EXTRACT COUNCIL MINUTES: 29 JANUARY 2026

UNANIMOUSLY RESOLVED **Item A15/29/01/2026**

1. that Council takes cognizance of the 2025/26 Top Layer Service Delivery and Budget Implementation Plan (SDBIP) and Performance quarterly report for the quarter ended 31 December 2025.
2. that Council takes note of the report on the implementation of the budget and financial state of affairs of the municipality for the quarter ending 31 December 2025, in terms of Section 52 (d) of the MFMA.

Item number A15. 29.01.2026

SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) AND PERFORMANCE QUARTERLY REPORT FOR PERIOD ENDED 31 DECEMBER 2025

Report of the Municipal Manager:	Mrs A Vorster
Department:	Municipal Manager
Section:	Performance Management
File number:	2/13

PURPOSE OF REPORT

The purpose of the report is to submit to Council the Service Delivery and Budget Implementation Plan (SDBIP) and Performance Quarterly Report for the quarter ending 31 December 2025.

FACTS AND BACKGROUND

In terms of Section 52(d) of the Municipal Finance Management Act, 56 of 2003, the Mayor 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 state of affairs of the municipality. This report informs the council on a quarterly basis of the SDBIP and Budget.

DISCUSSION

The Top Layer SDBIP for the 2025/26 financial year was approved by the Executive Mayor on 29 May 2025. The SDBIP was submitted to Provincial and National Treasury in both electronic and hard copy format. The SDBIP was also made public by placement on the website.

The Quarterly Budget Statement and Quarter SDBIP Report are **attached as Annexure A.11 to A.12.**

The key elements can graphically be presented as follows:

1. Implementation of Budget

   For the second quarter, the following are highlighted.

   The total revenue excluding capital transfers and contributions budget is R544,1 million, with a year-to-date revenue of R 267,6 million.

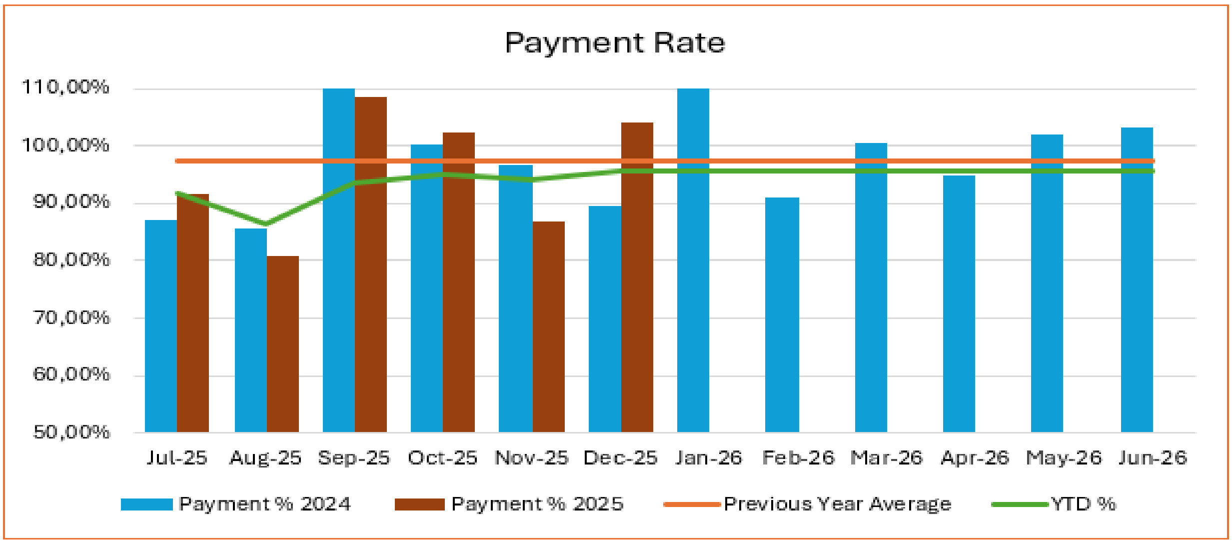
   Property rates reflect at 53,4% of the budgeted amount, while the electricity amount raised represents 48,5% of the budgeted amount. The water revenue amount represents 53,0% of the budgeted amount.

