/06/30		2 225 109		(254 659)	1 970 451
UD Trucks Croner (H57) - PKE 250 Compactor ATM CG23062	14.75%		2027/06/30		2 225 109		(237 142)	1 987 967
UD Trucks Croner (H50) - PKE 250 Vacuum Tanker CG28093	14.75%		2027/06/30		1 629 276		(192 633)	1 436 643
NP 200 1.6 AC Safety Pack P/U S/C LS09PSGP	12.75%		2027/06/30		275 913		(64 670)	211 243
NP 200 1.6 AC Safety Pack P/U S/C LS09PWGP	12.75%		2027/06/30		275 913		(64 670)	211 243
NP 200 1.6 AC Safety Pack P/U S/C LS09MNGP	12.75%		2027/06/30		275 913		(64 670)	211 243
NP 200 1.6 AC Safety Pack P/U S/C LS09VYGP	12.75%		2027/06/30		275 913		(64 670)	211 243
Rumion 1.5 S CG18453	12.75%		2027/06/30		308 841		(59 080)	249 761
Rumion 1.5 S CG6447	12.75%		2027/06/30		308 841		(59 080)	249 761
Rumion 1.5 S CG4690	12.75%		2027/06/30		308 841		(59 080)	249 761
NP 200 1.6 AC Safety Pack P/U S/C CG35368	12.75%		2027/06/30		281 548		(60 698)	220 850
NP 200 1.6 AC Safety Pack P/U S/C CG35369	12.75%		2027/06/30		281 548		(60 698)	220 850
NP 200 1.6 AC Safety Pack P/U S/C CG34363	12.75%		2027/06/30		281 548		(60 698)	220 850
NP 200 1.6 AC Safety Pack P/U S/C CG35357	12.75%		2027/06/30		281 548		(60 698)	220 850
NP 200 1.6 AC Safety Pack P/U S/C CG35356	12.75%		2027/06/30		281 548		(59 712)	221 836
NP 200 1.6 AC Safety Pack P/U S/C CG35358	12.75%		2027/06/30		281 548		(62 428)	219 120

NP 200 1.6 AC Safety Pack P/U S/C CG35359	12.75%		2027/06/30		281 548		(62 428)	219 120
NP 200 1.6 AC Safety Pack P/U S/C CG35361	12.75%		2027/06/30		281 548		(62 428)	219 120
NP 200 1.6 AC Safety Pack P/U S/C CG35366	12.75%		2027/06/30		281 548		(62 428)	219 120
NP 200 1.6 AC Safety Pack P/U S/C CG35362	12.75%		2027/06/30		281 548		(62 180)	219 368
NP 200 1.6 AC Safety Pack P/U S/C CG35363	12.75%		2027/06/30		281 548		(62 180)	219 368
NP 200 1.6 AC Safety Pack P/U S/C CG35364	12.75%		2027/06/30		281 548		(62 180)	219 368
NP 200 1.6 AC Safety Pack P/U S/C CG35365	12.75%		2027/06/30		281 548		(62 180)	219 368
NP 200 1.6 AC Safety Pack P/U S/C CG35367	12.75%		2027/06/30		281 548		(59 712)	221 836
POLO SEDAN 1.6 MT CG29941	12.75%		2027/06/30		340 671		(92 664)	248 007
POLO SEDAN 1.6 MT CG26322	12.75%		2027/06/30		340 671		(92 664)	248 007
POLO SEDAN 1.6 MT CG30091	12.75%		2027/06/30		340 671		(92 664)	248 007
POLO SEDAN 1.6 MT CG28697	12.75%		2027/06/30		340 671		(92 664)	248 007
POLO SEDAN 1.6 MT CG25301	12.75%		2027/06/30		376 521		(94 158)	282 363
POLO SEDAN 1.6 MT CG26321	12.75%		2027/06/30		376 521		(94 158)	282 363
POLO SEDAN 1.6 MT CG35447	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG35446	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG35450	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG35448	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG34430	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG34431	12.75%		2027/06/30		376 521		(92 159)	284 362
POLO SEDAN 1.6 MT CG35445	12.75%		2027/06/30		376 521		(92 159)	284 362
Total Lease Liabilities				-	55 180 434		(9 499 074)	45 681 362
