In-year monitoring for the Municipality

Prepared in terms of the Municipal Local Government Finance Management Act (56/2003:

Municipal Budget and

Reporting Regulations, Government Gazette 32141,

17 May 2009

Section 52(d) REPORT

September 2025

Sundays River Valley Municipality

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QUALITY CERTIFICATE

I, Thabiso Klaas, Municipal Manager of Sundays River Valley municipality, hereby certify that s52d report for the 1st quarter of 2025/26 and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Signature ……Name: Thabiso Klaas

Date: ……

Municipal Manager of Sundays River Valley Municipality: EC106

RECIEPT BY THE MAYOR

I, Solethu Lucas, Mayor of Sundays River Valley municipality, hereby accept the s52d report for the 1st quarter of 2025/26 and supporting documentation as prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Signature .....Name: Solethu Lucas

Date: .....

Municipal Manager of Sundays River Valley Municipality: EC106

PART 1 – MAYORS REPORT

Legal basis

The MFMA stipulates general responsibilities of Mayors. Section 52(d) of the Act requires that a mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial situation of the municipality.

Regulation 31 of the MBRR states:

"The S52 Mayor's Report must be in the format specified as per Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Municipal Management Finance Act; and must be consistent with the monthly budget statements for September, December, March and June as applicable;…".

Section 54 of the Municipal Finance Management Act (MFMA) requires the mayor to consider the 4th quarter report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

Recommendation

These recommendations are linked to the responsibilities for the Mayor under section 54 of the MFMA.

(a) That the content of the first quarter financial report of 2025/26 financial year on the implementation status of the budget of the municipality be noted.

Executive summary

Introduction

This report is a summary of the main budget issues arising from the monitoring process. It provides an overview of the municipality's budget implementation status and its financial viability and sustainability.

Key Data

Financial Performance-Summary (revenue and expenditure) - Q1 2025/26					
Description	**Original Budget**	**Monthly actual Sept 2025**	**YearTD actual**	**YearTD budget**	**YTD variance**
	R		**R**	**R**	**R**
Total Revenue (excluding capital transfers and contributions)	- 284 208 361	- 27 252 898	- 105 467 647	- 71 052 093	- 34 415 554
Total Expenditure	280 789 355	27 831 497	66 489 521	70 197 348	- 3 707 827
Surplus/(Deficit)	- 3 419 006	578 599	- 38 978 126	- 854 745	- 38 123 381
Transfers and subsidies - capital (monetary allocations)	- 51 211 299	- 7 515 444	- 12 758 492	- 12 802 824	44 332
Transfers and subsidies - capital (in-kind)	-	-	-	-	-
Transfers and Subsidies:Monetary Allocations:District Municipalities		-	-	-	-
Transfer from Operational Revenue		-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	**- 54 630 305**	**- 6 936 845**	**- 51 736 618**	**- 13 657 569**	**- 38 079 049**

Revenue Performance

For the quarter ended 30 September 2025, the municipality recorded revenue of R105.5 million. As at the end of the first quarter, a total of R71.1 million in revenue has been recognised against a final adopted budget of R284.2 million for the financial year. This results in a year-to-date revenue variance of R34.4 million above the projected budget.

Expenditure Performance

The municipality incurred expenditure amounting to R66.5 million for the quarter. The year-to-date actual expenditure also stands at R66.5 million, measured against an annual budget of R70.2 million, reflects a favourable variance of R3.7 million relative to the year-to-date expenditure budget.

Operating Surplus

For the first quarter, the municipality recorded an operating surplus of R38,9 million.

Cumulatively, the year-to-date actual operating revenue compared to actual expenditure yields a surplus of R51,7 million, when capital transfers are included.

Capital Expenditure

CAPITAL EXPENDITURE						
Capital Expenditure by Project	**ORGB**	**Monthly actual- Sept 2025**	**YearTD actual**	**YearTD budget**	**YTD variance**	**YTD variance %**
Total Capex - Funded By Grants	**44 732 207**	**6 535 169**	**11 094 341**	**11 183 052**	**- 88 711**	**-1%**
Total Capex - Funded By Own Resources	**3 410 870**	**102**	**275 853**	**284 239**	**- 8 386**	**-3%**
Total Capital Expenditure	**48 143 077**	**6 535 271**	**11 370 194**	**11 467 291**	**- 97 097**	**-1%**

Capital expenditure for the 1st quarter is an amount of R11,4 million. The year-to-date budget amounts to R11,5 million. Year to date actual variance is the amount of R97 thousand is depicted.

Ratios

RATIO		FORMULA	NORM/RANGE	INPUT DESCRIPTION	DATA INPUTS AND RESULTS " R 000 "
B. Debtors Management					
	Collection rate	(Gross Debtors Closing Balance + Billed Revenue - Gross Debtors Opening Balance - Bad Debts Written Off)/Billed Revenue x 100	95%		**60%**
				Gross Debtors closing balance	359 520 571
				Gross Debtors opeining balance	338 983 321
				Bad debts written Off	-
				Billed Revenue	51 455 016
	Net debtor days	((Gross Debtors - Bad debt Provision)/ Actual Billed Revenue)) × 365	30 days		**911 days**
				Gross debtors	359 520 571
				Bad debts Provision	231 133 706
				Billed Revenue	51 455 016
C. Liquidity Management					
	Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)	1 - 3 Months		**4 Month**
				Cash and cash equivalents	37 272 837
				Unspent Conditional Grants	14 703 536
				Overdraft	
				Short Term Investments	-
				Total Annual Operational Expenditure	66 489 521
	Current Ratio	Current Assets / Current Liabilities	1.5 - 2:1		**0,76**
				Current Assets	169 907 201
				Current Liabilities	224 518 247
D. Liability Management					
	Debt (Total Borrowings) / Revenue	(Overdraft + Current Finance Lease Obligation + Non current Finance Lease Obligation + Short Term Borrowings + Long term borrowing) / (Total Operating Revenue - Operational Conditional Grants) x 100	45%		**0%**
				Total Debt	-
				Total Operating Revenue	105 467 644
				Operational Conditional Grants	52 294 834
D. Expenditure Management					
	Remuneration as % of Total Operating Expenditure	Remuneration (Employee Related Costs and Councillors' Remuneration) /Total Operating Expenditure x100	25% - 40%		**51%**
				Employee/personnel related cost	26 747 083
				Councillors Remuneration	1 965 026
				Total Operating Expenditure	66 489 521
	Contracted Services / Total Operating Expenditure x100	Statement of Financial Performance, Budget, IDP, In-Year reports and AR	2% - 5%		**16%**
				Contracted Services	10 556 265
				Total Operating Expenditure	66 489 521
				Taxation Expense	-
	Creditors Payment Period (Trade Creditors)	Trade Creditors Outstanding / Credit Purchases (Operating and Capital) × 365	30 days		**987days**
				Trade Creditors	107 116 659
				Contracted Services	10 556 265
				Repairs and Maintenance	
				General expenses	9 574 491
				Bulk Purchases	8 128 545
				Capital Credit Purchases *(Capital Credit Purchases refers to additions of Investment Property and Property, Plant and Equipment)*	11 370 194

- **Cost coverage ratio**

This ratio indicates a municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investment without collecting any additional revenue during that period.

The ratio outcome for the period under review is 0 and falls within the National Treasury norm of 1-3 months (MFMA Circular 71). This ratio should however not be viewed alone, but rather with Debtor Management ratios to assess full Cashflow risk.

- **Current Ratio**

This ratio assesses a municipality's ability to pay back its short-term liabilities (debt and payables) with its short-term assets (cash, inventory, and receivables). A ratio above one indicates that the municipality would be able to pay all its current or short-term obligations if they fall due at any specific point.

The year-to-date ratio outcome of 0,76 shows that the municipality has insufficient cash to meet its short-term financial obligations as it falls outside the National Treasury norm of 1.5 to 2:1 (MFMA Circular 71).

- **Financial Position**

Movements on the operating- and capital budget will impact on the financial position. Underspending on the capital budget will, for instance, lead to the property, plant and equipment result being less than budget. As such the outcome and related reasons for variances in the operating- and capital budget forms a critical link in determining the variance on the financial position of a municipality. The final outcomes for the financial position will only be known once year-end transactions have been finalised.

- **Cash Flow**

Cash and cash equivalents amount to R37,2 million as of 30 September 2025. This positive cash position has been maintained since the previous financial year; however financial sustainability remains a concern.

Debtors

Debt management is carried out in terms of the municipality's Credit Control and Debt Collection Bylaw and Policy. Outstanding debtors per category are reflected in the table below.

Region	Department	Current	Interest	30 Days	60 Days	90 Days	120 Days +	Total
Sarah Baa	Education	R 3 514 914,14	R 0,00	R 120 363,28	R 247 916,96	R 46 296,48	R 2 676 376,52	**R 6 605 867,38**
	Education (S21)	R 69 861,97	R 0,00	R 25 287,69	R 79 793,17	R 30 713,11	R 406 600,46	**R 612 256,40**
	Health	R 129 802,52	R 0,00	R 230 746,55	R 223 729,33	R 38 323,99	R 352 244,34	**R 974 846,73**
	Human Settlements	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 6 475,96	**R 6 475,96**
	Public Works	R 2 064 580,95	R 0,00	R 77 143,55	R 76 812,06	R 1 332 586,18	R 5 613 293,14	**R 9 164 415,88**
	Roads	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	**R 0,00**
	Residents	R 7 811 251,37	R 0,00	R 3 824 044,39	R 3 275 830,00	R 3 430 192,31	R261 468 141,11	**R279 809 459,18**
	Councillors	R 13 136,26	R 0,00	R 12 754,71	R 12 498,23	R 12 905,21	R 519 897,86	**R 571 192,27**
	Municipal Officials	R 66 723,47	R 0,00	R 37 398,13	R 28 230,35	R 29 979,43	R 3 111 778,05	**R 3 274 109,43**
	Industries	R 4 195 597,43	R 0,00	R 1 855 989,68	R 1 367 865,07	R 880 736,52	R 30 783 222,77	**R 39 083 411,47**
	National Departments	R 1 169 766,66	R 0,00	R 152 103,61	R 151 399,66	R 133 877,60	R 17 811 389,55	**R 19 418 537,08**
	Grand Total	**R 19 035 634,77**	**R 0,00**	**R 6 335 831,59**	**R 5 464 074,83**	**R 5 935 610,83**	**R322 749 419,76**	**R359 520 571,78**

Region	Debt By Type	Residents	Councillors	Municipal Officials	Industries	Nat Depts	Prov Depts	Total
Sarah Baa	Water	R 99 848 223,92	R128 067,84	R 1 310 609,53	R 3 586 938,18	R 341 207,14	R 1 660 447,55	**R106 875 494,16**
	Electricity	R 4 856 021,58	R 924,76	R 65 125,17	R15 161 374,99	R 300 919,76	R 7 746 381,91	**R 28 130 748,17**
	Sewerage	R 53 295 920,62	R 37 966,80	R 765 598,57	R 1 668 477,13	R 26 758,76	R 801 075,00	**R 56 595 796,88**
	Refuse	R 24 646 128,87	R 10 407,38	R 281 347,02	R 859 191,93	R 6 278,34	R 268 865,17	**R 26 072 218,71**
	Rates	R 89 469 844,27	R 98 759,96	R 184 576,66	R17 512 461,56	R19 035 824,40	R 7 125 023,69	**R133 426 490,54**
	Other	R 7 693 319,92	R295 065,53	R 666 852,48	R 294 967,68	R (292 451,32)	R (237 930,97)	**R 8 419 823,32**
	Grand Total	**R279 809 459,18**	**R571 192,27**	**R 3 274 109,43**	**R39 083 411,47**	**R19 418 537,08**	**R 17 363 862,35**	**R359 520 571,78**
	% on Total Debt	**77,83**	**0,16**	**0,91**	**10,87**	**5,40**	**4,83**	**100,00**

The collection ratio of 60% (reflected in the table below) is a more accurate reflection of the municipality's current collection ratio for property rates, electricity, water, sewerage, and refuse, bearing in mind that this calculation is based on MFMA Circular 71, which takes the opening and closing balances, billing, write offs etc. into account.

RATIO	FORMULA	NORM/RANGE	INPUT DESCRIPTION	DATA INPUTS AND RESULTS
				" R 000 "
B. Debtors Management				
				60%
Collection rate	(Gross Debtors Closing Balance + Billed Revenue - Gross Debtors Opening Balance - Bad Debts Written Off)/Billed Revenue x 100	95%	Gross Debtors closing balance	359 520 571
			Gross Debtors opeining balance	338 983 321
			Bad debts written Off	-
			Billed Revenue	51 455 016

Staff benefits

STAFF BENEFIT SUMMARY			
EMPLOYEE RELATED COSTS	**Audited Outcome 2024/25**	**Budget 2025/26**	**YTD Actuals 2025/26**
(R 'thousands)	R	R	R
Employee costs & Remuneraton of councillors	122 643 094	128 747 732	28 712 109
Employee costs/(Total Revenue-Capital Revenue)	40%	45%	27%
Total overtime	5 075 278	3 254 332	1 171 478

Details on senior managers' remuneration and the remuneration of other municipal staff can be found in Councillor and staff benefits on page 30.

PART 2 – BUDGET PERFORMANCE ANALYSIS

Summary Statement of Financial Performance

Financial Performance-Summary (revenue and expenditure) - Q1 2025/26					
Description	**Original Budget**	**Monthly actual Sept 2025**	**YearTD actual**	**YearTD budget**	**YTD variance**
	R		**R**	**R**	**R**
Total Revenue (excluding capital transfers and contributions)	- 284 208 361	- 27 252 898	- 105 467 647	- 71 052 093	- 34 415 554
Total Expenditure	280 789 355	27 831 497	66 489 521	70 197 348	- 3 707 827
Surplus/(Deficit)	- 3 419 006	578 599	- 38 978 126	- 854 745	- 38 123 381
Transfers and subsidies - capital (monetary allocations)	- 51 211 299	- 7 515 444	- 12 758 492	- 12 802 824	44 332
Transfers and subsidies - capital (in-kind)	-	-	-	-	-
Transfers and Subsidies:Monetary Allocations:District Municipalities		-	-	-	-
Transfer from Operational Revenue		-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	**- 54 630 305**	**- 6 936 845**	**- 51 736 618**	**- 13 657 569**	**- 38 079 049**

Operating revenue

Main revenue sources for September 2025

Monthly Budget Statement - Revenue Financial Performance - M03						
	Original Budget	**Monthly actual Sept 2025**	**YTD Actual**	**YTD Budget**	**YTD Variance**	**Variance %**
R thousands						
Revenue						
Exchange Revenue						
Service charges - Electricity	- 36 270 961	- 15 378 220	- 15 855 865	- 9 067 740	- 6 788 125	75%
Service charges - Water Management	- 21 024 967	- 1 371 752	- 2 630 190	- 5 256 242	2 626 052	-50%
Service charges - Waste Water Management	- 3 380 337	- 289 467	- 3 879 027	- 845 084	- 3 033 943	359%
Service charges - Waste management	- 7 188 147	- 533 229	- 2 564 076	- 1 797 037	- 767 039	43%
Sale of Goods and Rendering of Services	- 270 825	- 15 276	- 60 148	- 67 706	7 558	-11%
Agency services	- 2 111 819	- 154 431	- 472 801	- 527 955	55 154	-10%
Interest earned from Receivables	- 13 828 287	- 2 780 456	- 4 157 194	- 3 457 072	- 700 122	20%
Interest from Current and Non Current Assets	- 1 933 127	- 214 017	- 523 247	- 483 282	- 39 965	8%
Rental from Fixed Assets	- 359 287	- 5 111	- 23 070	- 89 822	66 752	-74%
Licence and permits	- 1 623 025	- 220 794	- 575 103	- 405 756	- 169 347	42%
Special rating levies	-	-	-	-	-	
Operational Revenue	- 186 481	- 14 345	- 57 402	- 46 620	- 10 782	23%
Non-Exchange Revenue		-	-	-	-	
Property rates	- 54 223 742	- 4 141 616	- 19 908 027	- 13 555 936	- 6 352 092	47%
Surcharges and Taxes	-	-	-	-	-	
Fines, penalties and forfeits	- 1 500 329	- 700	- 1 200	- 375 082	373 882	-100%
Licence and permits	- 328 014	- 691	- 4 824	- 82 004	77 179	-94%
Transfers and subsidies - Operational	- 131 585 699	- 499 075	- 52 294 834	- 32 896 425	- 19 398 409	59%
Interest	- 8 393 314	- 1 633 718	- 2 460 637	- 2 098 329	- 362 309	17%
Gains on disposal of Assets		-	-	-	-	
				-	-	
Total Revenue (excluding capital transfers and contributions)	**- 284 208 361**	**- 27 252 898**	**- 105 467 644**	**- 71 052 090**	**- 34 415 554**	**48%**

Reasons for major over-/under-recovery per revenue source

SERVICE CHARGES – The year-to-date (YTD) variance in service charges is primarily attributed to the annual billing process conducted in July 2025 and consumption fluctuations.

