MID-YEAR -SECTION 72 ASSESSMENT REPORT

2025/2026 FINANCIAL YEAR

VHEMBE DISTRICT MUNICIPALITY

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LIST OF ACRONYMS

ACDP	: African Christian Democratic Party
AG	: Auditor General
AFS	: Annual Financial Statements
ANC	: African National Congress
ASGISA	: Accelerated and Shared Growth Initiative for South Africa
CDW	: Community development worker
CLL	: Collins Chabane Local Municipality
CFO	: Chief Financial Officer
CLLR	: Councillor
COGHSTA	: Department of Corporative Governance, Human Settlement and Traditional Affairs
COGTA	: Department of Corporative Governance and Traditional Affairs
COPE	: Congress of the People
CPMD	: Certificate Programme in Management Development
CWP	: Community Works Programme
MLKM	: Makhado Local Municipality
MLM	: Musina Local Municipality
DA	: Democratic Alliance
EFF	: Economic Freedom Fighter
EPWP	: Expanded Public Works Programme
ESS	: Employee Self Service
EXCO	: Executive Committee
FBS	: Free Basic Services
FBW	: Free Basic Water
FY	: Financial Year
GIS	: Geographic Information System
GRAP	: General Recognized Accounting Practice
HR	: Human Resources
ICT	: Information Communication Technology

IDP	**: Integrated Development Plan**
LEGDP	**: Limpopo Employment, Growth and Development Plan**
LGSETA	**: Local Government Sector Education Training Authority**
LED	**: Local Economic Development**
LLF	**: Local Labour Forum**
MIG	**: Municipal Infrastructure Grant**
MPAC	**: Municipal Public Account Committee**
MFMA	**: Municipal Finance Management Act**
MFMP	**: Municipal Finance Management Program**
MSA	**: Municipal Systems Act**
MSCOA	**: Municipal Standard Charts of Accounts**
N/A	**: Not applicable**
NSDP	**: National Spatial Development Perspective**
OHS	**: Occupational Health and Safety**
PAC	**: Pan Africanist Congress of Azania**
PMS	**: Performance Management System**
POE	**: Porfolio of Evidence**
RWS	**: Regional Water Scheme**
SCM	**: Supply Chain Management**
SDBIP	**: Service Delivery and Budget Implementation Plan**
TOR	**: Terms of reference**
VBR	**: Vhembe Biosphere Reserve**
VDM	**: Vhembe District Municipality**
WWT	**: Wastewater Treatment**

SECTION A: INTRODUCTION

INTRODUCTION

The report has been compiled in line with the 2025/2026 Service Delivery and Budget Implementation Plan (SDBIP) of Vhembe District Municipality as approved by Council and published in our website. It outlines the performance of the municipality against the targets and objectives set out in the Integrated Development Plan (IDP) of the municipality. The report is prepared in line with Section 52 (d) of the Municipal Finance Management Act (Act 56 of 2003) together with Section 41 (e) of the Municipal Systems Act (Act 32 of 2000). Our Service Delivery and Budget Implementation Plan (SDBIP) committed to Vhembe District Municipality to ensure that the organization delivers on the Integrated Development Plan (IDP), budget (both capital and operational) spending and service delivery targets during the 2025/2026 financial year. It is a detailed plan of how we will implement it on a quarterly basis and report on the objectives set out in our IDP. SDBIP gives operational expressions to the IDP.

The strategic direction that the Municipality is undertaking is set out in its Integrated Development Plan (IDP). The plan has been reviewed for the 2025/2026 financial year in conjunction with the stakeholders and community. The direction that the five-year IDP embarked on has been emphasized and the Municipality continues the path of completing the service delivery backlog.

SUMMARY OF MID YEAR PERFORMANCE IN TERMS OF ACHIEVEMENT OF TARGETS

<table>
<tr><th rowspan="2">No:</th><th rowspan="2">Strategic unit /Department</th><th colspan="3">MID - YEAR ACHIEVEMENTS PROGRESS PER KEY PERFORMANCE AREA</th><th colspan="4">MID – YEAR ACHIEVEMENTS PROGRESS PER DEPARTMENT</th></tr>
<tr><th># of targets</th><th>Targets achieved</th><th>Targets not achieved</th><th>MUNICIPAL SECTION</th><th># of targets</th><th>Targets achieved</th><th>Targets not achieved</th></tr>
<tr><td rowspan="3">1.</td><td rowspan="3">Transformation and Organisational development</td><td rowspan="3">14(100%)</td><td rowspan="3">13(93%)</td><td rowspan="3">01(07%)</td><td>Corporate services department</td><td>05(100%)</td><td>5(100%)</td><td>5(0%)</td></tr>
<tr><td>EDP</td><td>01(100%)</td><td>01(100%)</td><td>0(0%)</td></tr>
<tr><td>Office of the Municipal Manager</td><td>01(100%)</td><td>01(100%)</td><td>0(0%)</td></tr>
<tr><td rowspan="2">2.</td><td rowspan="2">Services delivery and infrastructure development Capital</td><td rowspan="2">27(100%)</td><td rowspan="2">02(0.074%)</td><td rowspan="2">25(99.9%)</td><td>Technical services department</td><td>25(100%)</td><td>02(08%)</td><td>23(92%)</td></tr>
<tr><td>Community services department services</td><td>02(100%)</td><td>0(0%)</td><td>02(100%)</td></tr>
<tr><td rowspan="2"></td><td rowspan="2">Services delivery and infrastructure development Capital</td><td rowspan="2">07(100%</td><td rowspan="2">05(71) %</td><td rowspan="2">02(29) %</td><td>Technical services department</td><td>06100%)</td><td>04(65%)</td><td>02(35%)</td></tr>
<tr><td>Community services department services</td><td>01(100%)</td><td>01(100%)</td><td>0(0%)</td></tr>
<tr><td>3.</td><td>Local Economic development</td><td>10(100%)</td><td>09 (90%)</td><td>01 (10%)</td><td>Economic development and planning</td><td>05(100%)</td><td>04(100%)</td><td>00(0%)</td></tr>
<tr><td>4.</td><td>Municipal financial viability</td><td>06(100%)</td><td>0(0%)</td><td>06(100%)</td><td>Budget and treasury</td><td>06(100%)</td><td>0(0%)</td><td>6(100%)</td></tr>
<tr><td rowspan="4">5.</td><td rowspan="4">Good governance, fi and public participation</td><td rowspan="4">35 (100%)</td><td rowspan="4">22(63%)</td><td rowspan="4">13(37%)</td><td>Office of the Municipal Manager</td><td>11(100%)</td><td>11(100%)</td><td>00(0%)</td></tr>
<tr><td>Executive Mayors office</td><td>12(100%)</td><td>11(10%)</td><td>01(90%)</td></tr>
<tr><td>Economic development and planning</td><td>02(100%)</td><td>02(100%)</td><td>0(0%)</td></tr>
<tr><td>Corporate services department services</td><td>02(100%)</td><td>01(50%)</td><td>01 (50%)</td></tr>
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No:	Strategic unit /Department	MID - YEAR ACHIEVEMENTS PROGRESS PER KEY PERFORMANCE AREA			MID – YEAR ACHIEVEMENTS PROGRESS PER DEPARTMENT			
		# of targets	Targets achieved	Targets not achieved	MUNICIPAL SECTION	# of targets	Targets achieved	Targets not achieved
	Spatial planning and management	04 (100%)	04 (100%)	0(0%)	Spatial planning and management	02 (100%)	01(100%)	01(0%)
	Totals	**103(100%)**	**55(53%)**	**48(47%)**	**103(100%)**	**55(53%)**	**48(47%)**	**103(100%)**

DETAILED SDBIP DEPARTMENT PERFORMANCE- CAPITAL PROJECTS

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: 1. To ensure the provision of services to communities in a sustainable manner																
1.1. To ensure total functionality of VDM water service business to identify and plan for the financial, institutional, and overall sustainability needs.																
1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
1.	VONDO RWS: Murangoni	Construction of VONDO regional water scheme (RWS):	% in progress on the construction of VONDO regional water scheme (RWS by 30 June 2026	80%	20% construction of VONDO regional water scheme (RWS)	5% construction of VONDO regional water scheme	8% construction of VONDO regional water scheme	0	-8%	Progress report not provided	To be provided next quarter	MIG	R 63,370,386.00	R 22,398,229.62	Progress report	Technical services
2.	Mutshedzi Regional Water Scheme	Mutshedzi Regional Water Scheme (RWS)	% in progress on the construction of Mutshedzi Regional Water Scheme (RWS)by 30 June 2026	0%	100% construction of Matshidze Regional Water Scheme (RWS)	5% construction of Matshidze Regional Water Scheme	40% construction of Matshidze Regional Water Scheme	0	-40%	Progress report not provided	To be provided next quarter	MIG	R 72,764,908.00	R 56,805,577.45	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
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3.	Water Supply and Bulk Water Reticulation of Ngwenani Themeli	Construction of Water Supply and Bulk Water Reticulation in Ngwenani Themeli	% in progress on the construction of Water Supply and Bulk Water reticulation of by 30 June 2026	60%	30% construction of Water Supply and Bulk Water reticulation	5% construction of Water Supply and Bulk Water reticulation	12% construction of Water Supply and Bulk Water reticulation	0	-12%	Progress report not provided	To be provided next quarter	MIG	R 81,815,797.00	R 2,853,643.50	Progress report	Technical services
4.	Mutale Raw and Potable Bulk Water System Upgrade	Mutale Raw and Potable Bulk Water System Upgrade	% in progress on the upgrade of Mutale Raw and Potable Bulk Water System by 30 June 2026	70%	70% upgrade of Mutale Raw and Potable Bulk Water System	15% upgrade of Mutale Raw and Potable Bulk Water System	40% upgrade of Mutale Raw and Potable Bulk Water System	53%	+13%	Good performance by the contractors	N/A	MIG	R 207,210,512.00	R 140,210,615.76	Progress report	Technical services
5.	Increasing the Capacity of Vondo WTW & Upgrading of water	Increasing the Capacity of Vondo Water Treatment Works (WTW) & upgrading of water:	% in progress on the construction of increasing capacity of Vondo	71.5%	7.2% in construction of increasing capacity of Vondo Water Treatme	2% construction of increasing capacity of Vondo Water Treatme	5% construction of increasing capacity of Vondo Water Treatme	1.64	-0.14%	Adverse weather conditions and labor disputes with delay in the	Acceleration plan in terms of increasing plant and equipment on site and sub contractio	MIG	R 14,253,388.00	R 3,573,,344.81	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
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			Water Treatment Works (WTW) by 30 June 2026		nt Works (WTW)	nt Works (WTW)	nt Works (WTW)			appointment of telemetry constructor	n some local works					
6.	Upgrading the Vondo WTW & Related Bulk Infrastructure in the Area - Phase 2: Pump Main from Vondo WTW to Reservoirs R3A & R3B	Upgrading the Vondo WTW & Related Bulk Infrastructure in the Area -	% in progress on the upgrading of Vondo WTW & related Bulk Infrastructure in the area by 30 June 2026	71.78%	28.22% upgrading of Vondo WTW & related Bulk Infrastructure in the area	5% upgrading of Vondo WTW & related Bulk Infrastructure in the area	16% upgrading of Vondo WTW & related Bulk Infrastructure in the area	15.71%	-0.29%	Adverse weather conditions	Acceleration of work by working extra hours and adding plants	MIG	R 38,463,410.00	R 14,005,673.49	Progress report	Technical services
7.	Construction of of Sanitation project (VIP) at Thulamela Local Municipality	Construction of district wide 1039 Units 0f Sanitation project (VIP)	Number of district wide sanitation units (VIP toilets) constructed by 30 June	1439 district wide sanitation units (VIP toilets) constructed	0	0	200 district wide sanitation units (VIP toilets) constructed	0	-200	Progress report not provided	To be provided next quarter	WSIG	R 12 339 000.00	-	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
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			2026													
8.	Development of Boreholes and Associated Water Services Infrastructure at Tiyani	1 Borehole Developed at Tiyani,Makhasa,Tshamidzi ,Mashawane, MusinaMaramanzhi, Tshukhudini, Matatani, Makushu, Waterval, Milaskop, Tshivhulani, and Mashawane	Number of district wide boreholes and associated water services infrastructure developed by 30 June 2026	5	31 district wide boreholes and associated water services infrastructure developed	0	10 district wide boreholes and associated water services infrastructure developed	0	-10	Progress report not provided	To be provided next quarter	WSIG	R 55 352 793.00	-	Progress report	Technical services
9.	Malamulele East RWS:	Construction of Bulk pipeline and internal reticulation at Tshamidzi village	Number of technical reports for Bulk pipeline and internal reticulation at Tshamidzi village done by 30 June 2026	Number of technical reports for Bulk pipeline and internal reticulation at Tshamidzi village done by 30 June 2026	1 technical report for Bulk pipeline and internal reticulation at Tshamidzi village done	0	0	0	0	N/A	N/A	WSIG	R 5,350,000.00	R 4,099,087,43	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
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10.	Construction of Booster pump, Rising main and Steel tank at Mowkop Reservoir for Upper section	Construction of Booster pump, Rising main and Steel tank at Mowkop Reservoir for Upper section	% in progress on the construction of booster pump, rising main and steel tank at Mowkop reservoir 30 June 2026	0%	100% construction of booster pump, rising main and steel tank at Mowkop reservoir	5% construction of booster pump, rising main and steel tank at Mowkop reservoir	40% construction of booster pump, rising main and steel tank at Mowkop reservoir	0	-40%	Progress report not provided	To be provided next quarter	WSIG	R 9,080,000.00	R 25,579,495.45	Progress report	Technical services
11.	Refurbishment of Bulk sewer pipeline from Miluwani to Thohoyandou west	Refurbishment of Bulk sewer pipeline from Miluwani to Thohoyandou west	% in progress on the construction of bulk sewer pipeline refurbished Miluwani to Thohoyandou West by 30 June 2026	0%	100% construction of bulk sewer pipeline refurbished Miluwani to Thohoyandou West by 30 June 2026	0% construction of bulk sewer pipeline refurbished Miluwani to Thohoyandou West by 30 June 2026	15% of the construction of bulk sewer pipeline refurbished Miluwani to Thohoyandou West by 30 June 2026	0	-15%	Progress report not provided	To be provided next quarter	WSIG	R 11,930,000.00	R 8,195,869.24	Progress report	Technical services
12.	Malamulele East RWS:	Refurbishment of Malamulele WWTW	% in progress on the	25%	65% Malamulele	25% Malamulele	40% Malamulele	0	-40%	Progress report not	To be provided next	WSIG	R 51,600,000.00	-	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
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			Malamulele WWTW refurbished by 30 June 20206		WWTW refurbished	WWTW refurbished	WWTW refurbished			provided	quarter					
13.	Malonga Water reticulation	Construction of reticulation for Malonga	% in progress on the construction of Malonga reticulation by 30 June 2026	92%	08% construction of Malonga reticulation Reticulated by 30 June 2026	1% construction of Malonga reticulation by 30 June 2026	5% construction of Malonga reticulation Reticulated by 30 June 2026	2	-6	The severe dad weather conditions created delays on the project progress	The constructor to develop an implementation of the catch-up plan	MIG	R 17,213,705.00	R 10,509,784.81	Progress report	Technical services
14.	Vuwani to Vyeboom and construction of Reservoir (Makhado)	Construction of Reservoir (Vuwani to Vyeboom)	% in progress on the construction of Vuwani to Vyeboom reservoir by 30 June 2026	96%	4% of Vuwani construction to Vyeboom reservoir by 30 June 2026	1% of the construction of Vuwani to Vyeboom reservoir	3% of the construction of Vuwani to Vyeboom reservoir	0	-3	Progress report not provided	To be provided next quarter	MIG	R 17,888,412.00	R 17,216,447.87	Progress report	Technical services
15.	Malamulele west Regional	Construction of Malamulele west regional scheme	% in progress on the	93.8% construction of	06.2% construction of	1% construction of	3% construction of	0.4%	-1.6%	Slow progress	The municipality plans	MIG	R 6,620,190.00	R2,014,528.06	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: **1. To ensure the provision of services to communities in a sustainable manner**																
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	Water Scheme (RWS)		construction of Malamulele regional scheme constructed by 30 June 2026	Malamulele regional scheme constructed	Malamulele regional scheme constructed	Malamulele regional scheme constructed	Malamulele regional scheme constructed				intervention through the involvement if the suppliers through cessions					
16.	Construction of Bulk Pipeline from Vuwani to Middle Letaba System Disaster Project	Construction of Pipeline from Vuwani to Middle Letaba System Disaster project	% in progress on the construction Pipeline from Vuwani to Middle Letaba by 30 June 2026	98.6% construction Pipeline from Vuwani to Middle Letaba	0.4% construction Pipeline from Vuwani to Middle Letaba	1% construction Pipeline from Vuwani to Middle Letaba	0% construction Pipeline from Vuwani to Middle Letaba	0%	-08%	Delai in the coordination of water to be released into bulk pipeline	Engagement with DWS for such activity	MIG	R 3,336,091.00	-	Progress report	Technical services
17.	Tshitale Regional Water Scheme: Mulima Likhade	Refurbishment of Tshitale Regional Water Scheme	% in progress on the refurbishment of Tshitale Regional Water Scheme Mulima Likhade by 30	0% refurbishment of Tshitale Regional Water Scheme Mulima Likhade	100% refurbishment of Tshitale Regional Water Scheme Mulima Likhade	5% refurbishment of Tshitale Regional Water Scheme Mulima Likhade	40% refurbishment of Tshitale Regional Water Scheme Mulima Likhade	0	-40	Progress report not provided	To be provided next quarter	MIG	R 10 993 800.0	-	Progress report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: **1. To ensure the provision of services to communities in a sustainable manner**																
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1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
			June 2025													
18.	Malamulele East RWS: Construction of Bulk pipeline and internal reticulation at	Malamulele East RWS: Construction of Bulk pipeline and internal reticulation at	% in progress on the construction of Bulk pipeline and internal reticulation by 30 June 2025	0%	100% construction of Bulk pipeline and internal reticulation	5% construction of Bulk pipeline and internal reticulation	40% construction of Bulk pipeline and internal reticulation	0	-40%	Progress report not provided	To be provided next quarter	MIG	R 5 350 000.00	R 4,099,087.43	Progress report	Technical services
19.	Construction of Malamulele Internal Water Reticulation Unit B	Construction of Malamulele Internal Water Reticulation Unit B	% in progress on the construction of Malamulele Internal Water Reticulation Unit B by 30 June 2025	0%	100% construction of Malamulele Internal Water Reticulation Unit B	5% construction of Malamulele Internal Water Reticulation Unit B	40% construction of Malamulele Internal Water Reticulation Unit B	0	-40%	Progress report not provided	To be provided next quarter	MIG	R 9,217,000.00	R 5,367,634.07	Progress report	Technical services
20.	Repairs and Maintenance - Malamule	Repairs and Maintenance - Malamulele west Regional Water scheme (RWS)	% of drinking water supply interrupti	87%	100% of water supply interruptions	100% of water supply interruptions	100% of water supply interrupti ons	0	-100%	Progress report not provided	To be provided next quarter	General Revenue	R 4,861,816.00	-	Listing	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: 1. To ensure the provision of services to communities in a sustainable manner																
1.1. To ensure total functionality of VDM water service business to identify and plan for the financial, institutional, and overall sustainability needs.																
1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
	le west RWS		ons reported and attended within 24 hours by 30 June 2026		reported and attended within 24 hours	reported and attended within 24 hours	reported and attended within 24 hours									
21.	Repairs and Maintenance - Malamulele west RWS	Repairs and Maintenance - Malamulele west Regional Water scheme (RWS)	% of sewer interruptions reported and attended within 72 hours by 30 June 2026	87%	100% of sewer interruptions reported and attended within 72 hours by 30 June 2026	100% of sewer interruptions reported and attended within 72 hours	100% of sewer interruptions reported and attended within 72 hours	80%	-20%	Delay in the appointment of services providers for th outsources services	Implement forward planning	General Revenue	R 4,861,816 .00	-	Listing	Technical services
22.	Repairs and Maintenance RWS	Repairs and Maintenance RWS	Number of RWS repairs and maintenance done	25	21 RWS repairs and maintenance done	3 RWS repairs and maintenance done	8 RWS repairs and maintenance done	2	-6	Reconsider the outstanding in the next quarter	Panel of service providers appointed	General Revenue	R 82 068 666.00		Report	Technical services
23.	Repairs and Maintenance	Ponds repairs and Maintenance	Number of ponds disludge conducted	4	6 ponds disludge conducted	0	2 ponds disludge conducted	0	-2	Reconsider the outstanding in the next quarter	Panel of service providers appointed	General Revenue	R 10 831 736.00		Report	Technical services
24.	Repairs and Maintenance	WWWTW repairs and maintenance	Number of WWTW repairs	5	7 WWTW repairs and	0	2 WWTW repairs and	0	-2	Reconsider the outstanding in	Panel of service providers appointed	General Revenue	R 16 054 871.00		Report	Technical services

