



**SECTION 52 (D) QUARTERLY REPORT ON THE STATE OF DANNHAUSER
LOCAL MUNICIPAL FINANCIAL AFFAIRS FOR QUARTER ONE**

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Glossary:

Original Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Allocations (Transfers – see DORA) – Money received from Provincial or National Government.

Budget Related Policy (ices) – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position and must be included in the asset register.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period, receives an invoice.

DORA – Division of Revenue Act. Legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services and to compensate loss of RSC levies.

Fruitless and Wasteful Expenditure – Expenditure that was made in vain and would/should have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognized classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognized Accounting Practice. The accounting standards for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations dated April 2009.

MFMA – The Municipal Finance Management Act – Act No. 56 of 2003. The principal piece of legislation relating to municipal financial management.

mSCOA – Municipal Standard Chart of Accounts

MTREF – Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating Expenditure –The day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rate able value is multiplied by the rate in the Rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budgeted estimates.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorized Expenditure – Generally, spending without, or in excess of, an Approved Budget.

Virement – A transfer of funds within a vote.

Virement Policy - The policy that sets out the rules for budget transfers. Virement are normally allowed within a vote. Council through an Adjustments Budget must approve transfers between votes.

Vote – One of the main segments into which a budget is divided. In Dannhauser local municipality, this means the different GFS classification the budget is divided.

Legislative Framework

This report has been prepared in terms of the following enabling legislation:

The Municipal Finance Management Act — Act No. 56 of 2003

Section 52: Quarterly budget statements.

Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations

Section 1 – Executive summary

2.1 Introduction

These figures are presented in terms of section 52(d) of the MFMA. The information presented pertains to the third quarter ended 30 September 2026, Variances are calculated against the adjustment budget.

2.2 Revenue by source

The total revenue generated for the month ended 30 September 2026 amounted to **R10 412 000.00** and the year-to-date Revenue of **R 72 818 000.00** which represents **37.8%** of the total original budget figure of **R 192 537 000.00**. Major sources are sales of goods and rendering of services and Property rates. Hence the sales of goods and rendering of service driven by R 4 million captured under consumables which reflects funds released from the Standard bank investment account (DBSA ceased) and transferred to the Absa Primary account to facilitate repayment of the DBSA loan. This will be corrected in the next reporting period.

Operating Expenditure by type

Operating expenditure for the month ending 30 September 2026 amounted to **R 13 214 000.00** and a year-to-date expenditure of **R 48 282 000.00** which represents **28.4%** against the total original budget figure of **R 170 025 000.00**. The Main contributors being employee related cost, Councillors and interest cost. The breakdown in amount and percentage is against the total operating expenditure of **R 13 214 000.00** for the month ending 30 September 2026.

- **The Employee related cost** has **47.8% (R6 314 000.00)** expenditure for the month.
- **The Councilors Remuneration cost** has **-0.6% (-R 79 000.00)** expenditure for the month. The adjustment was due to the journal for clearing the councillor's liability account for August and September.
- **Inventory services** have **1.6% (R218 000.00)** expenditure for the month.
- **Contracted services** have a **6.6% (R 873 000.00)** expenditure for the month.
- **Operational Costs Expenditure** is **22.7% (R2 994 000.00)** expenditure for the month.
- **Depreciation** has a **19.1% (R2 529 000.00)** expenditure for the month.
- **Irrecoverable debts** have a **0% (R0.00)** expenditure for the month.
- **Interest** has a **0 % (R0.00)** expenditure for the month.

Capital in Expenditure

The Original capital budget for the financial year amounts to **R 34 747 000.00** and Capital expenditure of **R 1 172 000.00** was recorded for the month ending 30 September 2026 and the year-to-date amounts to **R 8 541 000.00** which represents **24.6%** of the total capital budget. The percentage is low due to cash flow constraints e.g. projects funded internally could not be fully implemented.

Conclusion

- Detailed analysis of the municipal performance for the fourth quarter ending 30 September 2026 will be presented under the different sections of the report.