TOTAL EXTERNAL LOANS				82 248 995	78 680 434	16 481	(17 134 604)	143 811 308

APPENDIX B
OUDTSHOORN LOCAL MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Grant Description	Balance 30 June 2024	Correction of Error	Restated Balance 30 June 2024	Contributions during the year	Repaid to National Revenue Fund	Operating Expenditure during the year Transferred to Revenue	Capital Expenditure during the year Transferred to Revenue	Balance 30 June 2025	Unspent 30 June 2025 (Creditor)	Unpaid 30 June 2025 (Debtor)
National Government Grants										
Equitable Share	-		-	102 781 000		(102 781 000)		-	-	-
Local Government Financial Management Grant	(0)		(0)	2 800 000		(2 800 000)	-	(0)	-	(0)
Municipal Infrastructure Grant	(0)		(0)	24 669 000		(1 236 700)	(20 074 144)	3 358 156	3 358 156	-
Integrated National Electrification Grant	1 233 880		1 233 880		(1 233 880)			(0)	-	(0)
Extended Public Works Program	0		0	1 492 000		(1 492 000)		0	0	-
Water Service Infrastructure Grant	-		-	9 520 000			(9 520 000)	0	0	
Total National Government Grants	**1 233 880**	**-**	**1 233 880**	**141 262 000**	**(1 233 880)**	**(108 309 700)**	**(29 594 143)**	**3 358 157**	**3 358 157**	**(0)**
Provincial Government Grants										
CDW operational support grant	0		0	57 000		(57 000)		0	0	-
Emergency Housing Program	1 695 636	(1 695 636)	-		F			-	-	-
Library Services	0		0	6 973 043		(6 973 043)		0	0	-
Maintenance Main Road Subsidy	6		-	990 000		(990 000)		-	-	-
WC Municipal Financial Management Capacity Building Grant	-		-					-	-	-
Municipal Service Delivery and Capacity Building grant	-		-					-	-	-
Thusong Service Centre Grant	130 000		130 000		(10 000)	(117 377)		2 623	2 623	-
Western Cape Financial Management Capability Grant	200 000		200 000	675 000	(200 000)	(675 000)		-	-	-
Waste Management Compliance Grant	-		-	257 000			(240 872)	16 128	16 128	-
Western Cape Municipal Interventions Grant				1 000 000			(1 000 000)	-	-	
Municipal Energy Resilience Grant	-		-	600 000		(544 655)		55 345	55 345	-
Municipal Water Resilience Grant	0		0	2 000 000			(2 000 000)	0	0	-
Title Deeds Restoration Grant				57 654		(57 654)		-	-	-
Development of Sport & Recreational Facilities	143 495		143 495		(143 495)		-	-	-	-
Total Provincial Government Grants	**2 169 139**	**(1 695 636)**	**473 496**	**12 609 697**	**(353 495)**	**(9 414 729)**	**(3 240 872)**	**74 097**	**74 097**	**(0)**
Other Grant Providers										
ASLA Rosevalley Library Contribution	267 426		267 426			(24 420)	(226 300)	16 707	16 707	-
Total Other Grant Providers	**267 426**	**-**	**267 426**	**-**	**-**	**(24 420)**	**(226 300)**	**16 707**	**16 707**	**-**
Total Grants	**3 670 445**	**(1 695 636)**	**1 974 802**	**153 871 697**	**(1 587 375)**	**(117 748 849)**	**(33 061 315)**	**3 448 960**	**3 448 961**	**(1)**

The Unspent Grants are cash-backed by term deposits. The municipality complied with the conditions attached to all grants received. No grants were withheld.