No	Project Name	Project Description	Output Indicators	Baseline	Annual targets	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funding	Budget 2025/2026	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
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			and maintenance done		maintenance done		maintenance done			the next quarter						
25.	Repairs and Maintenance	WWWTW repairs and maintenance	Number of WWTW bulk pipeline maintained	3	3 WWTW bulk pipeline maintained	0	1 WWTW bulk pipeline maintained	1	0	N/A	N/A	General Revenue	R 9 245 717.00		Reports	Technical services

No	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Priority/Focus Area: 1.6. Emergency Services (Fire and Rescue &Disaster Management)																
1.6.1. To improve access to emergency services through provision, operation and maintenance of socio-economic and environmental infrastructure																
1.6.2. To improve access to emergency services through provision, operation and maintenance of socio-economic and environmental infrastructure																
1.	Dzanani Fire Station	Construction of Dzanani Fire Station	0%	100% construction of Dzanani fire station done by 30 June 2026	% in progress on the construction of Dzanani fire station done by 30 June 2026	10% construction of Dzanani fire station done	45% construction of Dzanani fire station done	0	-45%	Building plans not yet approved	The project for this will be appointed by the constructor and to be fully implemented in the 2026/27 fy	General revenue	R 6,808,696.00	R 55,811.34	Progress report	Community services
2.	Xigalo Fire Station	Construction of 2400 square meters surface paving done	0%	100% construction of Xigalo fire station surface paving by 30 June 2026	% in progress on the construction of Xigalo station surface paving done	5% construction of Xigalo fire station surface paving done	42% of the construction of Xigalo fire station surface paving done	0	-42%	Completed in the 2024/25fy	The next phase of the pave to still on the scm process	General revenue	R 376,888.00	-	Progress report	Community services

DETAILED SDBIP DEPARTMENT PERFORMANCE- OPERATIONAL PROJECTS

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Portfolio of evidence	Responsible department
Key Performance Area (KPA) 5: Organizational Development and Transformation (institutional arrangement)															
5.1. To create an outcome-driven culture that elevates performance, unlocks potential, and accelerates employee growth															
1.	Operation and maintenance	IT System Operation and maintenance	4	4 Integration of all information in GIS done by 30June 2026	Number of GIS Integration operations of all information in done by 30 June 2026	1	1	1	0	N/A	N/A	General Revenue	R 2,895,393.00	Report	EDP
2.	Operation and maintenance	IT System Operation and maintenance	1	GIS week career exhibition conducted	Number of GIS week career exhibition conducted by 30 June 2026	0	0	0	0	N/A	N/A	General Revenue	R 446 790.00	Attendance register	EDP
3.	Operation and maintenance	IT System Operation and maintenance	4	4 website maintenance done by 30June 2026	Number of website maintenance done by 30 June 2026	1 website maintenance done	1 website maintenance done	1	0	N/A	N/A	General revenue	R 14,076.00	Report	Corporate services
4.	Operation and maintenance	IT System Operation and maintenance	4	4 call centre maintenance done	Number of call centre maintenance done by 30 June 2026	1 call centre maintenance done	1 call centre maintenance done	1	0	N/A	N/A	General revenue	R157 350,00	Report	Corporate services
5.	Operation and maintenance	IT System Operation and maintenance	1	1 disaster recovery developed	Number of disaster recovery developed by 30 June 2026	0	0	0	0	N/A	N/A	General revenue	R 496,434.00	Report	Corporate services
6.	Operation and maintenance	IT System Operation and maintenance	2	2 virtual private networks updated	Number of virtual private network updated by 30 June 2026	0	1 Virtual private network updated	1	0	N/A	N/A	General revenue	R 2,944,926.00	Report	Corporate services
7.	Operation and	IT System Operation and	1	1 computer software	Number of computer software	0	0	0	0	N/A	N/A	General revenue	R 2,978,602.00	Report	Corporate services

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Portfolio of evidence	Responsible department
	maintenance	maintenance		licenses renewed	licenses renewed by 30 June 2026										
8.	Operation and maintenance	IT System Operation and maintenance	1	100% CCTV systems maintained	% in progress on CCTV systems maintained by 30 June 2026	100% CCTV systems maintained	100% CCTV systems maintained	100%	0	N/A	N/A	General revenue	R 496,434.00		Corporate services
9.	Operation and maintenance	IT System Operation and maintenance	4	4 anti-fraud and corruption Hotline operations done	Number of anti-fraud and corruption Hotline operations done by 30 June 2026	1 Anti-fraud and corruption Hotline operations done	1 Anti-fraud and corruption Hotline operations done	1	0	N/A	N/A	General revenue	R 736,887.00	Report	Municipal Manager
10.	Operation and maintenance	IT System Operation and maintenance	2	2 standby generators maintained	Number of standby generators maintained by 30 June 2026	0	1 standby generator maintained	1	0	N/A	N/A	General revenue	R 99,287.00	Report	Corporate services
11.	Operation and maintenance	Properties and Facilities Management	0	5 safety signage in all municipal buildings Installed	Number of safety signage in all municipal buildings Installed by 30 June 20206	0	0	0	0	N/A	N/A	General revenue	R 4,964.00	Report	Corporate services
12.	Operation and maintenance	Properties and Facilities Management	0	5 title deeds/PTOs to the municipality's sites acquired	Number of title deeds/PTOs to the municipality's sites acquired by 30 June 2026	0	0	0	0	N/A	N/A	General revenue	R 19,412.00	Report	Corporate services
13.	Operation and	Fleet and equipment purchase	Vehicle licenses and	100% Vehicle licenses and	% of Vehicle licenses and permits	100% Vehicle licenses	100% Vehicle licenses	100%	0	N/A	N/A	General revenue	R 992,867.00	Listing	Corporate services

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Portfolio of evidence	Responsible department
	maintenance		permits renewed	permits renewed	renewed by 30 June 2026	and permits renewed	and permits renewed								
14.	Operation and maintenance	Municipal buildings facilities maintenance	Municipal buildings facilities maintenance conducted	4 municipal buildings facilities maintenance conducted	Number of municipal buildings facilities maintenance conducted by 30 June 2026	1 municipal buildings facilities maintenance conducted	1 municipal buildings facilities maintenance	1	0	N/A	N/A	General revenue	R 4,964,337.00	Reports	Corporate services
15.	Operation and maintenance	Labour relations activities	Labour relations activities conducted	4 labour relations activities conducted	Number of labour relations activities conducted by 30 June 2026	1 labour relations activities conducted	1 labour relations activities conducted	1	0	N/A	N/A	General revenue	R 992,867.00	Reports	Corporate services
16.	Training and development	Training and development	Municipal employees trained	Municipal employees training conducted	Number of municipal employees trained by 30 June 2026	0	15 municipal employees trained	0	-15	Dealy in the planning phase implementation of program	Implementation phase to be implemented I the next quarter	General revenue	R 4 955 869.00	Listing	Corporate services

	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variation	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: 1. To ensure the provision of services to communities in a sustainable manner																
1.1. To ensure total functionality of VDM water service business to identify and plan for the financial, institutional, and overall sustainability needs.																
1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
1.	Operation and maintenance	IT System purchase	Disaster operations Relief done	100% disaster operations relief done within 72 hours	% of disaster operations relief done within 72 hours	100% disaster operations relief done within 72 hours	100% disaster operations relief done within 72 hours	100% (268/268)	0	N/A	N/A	General revenue	R 2,338,231.00	R 1,179,788.00	Listing	Community services
2.	Operation and maintenance	Fleet and equipment purchase	Vehicle licenses and permits renewed	100%100% Vehicle licenses and permits renewed	% of Vehicle licenses and permits renewed	100% Vehicle licenses and permits renewed	100% Vehicle licenses and permits renewed	100%	0	N/A	N/A	General revenue	R 992,867.00	R 694,886.00	Listing	Corporate services
3.	Operation and maintenance	Fleet and equipment purchase	Lending Depot Implements done	Number of lending depot implements done	4 lending depot implements done	1 lending depot implements done	1 lending depot implements done	2	0	N/A	N/A	General revenue	R 500,000.00	-	Report	EDP

	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variation	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: **1. To ensure the provision of services to communities in a sustainable manner**																
1.1. To ensure total functionality of VDM water service business to identify and plan for the financial, institutional, and overall sustainability needs.																
1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
4.	Operation and maintenance	Water supply	Testing of water and wastewater (Lab operation) conducted	Number of laboratories drinking water sample tests conducted	1200 laboratories drinking water sample tests conducted	300 laboratories drinking water sample tests conducted	300 laboratories drinking water sample tests conducted	600	0	N/A	N/A	General revenue	R 7,942,939.00	R 1,544,251.30	Listing	Technical services
				Number of laboratories drinking water waste sample tests conducted	120 laboratories drinking water waste sample tests conducted	30 laboratories drinking water waste sample tests conducted	30	60	0	N/A	N/A					
5.	Operation and maintenance	Fleet and equipment purchase Water supply	water leaks repair materials connections materials procured	Number of new household water connections done	200 new households water connections done	15 new households water connections done	35 new households' water connections done	0	-35	Progress report not provided	To be provided next quarter	General revenue	R 2.950,000.00	-	Listing	Technical services
6.	Operation and maintenance	Water supply	Convectional /Prepaid Meters (Replacement of defected 3500) procured	Number of defected prepaid and conversational meters replacement done	2000 defected prepaid l meters replacement done	0	0	0	0	N/A	N/A	General revenue	R 17,000,000.00	-	Listing	Technical services

	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variation	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA): Basic Services delivery and Infrastructure development																
Strategic objectives: 1. To ensure the provision of services to communities in a sustainable manner																
1.1. To ensure total functionality of VDM water service business to identify and plan for the financial, institutional, and overall sustainability needs.																
1.2. To ensure efficient, affordable, economic and sustainable access to water services.																
1.3. To improve access to sanitation services through provision, operation and maintenance of socio-economic and environmental infrastructure																
			and replaced													
7.	Operation and maintenance	Water supply	53	53 bulk meters to boreholes, reservoir installed And 67 bulk meters supplied	53 Number of bulk meters to boreholes, reservoir installed And 67 bulk meters supplied	0	0	0	0	N/A	N/A	General revenue	R 5,000,000.00	-	Listing	Technical services
			18	18 ball valves supplied only	Number of ball valves supplied only	0	0	0	0	N/A	N/A					
8.	Operation and maintenance	Water supply	56	56 calibrations of gauges/meters installed	Number of calibration of gauges/meters water level indicators installed	0	0	0	0	N/A	N/A	General revenue	R 4,000,000.00	-	Listing	Technical services