The total expenditure budget is R565,6 million and the year-to-date actual is R259,7 million which is 45,9%.

The budgeted amount for capital expenditure is R114,0 million of which R22,9 million has been expended to date, i.e. 20,0%.

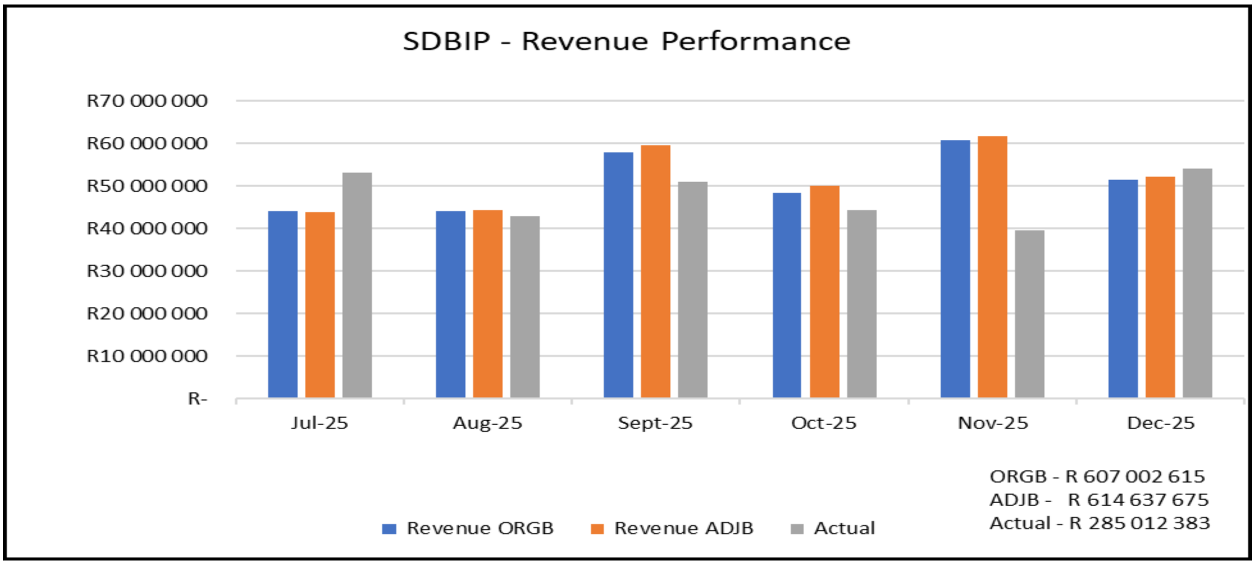
The actual total cash available on 31 December 2025 amounts to R 223,3 million.

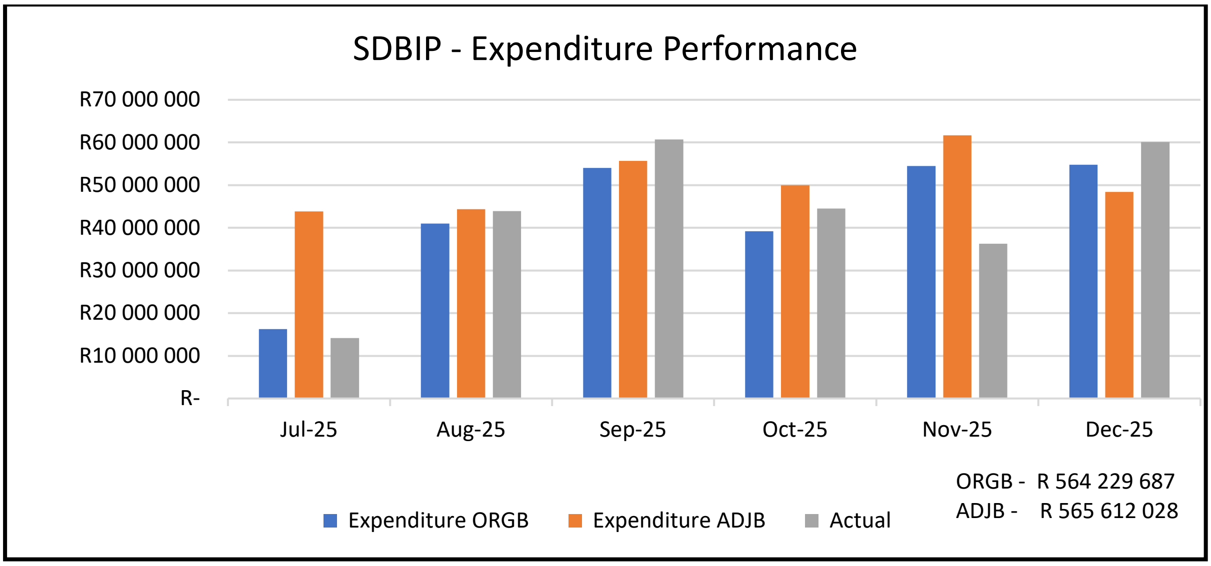
The liquidity ratio is 2.54:1, which means the Municipality can honour their short-term debt. The gearing ratio is 4%, while the payment percentage of debtors are at 95,14%. The payment rate remains under pressure with fluctuations as seen in the previous financial year. Continuous credit control actions are implemented.