Oudtshoorn Municipality - Reconciliation of Table A1 Budget Summary

Description	2024/25								2023/24
R thousands	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Unauthorised expenditure	Variance	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
Financial Performance									
Property rates	165 700	100	165 800	161 715		(4 084)	97.5%	97.6%	128 895
Service charges	511 863	23 440	535 303	523 888		(11 415)	97.9%	102.3%	462 312
Investment revenue	11 827	2 705	14 532	15 426		894	106.2%	130.4%	14 999
Transfers recognised - operational	116 843	1 752	118 595	117 749		(846)	99.3%	100.8%	137 929
Other own revenue	132 121	8 960	141 081	78 632		(62 448)	55.7%	59.5%	78 678
Total Revenue (excluding capital transfers and contributions)	**938 353**	**36 957**	**975 310**	**897 410**		**(77 899)**	**92.0%**	**95.6%**	**822 814**
Employee costs	345 441	4 238	349 679	323 548	–	(26 131)	92.5%	93.7%	295 730
Remuneration of councillors	13 234	1 434	14 668	13 818	–	(850)	94.2%	104.4%	12 576
Depreciation & asset impairment	54 514	–	54 514	63 776	–	9 262	117.0%	117.0%	57 047
Finance charges	7 782	14 052	21 834	22 952	–	1 119	105.1%	295.0%	11 380
Materials and bulk purchases	352 392	19 562	371 954	289 499	–	(82 454)	77.8%	82.2%	57 867
Transfers and grants	3 643	–	3 643	2 967	–	(676)	81.5%	81.5%	3 303
Other expenditure	179 296	5 849	185 144	214 091	–	28 947	115.6%	119.4%	379 672
Total Expenditure	**956 301**	**45 135**	**1 001 436**	**930 651**	**–**	**(70 785)**	**92.9%**	**97.3%**	**817 575**
Surplus/(Deficit)	**(17 948)**	**(8 178)**	**(26 126)**	**(33 241)**		**(7 115)**	**127.2%**	**185.2%**	**5 238**
Transfers recognised - capital	38 096	1 203	39 299	33 061		(6 238)	84.1%	**86.8%**	36 094
Surplus/(Deficit) after capital transfers & contributions	**20 148**	**(6 975)**	**13 173**	**(179)**		**(13 353)**	**-1.4%**	**-0.9%**	**41 332**
Share of surplus/ (deficit) of associate	–	–	–	–		–	-	-	–
Surplus/(Deficit) for the year	**20 148**	**(6 975)**	**13 173**	**(179)**		**(13 353)**	**-1.4%**	**-0.9%**	**41 332**
Capital expenditure & funds sources									
Capital expenditure									
Transfers recognised - capital	33 127	1 238	34 365	28 510		(5 855)	83.0%	**86.1%**	31 384
Public contributions & donations		–		197		197			–
Borrowing	23 500	1 875	25 375	25 639		264	101.0%	**109.1%**	15 887
Internally generated funds	11 000	3 387	14 387	11 243		(3 144)	78.1%	**102.2%**	13 683
Total sources of capital funds	**67 627**	6 499	**74 126**	**65 589**		**(8 538)**	88.5%	**97.0%**	**60 954**
Cash flows									
Net cash from (used) operating	90 127	(6 227)	83 900	87 802		3 903	104.7%	97.4%	67 325
Net cash from (used) investing	(77 771)	(7 474)	(85 245)	(60 351)		24 894	70.8%	77.6%	(54 150)
Net cash from (used) financing	5 000	(1 500)	3 500	6 365		2 865	181.9%	127.3%	1 584
Cash/cash equivalents at the year end	**111 432**	34 612	**146 044**	**177 706**		**31 662**	**121.7%**	**159.5%**	**143 889**

Oudtshoorn Municipality - Reconciliation of Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Description	2025/26								2023/24
R thousand	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Unauthorised expenditure	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
	1	2	3	4	5	6	7	8	12
Revenue - Standard									
Governance and administration	**285 273**	**4 624**	**289 897**	**282 498**		**(7 399)**	**97.4%**	**99.0%**	**240 706**
Executive and council	115 935	3 949	119 885	116 792		(3 092)	97.4%	100.7%	106 446