No:	Project name	Project description	Baseline	Annual targets	Output indicators	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Priority area (KPA) 6: Financial viability																
Strategic objective: To ensure sound financial management of municipality																
1.	Good governance	Legislative compliance and Plans	1	1 credible financial statement compiled	Number of credible financial statement compiled	1 credible financial statement compiled	0	0	0	N/A	N/A	General revenue	R 695,007.00		AFS	CFO
2.	Municipal financial health and sustenance	Debt collection	8.2%	10% collection revenue improvement done	% on the revenue collection improvement done	10% collection revenue improvement done	10% collection revenue improvement done	0	-10%	Progress report not provided	To be provided next quarter	General revenue	R 690,050.00		Report	CFO
3.	Municipal financial health and sustenance	Indigent Status validation	2	1 Indigent status validation done	Number of Indigent status validation done	0	2 Indigent status validation done	0	-2	Progress report not provided	To be provided next quarter	General revenue	R 3,177,175.00		Listing	CFO
4.	Municipal financial health and sustenance	Assets management module	1	1 MSCOA compliance assets module implemented	Number of MSCOA compliance assets module implemented	0	0	0	0	N/A	N/A	General revenue	R 1,305,542.00		Report	CFO

No:	Project name	Project description	Baseline	Annual targets	Output indicators	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
5.	Municipal financial health and sustenance	Meter Reading	12	12 municipal consumer account billing done	Number of municipal consumer account billing done	3 municipal consumer account billing done	3 municipal consumer account billing done	0	0	N/A	N/A	General revenue	R 3,821,469.00		Report	CFO
6.	Municipal financial health and sustenance	Assets disposal	1	1 assets disposal conducted	Number of assets disposals conducted	0	0	0	0	Progress report not provided	To be provided next quarter	General revenue	R 200,000.00		Report	CFO
7.	Municipal financial health and sustenance	Procurement implementation plan	4	4 Procurement implementation operation plan	Number of implementation plan done	1 Procurement implementation operation plan	1 Procurement implementation operation plan	0	0	N/A	N/A	General revenue	R 00.00		Report	CFO

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
1.	LED advisory committee	LED advisory committee meetings held	3	4 LED advisory committee meetings held	Number of LED advisory committee meetings held	1 LED advisory committee held	1 LED advisory committee held	2	0	N/A	N/A	Own Funding	R 248 217.00	R 44,055.00	Attendance register	EDP
2.	SMME summit	SMME summit held	1	1 SMME summit held	Number of SMME summit held	0	0	0	0	N/A	N/A	Own Funding	R 99 287.00	-	Attendance register	EDP
3.	Vhembe conversion centre Feasibility study	Vhembe conversion centre Feasibility study done	0	1 Vhembe conversion centre Feasibility study done	Number of Vhembe conversion centre Feasibility study done	0	0	0	0	N/A	N/A	Own Funding	R 432 285.00	-	Report	EDP
4.	Easter and Festive Awareness campaign	Easter and Festive once per each session	2	(2) 1 Easter and 1 festive awareness	Number of Easter and festive awareness campaigns held by 30 June 2026	0	1 festive awareness campaigns held	1	0	N/A	N/A	Own Funding	R 198,574.00	-	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
				campaigns held												
5.	October Transport Month	Awareness of the public on the use of public transport	1	1 transport month awareness held	Number of transport awareness held by 30 June 2026	0	1 transport month awareness	1	0	N/A	N/A	Own Funding	R 62,199.00	R 34,824.00	Attendance register	EDP
6.	Rural Road Asset Management System (RRAMS)	Traffic Counting and inspection of road and register.	4	4 (RRAMS) operation conducted	Number of (RRAMS) operation conducted	1(RRAMS) operation conducted	1(RRAMS) operation conducted	1	0	N/A	N/A	Own Funding	R 2,587,000.00	R 272,677.21	Report	EDP
7.	Trans Limpopo Corridor Spatial Development (ZITF)	Poduct owners market access support	2	2 trans Limpopo Corridor Spatial Development (ZITF) Meetings held	Number of trans Limpopo Corridor Spatial Development (ZITF) Meetings held by 30 June 2026	0	1 trans Limpopo Corridor Spatial Development (ZITF) Meetings held	1	0	N/A	N/A	Own Funding	R 198,383.00	-	Attendance register	EDP
8.	Woman In Tourism	Women empowerment through information sharing	1	1 woman in tourism event held	Number of women in tourism event held by 30 June 2026	1 woman in tourism event held	0	1	0	N/A	N/A	Own Funding	R 155,000.00	R 67,200.00	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
		and exhibitions .														
9.	sanganai / hlanganani world tourism expo	tourism product owners market support)	1	1 tourism product owners market support held	Number of tourism product owners market support held (sanganai)	0	0	0	0	N/A	N/A	own funding	R 546,077.00	R 191,528.28	attendance register	EDP
10.	Limpopo Marula Festival – Build Up event and Phalaborwa Exhibition	(Tourism product owners market access support)	1	1 Limpopo Marula festival Phalaborwa exhibition Held	Number of Limpopo Marula festival Phalaborwa exhibition Held by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 159 123.00	-	Attendance register	EDP
11.	Regional Tourism Organisational Support	Regional Tourism Organisational meeting or workshop	2	1 regional tourism Organisational meeting/ workshop held	Number of regional tourism Organisational meeting/ workshops held by 30 June 2026	1 tourism organizational workshop held	0	1	0	N/A	N/A	Own Funding	R 99,287.00	-	Attendance register	EDP
12.	World Travel Market	Tourism Trade Fair (Tourism product owners	1	1World Tourism market attended	Number of World Tourism market attended	0	0	0	0	N/A	N/A	Own Funding	R 223,956.00	-	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
		market access support)														
13.	Transfrontier Parks Conservation Areas	Tourism and Environment Capacity Building for communities bordering the Kruger National Park	1	1trans frontier parks meetings	Number of trans frontier parks meetings held 30 June 2026	0	0	0	N/A	N/A	N/A	Own Funding	R 508,518.00	-	Attendance register	EDP
14.	Tourism Youth in Business Competition on	Youth in Tourism Empowerment through financial Support	1	1 tourism youth in business competition held	Number of tourism youth in business competition held by 30 June 2026	0	0	0	N/A	N/A	N/A	Own Funding	R 300,000.00	-	Attendance register	EDP
15.	Protection of Heritage Bungeni Phase 2	Conservation of Heritage by fencing the site	1	1 Bungeni heritage area fencing done	Number of Bungeni heritage area fencing done by 30 June 2026	0	0	0	N/A	N/A	N/A	Own Funding	R 744,650.00	-	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
16.	Protection of Heritage Swongozwi heritage site	Feasibility study Swongozwi heritage site	0	1 Feasibility study Swongozwi heritage site	Number of feasibility study Swongoozwi heritage site	0	0	0	0	N/A	N/A	Own Funding	R 432 285.00	-	Report	EDP
17.	Shangoni Gate Tourism Corridor	Capacity building for Tourism Shangoni Gate Development Corridor	1	1	Number of capacity building for Shangoni Gate tourism Corridor held by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 198,383.00	-	Attendance register	EDP
18.	Female farmer competition	Women empowerment on agriculture development	1	1	Number of female farmer competition held by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 297,860.00	R 90,000.00	Attendance register	EDP
19.	Agriculture Information Day	Empowering farming community on agricultural development	1	1	Number of agricultural information day held by 30 June 2026	1	0	0	0	N/A	N/A	Own Funding	R 150,000.00	R 11,370.00	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
20.	Agriculture marketing show	agricultural marketing show held	1	1 agricultural marketing show held	Number of agricultural marketing show held by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 100 000.00	-	Attendance register	EDP
21.	Abattoir feasibility study	Abattoir feasibility study don	1 abattoir feasibility study done		Number of abattoir feasibility study done	0	0	0	0	N/A	N/A	Own Funding	R 496 434.00	-	Report	EDP
22.	Young farmer competition	Youth Empowerment on agricultural development	1	1	Number of young farmer competitions held by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 300,000.00	-	Attendance register	EDP
23.	Fresh produce market maintenance	Provide access to the market for farmers.	4	4	Number of Vhembe fresh produce market operations conducted by 30 June 2026	1	1	2	0	N/A	N/A	Own Funding	R 89,431.00	-	Attendance register	EDP
24.	Conduct Youth Enterprise Youth in	Youth Enterprise Youth in competitio	1	1	Number of youth enterprise in competition awards held	0	0	0	0	N/A	N/A	Own Funding	R 300,000.00	-	Attendance register	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
	competition awards	n awards conducted			by 30 June 2026											
25.	Conduct Proudly Vhembe programme	Proudly Vhembe programme conducted	1	2	Number of proudly Vhembe programme conducted by 30 June 2026	0	1	1	0	N/A	N/A	Own Funding	R 100,000.00	-	Attendance register	EDP
26.	Participating/attending Rand Show	The rand show event participated	1	1	Number of rand show events participated by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 248,217.00	-	Attendance register	EDP
27.	Production of Tourism Promotion Brochure	Tourism Promotion Brochure Procured	0	1	Number of tourism promotion brochure developed by 30 June 2026	0	0	0	0	N/A	N/A	Own Funding	R 93,350.00	-	Attendance register	EDP
28.	Coordination of the signing of twining agreements	twining agreements signed	2	2	Number twining agreements signed by 30 June 2026	0	1 twining agreement signed	1	0	N/A	N/A	Own Funding	R 246,685.00	-	Attendance register	EDP
29.	Tourism signage	Tourism signage installed	0	5 tourism signage installed	Number of tourism signage installed by	0	0	0	0	N/A	N/A	Own Funding	R 100 000.00	-	Report	EDP

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
2. Key performance area: Economic development																
2.1. Strategic objectives: to promote social and economic development																
2.2. To improve access to transport services through provision, operation and maintenance of socio-economic and environmental infrastructure																
2.3. To create an enabling local economic environment through infrastructure led growth and development that attract investment, generate economic growth and job creation																
					30 June 2026											

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
KPA 4: Good governance and management																
To provide democratic and accountable government for local people by encouraging the involvement of communities and community organizations in the matters of local government																

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
1.	(b) Social development	i. Public Transport Awareness	2	2 bus subsidy workshops coordinated	Number of bus subsidy workshops coordinated	0	1 bus subsidy workshops coordinated	1	0	N/A	N/A	General revenue	R 39,677.00	-	Attendance register	EDP
2.	(b) Social development	i. Public Transport Awareness	2	2 Easter and festive Road Safety Awareness conducted	Number of Easter and festive Road Safety Awareness conducted	0	1 Festive Road Safety Awareness conducted	1	0	N/A	N/A	General revenue	R 99,287.00	-	Attendance register	EDP
3.	(b) Social development	i. Public Transport Awareness	2	(2)1 disaster festive and 1 disaster easter season operations conducted	Number of disaster festive and easter season operations conducted	0	1 disaster festive season operations conducted	1	0	N/A	N/A	General revenue	R 218 431.00	-	Attendance register	Community services
4.	(b) Social development	ii. Disaster Awareness	1	1 disaster awareness (IDDR) conducted	Number of International Day of Disaster reduction (IDDR) conducted	0	1 (IDDR) conducted	1	0	N/A	N/A	General revenue	R 148,930.00	R 70,414.50	Attendance register	Community services
5.	(b) Social development	ii. Disaster Awareness	1	1 DMISA conducted	Number of DMISA conducted	0	0	0	0	N/A	N/A	General revenue	R 99,192.00	R 20,000.00	Attendance register	Community services
6.	(b) Social development	ii. Disaster Awareness	1	1 disaster reduction seminar conducted	Number of disaster reduction seminar conducted	0	0	0	0	N/A	N/A	General revenue	R 198,573,00	-	Attendance register	Community services
7.	(b) Social development	ii. Disaster Awareness	1	21 disaster awareness campaign conducted	Number of disaster awareness campaign conducted	5 disaster awareness campaign conducted	5 disaster awareness campaign conducted	5	0	N/A	N/A	General revenue	R 496,434.00	R 26,155.00	Attendance register	Community services
8.	(b) Social	iii. Primary Health	10	Air quality monitoring	Number of air quality	10 air quality	10 air quality	10	0	N/A	N/A	General	R 198 573.00	-	Attendance	Community

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
	development				monitoring conducted	monitoring conducted	monitoring conducted					revenue			register	services
9.	(b) Social development	iii. Primary Health	18	18 HIV and AIDS programmes conducted	Number of HIV and AIDS programmes conducted	4 HIV and AIDS programmes conducted	5 HIV and AIDS programmes conducted	9	0	N/A	N/A	General revenue	R 99 596.00	R 25,850.00	Attendance register	Executive Mayor
10.	(b) Social development	iii. Primary Health	1	1 HIV/TB conference conducted	Number of HIV/TB conference conducted	1 HIV/TB conference conducted	0	0	0	N/A	N/A	General revenue	R 80 000.00	-	Attendance register	Executive Mayor
11.	(b) Social development	iii. Primary Health	1	26 special programs conducted	Number of special programs conducted (Youth, HIV/TB Awareness conducted)	8 special programs conducted	4 special programs conducted	0	-4	Progress report not provided	To be provided next quarter	General revenue	R 200 00.00		Attendance register	Executive Mayor
12.	(b) Social development	iv. Educational Support	72	100 Mayors bursary awarded	Number of Mayors bursary awarded	0	100 Mayors' bursary awarded	0	-4	Progress report not provided	To be provided next quarter	General revenue	R 3,018,876.00	R 560,248.82	Attendance register	Executive Mayor
13.	(b) Social development	Special groups Morals, Youth, women, Gender, Children, Disability, and National events	25	25 Special groups conducted	Number of Special groups conducted	12 Special groups conducted	5 Special groups conducted	0	-5	Progress report not provided	To be provided next quarter	General revenue	R 717 567.00		Attendance register	Executive Mayor
14.	(b) Social development	Traditional leaders supported	100%	100% traditional leaders supported	% of traditional leaders supports	100% traditional leaders supported	100% traditional leaders supported	0	-100%	Progress report not provide	To be provided next quarter	General revenue	R 49,289.00	R 36,900.00	Listing	Executive Mayor

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
										d						
15.	(b) Social development	vii. Social Cohesion	1	1 Golden game conducted	Number of Golden Games conducted	1 Golden game conducted	1	1	0	N/A	N/A	General revenue	R 71,223.00	-	Report	Community services
16.	(b) Social development	vii. Social Cohesion	1	1 sports school conducted	Number of sports schools conducted	0	0	0	0	N/A	N/A	General revenue	R 78 863.00	-	Report	Community services
17.	(b) Social development	vii. Social Cohesion	1	1 sports council activities conducted	Number of sports council activities conducted	0	0	0	0	N/A	N/A	General revenue	R 74 567.00	-	Report	Community services
18.	(b) Social development	vii. Social Cohesion	1	1 disability sports conducted	Number of disability sports conducted	0	0	0	0	N/A	N/A	General revenue	R 23 124.00	-	Report	Community services
19.	(b) Social development	vii. Social Cohesion	1	1 indigenous game conducted	Number of indigenous games conducted	1 indigenous game conducted	1	0	0	N/A	N/A	General revenue	R 104 152.00	-	Report	Community services
20.	(b) Social development	vii. Social Cohesion	1	1 arts and culture programme conducted	Number of arts and culture programme conducted	1 arts and culture programme conducted	0	0	0	N/A	N/A	General revenue	R 197. 157.00	-	Report	Community services
21.	(b) Social development	Special groups	1	1 sport academy materials conducted	Number of sport academy materials conducted	0	0	0	0	N/A	N/A	General revenue	R 298 579.00	-	Report	Community services
22.	(b) Social development	Sport, Arts and Culture support	1	1 heritage dance conducted	Number of heritage dance conducted	0	1 heritage dance conducted	1	0	N/A	N/A	General revenue	R 332 395,00	-	Report	Community services
23.	(b) Social development	Sport, Arts and Culture support	1	1 federation support conducted	Number of federation support conducted	0	0	0	0	N/A	N/A	General revenue	R 148 930.00	-	Report	Community services
24.	Vuwani training	Vuwani training	1	1 Vuwani training	Number of Vuwani	0Vuwani training	0 Vuwani tra	0	0	N/A	N/A		R 4,830,00	-	Report	Community