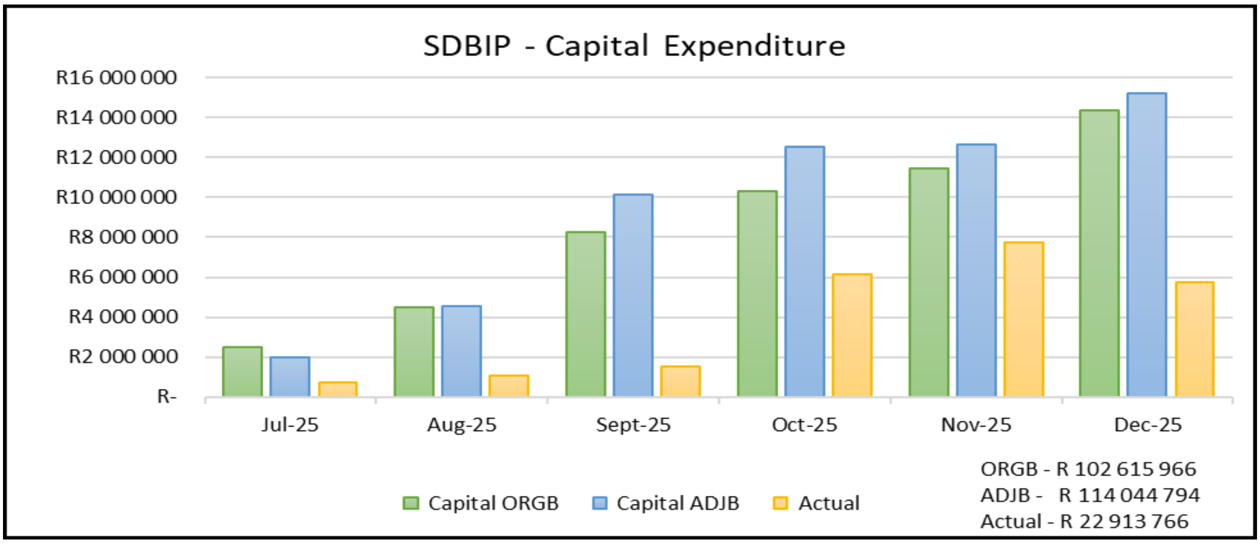


2. Implementation of Performance

The performance report is attached as a separate annexure. The financial performance by month is graphically presented below:







LEGAL IMPLICATIONS

Section 52(d) of the MFMA

FINANCIAL IMPLICATIONS

No direct Financial implication.

PERSONNEL IMPLICATIONS

None

COMMUNICATION IMPLICATIONS

None

COMMENTS FROM DEPARTMENTS

Director: Community Services

None

Director: Financial Services

None

Acting Director: Infrastructure Services

None

Municipal Manager

None

RECOMMENDED

1. that Council takes cognizance of the 2025/26 Top Layer Service Delivery and Budget Implementation Plan (SDBIP) and Performance quarterly report for the quarter ended 31 December 2025.
2. that Council takes note of the report on the implementation of the budget and financial state of affairs of the municipality for the quarter ending 31 December 2025, in terms of Section 52 (d) of the MFMA.