Finance and administration	169 337	675	170 012	165 705		(4 307)	97.5%	97.9%	134 260
Internal audit	–	–	–	–		–	0.0%	**0.0%**	–
Community and public safety	**32 379**	**6 310**	**38 689**	**38 945**		**256**	**100.7%**	**120.3%**	**45 023**
Community and social services	8 058	267	8 325	7 781		(544)	93.5%	96.6%	7 914
Sport and recreation	1 366	180	1 546	1 598		51	103.3%	116.9%	1 366
Public safety	22 787	5 363	28 150	29 566		1 415	105.0%	129.7%	35 742
Housing	167	500	667	–		(667)	0.0%	0.0%	–
Health		–		–		–	0.0%	**0.0%**	–
Economic and environmental services	**26 415**	**1 356**	**27 771**	**24 410**		**(3 361)**	**87.9%**	**92.4%**	**26 041**
Planning and development		620	620	617		(3)	99.6%	100.0%	640
Road transport	26 415	736	27 151	23 793		(3 358)	87.6%	90.1%	25 401
Environmental protection		–		–		–	0.0%	**0.0%**	–
Trading services	**632 383**	**25 870**	**658 252**	**584 619**		**(73 633)**	**88.8%**	**92.4%**	**544 686**
Energy Sources	354 509	27 950	382 459	368 579		(13 880)	96.4%	104.0%	311 813
Water Management	169 424	(5 127)	164 297	102 120		(62 177)	62.2%	60.3%	124 500
Waste water management	61 389	(2 460)	58 929	61 204		2 275	103.9%	99.7%	56 026
Waste management	47 061	5 507	52 568	52 716		149	100.3%	112.0%	52 348
Other		–		–		–	0.0%	**0.0%**	–
Total Revenue - Standard	**976 449**	**38 160**	**1 014 609**	**930 472**		**(84 137)**	**91.7%**	**95.3%**	**856 456**
Expenditure - Standard									
Governance and administration	**227 531**	**8 019**	**235 550**	**219 926**	**–**	(15 624)	93.4%	**96.7%**	**192 086**
Executive and council	96 903	(2 070)	94 833	99 194	–	4 361	104.6%	102.4%	94 976
Finance and administration	127 628	9 993	137 621	117 566	–	(20 055)	85.4%	92.1%	94 282
Internal audit	3 000	96	3 096	3 166	–	70	102.2%	105.5%	2 827
Community and public safety	**139 629**	**6 968**	**146 596**	**137 006**	**–**	**(9 591)**	**93.5%**	**98.1%**	**133 467**
Community and social services	24 999	2 683	27 682	52 154	–	24 472	188.4%	208.6%	53 905
Sport and recreation	50 410	170	50 580	31 127	–	(19 453)	61.5%	61.7%	28 290
Public safety	48 792	4 116	52 909	53 724	–	816	101.5%	110.1%	51 272
Housing	15 427	(2)	15 425	–	–	(15 425)	0.0%	0.0%	–
Health		–		–	–	–	0.0%	**0.0%**	–
Economic and environmental services	**73 234**	**2 885**	**76 119**	**67 614**	**–**	**(8 505)**	**88.8%**	**92.3%**	**84 209**
Planning and development	20 165	504	20 670	19 316	–	(1 353)	93.5%	95.8%	18 400
Road transport	53 068	2 381	55 449	48 298	–	(7 151)	87.1%	91.0%	65 808
Environmental protection		–		–	–	–	0.0%	**0.0%**	–
Trading services	**515 908**	**27 263**	**543 171**	**506 106**	**–**	**(37 065)**	**93.2%**	**98.1%**	**405 362**
Energy Sources	325 892	18 138	344 030	347 894	–	3 864	101.1%	106.8%	283 791
Water Management	118 458	3 395	121 853	76 476	–	(45 377)	62.8%	64.6%	60 459
Waste water management	33 038	1 218	34 256	33 548	–	(708)	97.9%	101.5%	29 266
Waste management	38 520	4 512	43 032	48 189	–	5 156	112.0%	125.1%	31 846
Other		–		–	**–**	–	0.0%	0.0%	–
Total Expenditure - Standard	**956 301**	**45 135**	**1 001 436**	**930 651**	**–**	**(70 785)**	**92.9%**	**97.3%**	**815 124**
Surplus/(Deficit) for the year	**20 148**	**(6 975)**	**13 173**	**(179)**	**–**	**(13 353)**	**-1.4%**	**-0.9%**	**41 332**

Oudtshoorn Municipality - Reconciliation of Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description R thousand	2024/25								2023/24
	Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Unauthorised expenditure	Variance of Actual Outcome against Adjustments Budget	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
	1	2	3	4	5	6	7	8	12
Revenue by Vote									
Executive & Council		–		–		–	0.0%	0.0%	–
Municipal Manager	93 785	3 969	97 755	92 047		(5 708)	94.2%	98.1%	87 235
Corporate Services	738	–	738	515		(223)	69.8%	69.8%	563
Financial Services	168 600	675	169 275	165 190		(4 084)	97.6%	98.0%	133 697
Community and Public Safety	77 906	11 137	89 043	89 601		558	100.6%	115.0%	95 645
Infrastructure Services	611 737	21 099	632 836	555 696		(77 140)	87.8%	90.8%	517 739
Planning & Development	23 683	1 280	24 963	27 423		2 459	109.9%	100.0%	21 576
Total Revenue by Vote	**976 449**	**38 160**	**1 014 609**	**930 472**		**(84 137)**	**91.7%**	**95.3%**	**856 456**
Expenditure by Vote									
Executive & Council		–		–	–	–	#DIV/0!	#DIV/0!	–
Municipal Manager	92 739	(916)	91 823	89 708	–	(2 115)	97.7%	96.7%	85 840
Corporate Services	31 154	508	31 662	31 439	–	(223)	99.3%	100.9%	28 699
Financial Services	74 447	4 672	79 119	72 270	–	(6 849)	91.3%	97.1%	53 215
Community and Public Safety	155 398	11 294	166 692	166 274	–	(418)	99.7%	107.0%	147 717
Infrastructure Services	539 956	28 739	568 695	514 046	–	(54 649)	90.4%	95.2%	446 370
Planning & Development	62 608	837	63 445	56 914	–	(6 531)	89.7%	90.9%	53 284
Total Expenditure by Vote	**956 301**	**45 135**	**1 001 436**	**930 651**	**–**	**(70 785)**	**92.9%**	**97.3%**	**815 124**
Surplus/(Deficit) for the year	**20 148**	**(6 975)**	**13 173**	**(179)**		**(13 353)**	**-1.4%**	**-0.9%**	**41 332**

Oudtshoorn Municipality - Reconciliation of Table A4 Budgeted Financial Performance (revenue and expenditure)

Description R thousand	2024/25 Original Budget	Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	2023/24 Restated Audited Outcome
Revenue By Source								
Exchange Revenue	**575 708**	**27 864**	**603 573**	**590 228**	**(13 345)**	**97.8%**	**102.5%**	**517 021**
Service charges - Electricity	342 449	27 900	370 349	356 823	(13 526)	96.3%	104.2%	299 962
Service charges - Water	83 268	(7 000)	76 268	76 224	(44)	99.9%	91.5%	72 691
Service charges - Waste Water Management	50 210	(2 460)	47 750	49 769	2 019	104.2%	99.1%	44 159
Service charges - Waste Management	35 936	5 000	40 936	41 072	136	100.3%	114.3%	41 708
Sale of Goods and Rendering of Services	29 572	(532)	29 040	29 889	849	102.9%	101.1%	23 847
Agency services	7 901	–	7 901	5 870	(2 031)	74.3%	74.3%	5 622
Interest	–	–	–		–			
Interest earned from Receivables	9 801	650	10 451	6 458	(3 994)	61.8%	65.9%	6 771
Interest earned from Current and Non Current Assets	11 827	2 705	14 532	15 426	894	106.2%	130.4%	14 999
Dividends	–	–	–		–			
Rent on Land	–	–	–		–			
Rental from Fixed Assets	2 860	1 439	4 299	4 568	269	106.3%	159.7%	3 672
Licence and permits	471	50	521	449	(72)	86.2%	95.3%	454
Operational Revenue	1 413	112	1 525	3 680	2 155	241.3%	260.5%	3 136
Non-Exchange Revenue	**362 645**	**9 093**	**371 737**	**307 059**	**(64 678)**	**82.6%**	**84.7%**	**294 916**
Property rates	165 700	100	165 800	165 343	(457)	99.7%	99.8%	131 881
Fines, penalties and forfeits	14 955	5 368	20 323	22 004	1 681	108.3%	147.1%	16 228
Transfer and subsidies - Operational	116 843	1 752	118 595	117 749	(846)	99.3%	100.8%	137 929
Gains on disposal of Assets	–	–	–	1 964	1 964	100.0%	100.0%	6 994
Other Gains	65 147	1 873	67 020		(67 020)	0.0%	0.0%	1 884