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
	centre	centre operation conducted		centre operation conducted	training centre operation conducted	centre operation conducted	centre operation conducted						0.00			services
25.	Human resource development	Employee wellness	1	1333 employees participated in the medical surveillance conducted	Number of employees participated in the medical surveillance conducted	850 employees participated in the medical surveillance conducted	0	640 Employees participated in the medical surveillance - 210	-210	Insufficient budget	The remaining employees to prioritize include in the next financiual year plan	General revenue	R 2,244,935.00	-	Attendance register	Corporate services
26.	Human resource development	Employee wellness	1	4 employee wellness programmes conducted	Number of employee wellness programmes conducted	1 employee wellness programmes conducted	1 employee wellness programmes conducted	2	0	N/A	N/A	General revenue	R 496,434.00	R 71,630.00	Attendance register	Corporate services
27.	Public participation	Community outreach and communication	1	1 municipal advertising, publicity and marketing done	Number of municipal advertisings, publicity and marketing done	1 municipal advertising, publicity and marketing done	1 municipal advertising, publicity and marketing done	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 29,715.00		Advert	Executive Mayor
28.	Public participation	Community outreach and communication	1	1 district wide ward committee conference conducted	Number of district wide ward committee conference conducted	0	0	0	0	N/A	N/A	General revenue	R 8,070.00	R 725 587.00	Attendance register	Corporate services
29.	Public participation	Community outreach and communication	1	1 MPAC public hearing conducted	Number of MPAC public hearing conducted	0	0	0	0	N/A	N/A	General revenue	R 313,312.00	-	Attendance register	Corporate services
30.	Public participation	Community outreach and	1	1 MPAC strategic planning	Number of MPAC strategic	0	0	0	0	N/A	N/A	General revenu	R 867 336.00	-	Attendance register	Corporate services

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
		communication		conducted	planning conducted							e				
31.	Public participation	Community outreach and communication	1	1 MPAC stakeholders engagements conducted	Number of MPAC stakeholders' engagements conducted	0	0	0	0	N/A	N/A	General revenue	R 26,123.00	-	Attendance register	Corporate services
32.	Public participation	Community outreach and communication	1	1 MPAC capacity building workshop conducted	Number of MPAC capacity building workshop conducted	0	0	0	0	N/A	N/A	General revenue	R 356,389.00	-	Attendance register	Corporate services
33.	Public participation	Community outreach and communication	1	1 MPAC workshops conducted	Number of MPAC workshops conducted	0	0	0	0	N/A	N/A	General revenue	R 51,828.00	-	Attendance register	Corporate services
34.	Public participation	Community outreach and communication	1	1 IDP and budget public Notice done	Number of IDP and budget public notice done	0	1 IDP and budget public notice done	1	0	N/A	N/A	General revenue	R 59 572,00	-	Notice	Municipal Manager
35.	Public participation	Community outreach and communication	4	4 IDP and budget reviews or consultation conducted	Number of IDP and budget reviews or consultation conducted	0	0	0	0	N/A	N/A	General revenue	R 738 175.00	-	Attendance register	Municipal Manager
36.	IDP Manager and Rep workshops	IDP Manager and Rep workshop conducted	3	3 IDP Manager and Rep workshop conducted	Number of IDP Manager and Rep workshop conducted	1 IDP Manager and Rep workshop conducted	1 IDP Manager and Rep workshop conducted	1	0	N/A	N/A	General revenue	R 297 860.00	R 36,550.00	Attendance register	Municipal Manager
37.	risk management committee meeting	risk management committee meeting conducted	4	4 risk management committee meeting conducted	Number of risk management committee meeting conducted	1 risk management committee meeting conducted	1 risk management committee meeting conducted	1	0	N/A	N/A	General revenue	R 278 003.00	R 40,146.50	Attendance register	Municipal Manager

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
38.	Public participation	Community outreach and communication	1	4 MPAC compliance performance reports done	Number of MPAC compliance performance reports done	1 MPAC compliance performance reports done	1 MPAC compliance performance reports done	1	0	N/A	N/A	General revenue	R 315,412.00	162,200.62	Reports	Municipal Manager
39.	Public participation	Community outreach and communication	1	1 annual report publication done	Number of Organizational PMS - annual report publication done	0	0	0	0	N/A	N/A	General revenue	R 43,168.00	-	Notice	Municipal Manager
40.	Public participation	Community outreach and communication	4	4 institutional publications done	Number of institutional publications done	2 institutional publications done	1 institutional publication done	3	0	N/A	N/A	General revenue	R 1,191,441.00		Notice	Municipal Manager
41.	Public participation	Publicity and Media (Communication)	4	4 municipal marketing-adverts done	Number of municipal marketing-adverts done	1 municipal marketing-adverts done	1 municipal marketing-adverts done	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 207,444.00	-	Advert	Executive Mayor
42.	Public participation	Publicity and Media (Communication)	4	4 billboards (big screen advertisement done	Number of billboards (big screen advertisement done	1 billboard (big screen advertisement done	1 billboard (big screen advertisement done	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 124,123.00	R 18,000.00	Advert	Executive Mayor
43.	Public participation	Publicity and Media (Communication)	4	4 municipal publicity and marketing done	Number of municipal publicity and marketing done	1 municipal publicity and marketing done	1 municipal publicity and marketing done	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 208,800.00		Advert	Executive Mayor
44.	Public participation	Publicity and Media (Communication)	4	4 district communication forums conducted	Number of district communication forums conducted	1 district communication forums conducted	1 district communication forums conducted	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 14,879.00	R 4,350.00	Attendance register	Executive Mayor

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
45.	Public participation	Publicity and Media (Communication)	1	4 public participation/ Imbizo conducted	Number of public participation/ Imbizo conducted	1 public participation/ Imbizo conducted	1 public participation/ Imbizo conducted	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 75,587.00		Attendance register	Executive Mayor
46.	Public participation	Publicity and Media (Communication)	1	1 inauguration/ SODA conducted	Number of inauguration/ SODA conducted	0	0	0	0	N/A	N/A	General revenue	R 414 621.00	R 21,500.00	Attendance register	Executive Mayor
47.	Public participation	Publicity and Media (Communication)	1	1 Batho pele programs conducted	Number of Batho Pele programs conducted	0	1 Batho Pele programs conducted	0	-1	Progress report not provided	To be provided next quarter	General revenue	R 145,642.00	-	Attendance register	Executive Mayor
48.	Good governance	Governances and Management	100%	100% specialized auditors services - panel of auditors done	% of specialized auditors services - panel of auditors done	100% specialized auditors' services - panel of auditors done	100% specialized auditors' services - panel of auditors done	100%	0	N/A	N/A	General revenue	R 1,450,711.00	-	Appointment letter	Municipal Manager
49.	Good governance	Governances and Management	1	1 public service survey - customer satisfaction conducted	Number of public service survey - customer satisfaction conducted	0	0	0	0	N/A	N/A	General revenue	R 297,860.00	-	Report	Municipal Manager
50.	IGR meetings	IGR Joint portfolio meeting conducted	4	4IGR Joint portfolio meeting conducted	Number of IGR Joint portfolio meeting conducted	1 IGR Joint portfolio meeting conducted	1 IGR Joint portfolio meeting conducted	1	0	N/A	N/A	IGR mayor's forum conducted	R 29,786.00	-	Attendance register	Municipal Manager
51.	IGR meetings	IGR cluster meeting conducted	4	4 cluster meeting conducted	Number of IGR cluster meeting conducted	1 cluster meeting conducted	1 cluster meeting conducted	2	0	N/A	N/A	IGR mayor's forum conducted	R 25 729.00	-	Attendance register	Municipal Manager

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
52.	IGR meetings	IGR technical forum conducted	4	4 IGR Joint portfolio meeting conducted	Number of IGR technical forum conducted	1 technical forum conducted	1 technical forum conducted	2	0	N/A	N/A	IGR mayor's forum conducted	R 14,893.00	-	Attendance register	Municipal Manager
53.	IGR meetings	IGR mayor's forum conducted	4	4 IGR mayor's forum conducted	Number of IGR mayor's forum conducted	1 IGR J IGR mayor's forum conducted	1 IGR mayor's forum conducted	2	0	N/A	N/A	IGR mayor's forum conducted	R 12 518.00	-	Attendance register	Municipal Manager
54.	Good governance	Legislative compliance and Plans	1	1 compliance of drinking water quality SANS analysis test conducted	Number of compliances of drinking water quality SANS analysis test conducted	0	0	0	0	N/A	N/A	General revenue	R 1,787,161.00	731,931.63	Report	Technical services
55.	Good governance	Legislative compliance and Plans	EPWP Workshop and MIS Training conducted	1 EPWP workshop or MIS training conducted	Number of EPWP workshops or MIS training conducted	0	0	0	0	N/A	N/A	General revenue	R 60,000.00	-	Attendance register	Technical services
56.	Good governance	Legislative compliance and Plans	1	4 EPWP project steering committee training conducted	Number of EPWP project steering committee training conducted	0	2 EPWP project steering committee training conducted	0	0	N/A	N/A	General revenue	R 25,000.00	-	Attendance register	Technical services
57.	Good governance	Legislative compliance and Plans	7	7 water and wastewater treatments plants process audit plans	Number of water and wastewater treatments plants process audit	0	0	0	0	N/A	N/A	General revenue	R 2,482,168.00	-	Listing	Technical services

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
					plans review done											
58.	Good governance	Legislative compliance and Plans		1	Number of general Authorization limit -waste water-compliance report done	0	0	0	0	N/A	N/A		R 2,982,194.00	-	Report	Technical services
59.	Good governance	Legislative compliance and Plans	4	2 Green drop compliance reports) done	Number of sewer reticulation inspections (Green drop compliance reports) done	0	0	0	0	N/A	N/A	General revenue	R 4,467,903.00	-	Report	Technical services
60.	Good governance	Legislative compliance and Plans	14	14 wastewater risk abatement plans reviewed	Number of Wastewater Risk Abatement plan (W2RAP) review done	0	0	0	0	N/A	N/A	General revenue	R 1,478,678.00	-	Listing	Technical services
61.	Good governance	Legislative compliance and Plans	14	14 sludge management plans reviewed	Number of sludge management plan review done	0	0	0	0	N/A	N/A	General revenue	R 1,985,735.00	-	Listing	Technical services
62.	Good governance		16	16 water safety plans reviewed	Number of water safety plan review done	0	0	0	0	N/A	N/A	General revenue	R 2,482,168.00	-	Listing	Technical services
63.	Municipal financial health and sustenance	Legislative compliance and Plans	1	1 PMS SDBIP binding	Number of organizational development PMS SDBIP binding done	0	1 PMS SDBIP binding done	1	0	N/A	N/A	General revenue	R 43,168.00	R 15,800.84	Bind SDBIP	Municipal Manager
64.	Municipal	Municipal financial	1	1 annual report	Number of organizationa	0	0	0	0	N/A	N/A	General	R 43,168.0	-	Notice	Municipal

No:	Project Name	Project Description	Baseline	Annual targets	Output indictors	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
	financial health and sustenance	health and sustenance		publication done	l development PMS annual report publication done							revenue	0			Manager

No:	Project name	Project description	Baseline	Annual targets	Output indicators	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Priority area (KPA) 6: Financial viability																
Strategic objective: To ensure sound financial management of municipality																
8.	Good governance	Legislative compliance and Plans	1	1 credible financial statement compiled	Number of credible financial statement compiled	1 credible financial statement compiled	0	0	0	N/A	N/A	General revenue	R 695,007.00		AFS	CFO
9.	Municipal financial health and sustenance	Debt collection	8.2%	10% collection revenue improvement done	% on the revenue collection improvement done	10% collection revenue improvement done	10% collection revenue improvement done	0	-10%	Progress report not provided	To be provided next quarter	General revenue	R 690,050.00		Report	CFO
10.	Municipal financial health and sustenance	Indigent Status validation	2	1 Indigent status validation done	Number of Indigent status validation done	0	2 Indigent status validation done	0	-2	Progress report not provided	To be provided next quarter	General revenue	R 3,177,175.00		Listing	CFO

No:	Project name	Project description	Baseline	Annual targets	Output indicators	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
11.	Municipal financial health and sustenance	Assets management module	1	1 MSCOA compliance assets module implemented	Number of MSCOA compliance assets module implemented	0	0	0	0	N/A	N/A	General revenue	R 1,305,542.00		Report	CFO
12.	Municipal financial health and sustenance	Meter Reading	12	12 municipal consumer account billing done	Number of municipal consumer account billing done	3 municipal consumer account billing done	3 municipal consumer account billing done	0	0	N/A	N/A	General revenue	R 3,821,469.00		Report	CFO
13.	Municipal financial health and sustenance	Assets disposal	1	1 assets disposal conducted	Number of assets disposals conducted	0	0	0	0	Progress report not provided	To be provided next quarter	General revenue	R 200,000.00		Report	CFO
14.	Municipal financial health and sustenance	Procurement implementation plan	4	4 Procurement implementation operation plan	Number of implementation plan done	1 Procurement implementation operation plan	1 Procurement implementation operation plan	0	0	N/A	N/A	General revenue	R 00.00		Report	CFO

	Project name	Project description	Baseline	Annual targets	Output indicators	Quarter 1	Quarter 2	Actuals	Variances	Reasons for variances	Measures to improve performance	Source of funds	Budget 2025/26	Expenditure	Portfolio of evidence	Responsible department
Key Performance Area (KPA) 3: Spatial planning and environment management																
Strategic Objective: To be a spatially integrated district striving towards effective sustainable development, service delivery and improving accessibility to economic resources																
1.	Spatial planning and management	Environmental and spatial planning education	1	8 environmental and spatial planning education for traditional leaders conducted	Number of environmental and spatial planning education for traditional leaders conducted	4 environmental and spatial planning education for traditional leaders conducted	1 environmental and spatial planning education for traditional leaders conducted	5	0	N/A	N/A	General revenue	R 119 144.00	R 7,920.00	Attendance register	EDP
2.	Spatial planning and management	Wetland day Celebration	1	1 wetland day celebration conducted	Number of wetland day celebrations conducted	1 wetland day celebration conducted	0	1	0	N/A	N/A	General revenue	R 29 786.00	-	Attendance register	EDP
3.	Spatial planning and management	Arbor Month Celebration	1	1 arbor month celebration conducted	Number of arbor month celebration conducted	1 arbor month celebration conducted	0	1	0	N/A	N/A	General revenue	R 29 574.00	-	Attendance register	EDP
4.	Spatial planning and management	Environmental awareness campaign	1	environmental awareness campaign conducted	Number of environmental awareness campaign conducted	0	0	0	0	N/A	N/A	General revenue	R 29 786.00	-	Attendance register	EDP
5.	Spatial planning and management	Demarcation of sites	1	1400	Number of sites demarcation implementation done	1 sites demarcation implementation done	1 sites demarcation implementation done	2	0	N/A	N/A	General revenue	R 1,082,800.00	-	Report	EDP

SECTION B

IN – YEAR BUDGET STATEMENT TABLES

In terms of regulation 14 of the Municipal Budget and Reporting Regulations, the in-year budget statement tables must consist of Table C1 to C7 and supporting documentation for debtors, Creditors, Investment portfolio analysis and allocation of grants receipts and expenditure.