This billing approach results in the recognition of both annual amounts and future instalments within the initial billing month, leading to a temporary overstatement of revenue in the early part of the financial year.

There is no cause for concern at this stage, as the subsequent monthly instalments will normalise over the remaining months of the financial year, aligning the actual service charges with the budgeted figures.

LICENCE AND PERMITS – Revenue from learner's licence applications exceeded expectations, as the number of applications was higher than anticipated during the budget preparation stage.

INTEREST EARNED FOR RECIEVEBALES - The variance is due to interest on outstanding receivables not being recorded for the reporting month of September 2025. This is expected to be corrected in subsequent periods.

RENTAL FROM FIXED ASSETS – Lower-than-anticipated requests for the rental of municipal halls and properties during the reporting month contributed to the negative variance in this category.

FINES – The municipality records most of its fines at year-end, which accounts for the current variance between actual and budgeted figures.

PROPERTY RATES – Revenue from property rates is currently above budget, due to the annual billing raised in July. This variance will normalize over the course of the year.

TRANSFERS AND SUBSIDIES – Although the budget is evenly spread across 12 months, actual grant receipts are aligned with specific transfer conditions and thresholds. There is no cause for concern, as this will even out over the financial year.

LICENSE AND PERMTS – Revenue is currently below projections due to fewer trading certificates being issued than anticipated. However, these are renewed annually, and volumes are expected to increase later in the year.

Operating expenditure

Main expenditure types for 2025/26

Monthly Budget Statement - Expenditure Financial Performance- M03						
	Original Budget	Monthly actual Sept 2025	YearTD actual	YTD budget	YTD variance	Variance %
R thousands						
Expenditure By Type						
Employee related costs	120 370 821	8 922 282	26 747 083	30 092 703	- 3 345 620	-11%
Remuneration of councillors	8 376 911	660 282	1 965 026	2 094 234	- 129 208	-6%
Bulk purchases - electricity	32 514 177	5 329 273	10 225 076	8 128 545	2 096 531	26%
Inventory consumed	10 367 220	1 384 050	2 681 559	2 591 808	89 751	3%
Debt impairment	18 680 288	-	-	4 670 076	- 4 670 076	-100%
Depreciation and amortisation	19 821 392	-	-	4 955 349	- 4 955 349	-100%
Interest	1 591 976	2 999 215	4 740 021	397 995	4 342 026	1091%
Contracted services	34 366 290	3 868 343	10 556 265	8 591 544	1 964 721	23%
Transfers and subsidies		-	-	-	-	
Irrecoverable debts written off		-	-	-	-	
Operational costs	34 700 280	4 668 052	9 574 491	8 675 094	899 397	10%
Losses on Disposal of Assets		-	-	-	-	
Other Losses		-	-	-	-	
Total Expenditure	**280 789 355**	**27 831 497**	**66 489 521**	**70 197 348**	**- 3 707 827**	**-5%**

Reasons for major over-/under-recovery by expenditure type

BULK ELECTRICITY – The invoice for September 2025, amounting to R4.19 million, had not been captured at the reporting date. This timing difference is expected to normalise, and consumption is projected to decline with seasonal changes. No concern is raised at this stage.

DEBT IMPAIRMENT - This item will be recognised at year-end in line with the municipality's accounting policy.

EMPLOYEE RELATED COSTS – A positive variance of R3.3 million is reported due to unfilled budgeted positions, including the vacant post of Director: Infrastructure, among others.

DEPRECIATION – Depreciation costs have not been recorded yet due to the asset module not being operational. These costs will be processed at year-end.

INTEREST – An amount of R1,9 million was erroneously recorded in the current month. This amount relates to a prior year (2023) liability with the Department of Water Affairs and will be corrected in the following period.

CONTRACTED SERVICES – Major contributors to this expenditure line item include:

- **Security services** – R2.6 million
- **Maintenance of infrastructure assets (pipe works)**– R1.2 million

- **EPWP personnel costs** – R1.2 thousand

REMEDIAL ACTION

- The Director: Community Services is to explore cost-effective alternatives to current outsourced security services, such as potential insourcing once the contract concluded.
- All end-user departments must ensure the timely submission of invoices to facilitate accurate monthly reporting.
- The Chief Financial Officer (CFO) is to enforce full compliance with MSCoA requirements, particularly addressing the current use of Excel for asset management instead of the approved ERP system.
- Any accounting corrections flagged during reporting will be processed and resolved in the subsequent month.

Table C1: Quarter 1 - Budget Summary

EC106 Sundays River Valley - Table C1 Monthly Budget Statement Summary - M03 September

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	57 370	54 224	–	4 142	19 908	13 556	6 352	47%	54 224
Service charges	67 209	67 864	–	17 573	24 929	16 966	7 963	47%	67 864
Investment revenue	1 853	1 933	–	214	523	483	40	8%	1 933
Transfers and subsidies - Operational	127 144	131 586	–	499	52 295	32 896	19 398	0	131 586
Other own revenue	29 366	28 601	–	4 826	7 812	7 150	662	9%	28 601
Total Revenue (excluding capital transfers and contributions)	**282 942**	**284 208**	**–**	**27 253**	**105 468**	**71 052**	**34 416**	**48%**	**284 208**
Employee costs	119 384	120 371	–	8 922	26 747	30 093	(3 346)	-11%	120 371
Remuneration of Councillors	8 035	8 377	–	660	1 965	2 094	(129)	-6%	8 377
Depreciation and amortisation	40 048	19 821	–	–	–	4 955	(4 955)	-100%	19 821
Interest	10 174	1 592	–	2 999	4 740	398	4 342	1091%	1 592
Inventory consumed and bulk purchases	49 968	42 881	–	6 713	12 907	10 720	2 186	20%	42 881
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	25 164	87 747	–	8 536	20 131	21 937	(1 806)	-8%	87 747
Total Expenditure	**252 773**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5%**	**280 789**
Surplus/(Deficit)	**30 169**	**3 419**	**–**	**(579)**	**38 978**	**855**	**38 123**	**4460%**	**3 419**
Transfers and subsidies - capital (monetary	66 264	51 211	–	7 515	12 758	12 803	(44)	-0%	51 211
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**279%**	**54 630**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**279%**	**54 630**
Capital expenditure & funds sources									
Capital expenditure	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Capital transfers recognised	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	–	–	–	–	–	–		–
Total sources of capital funds	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Financial position									
Total current assets	108 311	77 515	–		169 907				77 515
Total non current assets	988 988	949 264	–		927 813				949 264
Total current liabilities	202 256	162 068	–		224 518				162 068
Total non current liabilities	27 107	54 309	–		21 855				54 309
Community wealth/Equity	**794 315**	**847 304**	**–**		**824 578**				**847 304**

Table C2: Quarter 1 Budget Statement – Financial Performance (standard classification)

EC106 Sundays River Valley - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		**116 545**	**110 399**	**–**	**6 013**	**40 263**	**27 600**	12 663	46%	**110 399**
Executive and council		13 436	13 219	–	–	5 508	3 305	2 203	67%	13 219
Finance and administration		103 109	97 181	–	6 013	34 755	24 295	10 460	43%	97 181
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**7 272**	**13 926**	**–**	**391**	**1 107**	**3 482**	(2 374)	-68%	**13 926**
Community and social services		1 962	2 152	–	15	53	538	(485)	-90%	2 152
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		5 310	11 774	–	377	1 054	2 943	(1 890)	-64%	11 774
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**39 077**	**16 789**	**–**	**4 295**	**9 538**	**4 197**	5 341	127%	**16 789**
Planning and development		39 077	6 060	–	4 295	9 538	1 515	8 023	530%	6 060
Road transport		–	10 729	–	–	–	2 682	(2 682)	-100%	10 729
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**185 358**	**194 305**	**–**	**24 069**	**67 318**	**48 576**	**18 741**	39%	**194 305**
Energy sources		65 331	78 758	–	16 040	29 446	19 689	9 757	50%	78 758
Water management		76 863	63 636	–	6 073	16 241	15 909	332	2%	63 636
Waste water management		15 297	22 028	–	646	9 361	5 507	3 854	70%	22 028
Waste management		27 867	29 883	–	1 311	12 270	7 471	4 799	64%	29 883
Other	4	**954**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Total Revenue - Functional	2	**349 206**	**335 420**	**–**	**34 768**	**118 226**	**83 855**	**34 371**	**41%**	**335 420**
Expenditure - Functional										
Governance and administration		**72 902**	**87 028**	**–**	**11 477**	**27 066**	**21 757**	5 309	24%	**87 028**
Executive and council		31 054	24 965	–	1 742	6 429	6 241	187	3%	24 965
Finance and administration		41 847	62 063	–	9 735	20 629	15 516	5 113	33%	62 063
Internal audit		–	–	–	–	9	–	9	#DIV/0!	–
Community and public safety		**47 407**	**45 029**	**–**	**4 743**	**11 416**	**11 257**	159	1%	**45 029**
Community and social services		30 186	25 430	–	3 325	7 449	6 357	1 091	17%	25 430
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		15 286	17 449	–	1 249	3 476	4 362	(887)	-20%	17 449
Housing		1 936	2 150	–	170	492	538	(46)	-9%	2 150
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**23 979**	**14 890**	**–**	**623**	**1 851**	**3 722**	(1 872)	-50%	**14 890**
Planning and development		6 049	6 244	–	459	1 308	1 561	(252)	-16%	6 244
Road transport		17 930	8 646	–	164	542	2 161	(1 619)	-75%	8 646
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**112 198**	**133 653**	**–**	**10 969**	**26 099**	**33 413**	**(7 314)**	-22%	**133 653**
Energy sources		57 483	61 827	–	6 864	14 813	15 457	(644)	-4%	61 827
Water management		34 571	42 124	–	3 043	7 118	10 531	(3 413)	-32%	42 124
Waste water management		15 462	15 890	–	599	2 882	3 973	(1 091)	-27%	15 890
Waste management		4 683	13 812	–	463	1 286	3 453	(2 167)	-63%	13 812
Other		**211**	**190**	**–**	**19**	**58**	**47**	**10**	**22%**	**190**
Total Expenditure - Functional	3	**256 697**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5%**	**280 789**
Surplus/ (Deficit) for the year		**92 510**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**2,78812789**	**54 630**

Table C2: Quarter 1 - Budget Statement – Financial Performance reflects total revenue - functional amount of R118,2 million and total expenditure- functional, amount of R66,5 million in the standard classifications which are the government finance statistics and sub-functions.

Table C3: Monthly Budget Statement – Financial Performance (revenue & expenditure by municipal vote)

EC106 Sundays River Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	Ref	2024/25	Budget Year 2025/26						
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Executive AND Council (10: IE)		13 436	13 219	–	–	1 265	3 305	(2 040)	-61,7%	13 219
Vote 2 - CORPORATE SERVICES (11: IE)		10 288	9 775	–	–	3 950	2 444	1 506	61,6%	9 775
Vote 3 - FINANCE (12: IE)		92 820	87 406	–	6 013	35 049	21 851	13 197	60,4%	87 406
Vote 4 - Community Services (13: IE)		36 093	43 809	–	1 702	13 377	10 952	2 425	22,1%	43 809
Vote 5 - Technical Services (14: IE)		196 568	181 211	–	27 053	64 586	45 303	19 283	42,6%	181 211
		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	349 206	335 420	–	34 768	118 226	83 855	34 371	41,0%	335 420
Expenditure by Vote	1									
Vote 1 - Executive AND Council (10: IE)		32 306	26 295	–	1 931	6 974	6 574	400	6,1%	26 295
Vote 2 - CORPORATE SERVICES (11: IE)		32 313	24 012	–	3 298	7 259	6 003	1 256	20,9%	24 012
Vote 3 - FINANCE (12: IE)		9 534	38 051	–	6 437	13 370	9 513	3 857	40,5%	38 051
Vote 4 - Community Services (13: IE)		50 365	56 880	–	5 055	12 268	14 220	(1 952)	-13,7%	56 880
Vote 5 - Technical Services (14: IE)		132 179	135 552	–	11 110	26 619	33 888	(7 269)	-21,5%	135 552
		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	256 697	280 789	–	27 831	66 490	70 197	(3 708)	-5,3%	280 789
Surplus/ (Deficit) for the year	2	92 510	54 630	–	6 937	51 737	13 658	38 079	278,8%	54 630

Table C4: Monthly Budget Statement – Financial Performance (revenue & expenditure)