KZN254 Dannhauser Local Municipality - Monthly Budget Statement - Financial Performance (revenue and expenditure)

KZN254 Dannhauser - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue		-	-	-	-	-	-	-	-	-
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		1,546	4,787	313	1,957	1,197	760	64%	4,787	
Sale of Goods and Rendering of Services		468	600	4,370	5,399	150	5,249	3496%	600	
Agency services		976	1,000	234	387	250	137	55%	1,000	
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		-	-	-	-	-	-	-	-	-
Interest from Current and Non Current Assets		1,956	2,000	10	474	500	(26)	-5%	2,000	
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		48	134	2	36	33	2	7%	134	
Licence and permits		-	-	-	-	-	-	-	-	-
Special Rating Levies		-	-	-	-	-	-	-	-	-
Construction Contract Revenue		-	-	-	-	-	-	-	-	-
Development Charges		-	-	-	-	-	-	-	-	-
Operational Revenue		59	1,000	1	3	250	(247)	-99%	1,000	
Non-Exchange Revenue		-	-	-	-	-	-	-	-	-
Property rates		49,525	52,378	4,539	13,557	13,095	463	4%	52,378	
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5,411	770	52	226	193	33	17%	770	
Licence and permits		740	1,406	67	205	352	(147)	-42%	1,406	
Transfers and subsidies - Operational		126,388	124,044	581	49,861	31,011	18,850	61%	124,044	
Interest		2,298	2,918	242	714	729	(15)	-2%	2,918	
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Fixed and Intangible Assets		-	1,500	-	-	375	(375)	-100%	1,500	
Other Gains		4,200	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		193,615	192,537	-	10,412	72,818	48,134	24,684	51%	192,537
Expenditure By Type										
Employee related costs		72,674	63,879	-	6,314	20,044	15,970	4,074	26%	63,879
Remuneration of councillors		16,708	13,712	(79)	2,035	3,428	(1,393)	-41%	13,712	
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		1,107	1,420	218	244	355	(111)	-31%	1,420	
Debt impairment		(742)	22,022	-	-	5,506	(5,506)	-100%	22,022	
Depreciation and amortisation		28,969	34,970	2,529	7,756	8,743	(986)	-11%	34,970	
Interest		3,130	2,500	366	5,355	625	4,730	757%	2,500	
Contracted services		36,305	16,080	873	3,414	4,020	(606)	-15%	16,080	
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		1,952	250	-	133	62	71	113%	250	
Operational costs		33,727	15,191	2,994	9,301	3,798	5,503	145%	15,191	
Disposal of Fixed and Intangible Assets		144	-	-	-	-	-	-	-	-
Other Losses		1,034	-	-	-	-	-	-	-	-
Total Expenditure		195,006	170,025	-	13,214	48,282	42,506	5,776	14%	170,025
Surplus/(Deficit)		(1,393)	22,513	(2,802)	24,536	5,628	18,908	336%	22,513	
Transfers and subsidies - capital (monetary allocations)		36,770	26,378	1,623	5,132	6,595	(1,462)	-22%	26,378	
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		35,377	48,891	(1,179)	29,668	12,223	-	-	48,891	
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		35,377	48,891	(1,179)	29,668	12,223	-	-	48,891	
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		35,377	48,891	(1,179)	29,668	12,223	-	-	48,891	
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		35,377	48,891	(1,179)	29,668	12,223	-	-	48,891	

Revenue by Source

Explains the types of income budgeted for and the performance of items individually.

Property rates

Property rates generated **R4 539 000.00** for the month ending 30 September 2026 and a year-to-date amount to **R13 557 000.00** which translates to **25.9%** of the original budget of **R52 378 000.00**. To bolster revenue collection, the revenue unit needs to intensify its focus on high-value sectors, including government, business, and mining rates. Furthermore, we need to intend to leverage upcoming budget roadshows as a platform to engage directly with Farmers' Associations, fostering better compliance and streamlining collection processes within the agricultural sector.

Service charges – refuse

Service charges for refuse generated **R313 000.00** for the month ending 30 September 2026 and a year-to-date amount to **R1 957 000.00** which translates to **40.9%** of the original budget of **R4 787 000.00**

Rental of facilities and equipment

The income for rental of facilities and equipment reported for the month ended 30 September 2026 amounts to **R2 000.00**, and the year-to-date amounts to **R36 000.00** which represents **26.8%** of the original budget of **R134 000.00**.

Interest earned – External Investments and Current Account

Interest in investments represents interest earned in respect of surplus funds not immediately needed in the operations of the municipality. Interest in external investments received for the month ending 30 September 2026 amounted to **R 10 000.00** and a year-to-date amount to **R474 000.00** representing **23.7%** of the **R2 000 000.00** original budget.

Interest earned – Outstanding Debtors (Exchange and Non-Exchange Debtors)

Interest earned for outstanding debtors amounted to **R 242 000.00** for the month ending 30 September 2026 and a year-to-date amount to **R 714 000.00** representing **24.5%** of the **R 2 918 000** original budget.

Fines, penalties and forfeits

The revenue generated for the month ending 30 September 2026 is **R52 000.00** and a year-to-date amount to **R226 000.00** representing **29.4%** of the original budget amount of **R 770 000.00**

Licenses and permits

The licenses and permits for the month of 30 September 2026 amounted to **R67 000.00** and a year-to-date amount to **R 205 000.00** representing **14.6%** of the **R1 406 000** original budgets.