2.1 Vhembe District Municipality- Table C1 Quarterly Budget Statement Summary 2nd Quarter 2025

Limpopo: Vhembe(DC34) - Table C1 Monthly Budget Summary for period ending (M06) 31 December 2025

Description	2024/25	Budget year 2025/26								
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Financial Performance										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	507,491	760,792	760,792	97,108	96,713	193,821	276,413	(82,591)	(29.88)	760,792
Investment revenue	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational	1,532,077	1,612,617	1,612,617	673,423	553,671	1,227,094	1,120,423	106,671	9.52	1,612,617
Other own revenue	163,212	165,622	165,622	42,470	40,406	82,876	77,511	5,365	6.92	165,622
Total Revenue (excluding capital transfers and contributions)	**2,202,780**	**2,539,032**	**2,539,032**	**813,002**	**690,789**	**1,503,791**	**1,474,347**	**29,444**	**2.00**	**2,539,032**
Employee costs	804,605	808,707	808,707	205,691	206,479	412,170	366,279	45,891	12.53	808,707
Remuneration of councillors	16,147	16,793	16,793	4,081	3,920	8,001	8,495	(494)	(5.82)	16,793
Depreciation and amortisation	262,399	185,377	185,377	42,809	42,809	85,619	87,302	(1,683)	(1.93)	185,377
Finance charges	-	1	1	-	-	-	-	-	-	1
Inventory consumed and bulk purchases	456,461	236,795	236,795	20,098	30,304	50,402	102,186	(51,784)	(50.68)	236,795
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-
Other expenditure	1,013,947	740,556	740,556	118,079	124,139	242,218	260,860	(18,643)	(7.15)	740,556
Total Expenditure	**2,553,558**	**1,988,229**	**1,988,229**	**390,758**	**407,651**	**798,410**	**825,122**	**(26,712)**	**(3.24)**	**1,988,229**
Surplus/(Deficit)	**(350,778)**	**550,803**	**550,803**	**422,244**	**283,138**	**705,381**	**649,225**	**56,157**	**8.65**	**550,803**
Transfers and subsidies - capital (monetary allocations)	676,863	667,748	667,748	239,145	174,608	413,753	303,160	110,593	36.48	667,748
Transfers and subsidies - capital (in-kind)	4,939	4,956	4,956	-	-	-	2,478	(2,478)	(100.00)	4,956
Surplus/(Deficit) after capital transfers & contributions	**331,024**	**1,223,507**	**1,223,507**	**661,388**	**457,746**	**1,119,134**	**954,862**	**164,272**	**17.20**	**1,223,507**
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	**331,024**	**1,223,507**	**1,223,507**	**661,388**	**457,746**	**1,119,134**	**954,862**	**164,272**	**17.20**	**1,223,507**
Capital expenditure & funds sources										
Capital expenditure	**703,654**	**786,704**	**786,704**	**211,707**	**170,421**	**382,128**	**262,922**	**119,206**	**45.34**	**786,704**
Transfers recognised - capital	587,337	667,748	667,748	207,952	151,856	359,808	216,348	143,459	66.31	667,748
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	115,756	118,956	118,956	3,755	18,565	22,320	46,574	(24,254)	(52.08)	118,956
Total sources of capital funds	**703,094**	**786,704**	**786,704**	**211,707**	**170,421**	**382,128**	**262,922**	**119,206**	**45.34**	**786,704**
Financial position										
Total current assets	812,859	1,871,750	1,871,750	1,319,638	297,909	1,617,548	1,799,031	(181,483)	(10.09)	1,871,750
Total non current assets	7,101,766	7,932,810	7,932,810	7,274,209	127,612	7,401,821	7,507,205	(105,384)	(1.40)	7,932,810
Total current liabilities	1,127,252	1,214,962	1,214,962	1,200,087	(32,225)	1,167,862	985,283	182,579	18.53	1,214,962
Total non current liabilities	7,909	-	-	7,909	-	7,909	-	7,909	-	-
Community wealth/Equity	7,650,998	8,589,597	8,589,597	7,385,852	457,746	7,843,597	8,320,953	(477,356)	(5.74)	8,589,597
Cash flows										
Net cash from (used) operating	1,552,180	1,112,107	1,112,107	829,935	513,697	1,343,633	879,741	463,892	52.73	1,112,107
Net cash from (used) investing	(756,461)	(708,034)	(708,034)	(268,683)	(185,777)	(454,461)	(236,630)	(217,831)	92.06	(708,034)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	**1,309,069**	**825,001**	**825,001**	**628,496**	**956,417**	**956,417**	**1,064,039**	**(107,622)**	**(10.11)**	**825,001**
Collection Rate	**10.35**	**20.75**	**20.75**	**10.83**	**12.90**	**11.85**	**23.01**	**-**	**-**	**20.75**
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	13.60	25.11	25.11	15.51	18.22	16.86	29.22	-	-	25.11
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	13.62	25.13	25.13	15.53	18.24	16.88	29.24	-	-	25.13
Service charges - sanitation revenue	-	245.71	245.71	-	-	-	245.72	-	-	245.71
Service charges - refuse revenue	-	-		-	-	-	-	-	-	-
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-

ACTUAL REVENUE PER REVENUE SOURCE

The total revenue budget of the municipality is **R 3,211,735** billion which is consist of capital transfers of **R 667,748** million and operational transfers of

R 1,612,668 billion and own/other revenue to amount of **R 931,319** million.

Total Capital and Operational transfers are R 2,280,416 billion and is broken down as follows.

TRANSFER AND SUBSIDIES OPERATIONAL

Description	**Amount R**	**Type of grant**
Equitable Share	-1,567,856,000.00	Operational
Finance Management Grant (FMG)	-3,000,000.00	Operational
Extended Public Works Programme (EPWP)	-3,557,000.00	Operational
Rural Roads Assets Management Systems Grant (RTSG)	-2,587,000.00	Operational
MIG Operational portion	-30,817,400.00	MIG Operational portion
Infrastructure Skills Development Grant	-4,800,000.00	Operational
TOTAL	**-1,612,617,400.00**	

The municipality also have the transfer from SETA as a refund as and when there is trainindone.

Description	**Amount R**	**Type of grant**
Skills Development (SETA)	-4,955,869.00	Operational Refund from SETA (Training)

Total	**-4,955,869.00**	

CAPITAL TRANSFERS AND SUBSIDIES

Description	Amount (Vat Exclusive) R	Type of grant
Municipal Infrastructure Grant (MIG)	-585,530,600.00	Capital Portion
Water Services Infrastructure Grant (WSIG)	-82,217,000.00	Capital Portion
TOTAL	**-667,747,600.00**	

TOTAL GRANTS AND SUBSIDIES	**-2,280,365,000.00**	

TOTAL SETA TRANSFER	**-4,955,869.00**	

TOTAL OWN REVENUE	**-926,374,447.00**	

TOTAL REVENUE BUDGET: R 3,211,735,316.00 billion.

Dec-25						
DESCRIPTION	**APROVED BUDGET 2025/26**	**QUARTER 1**	**QUARTER 2**	**TOTAL**	**VARIANCE**	**RECEIPTS / BILLED %**
Municipal Infrustructure Grant	616,348,000.00	335,210,000.00	141,004,000.00	476,214,000.00	140,134,000.00	77%
Equitable Shares	1,567,855,999.00	653,273,000.00	522,619,000.00	1,175,892,000.00	391,963,999.00	75%
Department of Transport Grant (Rural Road Asset Management Grant)	2,587,000.00	1,847,000.00	-	1,847,000.00	740,000.00	71%
Local Governmernt Financial Management Grant	3,000,000.00	3,000,000.00	-	3,000,000.00	-	100%
EPWP	3,557,000.00	889,000.00	1,601,000.00	2,490,000.00	1,067,000.00	70%
Department of Water Affairs -WSIG	82,217,000.00	32,000,000.00	30,000,000.00	62,000,000.00	20,217,000.00	75%
ISDG	4,800,000.00	3,000,000.00	-	3,000,000.00	1,800,000.00	63%
Interest on Investment	46,119,510.00	7,891,711.86	6,017,825.03	13,909,536.89	32,209,973.11	30%
Interest on Debtors	113,750,371.00	35,543,154.58	36,515,230.33	72,058,384.91	41,691,986.09	63%
Sale of Tender Documents	105,050.00	9,030.45	294,817.02	303,847.47	(198,797.47)	289%
Equipment Landing Deport	330,364.00	108,419.96	52,494.78	160,914.74	169,449.26	49%
Water Sales	771,175,489.00	181,851,166.20	184,114,118.85	365,965,285.05	405,210,203.95	47%
Other Income SETA	4,955,869.00	-	-	-	4,955,869.00	0%
Health Certificates	2,311,016.00	267,929.60	181,455.67	449,385.27	1,861,630.73	19%
Fire Service fee	189,212.00	82,017.77	26,577.72	108,595.49	80,616.51	57%
Training Fire and Rescue	2,800,000.00	-	-	-	2,800,000.00	0%
Sale of manure	651,291.00	4,601.73	829.56	5,431.29	645,859.71	1%
New connection	1,327,740.00	166,116.76	84,868.28	250,985.04	1,076,754.96	19%
Cost of basic services-water	- 12,345,595.00	-	-	-	(12,345,595.00)	0%
TOTAL	**3,211,735,316.00**	**1,255,143,148.91**	**922,512,217.24**	**2,177,655,366.15**	**1,034,079,949.85**	**68%**

3.1 DETAIL REVENUE PERFORMANCE PER SOURCE

SUMMARY

The total revenue budget for the municipality is **R 3,211,735,316.00** billion for the financial year 2025/2026, **70.73%** is grants and subsidies while only **29.27%** is own revenue. The municipality has collected **R 1,744,129** billion YTD actual cash excluding billing. The collection rate has decreased by **4.08%** compared to last month collection rate of **10.96%,** (Monthly total collection excluding prepaid of **R 4,209** million against previous month total billing of **R 61,109** million) which is currently at **6.88%** collection rate for the month under review. Pre-paid collected to date is **R 1,371** million. The collection rate decreased from the average collection rate of

10.96% to **6.88%** as compared to the previous of month (November 2025).
The municipality is continuing to address the completeness of revenue through monthly meter readings which is also assisting in the credibility of the consumer statements, though the municipality is currently having a challenge with the households which are not metred. The municipality should procure more smart meters to be installed where there are no meters.

ANALYSIS OF INDIVIDUAL CATEGORY OF REVENUE

ANALYSIS PER SOURCE:

Interest from the bank

The annual budget for this item is for an amount of **R 46,120** million. The municipality earned **R 13,909** million, which is **60%** of the YTD Budget of
R 23,059 million, and this is because of interest received from the bank on all municipal bank accounts (Water and operational accounts). The overall receipt against the annual budget is **30%**. The municipality may consider reducing the budget of this line item as the performance is not satisfactory.

Interest on Debtors

The annual budget for this item is for an amount of **R 113,750** million. Interest on outstanding accounts billed **R 72,058** million of the YTD budget of **R 56,875** million which is **127%** and this is due to non-payment of services by customers, which resulted to **7%** interest rate being charged on all overdue accounts. The overall receipt against the annual budget is **63%.** The municipality should consider increasing the budget of this line item during the adjustment budget as currently the billing is more than the anticipated budget.

Sale of Tender Documents

The annual budget for this item is for an amount of **R 105** thousand.

The municipality collected **R 303** thousand as at 31st of December 2025, of the YTD budget of **R 52** thousand which is **578%.** The overall receipt against the annual budget is **289%**. The municipality will need to consider doing adjustment budget as the collection is currently higher than the budgeted amount.

New connection

The annual budget for this item is for an amount of **R 1,328** million.

The municipality collected **R 250** thousand as at 31st of December 2025 which is **38%** of the YTD budget of **R 663** thousand. The overall receipt against the annual budget is **19%.** The municipality should consider adjusting downwards the budget during the adjustment budget process.

Other income

Landing Depot

The annual budget for this item is for an amount of **R 330** thousand. The municipality collected **R 160** thousand as at 31st of December 2025 against the YTD budget of **R 165** thousand which is **97%.** The overall receipt against the annual budget is **49%**.

Health Certificates

The annual budget for this item is for an amount of **R 2,311** million. The municipality collected **R 449** thousand which is **39%** of the YTD budget of **R 1,155** million as at 31st of December 2025. The overall receipt against the annual budget is **19%.** The municipality should consider reducing the budget of this line item during the adjustment budget process.

Fire Services

The annual budget for this item is for an amount of **R189** thousand. The municipality collected **R 108** thousand which is **115%** of the YTD budget of **R 94** thousand for the period under review. The overall receipt against the annual budget is **57%.** The municipality should consider increasing the budget of this line item during the adjustment budget process.

Sales of Manure

The annual budget for this item is for an amount of **R 651** thousand. The municipality collected **R 5** thousand which is **2%** of the YTD budget of **R 325** thousand for the period under review. The overall receipt against the annual budget is **1%**. The municipality should consider reducing the budget of this item during the adjustment budget process.

Training Fire and Rescue

The annual budget for this item is for an amount of **R2,800** million. The municipality collected **R 0** thousand which is **0%** of the YTD budget of **R 1,166** million for the period under review. The overall receipt against the annual budget is **0%**. The municipality should consider removing this item during the adjustment budget of this item during the adjustment budget process as there is no movement.

ACTUAL OPERATING EXPENDITURE PER VOTE (DEPARTMENTS)

The total operating budget is **R 1,988,229** billion. The total operating expenditure for all the departments during the period under review is **R 798,410** million of the anticipated expenditure of **R 825,122** million, the municipality has underspent by an amount of **R (26,712)** million which **-3.24%** for the period under review. The municipality has underperformed as the expenditure attained is below the targeted budged amount. Under performance is due to application of cost containment measures. The overall performance of the operational expenditure for the municipality is **40%** for the period under review.