EC106 Sundays River Valley - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		32 197	36 271	–	15 378	15 856	9 068	6 788	75%	36 271
Service charges - Water		21 893	21 025	–	1 372	2 630	5 256	(2 625)	-50%	21 025
Service charges - Waste Water Management		4 148	3 380	–	289	3 879	845	3 034	359%	3 380
Service charges - Waste management		8 972	7 188	–	533	2 564	1 797	767	43%	7 188
Sale of Goods and Rendering of Services		281	271	–	15	60	68	(8)	-11%	271
Agency services		1 925	2 112	–	154	473	528	(55)	-10%	2 112
Interest								–		
Interest earned from Receivables		15 326	13 828	–	2 780	4 157	3 457	700	20%	13 828
Interest from Current and Non Current Assets		1 853	1 933	–	214	523	483	40	8%	1 933
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		211	359	–	5	23	90	(67)	-74%	359
Licence and permits		1 560	1 623	–	221	575	406	169	42%	1 623
Special rating levies		185	186	–	14	57	47	11	23%	186
Operational Revenue								–		
Non-Exchange Revenue								–		
Property rates		57 370	54 224	–	4 142	19 908	13 556	6 352	47%	54 224
Surcharges and Taxes								–		
Fines, penalties and forfeits		150	1 500	–	1	1	375	(374)	-100%	1 500
Licence and permits		268	328	–	1	5	82	(77)	-94%	328
Transfers and subsidies - Operational		127 144	131 586	–	499	52 295	32 896	19 398	59%	131 586
Interest		9 459	8 393	–	1 634	2 461	2 098	362	17%	8 393
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets								–		
Other Gains								–		
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		282 942	284 208	–	27 253	105 468	71 052	34 416	48%	284 208
Expenditure By Type										
Employee related costs		119 384	120 371	–	8 922	26 747	30 093	(3 345)	-11%	120 371
Remuneration of councillors		8 035	8 377	–	660	1 965	2 094	(129)	-6%	8 377
Bulk purchases - electricity		35 412	32 514	–	5 329	10 225	8 129	2 097	26%	32 514
Inventory consumed		14 556	10 367	–	1 384	2 682	2 592	90	3%	10 367
Debt impairment		(38 229)	18 680	–	–	–	4 670	(4 670)	-100%	18 680
Depreciation and amortisation		40 048	19 821	–	–	–	4 955	(4 955)	-100%	19 821
Interest		10 174	1 592	–	2 999	4 740	398	4 342	1091%	1 592
Contracted services		41 915	34 366	–	3 868	10 556	8 592	1 965	23%	34 366
Transfers and subsidies								–		
Irrecoverable debts written off		1 475	–	–	–	–	–	–		–
Operational costs		15 371	34 700	–	4 668	9 574	8 675	899	10%	34 700
Losses on Disposal of Assets		5 614	–	–	–	–	–	–		–
Other Losses		(982)	–	–	–	–	–	–		–
Total Expenditure		252 773	280 789	–	27 831	66 490	70 197	(3 708)	-5%	280 789
Surplus/(Deficit)		30 169	3 419	–	(579)	38 978	855	38 123	0	3 419
Transfers and subsidies - capital (monetary allocations)		66 264	51 211	–	7 515	12 758	12 803	(44)	(0)	51 211
Transfers and subsidies - capital (in-kind)								–		
Surplus/(Deficit) after capital transfers & contributions		96 433	54 630	–	6 937	51 737	13 658	38 079	0	54 630
Income Tax								–		
Surplus/(Deficit) after income tax		96 433	54 630	–	6 937	51 737	13 658	38 079	0	54 630
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		96 433	54 630	–	6 937	51 737	13 658	38 079	0	54 630
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		96 433	54 630	–	6 937	51 737	13 658	38 079	0	54 630

Capital expenditure

The following table shows the actual capital expenditure per project:

CAPITAL EXPENDITURE							
Capital Expenditure by Project	**Funding Source**	**ORGB**	**Monthly actual- Sept 2025**	**YearTD actual**	**YearTD budget**	**YTD variance**	**YTD variance %**
Grant Funding - Projects		**Rands**	**Rands**	**Rands**	**Rands**	**Rands**	**Rands**
Sports Facility Nomathamsanqa - Addo	MIG	3 696 152	2 048 751	3 552 889	924 038	2 628 851	284%
Upgrade Enon Bersheba - Roads Stormwater	MIG	8 908 831		1 449 317	2 227 208	- 777 891	-35%
Construction work-in-progress	MIG	3 939 130		-	984 783	- 984 783	-100%
Upgrade Sewerage network - Paterson	MIG	4 302 846	-	-	1 075 712	- 1 075 712	-100%
Refurbishment of Enon and Bersheba Water Borne Sanitation	MIG	4 245 683	1 684 538	3 290 255	1 061 421	2 228 834	210%
Nomathamsanqa: Completion of Water Backlogs	WSIG	1 739 130		-	434 783	- 434 783	-100%
Upgrade CBD sewer, wwt pump - Addo	WSIG	8 695 652	2 404 538	2 404 538	2 173 913	230 625	11%
Electrical infrastructure upgrade - kirkwood	INEP	5 576 522	397 342	397 342	1 394 131	- 996 788	-71%
Electrical infrastructure upgrade - kirkwood	Energy Efficiency and Demand Side Management Grant	3 478 261		-	869 565	- 869 565	-100%
Computer Equipment	Transfers & Subsidies:Monetary Allocations:District Municipalities	50 000		-	12 500	- 12 500	-100%
Furniture and Office Equipment	Transfers & Subsidies:Monetary Allocations:District Municipalities	100 000		-	25 000	- 25 000	-100%
				-	-	-	
Total Capex - Funded By Grants		**44 732 207**	**6 535 169**	**11 094 341**	**11 183 052**	**- 88 711**	**-1%**
Own Funding - Projects				-		-	
Council Chamber - Furniture and Fittings	Transfer from Operational Revenue	347 826		-	86 957	- 86 957	-100%
Upgrade Addo Office - Traffic	Transfer from Operational Revenue	400 000		-	100 000	- 100 000	-100%
Machinery and Equipment - Roads	Transfer from Operational Revenue	130 435		228 240	32 609	195 631	600%
Electricity Kiosk and Bulk Meter	Transfer from Operational Revenue	750 000		-	187 500	- 187 500	-100%
Transport Assets	Transfer from Operational Revenue	869 565		-	217 391	- 217 391	-100%
Furniture and Office Equipment - Finance	Transfer from Operational Revenue	86 957		21 290	21 739	- 449	-2%
Archieves - Record management	Transfer from Operational Revenue	565 217		-	141 304	- 141 304	-100%
Computer Equipment	Transfer from Operational Revenue	260 870	102	26 323	65 218	- 38 895	-60%
		-			-	-	
Total Capex - Funded By Own Resources		**3 410 870**	**102**	**275 853**	**284 239**	**- 8 386**	**-3%**
Total Capital Expenditure		**48 143 077**	**6 535 271**	**11 370 194**	**11 467 291**	**- 97 097**	**-1%**

Capital acquisitions for the first quarter amounts to R11,4 million.

PART 3 – SUPPORTING DOCUMENTATION

Commitments against cash and investments

Cash and Investments

The cash and cash equivalents amount to R37,2 million as of 31 September 2025. The municipality had a shortfall of R58 million for the month ended 31 September 2025.

Commitments against cash and investments on hand (current and non-current investments)

The table below shows that the municipality's cash and investments on hand cannot fund current obligations.

CASH AND CASH EQUIVALENT			
Description	**Aug-25**	**Sept-25**	**Movement**
	R	**R**	**R**
Cash and cash equivalent	37 896 401	37 272 837	623 563
Total cash and cash equivalent	**37 896 401**	**37 272 837**	**623 563**
Unspent grant	17 118 056	14 703 537	40 293 361
SARS			-
Payable from exchange	105 572 920	107 116 659	18 687 500
Total commitments	**122 690 976**	**121 820 196**	**58 980 861**
Surplus/Shortfall	**- 84 794 575**	**- 107 116 659**	**- 58 357 298**

Despite the available cash balance, the municipality is currently unable to meet all its financial commitments, with a recognised shortfall of R58.4 million. This ongoing shortfall continues to place significant pressure on the municipality's liquidity position.

Management acknowledges the seriousness of the situation and is under increased pressure to develop and implement strategic financial recovery plans aimed at improving financial sustainability and ensuring the long-term viability of the municipality.

Draft Revenue Enhancement Strategy has been attached as annexure A.

Short term meter installation plan has been attached as annexure B – currently implemented while Revenue Enhancement Strategy has not been finalised.

The municipality holds no investment portfolio.

The municipality holds no borrowing portfolio.

Grant Utilisation

			Jul-25			As @ Sept 2025
Grant	**Nature**	**Type: Conditional / Unconditional**	**Restated AFS Balance**	**Current year receipts**	**Conditions met - transferred to Revenue**	**Unspent at end of year**
Municipal Infrastructure Grant	Capital	Conditional	-0,26	9 700 000,00	9 536 329,76	163 669,98
Small Town Revitalisation	Capital	Conditional	24 760,15			24 760,15
Roads Infrastructure Grant	Capital	Conditional	176 291,00			176 291,00
EPWP	Operating	Conditional	0,00	359 000,00	1 100 517,84	-741 517,84
Financial Management Grant	Operating	Conditional	2 672,18	3 800 000,00		3 802 672,18
Energy Efficiency Demand Grant	Operating	Conditional	0,00			0,00
Water Services Infrastructure Grant	Capital	Conditional	0,02	8 363 000,00	2 765 218,86	5 597 781,16
Integrated National Electrification Programme	Capital	Conditional	823,09	2 886 000,00	456 943,53	2 429 879,56
Library	Operating	Unconditional		1 800 000,00		1 800 000,00
SBDM Subsidy	Operating	Unconditional		1 450 000,00		1 450 000,00
			204 546,18	**28 358 000,00**	**13 859 009,99**	**14 703 536,19**

Detailed information on transfers and grants per funding source is reflected in table above.

As of 30 September 2025, unspent conditional grants total R14.7 million, as reflected in the table above.

Grant Allocations Received for September 2025:

- Library Subsidy: R1.8 million received from the Department of Sport, Recreation, Arts and Culture (DSRAC)
- Financial Management Grant (FMG): R3.8 million received

Grant Expenditure for September 2025:

- Integrated National Electrification Programme (INEP): R456,943
- Municipal Infrastructure Grant (MIG): R4,293,281
- Water Services Infrastructure Grant (WSIG): R2,765,218
- Expanded Public Works Programme (EPWP): R499,075

The Chief Financial Officer (CFO) is advised to ensure that FMG expenditure reporting is fully updated and aligned to the FMG implementation project plan by the next reporting cycle.

Debtors Age Analysis

Detailed information for debtor types and categories are reflected in table below.

Outstanding debtors amount to R359,5 million at September 2025.

Given the persistent culture of non-payment and historical challenges in debt recovery, the municipality is encouraged to consider writing off irrecoverable debt, particularly where all avenues of collection have been exhausted, and the likelihood of recovery remains low. This process must be undertaken in accordance with the municipality's Debt Write-Off Policy and relevant legislative prescripts.

Department	Current	Interest	30 Days	60 Days	90 Days	120 Days +	Total
Education	R 472 377,82	R 0,00	R 25 569,65	R 2 178 429,05	R 46 296,48	R 3 883 194,38	**R 6 605 867,38**
Education (S21)	R 341 247,07	R 0,00	R 43 158,12	R 22 195,27	R 30 713,11	R 174 942,83	**R 612 256,40**
Health	R 347 727,25	R 0,00	R 1 960,67	R 2 556,42	R 38 323,99	R 584 278,40	**R 974 846,73**
Human Settlements	R 6 475,96	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	**R 6 475,96**
Public Works	R 5 468 174,46	R 0,00	R 72 559,56	R 72 559,12	R 1 332 586,18	R 2 218 536,56	**R 9 164 415,88**
Roads	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	R 0,00	**R 0,00**
Residents	R 254 829 957,78	R 0,00	R 3 291 151,31	R 3 347 032,02	R 3 430 192,31	R 14 911 125,76	**R 279 809 459,18**
Councillors	R 489 033,51	R 0,00	R 13 823,27	R 17 041,08	R 12 905,21	R 38 389,20	**R 571 192,27**
Municipal Officials	R 3 051 817,93	R 0,00	R 29 980,06	R 29 980,06	R 29 979,43	R 132 351,95	**R 3 274 109,43**
Industries	R 29 865 145,65	R 0,00	R 428 590,56	R 489 486,56	R 880 736,52	R 7 419 452,18	**R 39 083 411,47**
National Departments	R 17 516 937,92	R 0,00	R 141 889,48	R 152 764,46	R 133 877,60	R 1 473 067,62	**R 19 418 537,08**
Grand Total	**R 312 388 895,35**	**R 0,00**	**R 4 048 682,68**	**R 6 312 044,04**	**R 5 935 610,83**	**R 30 835 338,88**	**R 359 520 571,78**

Debt By Type	Residents	Councillors	Municipal Officials	Industries	Nat Depts	Prov Depts	Total
Water	R 99 848 223,92	R 128 067,84	R 1 310 609,53	R 3 586 938,18	R 341 207,14	R 1 660 447,55	**R 106 875 494,16**
Electricity	R 4 856 021,58	R 924,76	R 65 125,17	R 15 161 374,99	R 300 919,76	R 7 746 381,91	**R 28 130 748,17**
Sewerage	R 53 295 920,62	R 37 966,80	R 765 598,57	R 1 668 477,13	R 26 758,76	R 801 075,00	**R 56 595 796,88**
Refuse	R 24 646 128,87	R 10 407,38	R 281 347,02	R 859 191,93	R 6 278,34	R 268 865,17	**R 26 072 218,71**
Rates	R 89 469 844,27	R 98 759,96	R 184 576,66	R 17 512 461,56	R 19 035 824,40	R 7 125 023,69	**R 133 426 490,54**
Other	R 7 693 319,92	R 295 065,53	R 666 852,48	R 294 967,68	R (292 451,32)	R (237 930,97)	**R 8 419 823,32**
Grand Total	**R 279 809 459,18**	**R 571 192,27**	**R 3 274 109,43**	**R 39 083 411,47**	**R 19 418 537,08**	**R 17 363 862,35**	**R 359 520 571,78**
% on Total Debt	**77,83**	**0,16**	**0,91**	**10,87**	**5,40**	**4,83**	**100,00**

Debt Collection and Credit Control Measures

The municipality continues to implement targeted initiatives to improve revenue collection and strengthen credit control. The following activities were undertaken by the Credit Control Section during the reporting period:

1. Indigent Registration

- A ward-based registration schedule has been developed and implemented to streamline the registration process.
- Data collection is actively underway, aimed at increasing the number of qualifying indigent households.
- As a result of these efforts, a total of 592 new indigent applications were approved by Council in September 2025.
- Council has also approved the write-off of indigent-related debt, which will be effected in October 2025, in line with the municipality's indigent policy.

- A notable challenge remains in staff capacity during peak registration periods. The absence of administrative support impacts the timely capturing of applications. Additional administrative assistance is urgently required to improve processing efficiency.

2. Other Revenue Recovery Initiatives

- Reconciliations of government debtors are currently in progress, focusing on departments such as Public Works, Rural Development, and Education, with the aim of ensuring accurate billing reconciliations and facilitating payments.
- The municipality has initiated a review of existing credit agreements, with non-paying customers being actively engaged to honour payment commitments.
- Salary deductions from employees and councillors are being implemented where repayment agreements have been signed and formalised.

These initiatives form part of a broader strategy to enhance credit control, improve cash flow management, and support the financial sustainability of the municipality.

Ongoing monitoring and resourcing of this function will be key to achieving meaningful improvements in the municipality's revenue base.

Creditors Age Analysis

The municipality is experiencing challenges in meeting the legislative requirements of paying creditors within 30 days as outlined in section 65 of the MFMA.

Total creditors on 30 September 2025 amount to R107,1 million.