Total Revenue (excluding capital transfers and contributions)	**938 353**	**36 957**	**975 310**	**897 287**	**(78 023)**	**92.0%**	**95.6%**	**811 938**
Expenditure By Type								
Employee related costs	345 441	4 238	349 679	323 548	(26 131)	92.5%	93.7%	295 730
Remuneration of councillors	13 234	1 434	14 668	13 818	(850)	94.2%	104.4%	12 576
Bulk purchases - electricity	267 218	16 000	283 218	289 499	6 282	102.2%	108.3%	245 606
Inventory consumed	85 175	3 562	88 736	22 442	(66 295)	25.3%	26.3%	57 867
Debt impairment	14 881	141	15 022	31 929	16 907	212.6%	214.6%	8 063
Depreciation and amortisation	54 514	–	54 514	63 776	9 262	117.0%	117.0%	57 047
Finance Charges	7 782	14 052	21 834	22 952	1 119	105.1%	295.0%	11 380
Contracted services	42 985	1 428	44 413	47 524	3 110	107.0%	110.6%	31 322
Transfers and subsidies	3 643	–	3 643	2 967	(676)	81.5%	81.5%	3 303
Irrecoverable debts written off	25 285	3 890	29 174	34 178	5 004	117.2%	135.2%	21 398
Operational costs	81 227	163	81 390	71 012	(10 378)	87.2%	87.4%	66 768
Losses on disposal of Assets	–	–	–	776	776			
Other Losses	14 919	227	15 145	6 231	(8 914)	41.1%	41.8%	6 515
Total Expenditure	**956 301**	**45 135**	**1 001 436**	**930 651**	**(70 785)**	**92.9%**	**97.3%**	**817 575**
		–						
Surplus/(Deficit)	**(17 948)**	**(8 178)**	**(26 126)**	**(33 364)**	**(7 238)**	**127.7%**	**185.9%**	**(5 638)**
Transfers and subsidies - capital (monetary allocations)	38 096	1 203	39 299	33 061	(6 238)	84.1%	86.8%	36 094
Contributed Assets	0	–	0	123	123	100.0%	100.0%	10 876
Surplus/(Deficit) before taxation	**20 148**	**(6 975)**	**13 173**	**(179)**	**(13 353)**	**312%**	**373%**	**41 332**
Surplus/ (Deficit) for the year	**20 148**	**(6 975)**	**13 173**	**(179)**	**(13 353)**	**312%**	**373%**	**41 332**

Oudtshoorn Municipality - Reconciliation of Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description R thousand	2024/25 Original Budget	Total Budget Adjustments (i.t.o. MFMA s28)	Final adjustments budget	Actual Outcome	Variance	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	2023/24 Restated Audited Outcome
Capital expenditure - Vote								
Multi-year expenditure								
Community And Public Safety	1 895	1 649	3 545	3 282	(262)	93%	173%	8 043
Infrastructure Services	27 386	200	27 586	23 998	(3 589)	87%	88%	24 950
Planning & Development	800	918	1 718	1 126	(592)	66%	141%	–
Capital multi-year expenditure	**30 082**	**2 768**	**32 849**	**28 406**	**–**	86%	94%	**–**
			–			-	-	
Single-year expenditure								
Executive & Council		–		–	–			
Municipal Manager	250	–	250	170	(80)	68%	68%	43
Corporate Services	710	–	710	444	(266)	63%	63%	764
Financial Services	1 750	74	1 824	1 820	(4)	100%	104%	1 297
Community And Public Safety	5 490	3 029	8 519	7 830	(690)	92%	143%	4 450
Infrastructure Services	29 346	69	29 414	26 409	(3 005)	90%	90%	20 902
Planning & Development		–	560	510	–	91%	#DIV/0!	744
Capital single-year expenditure	**37 546**	**3 172**	**41 277**	**37 183**	**(4 045)**	90%	99%	**28 199**
Total Capital Expenditure - Vote	**67 627**	**5 940**	**74 126**	**65 589**	**(4 045)**	88%	97%	**28 199**
						-	-	
Capital Expenditure - Standard								
Governance and administration	**3 510**	**557**	**4 067**	**3 125**	**–**	77%	89%	**2 143**
Executive and council	1 050	484	1 534	861	(672)	0%	82%	83
Finance and administration	2 460	74	2 534	2 264	(270)	89%	92%	2 060
Internal audit		–		–	–	0%	#DIV/0!	