Below is the C4 table which shows the financial performance per expenditure type

Limpopo: Vhembe (DC34) - Table C4 Monthly Budgeted Financial Performance (All) for period ending (M03) 30 September 2025

Description	Ref	2024/25	Budget year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity										
Service charges - Water		506,990	760,132	760,132	96,997	96,997	190,570	(93,572)	(49.10)	760,132
Service charges - Waste Water Management			26	26	10	10	6	3	49.74	26
Service charges - Waste Management		500	635	635	101	101	159	(57)	(36.16)	635
Sale of Goods and Rendering of Services		3,132	3,111	3,111	363	363	779	(415)	(53.32)	3,111
Agency services										
Interest		37,769	46,120	46,120	7,832	7,832	14,175	(6,343)	(44.75)	46,120
Interest earned from Receivables		121,902	113,750	113,750	34,167	34,167	25,037	9,129	36.46	113,750
Interest earned from Current and Non Current Assets										
Dividends										
Rent on Land										
Rental from Fixed Assets										
Licence and permits		2	2,311	2,311			578	(578)	(100.00)	2,311
Special rating levies										
Operational Revenue										
Non-Exchange Revenue										
Property rates										
Surcharges and Taxes										
Fines, penalties and forfeits										
Licences or permits		310	330	330	108	108	98	10	10.51	330
Transfer and subsidies - Operational		1,532,077	1,612,617	1,612,617	673,423	673,423	625,893	47,531	7.59	1,612,617
Interest										
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets										
Other Gains		97								
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions		**2,202,780**	**2,539,032**	**2,539,032**	**813,002**	**813,002**	**857,294**	**(44,292)**	**(5.17)**	**2,539,032**
Expenditure										
Employee related costs	-	804,605	808,707	808,707	205,691	205,691	177,094	28,598	16.15	808,707
Remuneration of councillors		16,147	16,793	16,793	4,081	4,081	4,246	(166)	(3.90)	16,793
Bulk purchases - electricity										
Inventory consumed		456,461	236,795	236,795	20,098	20,098	18,252	1,846	10.12	236,795
Debt impairment		478,769	208,600	208,600						208,600
Depreciation and amortisation		262,399	185,377	185,377	42,809	42,809	43,788	(978)	(2.23)	185,377
Interest			1	1						1
Contracted services		305,170	332,920	332,920	76,249	76,249	69,518	6,731	9.68	332,920
Transfers and subsidies										
Irrecoverable debts written off			5,215	5,215						5,215
Operational costs		228,965	193,719	193,719	41,830	41,830	48,865	(7,036)	(14.40)	193,719
Losses on disposal of Assets		1,021	102	102						102
Other Losses		22								
Total Expenditure		**2,553,558**	**1,988,229**	**1,988,229**	**390,758**	**390,758**	**361,763**	**28,995**	**8.02**	**1,988,229**
Surplus/(Deficit)		**(350,778)**	**550,803**	**550,803**	**422,244**	**422,244**	**495,531**	**(73,288)**	**(14.79)**	**550,803**
Transfers and subsidies - capital (monetary allocations)		676,863	667,748	667,748	239,145	239,145	160,176	78,969	49.30	667,748
Transfers and subsidies - capital (in-kind)		4,939	4,956	4,956			1,239	(1,239)	(100.00)	4,956
Surplus/(Deficit) after capital transfers and contributions		**331,024**	**1,223,507**	**1,223,507**	**661,388**	**661,388**	**656,946**	**4,443**	**0.68**	**1,223,507**
Income Tax										
Surplus/(Deficit) after income tax		**331,024**	**1,223,507**	**1,223,507**	**661,388**	**661,388**	**656,946**	**4,443**	**0.68**	**1,223,507**
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		**331,024**	**1,223,507**	**1,223,507**	**661,388**	**661,388**	**656,946**	**4,443**	**0.68**	**1,223,507**
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/(Deficit) for the year		**331,024**	**1,223,507**	**1,223,507**	**661,388**	**661,388**	**656,946**	**4,443**	**0.68**	**1,223,507**

Explanations of expenditure performance per item

Employee related costs.

The total budget for employee related cost is **R 808,707** million. The total employee related cost expenditure is **R 412,170** million of the total anticipated expenditure of

R 366,279 million. The municipality has overspent by **R 45,891** million which is **12.53%** of the anticipated expenditure for the period under review. The municipality has overperformed during the period under review, The overall performance for this item is **50.96%** for the period under review.

Remuneration of councillors

The total budget for the remuneration of councillors is **R 16,793** million. The total remuneration of councillor's expenditure is **R 8,001** million and the total anticipated expenditure of **R 8,495** million. The municipality has underspent by **(R 494)** thousand which is **-5.82%** of the anticipated expenditure for the period under review. The overall performance for this item is **47.64%** for the period under review.

Inventory Consumed

The total budget for the inventory consumed is **R 236,795** million. The total expenditure incurred amounts to **R 50,402** million and the total anticipated expenditure is **R 102,186** million for the period under review. The municipality has underspent by **(R 51,784)** million which is **-50.68%** of the anticipated expenditure for the period under review. The overall performance for this item is **21.28%** for the period under review.

Debt Impairment

The budgeted amount for debt impairment is **R 208,600** million. The debt impairment calculation is done annually as per municipality's policy hence no expenditure for the period under review resulting in **100%** under-spending. The municipality will need to consider adjusting this line item upwards as currently customers are not paying their debts which is resulting in the increase of the municipalities debtor's book.

Depreciation and amortization

The total budget amount for depreciation and assets impairment is **R 185,377** million of which is non-cash item. The total expenditure incurred for this item is

R 85,619 million, and total anticipated expenditure is **R 87,302** million for the period under review. The municipality has under-performed by **(R 1,683)** million which is **-1.93%** of the anticipated expenditure for the period under review. The annual budget has taken into consideration all new assets that will be completed in the 2025/2026 financial year. The overall performance for this item is **46.18%** for the period under review. The municipality will need to consider increasing the budget of this line item as there is one month which was not accounted for (July 2025) and considering the audit outcome for the previous financial year.

Interest

The budget amount for the interest is **R 1** thousand. There is no expenditure incurred for the period under review. The municipality is doing well on this matter. The overall performance for this item is **0%** for the period under review.

Contracted Services

The total budget for the contracted services is **R 332,920** million. The total expenditure incurred is **R 153,270** million and the total anticipated expenditure is

R 159,845 million for the period under review. The municipality has underspent by

(R 6,576) million which is **-4.11%** of the total anticipated expenditure. The overall performance for this item is **46.03%** for the period under review. The municipality will perform during the next quarters as most of the items are meant for the third and fourth quarters

Irrecoverable debts written off

The total budget amount for irrecoverable debts written off is **R 5,215** million and the total expenditure incurred is **R 0**. The total anticipated expenditure for the period under review is **R0**.

Operational costs

The total budget for operational costs is **R 193,719** million and total expenditure incurred is **R 88,948** million. The total anticipated expenditure for the period under review is **R 101,015** million. The municipality has underspent by **(R 12,067)** million which is **-11.95%** of the total anticipated expenditure for the period under review. The overall performance for this item is **45.91%** for the period under review. The municipality will perform during the next quarters as most of the items are meant for the third and fourth quarters.

TABLE C2 EXPLANATION FOR VARIANCE PER FUNCTION

Limpopo: Vhembe (DC34) - Table C2 Monthly Budgeted Financial Performance by Functional Classification for period ending (M06) 31 December 2025

Description	Ref	2024/25	Budget year 2025/26								
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue - Functional											
Municipal governance and administration		**800,573**	**833,091**	**833,091**	**319,148**	**262,367**	**581,515**	**525,587**	**55,928**	**10.64**	**833,091**
Executive and council		145,920	147,866	147,866	61,611	49,234	110,845	107,590	3,255	3.03	147,866
Finance and administration		651,998	681,675	681,675	256,058	211,951	468,009	416,009	52,000	12.50	681,675
Internal audit		2,655	3,550	3,550	1,479	1,182	2,661	1,989	672	33.80	3,550
Community and public safety		**158,637**	**171,002**	**171,002**	**64,946**	**51,860**	**116,806**	**128,258**	**(11,452)**	**(8.93)**	**171,002**
Community and social services		156,269	166,042	166,042	64,043	51,177	115,220	125,271	(10,051)	(8.02)	166,042
Sport and recreation											
Public safety		374	2,989	2,989	82	27	109	1,495	(1,386)	(92.73)	2,989
Housing											
Health		1,994	1,970	1,970	821	656	1,477	1,492	(15)	(1.01)	1,970
Economic and environmental services		**78,914**	**60,132**	**60,132**	**22,838**	**19,355**	**42,193**	**39,003**	**3,190**	**8.18**	**60,132**
Planning and development		69,753	51,864	51,864	21,166	17,737	38,903	35,030	3,873	11.06	51,864
Road transport		3,458	3,987	3,987	583	780	1,363	2,071	(708)	(34.19)	3,987
Environmental protection		5,703	4,281	4,281	1,089	837	1,926	1,902	25	1.31	4,281
Trading services		**1,776,427**	**2,074,994**	**2,074,994**	**615,028**	**507,728**	**1,122,756**	**1,034,731**	**88,025**	**8.51**	**2,074,994**
Energy sources											
Water management		1,610,923	1,981,524	1,981,524	576,101	476,620	1,052,720	967,570	85,151	8.80	1,981,524
Waste water management		165,504	93,453	93,453	38,928	31,108	70,036	67,153	2,882	4.29	93,453
Waste management			17	17				8	(8)	(100.00)	17
Other	4	**70,031**	**72,517**	**72,517**	**30,186**	**24,088**	**54,274**	**52,405**	**1,869**	**3.57**	**72,517**
Total Revenue - Functional	2	**2,884,582**	**3,211,735**	**3,211,735**	**1,052,147**	**865,397**	**1,917,544**	**1,779,984**	**137,559**	**7.73**	**3,211,735**
Expenditure - Functional											
Municipal governance and administration		**928,095**	**666,317**	**666,317**	**127,384**	**115,294**	**242,678**	**237,315**	**5,363**	**2.26**	**666,317**
Executive and council		129,550	129,456	129,456	32,156	31,435	63,591	59,954	3,637	6.07	129,456
Finance and administration		797,314	533,375	533,375	94,723	83,720	178,442	175,207	3,236	1.85	533,375
Internal audit		1,231	3,486	3,486	505	139	644	2,155	(1,510)	(70.10)	3,486
Community and public safety		**152,126**	**163,954**	**163,954**	**41,882**	**37,592**	**79,474**	**78,003**	**1,471**	**1.89**	**163,954**
Community and social services		150,642	161,739	161,739	41,775	37,569	79,344	76,578	2,767	3.61	161,739
Sport and recreation											
Public safety			24	24							24
Housing											
Health		1,483	2,192	2,192	107	23	130	1,425	(1,295)	(90.90)	2,192
Economic and environmental services		**190,640**	**33,724**	**33,724**	**4,802**	**5,947**	**10,749**	**14,193**	**(3,444)**	**(24.26)**	**33,724**
Planning and development		188,490	30,281	30,281	4,802	5,631	10,433	12,515	(2,081)	(16.63)	30,281
Road transport		1,969	3,036	3,036		308	308	1,383	(1,076)	(77.77)	3,036
Environmental protection		181	407	407		8	8	294	(286)	(97.31)	407
Trading services		**1,279,929**	**1,117,174**	**1,117,174**	**216,400**	**248,663**	**465,063**	**494,435**	**(29,372)**	**(5.94)**	**1,117,174**
Energy sources											
Water management		1,239,510	1,050,762	1,050,762	208,324	244,828	453,152	475,191	(22,038)	(4.64)	1,050,762
Waste water management		40,419	66,412	66,412	8,076	3,835	11,911	19,244	(7,333)	(38.11)	66,412
Waste management											
Other	4	**2,769**	**7,059**	**7,059**	**290**	**156**	**446**	**1,177**	**(731)**	**(62.09)**	**7,059**
Total Expenditure - Functional	3	**2,553,558**	**1,988,229**	**1,988,229**	**390,758**	**407,651**	**798,410**	**825,122**	**(26,712)**	**(3.24)**	**1,988,229**
		331,024	**1,223,507**	**1,223,507**	**661,388**	**457,746**	**1,119,134**	**954,862**	**164,272**	**17.20**	**1,223,507**

DETAIL PERFORMANCE PER DEPARTMENT (FUNCTION)

The department (Function) individual performance as indicated above on 4.1 are as follows.

Municipal Governance and Administration

The total budget amount for this function is **R 666,317** million. The total actual expenditure incurred amounts to **R 242,678** million against the anticipated year-to-date budget of **R 237,315** million. The function for governance and administration has overspent by **R 5,363** million which is **2.26%** of the anticipated expenditure for the period under review. The overall actual expenditure percentage is **36.42%** for the period under review.

Community and Public Safety

The total budget amount for this function is **R 163,954** million. The total actual expenditure to date incurred is **R 79,474** million against the year-to-date budget of

R 78,003 million**.** This function has overspent by **R 1,471** million which is **1.89%** anticipated expenditure for the period under review. The overall year-to-date actual expenditure percentage is **48.47%** for the period under review.

Economic and Environmental Services

The total budget for this function is **R 33,724** million. The total actual expenditure incurred is **R 10,749** million**.** The department has underspent by **(R 3,444)** million which is **-24.26%** of the anticipated budgeted expenditure of **R 14,193** million for the period under review. The overall year-to-date actual expenditure percentage is **24.26%** for the period under review.

Trading Services

The total budget amount for this function is **R 1,117,174** billion. The total actual expenditure incurred amount to **R 465,063** million. The department has underspent by **(R 29,372)** million which is **-5.94%** of the anticipated expenditure of **R 465,063** million for the period under review. The overall actual expenditure percentage against the budget is **41.62%** for the period under review.

Other (Tourism, Markets, Air transport and Abattoirs)

The total budget amount for other functions is **R 7,059** million. The total actual expenditure incurred amount to **R 446** thousand. The department has underspent by **(R 731)** thousand which is **62.09%** of the anticipated expenditure of **R 1,177** million for the period under review. The overall actual expenditure percentage against the budget is **6.31%** for the period under review. The department is anticipated to increase their performance during the third and fourth quarters as per their budget implementation plan.

ACTUAL CAPITAL EXPENDITURE, PER VOTE

The total budget for capital expenditure is **R 786,704** million (VAT exclusive). The municipality has spent **R 382,128** million (VAT exclusive) during the period under review. The municipality overspent by **R 119,206** million which is **45.34%** of the total anticipated budgeted expenditure to an amount of **R 262,922** million. The higher over-expenditure was due the multi-year projects which were paid during the first month of the financial year. Detailed explanation of expenditure is reflected on the procurement plan report. The overall percentage expenditure for capital budget is **48.57%** of the total budget.