EC106 Sundays River Valley - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description R thousands	NT Code	Budget Year 2025/26								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	(590)	3 898	5 226	5 023	(590)	(1 181)	11 027	10 226	**33 038**
Bulk Water	0200	–	–	–	–	–	–	–	–	**–**
PAYE deductions	0300	–	–	–	–	–	–	–	–	**–**
VAT (output less input)	0400	–	–	–	–	–	–	–	–	**–**
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	**–**
Loan repayments	0600	–	–	–	–	–	–	–	–	**–**
Trade Creditors	0700	1 235	288	1 588	1 327	3 287	1 137	5 865	58 645	**73 371**
Auditor General	0800	–	708	–	(893)	–	401	492	–	**708**
Other	0900	–	–	–	–	–	–	–	–	**–**
Medical Aid deductions	0950	–	–	–	–	–	–	–	–	**–**
Total By Customer Type	**1000**	**644**	**4 893**	**6 814**	**5 458**	**2 697**	**357**	**17 383**	**68 870**	**107 117**

Payment Arrangements with Key Suppliers

The municipality has entered formal payment arrangements with the following service providers to manage outstanding obligations:

- **Eskom – Bulk Electricity Supply**

  A payment arrangement is in place and currently up to date. However, maintaining the monthly current account balance through timely payments remains a challenge. Despite these challenges, partial payments are made consistently each month to reduce arrears. The municipality anticipates settling outstanding amounts upon receipt of the equitable share allocation.

- **Department of Water and Sanitation (DWS) – Bulk Water Supply**

  A participation letter confirming the municipality's inclusion in the DWS debt relief programme was received in July 2025, marking the commencement of the agreement. Payments for the July and August 2025 invoices have been made in full. The invoice for September 2025 remains outstanding and is due by 30 October 2025.

- **South African Local Government Association (SALGA)**

  A payment agreement has been entered into for a period of 10 months during the reporting period, with a monthly instalment of R284 thousand. The municipality is currently honouring this arrangement in line with the agreed-upon terms.

Withdrawals from municipal bank accounts

Table below reflects withdrawals made by the municipality in adherence to section 11(e) of the MFMA. An amount of R2,5 million was paid to the Department of Transport which was received by the municipality on their behalf.

BANK ACCOUNT WITHDRAWALS NOT IN TERMS OF AN APPROVED BUDGET

national treasury

Municipal Finance Management Act, section 11(4)

Consolidated Quarterly Report for period 01/07/2025 to 31/09/2025

D

Date	Payee	Amount in R'000	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
31-Jul-25	Department of Transport	942 372,38	sec 11(e) - Transfers made to the Department of Transport and Public Works for motor registration costs which have been collected on behalf of the DoT	Mrs O Kona
30-Aug-25	Department of Transport	841 883,64	sec 11(e) - Transfers made to the Department of Transport and Public Works for motor registration costs which have been collected on behalf of the DoT	Mrs O Kona
2025/09/31	Department of Transport	813 134,83	sec 11(e) - Transfers made to the Department of Transport and Public Works for motor registration costs which have been collected on behalf of the DoT	Mrs O Kona

Part 4 - In Year budget statement tables

Budget Statement Summary

The table below provides a high-level summation of the municipality's operating and capital budget, actuals to date, financial position and cash flow

EC106 Sundays River Valley - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2024/25	Budget Year 2025/26							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	57 370	54 224	–	4 142	19 908	13 556	6 352	47%	54 224
Service charges	67 209	67 864	–	17 573	24 929	16 966	7 963	47%	67 864
Investment revenue	1 853	1 933	–	214	523	483	40	8%	1 933
Transfers and subsidies - Operational	127 144	131 586	–	499	52 295	32 896	19 398	0	131 586
Other own revenue	29 366	28 601	–	4 826	7 812	7 150	662	9%	28 601
Total Revenue (excluding capital transfers and contributions)	**282 942**	**284 208**	**–**	**27 253**	**105 468**	**71 052**	**34 416**	**48%**	**284 208**
Employee costs	119 384	120 371	–	8 922	26 747	30 093	(3 346)	-11%	120 371
Remuneration of Councillors	8 035	8 377	–	660	1 965	2 094	(129)	-6%	8 377
Depreciation and amortisation	40 048	19 821	–	–	–	4 955	(4 955)	-100%	19 821
Interest	10 174	1 592	–	2 999	4 740	398	4 342	1091%	1 592
Inventory consumed and bulk purchases	49 968	42 881	–	6 713	12 907	10 720	2 186	20%	42 881
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	25 164	87 747	–	8 536	20 131	21 937	(1 806)	-8%	87 747
Total Expenditure	**252 773**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5%**	**280 789**
Surplus/(Deficit)	**30 169**	**3 419**	**–**	**(579)**	**38 978**	**855**	**38 123**	**4460%**	**3 419**
Transfers and subsidies - capital (monetary	66 264	51 211	–	7 515	12 758	12 803	(44)	-0%	51 211
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**279%**	**54 630**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**279%**	**54 630**
Capital expenditure & funds sources									
Capital expenditure	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Capital transfers recognised	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	–	–	–	–	–	–		–
Total sources of capital funds	**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Financial position									
Total current assets	108 311	77 515	–		169 907				77 515
Total non current assets	988 988	949 264	–		927 813				949 264
Total current liabilities	202 256	162 068	–		224 518				162 068
Total non current liabilities	27 107	54 309	–		21 855				54 309
Community wealth/Equity	**794 315**	**847 304**	**–**		**824 578**				**847 304**

Financial Performance (standard classification)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

EC106 Sundays River Valley - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Revenue - Functional										
Governance and administration		**116 545**	**110 399**	**–**	**6 013**	**40 263**	**27 600**	12 663	46%	**110 399**
Executive and council		13 436	13 219	–	–	5 508	3 305	2 203	67%	13 219
Finance and administration		103 109	97 181	–	6 013	34 755	24 295	10 460	43%	97 181
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**7 272**	**13 926**	**–**	**391**	**1 107**	**3 482**	(2 374)	-68%	**13 926**
Community and social services		1 962	2 152	–	15	53	538	(485)	-90%	2 152
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		5 310	11 774	–	377	1 054	2 943	(1 890)	-64%	11 774
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**39 077**	**16 789**	**–**	**4 295**	**9 538**	**4 197**	5 341	127%	**16 789**
Planning and development		39 077	6 060	–	4 295	9 538	1 515	8 023	530%	6 060
Road transport		–	10 729	–	–	–	2 682	(2 682)	-100%	10 729
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**185 358**	**194 305**	**–**	**24 069**	**67 318**	**48 576**	**18 741**	39%	**194 305**
Energy sources		65 331	78 758	–	16 040	29 446	19 689	9 757	50%	78 758
Water management		76 863	63 636	–	6 073	16 241	15 909	332	2%	63 636
Waste water management		15 297	22 028	–	646	9 361	5 507	3 854	70%	22 028
Waste management		27 867	29 883	–	1 311	12 270	7 471	4 799	64%	29 883
Other	4	**954**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
Total Revenue - Functional	2	**349 206**	**335 420**	**–**	**34 768**	**118 226**	**83 855**	**34 371**	**41%**	**335 420**
Expenditure - Functional										
Governance and administration		**72 902**	**87 028**	**–**	**11 477**	**27 066**	**21 757**	5 309	24%	**87 028**
Executive and council		31 054	24 965	–	1 742	6 429	6 241	187	3%	24 965
Finance and administration		41 847	62 063	–	9 735	20 629	15 516	5 113	33%	62 063
Internal audit		–	–	–	–	9	–	9	#DIV/0!	–
Community and public safety		**47 407**	**45 029**	**–**	**4 743**	**11 416**	**11 257**	159	1%	**45 029**
Community and social services		30 186	25 430	–	3 325	7 449	6 357	1 091	17%	25 430
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		15 286	17 449	–	1 249	3 476	4 362	(887)	-20%	17 449
Housing		1 936	2 150	–	170	492	538	(46)	-9%	2 150
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**23 979**	**14 890**	**–**	**623**	**1 851**	**3 722**	(1 872)	-50%	**14 890**
Planning and development		6 049	6 244	–	459	1 308	1 561	(252)	-16%	6 244
Road transport		17 930	8 646	–	164	542	2 161	(1 619)	-75%	8 646
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**112 198**	**133 653**	**–**	**10 969**	**26 099**	**33 413**	**(7 314)**	-22%	**133 653**
Energy sources		57 483	61 827	–	6 864	14 813	15 457	(644)	-4%	61 827
Water management		34 571	42 124	–	3 043	7 118	10 531	(3 413)	-32%	42 124
Waste water management		15 462	15 890	–	599	2 882	3 973	(1 091)	-27%	15 890
Waste management		4 683	13 812	–	463	1 286	3 453	(2 167)	-63%	13 812
Other		**211**	**190**	**–**	**19**	**58**	**47**	**10**	**22%**	**190**
Total Expenditure - Functional	3	**256 697**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5%**	**280 789**
Surplus/ (Deficit) for the year		**92 510**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**2,78812789**	**54 630**

Financial Performance (revenue & expenditure by municipal vote)

The table below shows the budgeted financial performance in relation to the revenue and expenditure by vote as well as the operating surplus or deficit.

EC106 Sundays River Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - Executive AND Council (10: IE)		13 436	13 219	–	–	1 265	3 305	(2 040)	-61,7%	13 219
Vote 2 - CORPORATE SERVICES (11: IE)		10 288	9 775	–	–	3 950	2 444	1 506	61,6%	9 775
Vote 3 - FINANCE (12: IE)		92 820	87 406	–	6 013	35 049	21 851	13 197	60,4%	87 406
Vote 4 - Community Services (13: IE)		36 093	43 809	–	1 702	13 377	10 952	2 425	22,1%	43 809
Vote 5 - Technical Services (14: IE)		196 568	181 211	–	27 053	64 586	45 303	19 283	42,6%	181 211
		–	–	–	–	–	–	–		–
		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**349 206**	**335 420**	**–**	**34 768**	**118 226**	**83 855**	**34 371**	**41,0%**	**335 420**
Expenditure by Vote	1									
Vote 1 - Executive AND Council (10: IE)		32 306	26 295	–	1 931	6 974	6 574	400	6,1%	26 295
Vote 2 - CORPORATE SERVICES (11: IE)		32 313	24 012	–	3 298	7 259	6 003	1 256	20,9%	24 012
Vote 3 - FINANCE (12: IE)		9 534	38 051	–	6 437	13 370	9 513	3 857	40,5%	38 051
Vote 4 - Community Services (13: IE)		50 365	56 880	–	5 055	12 268	14 220	(1 952)	-13,7%	56 880
Vote 5 - Technical Services (14: IE)		132 179	135 552	–	11 110	26 619	33 888	(7 269)	-21,5%	135 552
		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**256 697**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5,3%**	**280 789**
Surplus/ (Deficit) for the year	2	**92 510**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**278,8%**	**54 630**

Financial Performance (revenue & expenditure)

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type

EC106 Sundays River Valley - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		32 197	36 271	–	15 378	15 856	9 068	6 788	75%	36 271
Service charges - Water		21 893	21 025	–	1 372	2 630	5 256	(2 626)	-50%	21 025
Service charges - Waste Water Management		4 148	3 380	–	289	3 879	845	3 034	359%	3 380
Service charges - Waste management		8 972	7 188	–	533	2 564	1 797	767	43%	7 188
Sale of Goods and Rendering of Services		281	271	–	15	60	68	(8)	-11%	271
Agency services		1 926	2 112	–	154	473	528	(55)	-10%	2 112
Interest								–		
Interest earned from Receivables		15 326	13 828	–	2 780	4 157	3 457	700	20%	13 828
Interest from Current and Non Current Assets		1 853	1 933	–	214	523	483	40	8%	1 933
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		211	359	–	5	23	90	(67)	-74%	359
Licence and permits		1 560	1 623	–	221	575	406	169	42%	1 623
Special rating levies		185	186	–	14	57	47	11	23%	186
Operational Revenue								–		
Non-Exchange Revenue								–		
Property rates		57 370	54 224	–	4 142	19 908	13 556	6 352	47%	54 224
Surcharges and Taxes								–		
Fines, penalties and forfeits		150	1 500	–	1	1	375	(374)	-100%	1 500
Licence and permits		268	328	–	1	5	82	(77)	-94%	328
Transfers and subsidies - Operational		127 144	131 586	–	499	52 295	32 896	19 398	59%	131 586
Interest		9 459	8 393	–	1 634	2 461	2 098	362	17%	8 393
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets								–		
Other Gains								–		
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		**282 942**	**284 208**	**–**	**27 253**	**105 468**	**71 052**	**34 416**	**48%**	**284 208**
Expenditure By Type										
Employee related costs		119 384	120 371	–	8 922	26 747	30 093	(3 346)	-11%	120 371
Remuneration of councillors		8 035	8 377	–	660	1 965	2 094	(129)	-6%	8 377
Bulk purchases - electricity		35 412	32 514	–	5 329	10 225	8 129	2 097	26%	32 514
Inventory consumed		14 556	10 367	–	1 384	2 682	2 592	90	3%	10 367
Debt impairment		(38 229)	18 680	–	–	–	4 670	(4 670)	-100%	18 680
Depreciation and amortisation		40 048	19 821	–	–	–	4 955	(4 955)	-100%	19 821
Interest		10 174	1 592	–	2 999	4 740	398	4 342	1091%	1 592
Contracted services		41 915	34 366	–	3 868	10 556	8 592	1 965	23%	34 366
Transfers and subsidies								–		
Irrecoverable debts written off		1 475	–	–	–	–	–	–		–
Operational costs		15 371	34 700	–	4 668	9 574	8 675	899	10%	34 700
Losses on Disposal of Assets		5 614	–	–	–	–	–	–		–
Other Losses		(982)	–	–	–	–	–	–		–
Total Expenditure		**252 773**	**280 789**	**–**	**27 831**	**66 490**	**70 197**	**(3 708)**	**-5%**	**280 789**
Surplus/(Deficit)		**30 169**	**3 419**	**–**	**(579)**	**38 978**	**855**	**38 123**	**0**	**3 419**
Transfers and subsidies - capital (monetary allocations)		66 264	51 211	–	7 515	12 758	12 803	(44)	(0)	51 211
Transfers and subsidies - capital (in-kind)								–		
Surplus/(Deficit) after capital transfers & contributions		**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**0**	**54 630**
Income Tax								–		
Surplus/(Deficit) after income tax		**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**0**	**54 630**
Share of Surplus/Deficit attributable to Joint Venture								–		
Share of Surplus/Deficit attributable to Minorities								–		
Surplus/(Deficit) attributable to municipality		**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	38 079	0	**54 630**
Share of Surplus/Deficit attributable to Associate								–		
Intercompany/Parent subsidiary transactions								–		
Surplus/ (Deficit) for the year		**96 433**	**54 630**	**–**	**6 937**	**51 737**	**13 658**	**38 079**	**0**	**54 630**

Capital Expenditure

The table below reflects the municipality's capital programme in relation to Capital expenditure by municipal vote; capital expenditure by standard classification and funding source required to fund the capital budget.