Community and public safety	**5 385**	**4 890**	**10 275**	**10 012**	(264)	97%	186%	**12 588**
Community and social services	1 990	80	2 070	2 025	(45)	98%	100%	12
Sport and recreation	3 395	1 769	5 165	5 414	249	105%	159%	9 313
Public safety		2 606	2 606	2 138	(468)	82%	#DIV/0!	3 263
Housing		435	435	435	–			
Health		–		–	–	0%	0%	
Economic and environmental services	**13 339**	**560**	**13 899**	**13 060**	(839)	94%	98%	**18 513**
Planning and development		560	560	510	(49)	91%	#DIV/0!	649
Road transport	13 339	–	13 339	12 550	(789)	94%	94%	17 864
Environmental protection		–		–	–	0%	0%	–
Trading services	**45 393**	**492**	**45 885**	**39 392**	(6 493)	86%	87%	**27 710**
Energy Sources	12 522	69	12 591	11 780	(811)	94%	94%	3 089
Water Management	30 371	200	30 571	25 832	(4 739)	84%	85%	24 048
Waste water management	500	–	500	246	(254)	49%	49%	572
Waste management	2 000	224	2 224	1 535	(689)	0%	0%	
Other		–		–	–			
Total Capital Expenditure - Standard	**67 627**	**6 499**	**74 126**	**65 589**	**(7 595)**	**88%**	**0%**	**60 954**
						-	-	
Funded by:								
National Government	30 866	(56)	30 811	25 901	(4 910)	84%	84%	26 497
Provincial Government	2 261	1 093	3 354	2 609	(745)	78%	115%	4 887
Transfers recognised - capital	**33 127**	**1 038**	**34 165**	**28 510**	**(5 655)**	83%	86%	**31 384**
Public contributions & donations		200	200	197	(3)	100%	100%	
Borrowing	**23 500**	1 875	**25 375**	25 639	264	101%	109%	15 887
Internally generated funds	11 000	3 387	14 387	11 243	(3 144)	78%	102%	13 683
Total Capital Funding	**67 627**	**6 499**	**74 126**	**65 589**	**(8 538)**	**88%**	**97%**	**60 954**

Oudtshoorn Municipality - Reconciliation of Table A7 Budgeted Cash Flows

Description	2024/25							2023/24
R thousand	Original Budget	Budget Adjustments (i.t.o. s28)	Final adjustments budget	Actual Outcome	Variance	Actual Outcome as % of Final Budget	Actual Outcome as % of Original Budget	Restated Audited Outcome
	1	2	3	4	5	6	7	8
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	157 415	95	157 510	120 999	(36 510)	76.8%	76.9%	116 835
Service charges	575 334	26 628	601 962	462 428	(139 534)	76.8%	80.4%	444 796
Other revenue	124 323	7 573	131 896	101 323	(30 573)	76.8%	81.5%	40 783
Transfers and Subsidies - Operational	116 843	1 375	118 218	120 810	2 593	102.2%	103.4%	114 344
Transfers and Subsidies - Capital	38 096	1 193	39 289	33 061	(6 228)	84.1%	86.8%	36 095
Interest	11 827	2 705	14 532	25 377	10 845	174.6%	214.6%	23 597
Payments								
Suppliers and employees	(922 908)	(30 038)	(952 945)	(752 739)	200 206	79.0%	81.6%	(697 353)
Finance charges	(6 983)	(15 751)	(22 734)	(20 490)	2 244	90.1%	293.4%	(8 468)
Transfers and Grants	(3 820)	(8)	(3 828)	(2 967)	860	77.5%	77.7%	(3 303)
NET CASH FROM/(USED) OPERATING ACTIVITIES	**90 127**	**(6 227)**	**83 900**	**87 802**	**3 903**	104.7%	97.4%	**67 325**
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	–	–	–	1 964	1 964	100.0%	100.0%	13
Payments								
Capital assets	(77 771)	(7 474)	(85 245)	(62 315)	22 930	73.1%	80.1%	(54 163)
NET CASH FROM/(USED) INVESTING ACTIVITIES	**(77 771)**	**(7 474)**	**(85 245)**	**(60 351)**	**24 894**	70.8%	77.6%	**(54 150)**
						-	-	
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Borrowing long term/refinancing	23 500	–	23 500	23 500	–	100.0%	100.0%	17 200
Payments								
Repayment of borrowing	(18 500)	(1 500)	(20 000)	(17 135)	–	85.7%	92.6%	(15 616)
NET CASH FROM/(USED) FINANCING ACTIVITIES	**5 000**	**(1 500)**	**3 500**	**6 365**	**–**	181.9%	127.3%	**1 584**
NET INCREASE/ (DECREASE) IN CASH HELD	17 355	(15 201)	2 155	33 816				14 758
Cash/cash equivalents at the year begin:	94 077	49 812	143 889	143 889				129 131
Cash/cash equivalents at the year end:	111 432	34 612	146 044	177 706	31 662	121.7%	159.5%	143 889