Below is the C5 table which shows Quarterly Budgeted Capital Expenditure by Functional Classification and Funding for period ending (M06) 31 December 2025 (Quarter 2)

Limpopo: Vhembe (DC34) - Table C2 Monthly Budgeted Financial Performance by Functional Classification for period ending (M06) 31 December 2025

Description	Ref	2024/25	Budget year 2025/26								
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue - Functional											
Municipal governance and administration		**800,573**	**833,091**	**833,091**	**319,148**	**262,367**	**581,515**	**525,587**	**55,928**	**10.64**	**833,091**
Executive and council		145,920	147,866	147,866	61,611	49,234	110,845	107,590	3,255	3.03	147,866
Finance and administration		651,998	681,675	681,675	256,058	211,951	468,009	416,009	52,000	12.50	681,675
Internal audit		2,655	3,550	3,550	1,479	1,182	2,661	1,989	672	33.80	3,550
Community and public safety		**158,637**	**171,002**	**171,002**	**64,946**	**51,860**	**116,806**	**128,258**	**(11,452)**	**(8.93)**	**171,002**
Community and social services		156,269	166,042	166,042	64,043	51,177	115,220	125,271	(10,051)	(8.02)	166,042
Sport and recreation											
Public safety		374	2,989	2,989	82	27	109	1,495	(1,386)	(92.73)	2,989
Housing											
Health		1,994	1,970	1,970	821	656	1,477	1,492	(15)	(1.01)	1,970
Economic and environmental services		**78,914**	**60,132**	**60,132**	**22,838**	**19,355**	**42,193**	**39,003**	**3,190**	**8.18**	**60,132**
Planning and development		69,753	51,864	51,864	21,166	17,737	38,903	35,030	3,873	11.06	51,864
Road transport		3,458	3,987	3,987	583	780	1,363	2,071	(708)	(34.19)	3,987
Environmental protection		5,703	4,281	4,281	1,089	837	1,926	1,902	25	1.31	4,281
Trading services		**1,776,427**	**2,074,994**	**2,074,994**	**615,028**	**507,728**	**1,122,756**	**1,034,731**	**88,025**	**8.51**	**2,074,994**
Energy sources											
Water management		1,610,923	1,981,524	1,981,524	576,101	476,620	1,052,720	967,570	85,151	8.80	1,981,524
Waste water management		165,504	93,453	93,453	38,928	31,108	70,036	67,153	2,882	4.29	93,453
Waste management			17	17				8	(8)	(100.00)	17
Other	4	**70,031**	**72,517**	**72,517**	**30,186**	**24,088**	**54,274**	**52,405**	**1,869**	**3.57**	**72,517**
Total Revenue - Functional	2	**2,884,582**	**3,211,735**	**3,211,735**	**1,052,147**	**865,397**	**1,917,544**	**1,779,984**	**137,559**	**7.73**	**3,211,735**
Expenditure - Functional											
Municipal governance and administration		**928,095**	**666,317**	**666,317**	**127,384**	**115,294**	**242,678**	**237,315**	**5,363**	**2.26**	**666,317**
Executive and council		129,550	129,456	129,456	32,156	31,435	63,591	59,954	3,637	6.07	129,456
Finance and administration		797,314	533,375	533,375	94,723	83,720	178,442	175,207	3,236	1.85	533,375
Internal audit		1,231	3,486	3,486	505	139	644	2,155	(1,510)	(70.10)	3,486
Community and public safety		**152,126**	**163,954**	**163,954**	**41,882**	**37,592**	**79,474**	**78,003**	**1,471**	**1.89**	**163,954**
Community and social services		150,642	161,739	161,739	41,775	37,569	79,344	76,578	2,767	3.61	161,739
Sport and recreation											
Public safety			24	24							24
Housing											
Health		1,483	2,192	2,192	107	23	130	1,425	(1,295)	(90.90)	2,192
Economic and environmental services		**190,640**	**33,724**	**33,724**	**4,802**	**5,947**	**10,749**	**14,193**	**(3,444)**	**(24.26)**	**33,724**
Planning and development		188,490	30,281	30,281	4,802	5,631	10,433	12,515	(2,081)	(16.63)	30,281
Road transport		1,969	3,036	3,036		308	308	1,383	(1,076)	(77.77)	3,036
Environmental protection		181	407	407		8	8	294	(286)	(97.31)	407
Trading services		**1,279,929**	**1,117,174**	**1,117,174**	**216,400**	**248,663**	**465,063**	**494,435**	**(29,372)**	**(5.94)**	**1,117,174**
Energy sources											
Water management		1,239,510	1,050,762	1,050,762	208,324	244,828	453,152	475,191	(22,038)	(4.64)	1,050,762
Waste water management		40,419	66,412	66,412	8,076	3,835	11,911	19,244	(7,333)	(38.11)	66,412
Waste management											
Other	4	**2,769**	**7,059**	**7,059**	**290**	**156**	**446**	**1,177**	**(731)**	**(62.09)**	**7,059**
Total Expenditure - Functional	3	**2,553,558**	**1,988,229**	**1,988,229**	**390,758**	**407,651**	**798,410**	**825,122**	**(26,712)**	**(3.24)**	**1,988,229**
		331,024	**1,223,507**	**1,223,507**	**661,388**	**457,746**	**1,119,134**	**954,862**	**164,272**	**17.20**	**1,223,507**

CAPITAL EXPENDITURE FOR SECOND QUARTER FOR 2025/2026 FINANCIAL YEAR					
Segment Description	**Total Budget**	**QUARTER 1**	**QUARTER 2**	**Total Actual**	**% Spent**
Erection of Walls- Water Plants	3,000,000.00	-	-	-	0%
Fencing of walls - Water Plants	2,000,000.00	-	-	-	0%
Construction of Booster pump - Rising main and Steel tank at Mowkop Reservoir	9,080,000.00	-	25,579,495.45	25,579,495.45	282%
Water Supply and Bulk Water Reticulation of Ngwenani Themeli	81,815,797.00	2,853,643.50	-	2,853,643.50	3%
Vondo RWS: Murangoni	63,370,386.00	10,103,227.98	12,295,001.64	22,398,229.62	35%
Contruction of Bulk Pipe Line from Vuwani to Middle Letaba System Disaster Proje	3,336,091.00	-	-	-	0%
Refurbishment of Bulk sewer pipeline from Miluwani to Thohoyandou west	11,930,000.00	8,195,869.24	-	8,195,869.24	69%
Mutale Raw and Potable Bulk Water System Upgrade	207,210,512.00	110,682,349.18	55,368,507.34	166,050,856.52	80%
Musina RWS: Drilling of boreholes in Musina	12,223,300.00	10,143,104.08	-	10,143,104.08	83%
Malamulele East RWS: Construction of Bulk pipeline and internal reticulation at	5,350,000.00	4,099,087.43	-	4,099,087.43	77%
Development of Boreholes at Tiyani (Sitting; drilling; testi	1,700,000.00	-	-	-	0%
Development of Boreholes at Mailaskop (3 x Sitting; drilling	1,540,000.00	-	-	-	0%
Malamulele west Rigional Water Scheme(RWS)	6,620,190.00	265,521.30	1,749,006.76	2,014,528.06	30%
Malonga water reticulation	17,213,705.00	8,288,522.34	3,185,366.58	11,473,888.92	67%
Vuwani to Vyeboom and construction of Reservoir (Makhado)	17,888,412.00	4,795,117.40	12,421,330.47	17,216,447.87	96%
Mutshedzi Regional Water Scheme	72,764,908.00	33,316,455.46	30,890,561.45	64,207,016.91	88%
Increasing the Capacity of Vondo WTW & Upgrading of water r	14,253,388.00	2,646,718.70	926,626.11	3,573,344.81	25%
Connection Material	10,050,000.00	-	-	-	0%
Internal Audit Software System	1,739,130.00	-	-	-	0%
Organisational Performance Magement System Development (PMS)	1,516,620.00	-	-	-	0%
Electronic Record Management System (ERMS)	1,000,000.00	-	-	-	0%
GIS Implementation Strategy	2,895,393.00	1,704,860.18	-	1,704,860.18	59%
Upgrade of Vondo WTW and Related Infrastructure Phase 2: Pum	38,463,410.00	7,194,749.62	9,439,739.31	16,634,488.93	43%
Mobile Office	1,000,000.00	-	-	-	0%
Xhigalo Fire Station	376,888.00	-	-	-	0%
Fire Fighting Equipments	119,387.00	-	-	-	0%
Dzanani Fire Station	6,808,696.00	-	55,811.34	55,811.34	1%
Server Room Inventer Phase 1	1,000,000.00	-	-	-	0%
Camera Communications	30,000.00	-	-	-	0%
Furniture and Fittings	2,000,000.00	16,000.00	4,970.00	20,970.00	1%
Shreder Machines	50,000.00	-	-	-	0%
Steel cabinet	500,000.00	-	-	-	0%
Installation of Air conditioners	500,000.00	-	-	-	0%
Convectional /Prepaid Meters	17,000,000.00	-	14,455,890.92	14,455,890.92	85%
Construction of VIP toilets Musina area	2,726,000.00	-	-	-	0%
Construction of VIP Toilet Thulamela	3,350,000.00	-	-	-	0%
Construction of VIP Toilets Colins Chabane	2,392,000.00	-	-	-	0%
Contruction of VIP Toilet Makhado	3,871,000.00	-	-	-	0%
Water Tankers	8,400,000.00	-	-	-	0%
Water Demand Vehicles	3,000,000.00	-	-	-	0%
Lending Depot Vehicle	500,000.00	-	-	-	0%
Vuwani Training Centre Vehicles	4,830,000.00	-	-	-	0%
Waste Water Bakkies (3)	1,200,000.00	-	-	-	0%
Fire Engines	13,031,733.00	-	-	-	0%
Tracter Shelter	2,406,784.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Makhasa v	1,680,000.00	-	-	-	0%
Development of 2 x Boreholes and Associated Water Services Infrastructure Masha	1,230,000.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure at Matat	2,204,500.00	-	-	-	0%
Tshitale Regional Water Scheme: Mulima Likhade Refurbishment	10,993,800.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Dota vill	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Mulima vi	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Pfumembev	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Smokey vi	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Matshema	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Gudani vi	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Tshilamus	1,650,800.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Mphagane	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Domboni v	906,378.00	-	611,775.00	611,775.00	67%
Development of Boreholes and Associated Water Services Infrastructure Nwiini vi	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Mabidi vi	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Chabani v	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Mbokota v	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Ribungwan	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Starighar	906,378.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Ha-Khakhu	906,378.00	-	-	-	0%
Drilling of Borehole and Construction of Associated Infrastructure Maramanzhi	1,650,800.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Watervaal	1,540,000.00	-	-	-	0%
Development of Boreholes and Associated Water Services Infrastructure Tshivhula	2,500,000.00	-	-	-	0%
Development of borehole and asociated infrastructue at Tshikhudini	1,650,800.00	-	-	-	0%
Drilling of borehole at Mashamba village	1,540,000.00	-	-	-	0%
Drilling of borehole at Makushu Village	1,540,000.00	-	-	-	0%
Refurbishment of Malamulele Water Treatment Works	51,600,000.00	-	-	-	0%
Bulk Metering	5,000,000.00	-	-	-	0%
Calibration of Guages/Meters	4,000,000.00	-	-	-	0%
Household connections	2,950,000.00	-	-	-	0%
Drilling of New boreholes along Limpopo rivier (Musina)	8,456,123.00	2,034,110.00	3,436,789.93	5,470,899.93	65%
Drilling of borehole at Tshirundzini - Mutale	1,650,800.00	-	-	-	0%
Construction of Malamulele Internal Water Reticulation Unit B Ext	9,217,000.00	5,367,634.07	-	5,367,634.07	58%
TOTAL EXPENDITURE	**786,704,023.00**	**211,706,970.48**	**170,420,872.30**	**382,127,842.78**	**49%**

DETAIL PERFORMANCE PER FUNCTION

The municipality is currently over-performed by **R 119,206** million of the total anticipated budget expenditure of **R 262,922** million and has pending transaction to a tune of **R 22,996** million for the period under review. This item is mostly grant dependent. The over performance is due to multi-year projects for MIG which had to be paid continuously form the previous financial year.

The municipality is advised to continue making sure that the bids committees sits regularly as non-sitting affects the expenditure relating to capital projects and all items that are procured through tender processes.

Municipal Governance and Administration

The total budget amount for this function is **R 43,202** million. The total actual expenditure incurred amount to **R 77** thousand against the anticipated year-to-date budget of **R 15,723** million. The function for governance and administration has underspent by **(R 15,647)** million which is **-99.51%** of the anticipated expenditure for the period under review. The municipality has under-performed on this line as most of the items are funded through own funding. The overall expenditure against the total budget is **0.17%** for the period under review.

Community and public safety

The total budget amount for this function is **R 5,207** million. The total expenditure incurred amount to **R 0** against the anticipated year-to-date budget of **R 377** thousand for the period under review. The function has not spent anything hence it is at **100%** of the anticipated expenditure for the period under review. The expenditure for this line item is affected by no collection of the anticipated collection on fees for firefighting training courses which has never materialised, the municipality should consider reducing the budget for this line item as there is no collection to fund the vehicles which the department has budgeted to procure. The overall expenditure against the total budget is **0%** for the period under review**.**

Planning and Development (Economic and Environmental services)

The total budget amount for this function is **R 15,234** million. The total actual expenditure incurred amount to **R 1,705** million. The department has underspent by **(R 4,790)** million which is **-73.75%** of the anticipated budgeted expenditure of **R 6,495** million for the period under review. The overall expenditure against the total budget is **11.19%** for the period under review.

Trading services (Water and Wastewater Management)

The total budget amount for this function is **R 723,060** million. The total actual expenditure incurred amount to **R 380,346** million. The function has overspent by **R 140,019** million which is **58.26%** of the year-to-date anticipated budget amount of **R 240,327** million for the period under review. The municipality has a higher over-expenditure on the anticipated budget due to the multiyear projects which were paid during the beginning of the financial year. The overall expenditure against the total budget is **52.60%** for the period under review.

STATEMENT OF FINANCIAL POSITION

Limpopo: Vhembe (DC34) - Table C6 Monthly Budget Statement - Financial Position (All) for period ending (M06) 31 December 2025

Description	Ref	2024/25	Budget year 2025/26								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
ASSETS											
Current assets											
Cash and cash equivalents		67,245	825,001	825,001	492,068	185,042	677,110	1,064,038	(386,929)	(36.36)	825,001
Trade and other receivables from exchange transactions		(22,673)	589,589	589,589	108,453	134,179	242,633	311,021	(68,388)	(21.99)	589,589
Receivables from non-exchange transactions		30,097	34,286	34,286	30,097		30,097	34,286	(4,188)	(12.22)	34,286
Current portion of non-current receivables											
Inventory		32,478	209,769	209,769	40,872	10,127	51,000	209,769	(158,769)	(75.69)	209,769
VAT		704,188	208,194	208,194	648,148	(31,439)	616,709	175,007	441,702	252.39	208,194
Other current assets		1,525	4,911	4,911				4,911	(4,911)	(100.00)	4,911
Total current assets		**812,859**	**1,871,750**	**1,871,750**	**1,319,638**	**297,909**	**1,617,548**	**1,799,031**	**(181,483)**	**(10.09)**	**1,871,750**
Non current assets											
Investments											
Investment property											
Property, plant and equipment		7,097,946	7,922,396	7,922,396	7,269,451	128,148	7,397,599	7,501,416	(103,816)	(1.38)	7,922,396
Biological assets											
Living and non-living resources											
Heritage assets											
Intangible assets		3,820	10,414	10,414	4,758	(536)	4,221	5,790	(1,568)	(27.09)	10,414
Trade and other receivables from exchange transactions											
Non-current receivables from non-exchange transactions											
Other non-current assets											
Total non current assets		**7,101,766**	**7,932,810**	**7,932,810**	**7,274,209**	**127,612**	**7,401,821**	**7,507,205**	**(105,384)**	**(1.40)**	**7,932,810**
TOTAL ASSETS		**7,914,626**	**9,804,559**	**9,804,559**	**8,593,848**	**425,521**	**9,019,368**	**9,306,236**	**(286,868)**	**(3.08)**	**9,804,559**
LIABILITIES											
Current liabilities											
Bank overdraft	-										
Financial liabilities		2,086			2,086		2,086		2,086		
Consumer deposits	-	15,142	16,862	16,862	15,142		15,142	16,862	(1,720)	(10.20)	16,862
Trade and other payables from exchange transactions		640,271	551,101	551,101	563,407	(11,874)	551,533	378,481	173,051	45.72	551,101
Trade and other payables from non-exchange transactions		1,660			118,311	(34,941)	83,370		83,370		
Provision		87,785	91,631	91,631	87,785		87,785	91,631	(3,846)	(4.20)	91,631
VAT		380,308	555,369	555,369	413,356	14,591	427,947	498,310	(70,363)	(14.12)	555,369
Other current liabilities											
Total current liabilities		**1,127,252**	**1,214,962**	**1,214,962**	**1,200,087**	**(32,225)**	**1,167,862**	**985,283**	**182,579**	**18.53**	**1,214,962**
Non current liabilities											
Financial liabilities											
Provision		7,909			7,909		7,909		7,909		
Long term portion of trade payables											
Other non-current liabilities											
Total non current liabilities		**7,909**	**-**	**-**	**7,909**	**-**	**7,909**	**-**	**7,909**	**-**	**-**
TOTAL LIABILITIES	2	**1,135,161**	**1,214,962**	**1,214,962**	**1,207,996**	**(32,225)**	**1,175,771**	**985,283**	**190,488**	**19.33**	**1,214,962**
NET ASSETS		**6,779,465**	**8,589,597**	**8,589,597**	**7,385,852**	**457,746**	**7,843,597**	**8,320,953**	**(477,356)**	**(5.74)**	**8,589,597**
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)		7,650,998	8,589,597	8,589,597	7,385,852	457,746	7,843,597	8,320,953	(477,356)	(0)	8,589,597
Reserves and funds											
Other											
TOTAL COMMUNITY WEALTH/EQUITY	2	**7,650,998**	**8,589,597**	**8,589,597**	**7,385,852**	**457,746**	**7,843,597**	**8,320,953**	**(477,356)**	**(0)**	**8,589,597**

STATEMENT OF FINANCIAL POSITION EXPLANATION

In terms of community wealth, the municipality is currently sitting at **R 7,843,597** billion community wealth during the period under review. In terms of the total assets, the municipality is currently sitting at **R 9,019,368** billion of the total net assets.