EC106 Sundays River Valley - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter

Vote Description	Ref	2024/25	Budget Year 2025/26							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 6 - Technical Services (14: CAPEX)		–	–	–	–	–	–	–		–
Vote 7 - Executive AND Council (30: CAPEX)		81	348	–	–	103	87	16	18%	348
Vote 8 - Community Services (36: CAPEX)		16 250	4 246	–	2 049	3 553	1 062	2 491	235%	4 246
Vote 9 - Technical Services (38: CAPEX)		56 164	41 766	–	4 486	32 459	10 442	22 017	211%	41 766
Vote 10 - Finance (39: CAPEX)		(2)	957	–	–	–	239	(239)	-100%	957
Vote 11 - Corporate Services (40: CAPEX)		271	826	–	0	297	207	91	44%	826
		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	72 764	48 143	–	6 535	36 412	12 036	**24 376**	**203%**	48 143
Total Capital Expenditure		**72 764**	**48 143**	**–**	**6 535**	**36 412**	**12 036**	**24 376**	**203%**	**48 143**
Capital Expenditure - Functional Classification										
Governance and administration		**351**	**2 530**	**–**	**0**	**400**	**633**	(233)	-37%	**2 530**
Executive and council		81	748	–	–	103	187	(84)	-45%	748
Finance and administration		269	1 783	–	0	297	446	(148)	-33%	1 783
Internal audit								–		
Community and public safety		**16 250**	**3 846**	**–**	**2 049**	**3 553**	**962**	2 591	270%	**3 846**
Community and social services		16 250	3 696	–	2 049	3 553	924	2 629	284%	3 696
Sport and recreation								–		
Public safety		–	150	–	–	–	38	(38)	-100%	150
Housing								–		
Health								–		
Economic and environmental services		**7 701**	**12 978**	**–**	**–**	**1 678**	**3 245**	(1 567)	-48%	**12 978**
Planning and development								–		
Road transport		7 701	12 978	–	–	1 678	3 245	(1 567)	-48%	12 978
Environmental protection								–		
Trading services		**48 463**	**28 788**	**–**	**4 486**	**30 781**	**7 197**	23 584	328%	**28 788**
Energy sources		5 794	9 805	–	397	397	2 451	(2 054)	-84%	9 805
Water management		–	1 739	–	–	–	435	(435)	-100%	1 739
Waste water management		42 669	17 244	–	4 089	30 384	4 311	26 073	605%	17 244
Waste management								–		
Other								–		
Total Capital Expenditure - Functional Classification	3	**72 764**	**48 143**	**–**	**6 535**	**36 412**	**12 036**	**24 376**	**203%**	**48 143**
Funded by:										
National Government		72 267	44 582	–	6 535	35 783	11 146	24 638	221%	44 582
Provincial Government								–		
District Municipality		–	100	–	–	–	25	(25)	-100%	100
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)								–		
Transfers recognised - capital		**72 267**	**44 682**	**–**	**6 535**	**35 783**	**11 171**	**24 613**	**220%**	**44 682**
Borrowing	6							–		
Internally generated funds		497	3 411	–	0	628	853	(225)	-26%	3 411
Total Capital Funding		**72 764**	**48 093**	**–**	**6 535**	**36 412**	**12 023**	**24 388**	**203%**	**48 093**

It should be noted that a discrepancy exists in the year-to-date actuals reflected in the capital expenditure table above and the table in Part 2 of the report. The report currently indicates capital acquisitions amounting to R36.4 million, whereas the accurate year-to-date expenditure is R11.3 million. This variance is due to the inclusion of prior-year capital acquisitions that were not correctly rolled forward into the current year's opening balance accounts. The necessary adjustments are being reviewed to ensure alignment with actual expenditure and accurate financial reporting.

Financial Position

The table below reflects the performance to date in relation to the financial position of the municipality.

EC106 Sundays River Valley - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2024/25	Budget Year 2025/26			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		9 184	23 890	–	37 273	23 890
Trade and other receivables from exchange transactions		79 266	21 105	–	103 560	21 105
Receivables from non-exchange transactions		43 442	7 211	–	52 362	7 211
Current portion of non-current receivables						
Inventory		(56 544)	309	–	(56 428)	309
VAT		31 700	24 964	–	31 893	24 964
Other current assets		1 263	36	–	1 247	36
Total current assets		**108 311**	**77 515**	**–**	**169 907**	**77 515**
Non current assets						
Investments						
Investment property		111 093	40 205	–	111 093	40 205
Property, plant and equipment		877 138	908 737	–	815 963	908 737
Biological assets						
Living and non-living resources						
Heritage assets		322	322	–	322	322
Intangible assets		435	–	–	435	–
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		**988 988**	**949 264**	**–**	**927 813**	**949 264**
TOTAL ASSETS		**1 097 299**	**1 026 780**	**–**	**1 097 720**	**1 026 780**
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		–	–	–	(161)	–
Consumer deposits		79	84	–	79	84
Trade and other payables from exchange transactions		166 266	126 956	–	169 568	126 956
Trade and other payables from non-exchange transactions		205	0	–	14 704	0
Provision		4 143	10 298	–	4 174	10 298
VAT		30 727	24 438	–	35 350	24 438
Other current liabilities		836	290	–	805	290
Total current liabilities		**202 256**	**162 068**	**–**	**224 518**	**162 068**
Non current liabilities						
Financial liabilities						
Provision		15 057	47 598	–	9 805	47 598
Long term portion of trade payables						
Other non-current liabilities		12 050	6 711	–	12 050	6 711
Total non current liabilities		**27 107**	**54 309**	**–**	**21 855**	**54 309**
TOTAL LIABILITIES		**229 362**	**216 377**	**–**	**246 373**	**216 377**
NET ASSETS	2	**867 937**	**810 403**	**–**	**851 346**	**810 403**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		782 265	847 304	–	824 578	847 304
Reserves and funds						
Other		12 050	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**794 315**	**847 304**	**–**	**824 578**	**847 304**

Staff Benefits

In compliance with Section 66 of the Municipal Finance Management Act (MFMA), which requires that the Accounting Officer reports to Council on all expenditure incurred on staff salaries, wages, allowances, and benefits:

The municipality's employee-related costs for the month of September 2025 amounted to R8.9 million. The year-to-date (YTD) actual expenditure totals R26.7 million, compared to the YTD budget of R30 million, resulting in a favourable variance of R3.3 million.

EMPLOYEE RELATED COST					
STAFF BENEFITTS					
Description	**Budget 2025/26**	**Monthly actual - Sept**	**YearTD actual**	**YearTD budget**	**YTD variance**
R thousands					
Other Municipal Saff					
Basic Salaries and Wages	71 250 983	5 613 589	16 838 491	17 812 746	974 255
Pension fund and UIF Contributions	12 979 647	1 032 055	3 115 971	3 244 912	128 941
Medical Aid Contributions	5 563 917	418 723	1 269 116	1 390 979	121 863
Overtime	3 454 332	281 686	1 171 478	863 583	- 307 895
Annual Bonus	8 343 884	40 440	40 440	2 085 971	2 045 531
Motor Vehicle Allowance	7 925 922	553 915	1 668 505	1 981 481	312 976
Cellphone Allowance	1 131 333	103 203	262 784	282 833	20 049
Housing Allowance	678 453	47 307	141 922	169 613	27 691
Other Benefits and Allowances	2 317 551	254 674	633 951	579 388	- 54 563
Long Service Awards	-		-	-	-
Leave Gratuity	474 458	125 524	168 324	118 615	- 49 709
Acting and post related allowance	-	32 113	77 704	-	- 77 704
Sub-total Other Municipal Staff	**114 120 480**	**8 503 228**	**25 388 684**	**28 530 120**	**3 141 436**
Senior Managers of the Municipality					
Basic Salaries and Wages	5 108 261	317 075	1 034 850	1 277 065	242 215
Pension fund and UIF Contributions	10 945	708	2 303	2 736	434
Motor Vehicle Allowance	764 230	61 831	195 493	191 058	- 4 435
Cellphone Allowance	123 600	8 098	26 098	30 900	4 802
Housing Allowance	197 760	16 000	50 000	49 440	- 560
Other Benefits and Allowances	735	48	155	184	28
Scarcity	44 810	15 292	49 500	11 203	- 38 298
Sub-total Senior Managers	**6 250 341**	**419 052**	**1 358 399**	**1 562 585**	**204 186**
Total Employee Cost	**120 370 821**	**8 922 280**	**26 747 083**	**30 092 705**	**3 345 622**

Remuneration of Councillors					
Description	**Budget 2025/26**	**Monthly actual - Sept**	**YearTD actual**	**YearTD budget**	**YTD variance**
R thousands	R	R	R	R	R
Basic Salary	6 987 032	539 424	1 618 273	1 746 758	128 485
Cellphone Allowance	709 190	65 509	180 709	177 298	- 3 412
Housing Allowance	309 000	25 000	75 000	77 250	2 250
Office Bearer Allowance	62 689	5 072	15 216	15 672	456
Out of pocket expenses	-	277	831	-	- 831
Travelling allowance	309 000	25 000	75 000	77 250	2 250
			-		
	8 376 911	**660 283**	**1 965 030**	**2 094 228**	**129 198**

The remuneration of councillors for the month of September 2025 amounted to R660 thousand. The year-to-date (YTD) actual expenditure stands at R1.2 million, compared to the YTD budget of R2 million, resulting in a positive variance of R668 thousand.

This variance is attributed to timing differences in the upper limits determination but will be monitored to ensure alignment.

PART 5 -SUPPLY CHAIN MANAGEMENT

PURPOSE OF THIS REPORT

The purpose of this report is to inform the Council on the implementation of the Supply Chain Management Policy of the municipality for the above outlined period.

BACKGROUND

In terms of the Supply Chain Management Policy, the Council must maintain oversight over the implementation of the policy to ensure that the accounting officer implements all supply chain activities in accordance therewith.

LEGISLATIVE FRAMEWORK

Section 6(3) MFMA Supply Chain Regulations.

PROGRESS AND COMPLIANCE

Progress

The supply chain processes have been examined to make sure that the authorized Supply Chain Management (SCM) Policy is followed in terms of controls and task segregation.

A new BSC checklist has been developed to address identified gaps, ensuring that bid documents meet all requirements and that bids are advertised within the appropriate timeframes.

SCM Unit also ensured that user department make use of Financial System to capture their requisitions. This measure is essential to ensure effective tracking and accountability of all transactions.

Compliance

Supplier Database

The municipality complies with the requirements of CSD as stipulated in the MFMA circular number 81. Suppliers which are utilised are being verified their registration with CSD. The municipal database is also updated on ad hoc bases.

Procurement Plan

The objective of the procurement plan is to assist with the planning for the procurement of goods, services or infrastructure projects in a proactive manner and to move away from merely reacting to purchasing requests. MFMA Circular 62 requires municipalities to develop a procurement plan for all procurement needs in excess R200, 000. The Procurement plan for the financial year 2025/2026 was approved by the Accounting Officer.

SRVM is still having a challenged following the approved procurement plan, user departments procure items and services that are not part of the procurement plan.

Functioning of SCM Unit

- ***Declaration of Interest by SCM personnel***

Declaration of Interest for 2025/26 financial year was signed by SCM personnel.

Bid Committees

Bid Committees are still formulated in accordance with the standard for infrastructure procurement delivery (SIPDM) and are operating efficiently. The municipal bid committees comprise the following:

- **Bid Specification Committee**
- **Bid Evaluation Committee**
- **Bid Adjudication Committee**

The committees are entrusted with the responsibility to ensure that the municipal procurement system is done in accordance with the s217 of the South African Constitution and s112 of the MFMA.

The bid committee workshop was conducted by Provincial Treasury on the 21st and 22nd of July 2025 for all appointed bid committee members. This was to ensure that all officials appointed to serve in bid committees have received training before they sit for the meetings.

Performance of committees in general

The Bid committees' meetings sit on scheduled days.

CONTRACTS MANAGEMENT

Contract Management is the function within Supply Chain Management Unit that deals with all the administrative tasks pertaining to the management of the contracts procured through Supply Chain Management processes.

Contracts Register

All approved contracts awarded through SCM processes are registered in the Contract Management Register to monitor expenditure and contract ends dates in order to commence with procurement strategy on time.

Supplier Performance

Section 116(2) of Local Government: Municipal Finance Management Act(No.56 of 2003) provides as follows:

The accounting officer of a municipality must-

(a) take all reasonable steps to ensure that a contract or agreement procured through the supply chain management policy of the municipality is properly enforced;

(b) monitor on a monthly basis the performance of the contractor under the contract or agreement;

(c) establish capacity in the administration of the municipality-

(i) to assist the accounting officer in out the duties set out in (a) and (b); and

(ii) to oversee the day-to-day management of the contract or agreement; and

(d) regularly report to the council of the municipality, as may be appropriate, on the management of the contract or agreement and the performance of the contractor.

The user departments are responsible for managing contracts in their respective departments in terms of the specifications and conditions contained in the approved contracts,and on a monthly basis report to SCM on the performance of their service providers.

The table below provides a summary of the suppliers' performance assessment:

AUGUST 2025

BID NAME	BIDDER	Tender No	REASON	STATUS
Supply & Delivery of Civil Structure Material to fix damaged infrastructure	Vikipath (Pty) Ltd	SRVM RFQ 24/2025	Non delivery of goods	Cancelled
Supply and Delivery of Roads and Stormwater PPE	Vikipath (Pty) Ltd	SRVM RFQ 26/2025	Non delivery of goods	Cancelled

SEPTEMBER 2025

BID NAME	BIDDER	Tender No	REASON	STATUS
SUPPLY AND INSTALLATION OF 11 KV COMBINED CT-PT UNITS POLE TRANSFORMER	Ntaka Obusi (Pty) Ltd	SRVM-RFQ 01/2026	Service provider withdrew due to incorrect transformer quotation.They were the only bidder that submitted the quote.	Cancelled

Mamadi and Company SA (PTY LTD was appointed for Professional Services-Environmental Impact Assessment. SCM has put the invoices for this company on hold due non-compliant status on Central Supplier Database. Payments will be processed once this matter has been resolved.