Cash and equivalent for the period ended December 2025 second quarter is **R 687,474** million as per bank statements, debtors are amounting to **R 2,966,985** billion. The increase in debtors is due to estimated readings used and the municipality is not doing well in collecting its billed revenue, the collection rate is currently at **6.88%.**

The Municipality has an outstanding amount of **R 11,8** million debt for Mopani District Municipality which is paid as and when municipality receives its trench of equitable shares to pay an amount of **R 3,867** million to Mopani District Municipality of the total capital sum of **R 58,000** million which was owed by the municipality spread over a period of five years. So far a first trench portion of **R 3,867** million is paid to Mopani District Municipality for the first instalment of July receipt of Equitable shares portion. The second instalment portion will be paid in due course which will be reported in the next reporting period

CASH FLOW STATEMENT

Limpopo: Vhembe (DC34) - Table C7 Monthly Budgeted Cash Flows (All) for period ending (M06) 31 December 2025

Description	Ref	2024/25	Budget year 2025/26								
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates											
Service charges		69,040	191,062	191,062	15,060	17,619	32,679	80,762	(48,083)	(59.54)	191,062
Other revenue		64,556	149,127	149,127	2,283	4,502	6,785	74,585	(67,800)	(90.90)	149,127
Transfers and Subsidies - Operational	1	2,038,436	1,612,722	1,612,722	997,211	664,982	1,662,193	1,120,476	541,717	48.35	1,612,722
Transfers and Subsidies - Capital	1	112,905	667,748	667,748	33,525	30,000	63,525	303,160	(239,635)	(79.05)	667,748
Interest		39,467	46,120	46,120	7,832	3,834	11,666	22,109	(10,443)	(47.23)	46,120
Dividends											
Payments											
Suppliers and employees		(772,223)	(1,554,671)	(1,554,671)	(225,975)	(207,241)	(433,215)	(721,350)	288,135	(39.94)	(1,554,671)
Finance charges			(1)	(1)							(1)
Transfers and Subsidies	1										
NET CASH FROM/(USED) OPERATING ACTIVITIES		**1,552,180**	**1,112,107**	**1,112,107**	**829,935**	**513,697**	**1,343,633**	**879,741**	**463,892**	**52.73**	**1,112,107**
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE											
Decrease (increase) in non-current receivables											
Decrease (increase) in non-current investments											
Payments											
Capital assets		(756,461)	(708,034)	(708,034)	(268,683)	(185,777)	(454,461)	(236,630)	(217,831)	92.06	(708,034)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(756,461)**	**(708,034)**	**(708,034)**	**(268,683)**	**(185,777)**	**(454,461)**	**(236,630)**	**(217,831)**	**92.06**	**(708,034)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans											
Borrowing long term/refinancing											
Increase (decrease) in consumer deposits											
Payments											
Repayment of borrowing											
NET CASH FROM/(USED) FINANCING ACTIVITIES		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
NET INCREASE/ (DECREASE) IN CASH HELD		**795,719**	**404,073**	**404,073**	**561,252**	**327,920**	**889,172**	**643,111**	**246,061**	**38.26**	**404,073**
Cash/cash equivalents at the year begin:		**513,350**	**420,928**	**420,928**	**64,860**	**626,112**	**64,860**	**420,928**	**(356,068)**	**(84.59)**	**420,928**
Cash/cash equivalents at the year end:	2	**1,309,069**	**825,001**	**825,001**	**626,112**	**954,032**	**954,032**	**1,064,039**	**(110,006)**	**(10.34)**	**825,001**

Cash and invesments on hand at month end	
Current Account	148,725,909.20
Water Account Makhado	7,507,958.67
Water Account Thulamela	6,673,626.92
Call Account	521,295,327.42
Water Account Mutale	3,292,050.73
	687,494,872.94

CASHFLOW EXPLANATION

The municipal cash and cash equivalent for 2025/2026 financial year is **R 677,361** million (as per cash book) and **R 687,494** million (Bank Statements) as of 31st December 2025 end of second quarter.

Below is the breakdown of the transfers received to date.

Equitable share	-1,175,892,000.00
Municipal Infrastructure Grant (MIG)	-476,214,000.00
Water Services Infrastructure Grant (WSIG)	-62,000,000.00
Rural Roads Asset Management System (RRAMS)	-1,847,000.00
Extended Public Works Programme (EPWP)	-2,490,000.00
Local Government Financial Management Grant (LGFMG)	-3,000,000.00
Infrastructure Skills Development Grant	-3,000,000.00
TOTAL RECEIPTS	**-1,724,443,000.00**

RECEIPTS

Service charges.

The municipality has total budget amount of **R 191,062** million on this item. The municipality has collected **R 32,679** million for the period under review. This reflects under collection of **(R 48,083)** million against the anticipated collection budget of **R 80,762** million which is **-59.54%** for the period under review. There is a need to improve the accuracy of billing, distribution of consumer statements and the implementation of the credit control and debt collection of the municipality to improve the collection rate. The municipality need to put smart meters to all households which are currently don't have to improve on own revenue collection. The overall collection against the total budget is only **17.10%.** The collection rate is at **6.88%** for the period under review. The municipality need to improve on meter reading during the financial year 2025/26 for the purpose of the accurate monthly billing to comply with section 64 (2)(b) of the MFMA which states that "the accounting officer must take all reasonable steps to ensure that revenue due to the municipality is calculated monthly".

The improved collections, it will assist municipality in the implementation of own funded projects, lower collection negatively affect its implementation.

Interest on bank balances

The total budget for interest from the bank is **R 46,120** million. The amount of **R 11,666** million has been collected as of 31st December 2025 which is **-47.23%** against year-to-date budget of **R 22,109** million**.** The municipality has under collected on this item by **(R 10,443)** million for the period under review. The municipality need to consider reducing the budget of this line item during the adjustment budget process.

Transfer operating and capital.

The municipality has total budget amount of **R 2,280,470** billion on this item. The municipality has received transfers and subsidies of **R 1,725,718** billion (Vat inclusive) for both operating and capital grants during the period under review against year-to-date budget of **R 1,423,636** billion (Vat inclusive) million for the period under review.

Other revenue

The municipality has total budget amount of **R 149,127** million and the collection is at **R 6,785** million for the period under review**.** The municipality has under collected by an amount of **(R 67,800)** million of the anticipated collection of **R 74,585** million which is **-90.90%.** The municipality need to consider reducing the budget of this line item during the adjustment budget process.

PAYMENTS

Suppliers and employee costs

The municipality has total budget amount of **(R 708,034)** million. The municipality has paid **(R 454,461)** million (Vat Exclusive) for capital against the total budget of **(R 708,034)** million resulting in over-expenditure of **(R 217,831)** million which result in **92.06%**. Over expenditure on the anticipated budget is still affected by the expenditure for multi-year projects for MIG which were paid during the beginning of the financial year.

The municipality is encouraged to properly follow the council approved procurement plan for 2025/26 financial year to accelerate the implementation of grant funded projects to avoid roll-overs and increase the provision of sustainable basic services. The municipality has not yet spent on the VIP toilets which are WSIG funded.

Cash and cash equivalent.

The municipality has closed the month of December 2025 with the bank balance of **R 687,494** million and cashbook balance of **R 677,361** million. The municipality is advised to always monitor it's cashflow to avoid non-payments of municipalities fixed expenses and other commitments.

ALLOCATIONS RECEIVED (GRANTS) AND EXPENDITURE AS AT 31 DECEMBER 2025 AND EXPLANATIONS PER GRANT

SECOND QUARTER OCT-DEC 2025					
DESCRIPTION	**BUDGET 2025/26**	**YTD AMOUNT RECEIVED**	**YTD EXPENDITURE SPENT**	**UNSPENT GRANT**	**% SPENT ON RECEIPTS**
Municipal Infrustructure Grant (MIG)	616,348,000.00	476,214,000.00	364,372,714.87	(111,841,285.13)	77%
Water Services Infrastructure Grant (WSIG)	82,217,000.00	62,000,000.00	61,392,968.82	(607,031.18)	99%
Expanded Public Works Programme (EPWP)	3,557,000.00	2,490,000.00	1,539,147.00	(950,853.00)	62%
Infrastructure Skills Development Grant (ISDG)	4,800,000.00	3,000,000.00	2,099,256.13	(900,743.87)	70%
Local Governmernt Financial Management Grant (LGFMG)	3,000,000.00	3,000,000.00	350,567.65	(2,649,432.35)	12%
Rural Road Asset Management System Grant (RRAMS)	2,638,000.00	1,847,000.00	313,578.79	(1,533,421.21)	17%
TOTAL	**712,560,000.00**	**548,551,000.00**	**430,068,233.26**	**(118,482,766.74)**	**78%**

Municipal Infrastructure Grant (MIG) Project Expenditure

The total allocation for MIG is **R 616,348** million. The municipality has received **R 476,214** million for the period under review. The total expenditure to date amounts to **R 364,372** million (Vat Inclusive) which is **77%** against the year-to-date receipts of **R 476,214** million and there is no rollover from previous financial year 2024-2025. It should be noted that the expenditure does not include the Retention amount for the period under review.

Water Services Infrastructure Grant (WSIG)

The total allocation for WSIG is **R 82,217** million. The municipality has received **R 62,000** million for the period under review. The expenditure incurred against the receipts amounts to **R 61,393** million (VAT inclusive) which is **99%** against the year-to-date receipts of **R 62,000** million and there is no rollover from previous financial year 2024-2025. for the previous period. It should be noted that the expenditure does not include the Retention amount for period under review.

Financial Management Grant (FMG)

The total budget is **R 3, 000** million and the municipality has received the allocation of **R 3,000** million in the previous reporting period. The expenditure incurred against the receipts amount to **R 351** thousand the period under review. The municipality has so far appointed ten (10) interns for the period of 24-months contract. The contract will end 30 September 2027.Overall expenditure is **12%** for the period under review.

Rural Road Asset Management Grant (RSTG)

The total budget is **R 2,638** million. Municipality has received an amount of **R1,847** million. The expenditure incurred against the receipts amount to **R 314** thousand during the current reporting period. Overall expenditure is **17%** for the period under review.

Expanded Public Works Programme (EPWP)

The total budget is **R 3,557** million. The municipality has received an amount of **R 2,490** million for the period under review. The municipality has appointed EPWP participants in accordance with the Business Plan for 2025/2026 financial year, and the expenditure incurred amount to **R 1,824** million which is **73%** against the receipts for the period under review.

Infrastructure Skills Development Grant (ISDG)

The total budget is **R 4,800** million and the allocation received amount to **R 3,000** million. The actual expenditure incurred to date amount is **R 2,099** million which is **70%** of the actual receipts of **R 3,000** million for the period under review and is mainly for the salaries of ISDG Interns appointed. The municipality has recruited interns who have started in November 2023 for a period of three years under GIS Unit/Section within Planning and Development Department. Overall expenditure is **70%** for the period under review.

AGE ANALYSIS – CREDITORS

Explanation of the creditor's age analysis

The municipal outstanding payments for the period under review is **R 165,911** million and total is made up of outstanding payments that are 30 days **R 5,123** million, 60-days old **R 0** , 90 days **R 0**, 120 days **R 32** thousand , 150 days, **R 0,** 180 days is **R 95,981** million, within a year **R 64,774** million and over a year **R 67,895** million. The municipality is advised to stick to the legislated dates of processing payments.

The following are the major creditors for the municipality in accordance with the age analysis for the period under review:

1. Department of Water and Sanitation R 59,364 million
2. Lepelle Northern Water R 89,655 million
3. **Total Amount R 165,911 million**

AGE ANALYSIS – DEBTORS
Explanations of debtors age analysis

The municipal outstanding debt for the period under review is **R 2,966,985** billion and total is made up of outstanding debt that are 30 days **R 59,099** million, 60-days old. **R 58,771** million, 90 days **R 59,881** million, 120 days **R 43,742** million, 150 days **R 69,997** million, 180 days **R 65,692** million, a year **R 47,346** million and over a year **R 2,562,452** billion. There is a need to clean consumer data so that the consumers have confidence in the municipality which may lead to increased collection. The municipality has appointed three companies over a period 36 month to do data cleansing and meter reading as an expansion of 2MC work done, they have been appointed with the assistance of the Development Bank of South Africa (DBSA), have physically audited 16 050 properties in Thulamela to gather information on the indigent register, and the status of buried water meters so that the municipality can start billing as well as fixing pipe leakages in Thulamela Municipality to reduce water losses.

The following are the major contributing categories of debtors ageing of the municipality for the period under review out of total debt book of **R 2,966,985** billion

Residential Household	2,586,511,703.05
Business	198,274,041.06
Department of Education	61,855,849.82
Local Municipalities	51,727,396.98
LIMDEV	13,281,748.21
GOVERNMENT	11,759,871.81
Department of Publicworks	6,112,247.59
Department of Justice	4,872,195.08
Department of Agriculture	4,645,530.53
Health	3,512,236.68
Department of Defence	1,971,243.22
South African Social Securiry Agency	401,831.05
Department of Social Development	319,951.88
DWS	252,736.91
Intelligence	143,003.19
Railway	81,112.86
Department of Transport	21,228.95
ESKOM	5,320.20

CONCLUSION

The total overall budget of the municipality is **R 3,211,735** billion including billing. Total actual revenue collected and billed to date is **R 2,177,655** billion from grants and other sources. The total year-to-date actual revenue is **R 1,771,666** billion which consist of grants and other revenue sources.

Overall total expenditure for the period under review is **R 1,180,538** billion for both capital and operational expenditure of anticipated year-to-date budget of **R 1,088,044** billion.

The capital expenditure is **R 382,128** million (Vat exclusive) while Operational expenditure is **R 798,410** million. The overall percentage spent for both operational and capital expenditure is **88.72%** for the period under review against the anticipated year to date budget. The municipality has overspent by an amount of **R 92,494** million which is **42.10%** of the anticipated expenditure for both operational and capital expenditure for the period under review.

RECOMMENDATIONS

The municipality should ensure the following:

1. Continuous adherence to cost containment policy and budget funding plan
2. The need for management to deal with mechanism of addressing overcommitment on repairs and maintenance of schemes.
3. Speed up the process of developing the asset maintenance plan.
4. Meter readings to be done regularly for accurate billing.
5. Spending in line with the approved procurement plan to avoid over-expenditure.
6. The municipality need to install smart meters to all households within the district to enhance and maximize revenue collection
7. That the Mid-year budget Assessment report with its contents BE ADOPTED as compiled in terms of section 72 read with 54 of the Municipal Finance Management Act.
8. That in the light of the above financial and service delivery assessment and performance for the past six months, it is RECOMMENDED that the original budget should BE ADJUSTED and the SDBIP should be amended in line with the adjustment budget.

Kutama.

23-01-2026

MUNICIPAL MANAGER
KUTAMA Z.N

DATE