Status of Pending tenders for the 1st Quarter of 2025/26

BID NAME	Tender No	ADVERTISING DATE	STATUS
AUGUMANTATION OF THE WATER RETICULATION NETWORK IN PATERSON	RFQ 008 SRVM 04/2024	30/05/2025	Award Stage
REPLACEMENT OF LIGHTING RETROFITS ON HIGH MAST LIGHTS, STREETLIGHTS, MUNICIPAL OFFICES, AND SPORTS FIELDS	RFQ 006 SRVM 04/2024	30/05/2025	Award Stage
MANAGEMENT OF SHORT-TERM INSURANCE PORTFOLIO	SRVM 014/2025	10/06/2025	Award Stage
SUPPLY AND DELIVERY OF 860 000 PLASTIC BAGS FOR REFUSE REMOVAL	SRVM 12/2025	02/06/2025	Award Stage
CONSTRUCTION OF ROADS AND STORMWATER IN PATERSON PHASE 1	SRVM 013/2025	13/06/2025	Award Stage
SUPPLY, DELIVERY AND INSTALLATION OF NEW CABLES FOR ISABEL, McDONALDS AND JOHN STREET	RFQ 009 SRVM 04/2025	30/05/2025	Specification Stage
ACCOMMODATION OF 4 BASIC TRAFFIC COURSE LEARNERS FOR A PERIOD OF 207 DAYS	SRVM 001/2026	2025/08/20	Evaluation Stage
SUPPLY AND DELIVERY OF NETWORK CABLE INSTALLATION FOR TRAFFIC STATION	SRVM 002/2026	2025/09/19	Advert Stage
SUPPLY AND ERECTION OF WELDED WIRE MESH FENCING AT THE BERGSIG COMMUNITY HALL	SRVM 005/2026	-	Specification Stage

SUPPLY, DELIVERY AND INSTALLATION OF SLOPING FLAT TRUSSES AND IBR SHEETS T0.4mm LIGHT GAL SHEETING	SRVM 006/2026	-	Specification Stage
SUPPLY AND DELIVERY OF PERSONAL PROTECTIVE EQUIPMENT FOR FIRE FIGHTERS	SRVM 007/2026	-	Specification Stage
SUPPLY AND DELIVERY OF ROADS REPAIR MATERIAL FOR POTHOLE PATCHING	SRVM-RFQ 03/2026	2025/08/27	Re-Advertisement Stage
SUPPLY AND DELIVERY OF SMALL TOOLS AND MATERIAL EPWP	SRVM-RFQ 05/2026	2025/09/04	Award Stage
SUPPLY AND INSTALL 6 NEW BULK ANALOG ELECTRICITY METER	SRVM-RFQ 07/2026	2025/09/15	Award Stage
SUPPLY AND INSTALLATION OF 250M DIAMOND MESH FENCE WITH FLAT STRAP RAZOR WIRE FOR BERSIG CEMETERY EXTENSION	SRVM-RFQ 09/2026	2025/10/01	Advert Stage

CONTRACT AWARDS FOR THE 1st QUARTER OF 2025/26

Total contracts awarded during the 1st Quarter amount to **R 2 306 564,45**

The table on the next page reflects contracts awarded during the 1st quarter of 2025/26.

BID NAME	BIDDER	Tender No	TENDER AMOUNT	APPOINTMENT DATE	Duration
Supply, delivery & erect of clear view fencing materials & miscellanies	Sisiba projects (pty) ltd	SRVM RFQ-30/2025	R195 327.50	2025/07/01	30 Days
Supply and delivery of stationery	Lefuwa business enterprise (pty) ltd	SRVM-RFQ 35/2025	R99 491.00	2025/07/09	30 Days
Supply and delivery of 4x LDV bakkies for SRVM	Sky metro equipment (pty) ltd	SRVM 11/2025	R1 604 490.00	2025/07/22	30 Days

Appointment the service provider to perform vetting of employees' qualifications	Ngubane Gourley and Associates (Pty) Ltd	SRVM RFQ-32/2025B	R195 840.00	01/08/2025	60 days
Cleaning and Disinfection of Reservoirs at Ceasers Dam	Ifeziwe Holding (Pty) Ltd	SRVM-RFQ 02/2026B	R79 000,00	02/09/2025	30 days
Supply and Delivery of Machinery	Memotek Trading CC	SRVM-RFQ 04/2026	R132 415,95	26/09/2025	30 days

Deviations

All procurement processes are currently met for the thresholds and deviations are approved where necessary in terms of the following:

- According to the Municipal Supply Chain Management Regulation paragraph 36, municipalities must disclose all deviations to Council. The categories for deviations to supply chain management process are:

- In an emergency

- If such goods or services are produced or available from a single provider only;

- For the acquisition of special works of art or historic objects where specifications are difficult to compile

- Acquisitions of animals for zoos;

- In any other exceptional case where it is impractical or impossible to follow the official procurement process

It should be noted that, SCM advises Councillors and officials to bear in mind that SCM processes need to be always followed therefore they need to develop a way of reporting issues within their area.

Approved deviations for the 1st Quarter of 2025/26 amount to **R 2 858 378,15.**

The deviations are listed in the tables in the following pages.

Deviations for the month of July 2025

Supplier Name	Details	Deviation Type	R	Comments
Sidwell Projects and Services (Pty) Ltd	Transport for 4 Learners attending a course at PE Traffic College	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R4.500,00	Only one quattation was received for transport for four (4) learners attending a course at the PE Traffic College 06 June 2025. The email requests sent to the other service providers are attached to this paperwork. It is against this backgroup that I request your approval to use the service of Sidwell Project & Service as they are the only service provider that responded.
Bison Trucks (PE)	Call out fee for vehicle JYY164EC as it was stuck on the road.	Emergency	R6.267,62	JYY164EC stuck on the road at Addo while it was doing qater carting. We had to call mechanic to come and fix the truck because it could not start.
Correctional Services Recreation Club Kirkwood	Venue and catering for 21 people attending the Project Management training from 30 June 2025-04 July 2025.	Exceptional case and it is impractical or impossible to follow procurement processes.	R35.106,00	Two quotations were received for the request for venue and catering for 21 people atatending the project management training from 30/06/2025 until 04/07/2025 and the quotations received are above the threshold of R30 000. The official procurement process of advertising for 7 days cannot be followed as the venue is only needed for the specific dates.. The email request sent to the other service provider is attached to this paperwork. It is against this background that i request your approval to use services of Kirkwood Recreation Club as they are the cheapest service provider from the two that responded and to deviate from the official SCM process of advertising for 7 days.
Venter Tourism Group (Pty) Ltd	Venue for Council meeting on 27/06/2025 for 30 people at 09:00. Catering for Council meeting on 27/06/2025 for 30 people at 09:00.	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R13.200,00	Only Africanos Country Estate submitted a quotation for the venue and catering for 30 people attending a Council Meeting on 27 June 2025. The email responses from other service providers are attached to this paperwork. It is against this that I request your approval to use the services of Africanos Country Estate as they are the only service provider that submitted a quotation.
Barkhuizen Tyre Services CC	Tyres for Paterson truck KDD794EC	Emergency	R11.295,00	KDD794EC had an emergency where tyre had burst at Paterson on R336 road. Two tyres were cut and waiting for repairs for a quote and 1 more tyre exploaded while loading. We had to borrow old tyres from nearby farm for truck to drive. To the service provider, attached are photos of the truck.
Truckbodies (Pty) Ltd	Repairs of rear step supporting beams and brackets	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R9.257,50	JGH674EC Hino truck build by Hino only specification of compartment and chassis. The waste truck was modified to have waste removal Truckbodies was the sole manufacture of the waste compartment. The truck needs to be repaired by them with their sound knowledge of truch bodies.
Arena Holdings (Pty) Ltd	Advert of Annual Report	Sole Supplier	R8.114,40	Arena Holdings is the sole publisher of the Herald newspaper. Therefore, when the muncipality needs to advertise locally, it use the Herald newspaper as it covers the whole of Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert for Draft IDP & Draft Budget 2024/2025, Oversight Report on the 2023/2024 Annual Report.	Sole Supplier	R13.524,00	Arena Holdings is the sole publisher of the Herald newspaper. Therefore, when the muncipality needs to advertise locally, it use the Herald newspaper as it covers the whole of Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert for the PMU Manager to be published on the Daily Dispatch 9 June 2025	Sole Supplier	R21.735,00	Arena Holdings (Pty) Ltd is the sole publisher of the Daily Dispatch newspaper. The muncipality needed to advertise on the Daily Dispatch newspaper as it covers all the Eastern Cape. The Herald newspaper is only available for the Nelson Mandela Bay and surrounding areas.
Arena Holdings (Pty) Ltd	Advert for the IPD to be published on the Daily Dispatch newspaper on Monday, 9 June 2025	Sole Supplier	R27.772,50	Arena Holdings (Pty) Ltd is the sole publisher of the Daily Dispatch newspaper. The muncipality needed to advertise on the Daily Dispatch newspaper as it covers all the Eastern Cape. The Herald newspaper is only available for the Nelson Mandela Bay and surrounding areas.
Arena Holdings (Pty) Ltd	Advert for the IPD to be published on the Sundays Times newspaper on Sunday, 8 June 2025	Sole Supplier	R65.329,20	Arena Holdings (Pty) Ltd is the sole publisher of the Sunday Times newspaper. When the municipality wants to advertise nationally it uses the Sunday Times newspaper as it is the cheaper than the other national newspapers.

Actom (Pty) Ltd	Electrical materials for the emergency repairs of a burnt trasnformer bundle connection and fuses	Emergency	R43.825,12	There is an emergency repairs of transformer connections, fuse holders and bundle cable that must be replaced in order to restore power to Aqua park area the cause of these damages was the fire that occurred in the early hours of 09/07/2025.
Arena Holdings (Pty) Ltd	Notice to be published on the Herald newspaper on 21 March 2025	Sole Supplier	R25.185,00	Arena Holdings is the sole publisher of the Herald newspaper. Therefore, when the muncipality needs to advertise locally, it use the Herald newspaper as it covers the whole of Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert the Strategic Manager position to be published on the Daily Dispatch newspaper on 17 February 2025	Sole Supplier	R24.667,50	Arena Holdings (Pty) Ltd is the sole publisher of the Daily Dispatch newspaper. The muncipality needed to advertise on the Daily Dispatch newspaper as it covers all the Eastern Cape.
Correctional Services Recreation Club Kirkwood	Venue and catering for 21 people attending the Project Management training from 7 July 2025-11 July 2025.	Exceptional case and it is impractical or impossible to follow procurement processes.	R35.106,00	Two quotations were received for the request for venue and catering for 21 people attending the project management training from 07/07/2025 until 11/07/2025 and the quotations received are above the threshold of R30 000. The official procurement process of advertising for 7 days cannot be followed as the venue is only needed for the specific dates. The email request sent to the other service provider is attached to this paperwork. It is against this background that i request your approval to use the services of Kirkwood Recreation Club as they are the cheapest service provider from the two that respionded and to deviate from the official SCM process of advertising for 7 days.
Abilia Trading 75 CC	Tyre repairs for vehicle JYY167EC	Exceptional case and it is impractical or impossible to follow procurement processes.	R7.184,63	JYY167EC is a water tanker that supplies clean water to the communities around Nqweba. Their sole responsibility is service delivery of water consumption on comunities that does not have water. Water is source of life. The truck water pump failed and we unable to provide water, we source at local repairs to assist us in repairing the pump, locally there are no other places only in Mosel Bay 523km away it would be a wasteful expenditiure to acquire services far from SRVM. Truck was poorly constructed on tender of 2021.
Hotel Savoy (Pty) Ltd	Accommodation for Mr Klaas in Mthatha atatending Municipal Staff Regulations of 2021, check in 23/07/2025 and check out 25/07/2025	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R3.660,00	Only one quotation was received for the request for accommodation from 23/07/2025 until 25/07/2025. The other two service providers that were contacted were fully booked and the email responses are attached to this papaerwork as proof. It is against this background that i request your approval to use the services of Hotal Savoy and Confrence Centre as they are the only service provider that submitted a quotation.
The Institute of Internal Auditors-SA	Internal Audit Memebership Mr M Cakwebe	Sole Supplier	R3.694,38	The municipality needed to pay The Institute of Internal Audit for renewal of memebrship fee for Sundays River Valley Municipal Internal Auditors, and we diid not have much of a choice since they are the only regognize institution in South Africa for Internal Auditors working within government.
The Institute of Internal Auditors-SA	Internal Audit Memebership Mrs G Maxama	Sole Supplier	R3.694,38	The municipality needed to pay The Institute of Internal Audit for renewal of memebrship fee for Sundays River Valley Municipal Internal Auditors, and we diid not have much of a choice since they are the only regognize institution in South Africa for Internal Auditors working within government.
The Institute of Internal Auditors-SA	Internal Audit Memebership Mr S Nkuntayi	Sole Supplier	R3.694,37	The municipality needed to pay The Institute of Internal Audit for renewal of memebrship fee for Sundays River Valley Municipal Internal Auditors, and we diid not have much of a choice since they are the only regognize institution in South Africa for Internal Auditors working within government.
Arena Holdings (Pty) Ltd	Erratum comilation of municipal valuation roll	Sole Supplier	R14.200,20	The municipality needed to do erratum for compilation of valuation roll and Arena Holdings is the only service provider that does the publication on the entire district. The muncipality ommitted section B of thr functionality when creating the bid documentation. This needs to be corrected so that the scm process is transparent and fair to all.

CFAO Mobility t/a Algoa Toyota (Pty) Ltd	Repair of HTG 284 EC	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R3.007,72	HTG 284 EC vehicle bhilt by Toyota, the vehicle needs new starter at 204353km repairs. Toyota is the sole provider of toyota parts as they have better understanding of their products. Their parts have guarantees and legal requirements. It will have huge wasteful expenditure to go and look for 3 quotes, and the problem will persist because the third party does not have knowledge of that vehicle. This will result in wasteful expenditure.
Arena Holdings (Pty) Ltd	Tender Advert General Valuation Roll	Sole Supplier	R31.648,00	The municipality needed to publish General Valuation Roll and Arena Holdings is the only service provider that deals with publications in the entire district.
CFAO Mobility William Hunt PE (Pty) Ltd	Repairs of Vehicle KDD744EC	Sole Supplier	R19.911,19	KDD 794 EC is an ISUZU build truck, they have better knowledge and understanding of their manifactured products. Our KDD 794 EC needs King Pin repairs as it has failed wheel balancing (see attached). Failing to do this King Pin could results in catastrophic causes on drivers who are driving. Safety of the drivers is municipality responsibility. Kind pins are required to prevent loss of life.
Cirrectional Service Recreation Club Kirkwood	Venue anad catering for 40 officials attending the project mamagement training from 9until 13 june 2025	Expanded Public Works Programme (EPWP) learniship projects which have been identified and registred as such	R61.656,00	Three quoatations were received for the request for venue and catering for a week for 40 officials but they are all above the R30 000 threshold. The official procurement process to follow is to advertise for 7 days but it would be impractical to advertise as the accommodation is needed for the specified dates (9 until 13 June 2025. it is against this background that i request your approval to deviate from the normal SCM process of advertising for 7 days and use the services of Kirkwood Recreation Club as they are the cheapest service provider.
Cirrectional Service Recreation Club Kirkwood	Venue hire for 3 days catering for 75 people attending strategic workshop for 3 days.	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R49.279,00	Only one quotation was received for the for venue and catering for 75 people attending the Strategic Workshop from 04/06/2025 untill 06/06/2025 and the quoattion received is above the threshold of R30 000, The official procurement process of advertising for 7 days cannot be followed as the venue is only needed for the specific dates. The email responses from other service prividers is attched to this paperwork. It is against this background that i request your approval to use services of Kirkwood Recreation Club as they are the only service provider that responded and to deviate from the official scm process of advertising for 7 days.
Arena Holdings (Pty) Ltd	Advert for Construction of Roads & Stormwater in Paterson to be published on the Herald newspaper on 13 June 2025.	Sole Supplier	R27.048,00	Arena Holdings (Pty) Ltd is the sole publisher of the Herald newspaper. When the municipality needs to advertise locally it uses the Herald newspaper as it covers all the areas in the Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert for the PMU Manager to be published on the Herald newspaper 9 June 2025	Sole Supplier	R24.343,20	Arena Holdings (Pty) Ltd is the sole publisher of the Herald newspaper. When the municipality needs to advertise locally it uses the Herald newspaper as it covers all the areas in the Sundays River Valley.

Arena Holdings (Pty) Ltd	Tender Cancellation advert-Compilation of Municipal valuation roll	Sole Supplier	R6.762,00	Arena Holdings is the sole publisher of the Herald newspaper. Therefore, when the muncipality needs to advertise locally, it use the Herald newspaper as it covers the whole of Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert for the supply and delivery of black refuse bags to be published on the Herald newspaper on 02 June 2025	Sole Supplier	R26.335,00	Arena Holdings is the sole publisher of the Herald newspaper. Therefore, when the muncipality needs to advertise locally, it use the Herald newspaper as it covers the whole of Sundays River Valley.
Arena Holdings (Pty) Ltd	Advert for management of Insurance portfolio for 3 year period	Sole Supplier	R26.335,00	The muncipality needed to make an advertisement for Management of Insurance Portfolio for a period of 3 Years and Arena Holding is only service provider that does the publication, therefore we did not have have any other choice, biut to utilize Arena Holdings.
CFAO Mobility Hino Algoa PE	Payment for Hino Toyota for Routine service HVC 760 EC	Sole Supplier	R14.565,82	CFAO trading as Hino is the sole service provider for all Hino trucks, they have better knowledge of their products with technical and parts distribution to fit their vehicles. With truck been taken apart it would be difficult to take it somewhere else for quotation that could lead to wasteful expenditure. It woul be impossible to follow official procurement. The truck went Hino for routine annual service.
Billson Trucks (PE)	Payment for routine service for JYY 167 EC	Sole Supplier	R7.049,80	JYY 167 EC a Nissan product and all the components are under copy wright's clause. Nissan are manufacturing and service, repairs all their trucks according to their specification. To fit a pireated product will result into wasteful expenditure. The truck needs routine service at Nissan. to get 3 quotes it will be a wasteful expenditure.
Kelson Motors	Service and repairs of vehicle HXH 979 EC	Sole Supplier	R36.047,75	HXH 979 EC vehicle built by Chevrolet the vehicle needs major service and repairs. Chevrolet is the sole provider of chevrolet parts as they have better undersanding of their products. Their parts have guarantees and legal requirements. It will have huge wasteful expenditure to go and look for 3 quotes while parts are not guaranteed for longer usage.
Barloworld South Africa	New blades for municipal grader KBT 290 EC	Sole Supplier	R17.057,95	CAT trading Barloworld is the manufacture of TLB and Grader. Trhe service and the capabilities of their product. The grader and tlb uses transmission its not just an engine or gearbox the CAT people need to service their product. Our Grader neeeds blade to be purchased, and its only CAT can supply blade no one else catterpilaar made their product not be similar with our grader hence we can't fir any other product except CAT. we cannot get 3 quotes as this cause wastful expenditure.
			R732.059,23	

Deviations for the month of August 2025



No	Payment Date	Supplier Name	Details	Deviation Type	R	Comments
1	27-Aug-25	Inqweba Décor and Catering (Pty) Ltd	Hiring of 20 tables, table cloths and 30 chairs to used for Women and Youth in business workshop at Council Chamber on 14 August 2025	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R4.250,00	Only one quotation was recievd for the request for hiring of tables, white table cloths and chair covers for Business Sector workshop on 14 August 2025. The other service providers did not respond and the email requests are attached to this paperwork as proof. It is against this background that i request your appproval to use services of Inqweba Decor and Catering (Pty) Ltd as they are the only service provider that submitted a quotation.
2	6-Aug-25	Dagbreek Spar	Catering for 50 people for International Uteracy Day	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R3.803,41	Only one quotation was received fro the International Library Day on 7 August 2025. The other service providers did not respond and the email requests are attached to this papaerwork as proof. It is against this background that I request your approval to use the services of Dagbreek Spar as they are the only service provider gthat submitted a quotation.
3	6-Aug-25	Upper Room Guesthouse (Pty) Ltd	Accommodation fofr 2 Cogta officialsn Ms Boya and Ms Zonoatatending Risk Assessment Workshop in SRVM FOR 06/08/2025 and 07/08/2025	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R2.650,00	Only one quotation was received for accommodation for 1 night for 2 Cogta officials. The other service providers responded that they are fully booked and the email responses are attached to this paperwork as proof. It is against this background that I request your approval to use the services of Upper Room Guesthouse as they are the only service providers that submitted a quotation.
4	12-Aug-25	De Graaff Manor	Accommodation for 5 children sharing and 3 adults attaending International Literacy Day & Book Club Festival Eliminations	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R4.450,00	Two quotations were received for the request for accommodation for 8 people attending the International Literacy Day in Koukamma. The other services providers did not submit a quoattaion and the email request/reaponses are attcahed to this paperwork as proof. It is against this background that i request your approval to use the services of De Graaff Manor as they arae the cheapest service provider from the two that responded.
5	22-Aug-25	CFAO Mobility t/a Algoa Toyota	Repairs of Vehicles JNP 454 EC	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R12.985,63	JNP 454 EC vehicle built by Toyota the vehicle is failing the gears and clutch is failing to engage. Toyota is the sole provider as they have better understanding of theirn products. Their parts have guarantees and legal requirements. It will have huge wasteful expenditure to go and look for 3 quotes, and the problem will persist because the third party does not knowledge of that vehicle. This will result in wasteful expenditure, when it was opened fault was clutch repaired and gearbox be taken down.
6	22-Aug-25	Kelston Motor Group (pty) Lt	Services vehicle HXH 979 EC	Sole Provider	R3.256,21	HXH 979 EC vehicle built vy Chevrolet the vehicle needs service and repairs. Chavrolet is the sole provider parts as they have better understanding of their products. Their parts have guarantees and legal requirements. It will have huge wasteful expenditure to go and look for 3 quotes while parts are npt guaranteed for longer usage.
	22-Aug-25	Arena Holdings (Pty) Ltd	Advert for draft budget and draft IDP 2025/2026 to be published on the Herald newspaper on 02 July 2025	Sole Provider	R7.590,00	Arena Holdings (Pty) Ltd is the sole publisher of the Herald newspaper. When the municipality needs to advertise locally it uses the Herald newspaper as it covers all the areas in the Sundays River Valley.

19-Aug-25	Nelson Mandela University	3 days LED training for Councillors and Officials	Exceptional case and it is impractical or impossible to follow procurement processes.	R76.000,00	The training by NMU was presented at the IGR HELD AT srvm IN June 2025. A decision was taken for Cllrs and relevent officials to attend the LED training for 3 days.
29-Aug-25	Transport-Driving License Car	Drivers License card for July 2025	Sole Provider	R24.490,00	Drivers license card account is the sole supplier to print drivers license cards for the province. Please see the attached Government Gazette that relates to the payment of card production facility for production of drivers license cards that have been issued. It is a function we perform on behalf of Dept of transport
29-Aug-25	Correctional Services Recrea	Catering & Venue for 20 people attending project management training from 4 until 8 August 2025.	Exceptional case and it is impractical or impossible to follow procurement processes.	R33.656,00	Only one quotation was received for the request fro venue and catering for 20 people attending the project management training from 04/08/2025 until 08/08/2025 and the quotationns received it is above the threshold of R30 000. The official procurement process of advertising for 7 days cannot be followed as the venue is only needed for the specific dates. The email requests sent to the other service providers are attached to this paperwork. It is against this background that i request your approval to use services of Kirkwood Recreation Club as they are the only service provider that responded and to deviate from the official SCM process of advertising for 7 days.
29-Aug-25	Billson Trucks (PE)	Service and Repairs JYW 301 EC	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supoplier or service provider	R27.922,00	JYW 301 EC is the sewer truck needs repairs for rear tow lights. The vehicle is a special truck made to do work that is extraordinary and roadworthy is exempted. A special vehicle once is exempted and failure to follow RTMC the vehivle can be taken out znd will cost municipality a lot of money. Nissan built our truck with their expertise it is required to be followed. Nissan is sole service provider for Nissan they have better knowledge of their trucks.
27-Aug-25	Transport-Driving License Car	New cards orders-June 2025	Sole Provider	R22.278,00	Drivers license card account is the sole supplier to print drivers license cards for the province. Please see the attached Government Gazette that relates to the payment of card production facility for production of drivers license cards that have been issued. It is a function we perform on behalf of Dept of transport
6-Aug-25	SACOB-South African College of Business	Fees for Ms Madlavu at SACOB for AT	Exceptional case and it is impractical or impossible to follow procurement processes.	R37.699,00	SACOB is the only Institute trhat provides this course for accounting technicians and the course is specially designed for local government finance.
29-Aug-25	Pollution Control Services	Sewer disaster management at Loan tree farm, Valencia Nomathamsanqa line	Emergency	R1.450.000,00	Application for deviation from standard procurement procedures-emegency intervention for sewer spillages in Addo (Nomathamsanqa).
				R1.711.030,25	

Deviations for the month of September 2025



Supplier Name	Details	Deviation Type	R	Comments
Work Dynamic (Pty) Ltd	Competency Assessment for the position of Director: IDP for 3 Candidates	Exceptional case and it is impractical or impossible to follow the official procurement processes.	R 21.862,13	Work Dynamics has already done candidates vetting for the posiotion of Director: IPD. Competency Assessment is the continuation and the final stage of the service we require from them.
Billson Trucks (PE) (Pty) Ltd	Service and repairs of vehicle JYY 164 EC.	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R 31.276,07	JYY 164 EC had safety problem where a front spring was broken and damaged steps and water pipe. A sping can cause catastrophic results to the employees life. Water tanker carries 10 000 litres of water daily it can cause more damage than harm. UD is the sole service and repairs for Nissan trucks they have better knowledge and technical abilities for their trucks. It will be wasteful to be send to another service provider who has no knowledge of Nissan.
Correctional Services Recreational Club	Catering and Venue for 21 Officials for project management traing 11-15 August 2025	Exceptional case and it is impractical or impossible to follow the official procurement processes.	R 35.106,00	On the 30/07/2025 we received the request for venue hire and catering for 21 officials to attend project management from 11 to 15 August 2025. We have sourced the quotation from various services providers, only two companies managed to respond posively and both quotation are above the threshold of R30 000,00, however we could not advertise as required by scm regulations that anything above R30 000,00 should be treated as RFQ, therefore it was not possible to follow all the procurement process as RFQs are published for 7 days abd the trainiing takes place next week Monday. I have attached the responses from one services provider and the other one could not respond to email.
Total Computer Services (Pty)	License fees Traffic Management System 1 July 2025 to 30 June 2025 Traffic Fines	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R 78.861,89	We use the system of Total Computer Services to update, maintain and do repairs for traffic fines. We use the software of total computer services since 1 July 2019. The license fees include the Data Report System, Software maintenance, unlimited users support, remote support and offender tracking module.
Ulundi Hotel	Accommodation for two library officials in Engcobo. Check un: 7 Sept 2025. Checkout: 10 September 2025.	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R 8.700,00	Only one quotation was received for the request for accommodation for 2 library officials from 7/09/2025 until 10/09/2025. The other service providers that were contacted were fully booked and the email responses are attached to this paperwork as proof. It is against this background that i request your aprroval to use services of Ulundi Hotel as they are the only services provider that submitted of and have availability.
Upper Room Guest House	Accommodation for newly appointed Superintendent	Exceptional case and it is impractical or impossible to follow the official procurement processes.	R 37.360,00	Two quotations were receieved fro the request for accommodation for the newly appointed superintendent: Law Enforcement for one month (1/9/2025) and the quotations received are above the threshold of R30 00. The oficial procurement process of advertising for 7 days cannot be followed as the accommodation is only needed for the specific dates and the SCM office receieved the request on 29/9/2025. it is against this background that i request your approval tto use the services of Upper Room Guesthouse as they are the cheapest service provider from the two that responded and to deviate from the official procurement processes of advertising for 7 days.

4-Sep-25	Inqweba Décor and Catering (Pty) Ltd	Hiring of Tables, white table clothes and chair covers for Business Sector Workshop on 14 August 2025.	To ratify any minor breaches of the procurement processes by an official or committee acting in terms of delegated powers or duties which are purely of a technical nature.	R 4.250,00	Only one quotation was received for request for hiring of tables, white table clothes and chair covers for Business Sector Workshop om 14 August 2025. The other service providers did not respond and the email requests are attached to this paperwork as proof. It is against this background that i request your approval to use the services of Inqweba Decor and Catering (Pty) Ltd as they are the only service provider that submitted a quotation.
11-Sep-25	Inqweba Décor and Catering (Pty) Ltd	Hiring of Tables, white table clothes and chair covers.	Exceptional case and it is impractical or impossible to follow the official procurement processes.	R 4.600,00	On the 04/08/2025 I received a request from Mm office to source for quotation for decoration of risk assessment workshop that will be held at council chambers on the 06/08/2025 and 07/08/2025 which makes 2 days. I have sourced the quotations from various service providers and only one responded which is Inqweba Decor and Catering. I have attached proof of emails that i have sent all the services that did not respond. Therefore, it was not possible for the municipality to follow all procurement process, and we had to treat this matter as an exceptional case.
29-Sep-25	CFAO Mobility William Hunt PE	Service for Fire Truck HHW 516 EC	Sole Supplier	R 11.587,83	HHW 516 EC is an ISUZU product built by ISUZU with their specification on parts and service. The have sole manufacture of ISUZU cars and it will be waste to source or fit pirate parts on the truck. This can lead to damage of the ISUZU because the parts are not fitted correctly. This will cause wasteful expenditure as ISUZU they have better understanding of the parts.
18-Sep-25	Sholine Projects	Distribution pumps and raw water	Emergency	R 109.296,58	Nomathamsanqa and Langbos are fully despendent on the supply of these pumps on water supply. Pumps must be removed and repaired instantly.
18-Sep-25	Arena Holdings (Pty) Ltd	Advert gfor accommodation for 4 traffic learners to be published on the Herald Newspaper on 20 August 2025	Sole Supplier	R 35.880,00	Arena Holdings (Pty) Ltd is the sole publisher of the Herald newspaper. When the municipality needs to advertise locally it uses the Herald newspaper as it covers all the areas in the Sundays River Valley.
8-Sep-25	Kelston Motor Group (Pty) Ltd	Repairs JHX 941 EC	Such goods or services have already been acquired by the Municipality from a specific supplier or service provider and subsequent maintenance, amendments, or modifications by other suppliers or service providers are prohibited, restricted or impossible because of guarantee, legal, licensing or such other requirements, or it will be impractical or uneconomical to acquire additional similar goods or services from another supplier or service provider.	R 9.885,17	KHX 941 EC was built by Volkswagen they have better knoledge of understanding for parts. JHX 941 EC is the moyaral vehicle needs service and repairs on brake pads and disk. Tiguan is built by VW we need to follow their specifications on parts and repairs. VW has better knowledge of the vehicle and are built according to VW specification. When parts are wrongly sourced can cause wasteful expenditure. Parts has trademark of the built products, pirated part could be a wasteful expenditure.
23-Sep-25	Transport-Driving License Car	Drivers License card for August 2025	Sole Supplier	R 26.623,00	Drivers license card account is the sole supplier to print drivers license cards for the province. Please see the attached Government Gazette that relates to the payment of card production facility for production of drivers license cards that have been issued. It is a function we perform on behalf of Dept of transport
				R 415.288,67	

IRREGULAR EXPENDITURE

In compliance with Section 32 of the MFMA, the irregular expenditure amounts to **R14 660 364.2** for the 1st Quarter of 2025/26. The expenditure is broken down into the following categories:

Total of Irregular Expenditure for Capital Projects amounts to **R 5 109 491.82**
Total of Irregular Expenditure for Operational Expenditure amounts to **R 4 810 905.67**
Fruitless and wasteful Expenditure amounts to **R 4 739 966.76**

Detailed Irregular expenditure schedules which are divided into Annexures are stated in the pages which follows.

Annexure A

Irregular expenditure for the month of July-September 2025 -Operational & Capital

Sundays River Valley Municipality

042 230 7700
078 266 6230
srvm@srvm.gov.za
@sundaysrivervalley
www.srvm.gov.za
23 Middle Street, Kirkwood, 6120
P.O. Box 47, Kirkwood, 6120

ANNEXURE A

IRREGULAR EXPENDITURE FOR JULY 2025-OPERATIONAL

042 230 7700
078 266 6230

Bidder Name	Tender Name/Description	Date Reported	Date of paymer	Payment Numbe	Amount	Description of Incident	Person liable (Official or Political Office	Type of Prohibited Expenditure
Boqwana Burns	Legal fees- SRVM//T Mumbire	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	30-Jul-25	OB 000065184	R37.835,00	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Corporate Services	Irregular
Avis Rent A Car	Excess Km	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Jul-25	OB 000065165	R13.091,92	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess Km	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Jul-25	OB 000065165	R17.743,90	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess Km	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Jul-25	OB 000065165	R34.322,67	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess Km	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Jul-25	OB 000065165	R13.091,92	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess Km	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Jul-25	OB 000065165	R21.905,32	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular

Abilia Trading 75	Repairs of timing chain noise	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	23-Jul-25	OB 000064849	R11.758,75	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Finacial Officer	Irregular Expenditure
Abilia Trading 75	Repairs of UD truck	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	23-Jul-25	OB 000064849	R2.011,21	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Finacial Officer	Irregular Expenditure
Avis Rent A Car	extension of car hire for the Mayor	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	15-Jul-25	OB 000065165	R5.938,74	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular Expenditure
R-data	Intergrated MSCOA Financial management Systems eith Internal control functions for SRVLM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10-Jul-25	OB 000064790	R638.613,40	Contract with the municipality ended in June and no extension was done.	Chief Financial Officer	Irregular
R-data	Intergrated MSCOA Financial management Systems eith Internal control functions for SRVLM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10-Jul-25	OB 000064790	R428.490,00	Contract with the municipality ended in June and no extension was done.	Chief Financial Officer	Irregular
R-data	Intergrated MSCOA Financial management Systems eith Internal control functions for SRVLM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10-Jul-25	OB 000064790	R767.264,21	Contract with the municipality ended in June and no extension was done.	Chief Financial Officer	Irregular
R-data	Intergrated MSCOA Financial management Systems eith Internal control functions for SRVLM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10-Jul-25	OB 000064790	R599.439,77	Contract with the municipality ended in June and no extension was done.	Chief Financial Officer	

R-data	Intergrated MSCOA Financial management Systems eith Internal control functions for SRVLM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10-Jul-25	OB 000064790	R565.228,92	Contract with the municipality ended in June and no extension was done.	Chief Financial Officer	Irregular
					R3.156.735,73			

IRREGULAR EXPENDITURE FOR AUGUST 2025-OPERATIONAL



Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office	Type of Prohibited Expenditure
Travelstart	Return flight to Durban for 3 officials attending Visa application for upcaming trip to Sweden	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1-Aug-25	OB 000065205	R 13.037,92	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular
Agrico	Material to repair pipe leakage at Isabel Street	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	22-Aug-25	OB 000065745	R2.283,90	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Director Infrastructure Planning and Development	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	21-Aug-25	OB 000065439	R19.576,39	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	21-Aug-25	OB 000065439	R20.497,00	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	21-Aug-25	OB 000065439	R13.091,92	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Sky Metro Equipment	Rental of 2 x Toyota Hilux LDV for 2 months	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R62.316,20	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Sky Metro Equipment	Rental of T Cross reg CAA511 for 2 months (1 Feb until 31 March 2025)	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R32.880,80	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these	Chief Financial Officer	Irregular

Sky Metro Equipment	Rental of T Cross reg CAA511 for 2 months (1 Dec 2024 until 31 Jan 2025)	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R32.880,80	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Chief Financial Officer	Irregular
Sky Metro Equipment	Rental of 2 x Toyota Hilux LDV KBP559EC for 2 months	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R62.316,20	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Chief Financial Officer	Irregular
Sky Metro Equipment	Accident repairs/renter liability KHV211Ec	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R14.623,08	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Chief Financial Officer	Irregular
Sky Metro Equipment	Rental of 2 x Toyota Hilux LDV for 2 months (1 May 2025 - 30 June 2025)	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R62.316,20	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Chief Financial Officer	Irregular
Sky Metro Equipment	Accident repairs/renter liability KHV211Ec	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	28-Aug-25	OB 000065787	R18.366,37	The service provider was directly appointed without following proper SCM Processes in that there was no specification, evaluation and adjudication of the contract for these services.	Chief Financial Officer	Irregular
Sunriver Citrus	Maintenance of Sunland landfill site	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	27-Aug-25	OB 000065754	R23.265,01	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Director Community Services	Irregular
Abilia Trading 75	Remove, repair and refit delivery hose	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	22-Aug-25	OB 000065742	R2.605,63	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
Abilia Trading 75	Remove hydraulic pipe & fitment of new pipe	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	22-Aug-25	OB 000065742	R2.243,25	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular

Abilia Trading 75	Attend to hydraulic pipe, remove broken pipe & replace with new pipe on TLB	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	22-Aug-25	OB 000065742	R2.189,49	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
Summerfalls Trading 3	Firewall security protection 15 June - 15 July 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	4-Aug-25	OB 000065213	R77.981,50	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular
Summerfalls Trading 3	Voice calls from 0422307700- billing period 16 June - 15 July 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	4-Aug-25	OB 000065213	R53.692,12	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065220	R14.478,32	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065220	R13.091,92	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065220	R14.952,16	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Avis Rent A Car	Excess KM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065220	R18.983,37	The initial request was for hiring the bakkie for 2 months but it was not returned after the 2 months as it is still utilised.	Chief Financial Officer	Irregular
Summerfalls Trading 3	Firewall security protection	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Aug-25	OB 000065795	R77.981,50	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular

Summerfalls Trading 3	Voice calls from 0422307700- billing period 16 July- 15 August 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Aug-25	OB 000065795	R58.508,56	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular

IRREGULAR EXPENDITURE FOR AUGUST 2025-CAPITAL

Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office	Type of Prohibited Expenditure
Black Mountain Consulting	Refurbishment of Enon and Bersheba Waterborne sanitation	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065286	R204.883,98	Payment towards the proect exceeeded the contract price.	Director Infrastructure	Irregular
Melokuhle Management	Professional fees, contract no SRVM 015/2019	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	6-Aug-25	OB 000065283	R1.298.613,14	The contract was not signed by the Previous Accounting Officer.	Director Infrastructure	Irregular

REGULAR EXPENDITURE FOR SEPTEMBER 2025-OPERATIONAL



Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office)	Type of Prohibited Expenditure
Travelstart	Flight for the Mayor from JHB to EL	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	29-Sep-25		R2.258,82	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular
Travelstart	Flights for the Mayor and MM to JHB attending the Local Government Indaba, 1/10/2025 until 03/10/2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	26-Sep-25		R14.863,76	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular
Dagbreek Spar	Catering for 112 sport players representing SRVM at the premier games in Makhanda on 27/9/2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	26-Sep-25		R9.674,56	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular
Uncedo Service Taxi Association	Transport for 15 people froma Paterson and Nomathamsanqa via Valencia to Nqweba aattending the Parliament for Senior Citizens District workshop on 9 September 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	18-Sep-25		R3.750,00	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Strategic Manager	Irregular
Summerfalls Trading 3	Firewall security protectkion 15 Aug - 15 Sept 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	23-Sep-25		R779.891,50	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular
Eyomhlaba Trading	Hiring of tables, chairs, table cloths and PA system for the Parliament for Senior Citizens District workshop on 9 September 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	23-Sep-25	k	R9.832,50	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Municipal Manager	Irregular

Summerfalls Trading 3	Voice calls from 0422307700- billing period 16 Aug - 15 Sept 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	23-Sep-25		R65.385,26	The BEC & BAC process was not completely followed, the functionality stage was not done.	Chief Financial Officer	Irregular
L & M Software Solutions	Web hosting charges from April 2025 to November 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	18-Sep-25		R2.254,00	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
Abilia Trading 75	Firtment of v belts at pump & swivel busg at hosre reel	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	9-Sep-25		R3.440,80	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
Abilia Trading 75	repairs of vehicle JYY164EC	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	9-Sep-25		R3.950,14	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
Abilia Trading 75	Make new hydraulic pipe & tighten pump bolts	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	9-Sep-25		R6.708,99	The service provider was directily appointed without sourcing three quotations yet the transaction exceeded the threshold value of R 2000.	Chief Financial Officer	Irregular
University of the Witswatersrand	Assistabnce for CPMD programme	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	9-Sep-25		R38.000,00	There are no 3 quotes or deviation form attached	Chief Financial Officer	Irregular

IRREGULAR EXPENDITURE FOR SEPTEMBER 2025-CAPITAL

Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office)	Type of Prohibited Expenditure
Matela Civil and Construction	Upgrading of a new multi purpose sports recreation facility at Nomathamsanqa	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	3-Sep-25		R1.820.294,83	Exceeded the contract price	Directror Infrastructure Planning and Development	Irregular
MJM Consulting Engineers	The design and instyallation of an Olympic standard 8 lane synthetic running track for SRVM	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	3-Sep-25		R535.768,80	Exceeded the contract price	Directror Infrastructure Planning and Development	Irregular
Black Mountain Consutling	Refurbishment of Enon & Bersheba waterborne sanitation	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	3-Sep-25		R63.376,48	Exceeded the contract price	Directror Infrastructure Planning and Development	Irregular
ZKS Projects	Refurbishment of Enon & Bersheba waterborne sanitation	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	3-Sep-25		R1.186.554,59	Exceeded the contract price	Directror Infrastructure Planning and Development	Irregular



Annexure B

Fruitless and Wasteful Expenditure for the month of July-September 2025

FRUITLESS & WATERFUL EXPENDITURE- JULY 2025

Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office	Type of Prohibited Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1690	79.86	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	1,056.95	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	18/07/2025	1687	114.66	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	129.71	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	162.94	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	119.16	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	11/7/2025	1687	98.08	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	109.65	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	153.15	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure

Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	107.66	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	117.30	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1687	98.76	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	22/07/2025	1687	1,218.00	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	22/07/2025	1687	224.26	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	130.62	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	187.71	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	107.18	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	87.27	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	21/07/2025	1687	103.09	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure

Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	17/07/2025	1687	2,412.20	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	16/07/2025	1687	90.51	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
Eskom Bulk	ACC#306 Interest	N/a- MFMA section 71, 52 (d) and 120 Reports are tabled to council during the appplicable reporting periods.	18/07/2025	1687	186,736.89	Overdue Accounts	Chief Finacial Officer	Fruitless & Wasteful Expenditure
					R193.645,61			

FRUITLESS & WATERFUL EXPENDITURE- AUGUST 2025



Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	(Official or Political Office	Prohibited Expenditure
SARS	SARS PAYE PENALTIES	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	10/7/2025	1771	R 308.661,03	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	30/07/2025	1728	R 203,76	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 73 Reports are tabled to council during the appplicable reporting periods.	28/07/2025	1728	R 40,38	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 74 Reports are tabled to council during the appplicable reporting periods.	28/07/2025	1728	R 206,24	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 75 Reports are tabled to council during the appplicable reporting periods.	24/07/2025	1728	R 2.915,50	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 76 Reports are tabled to council during the appplicable reporting periods.	24/07/2025	1728	R 1.778,51	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 77 Reports are tabled to council during the appplicable reporting periods.	24/07/2025	1728	R 814,84	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 78 Reports are tabled to council during the appplicable reporting periods.	23/07/2025	1728	R 226,74	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 79 Reports are tabled to council during the appplicable reporting periods.	23/07/2025	1728	R 10,01	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
AG SA	ACC#81 INTEREST	N/a- MFMA section 71, 52 (d) and 80 Reports are tabled to council during the appplicable reporting periods.	31/07/2025	1756	R 0,00	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Depart of Water and Sanitation	ACC#248 interest	N/a- MFMA section 71, 52 (d) and 81 Reports are tabled to council during the appplicable reporting periods.	11/8/2025	1756	R 1.232.303,06	Overdue Accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
					R 1.547.160,07			

FRUITLESS & WATERFUL EXPENDITURE- SEPTEMBER 2025



Bidder Name	Tender Name/Description	Date Reported	Date of payment	Payment Number	Amount	Description of Incident	Person liable (Official or Political Office	Type of Prohibited Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 3.559,08	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 1.038,30	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 4.096,16	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Bulk	ACC#306 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 382.699,07	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 7,82	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 11,65	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 12,44	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 6,80	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 10,27	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1780	R 1,25	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 2.844,39	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 119,79	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 107,43	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 151,28	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 1.658,34	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 99,24	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1782	R 86,86	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1785	R 205,23	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 146,77	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water nad Sanitaion	ACC#251 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 119,17	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0084B	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 39,73	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0238A	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 154,25	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0241AA	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 2,34	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Lower Sundays River W	ACC#569 Interest 024CA	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 7,01	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0173C	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 45,04	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 1003?	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 233,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 1002	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 233,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 1001	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 233,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0755	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 93,48	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0754	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 25,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 1003	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 696,41	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Home of the Addo Elephant Park

Lower Sundays River W	ACC#569 Interest 0154	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 1.427,96	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0724	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 186,97	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0157	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 168,27	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0577	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 4.417,10	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0563	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 21,03	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0751	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 280,45	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0753	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 25,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0755	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 93,48	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Lower Sundays River Us	ACC#568 Interest- Aug 2025	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 863,82	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0084A	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 86,47	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0084D	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 119,19	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Lower Sundays River W	ACC#569 Interest 0752	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 25,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and sanitation	ACC#251 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 252,28	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and Sanitation	ACC#249 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 2.643,24	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and Sanitation	ACC#248 water and sanitat	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 1.900.034,78	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and Sanitation	ACC#248 water and sanitat	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 296.688,93	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure

Water abd Sanitation	ACC#249 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 1.086,71	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and sanitation	ACC#248 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 391.335,94	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Water and Saniation	ACC#250 Interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 592,98	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
Eskom Holdings	ACC#307 interest	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	N/a- MFMA section 71, 52 (d) and 72 Reports are tabled to council during the appplicable reporting periods.	1799	R 117,62	overdue accounts	Chief Financial Officer	Fruitless & Wasteful Expenditure
					R 2.999.215,08			



Sundays River Valley

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