Agency services

The agency fees amounted to **R234 000.00** for the month ending 30 September 2026 and a year to date of **R387 000.00** representing **38.7%** of the original budgeted amount of **R 1000 000.00**.

Transfers recognized – operational

The transfers recognized represents the allocations as stated in the National and Provincial Division of Revenues Act's respectively.

The Transfers recognized -operational amounted to **R581 000.00** for the month ending 30 September 2026 and a year to date of **R49 861 000.00** representing **40.2%** of the original budgeted amount of **R 124 044 000.00**.

Sundry Income / Sale of goods and rendering of services Revenue

Sundry Income for the month amounted to- **R4 370 000.00** and a year to date of **R5 399 000.00** representing **899.8%**, **which** represents an original budget of **R600 000.00**. Reason for over performance was driven by R 4 million captured under consumables which reflects funds released from the Standard bank investment account (DBSA ceased) and transferred to the Absa Primary account to facilitate repayment of the DBSA loan. This will be corrected in the next reporting period.

Other operational revenue

Operational revenue consists of recovered breakages and losses (insurance claim), originally budgeted at **R 1 000 000.00**. A salary suspense account was erroneously classified under

operational revenue and corrected; the year-to-date amount includes **R3 000.00** in commission raised from Letsatsi.

Expenditure by Type

Expenditure by type reflects the operational budget per main type/category of expenditure.

Employee Related cost

Expenditure for the month ended 30 September 2026 amounted to **R6 314 000.00** and a year-to-date amount to **R20 044 000.00** against the original budget amount **R63 879 000.00** that represents **31.4%** of the total budgeted amount.

Remuneration of councillors

Expenditure for the month ended 30 September 2026 amounted to- **R 79 000.00** and a year-to-date amount of **R2 035 000.00** against the original budget amount **R13 712 000.00** that represents **14.8%** of the total budgeted amount. The adjustment for – R 79 000 was due to the journal for clearing the councillor's liability account for August and September.

Inventory consumed

The inventory consumed consist of all inventories that the municipality have consumed (such as Stationery, Consumable) by the month ending 30 September 2026 amounts to **R 218 000.00**, year to date amount of **R 244 000.00** that is **17.2%** against an original budget of **R1 420 000.00**.

Contracted services

The expenditure for the month ending 30 September 2026 amounts to **R873 000.00**, and a year to date of **R3 414 000.00** representing **21.2%** of the original budget amount of **R16 080 000.00**.

Irrecoverable Debts Written Off

The year-to-date irrecoverable debt written off as at 30 September 2026 amounts to **R 0.00** of **R133 000.00** of **53.2%** which is the original budget of **R 250 000**.

Operational Cost Expenditure

This expenditure reflects all other expenses not specifically mentioned and amounts to **R 2 994 000.00** and a year to date of **R9 301 000.00** representing **61.2 %** against an original budget amount of **R15 191 000.00**.

Depreciation Expenditure

The expenditure for the month of 30 September 2026 amounts to **R 2 529 000 and** a year to date of **R7 756 000.00** representing **22.2%** against an adjusted budget amount of **R34 970 000.00**.

DEBT IMPAIRMENT

The original budget for debt impairment was **R 22 022 000.00**, but the actual balance reflects R0. This variance is due to the debt impairment calculation being performed at the financial year end.

Capital Expenditure

The capital expenditure for the month ending 30 September 2026 amounts to **R1 172 000.00** and a year-to-date amount of **R8 541 000.00** representing **24.6%** of the adjusted capital budget for the financial year of **R34 747 000.00**. Capital Expenditure (CAPEX) is currently behind schedule as projects funded through internal reserves have faced implementation delays. These delays are a direct result of broader financial constraints, requiring a phased approach to project execution to ensure fiscal stability.

The municipal bank balance on 30 September 2026 total to **R 3 079 096.06** and the total balance of Investments was **R 19 491 186.14**

Total cash available at the month-end is therefore **R 31 295 818**

2026/2027 FINANCIAL YEAR		
M03 SEPTEMBER 2026		
CASH FLOW ACTIVITIES	MONTHLY ACTUAL	YEAR TO DATE
Bank Balance	R 3 079 096.06	R 3 079 096.06
Investment Balance	R 19 491 186.14	R 19 491 186.14
TOTAL CASH AVAILABLE		R22 570 282.20

Section 3 – Investment portfolio analysis

3.1 Investment monitoring information

The municipality invests access funds to a 24-hour notice investment period in order to maximize.

- a) The table below indicates the status of the investments and detail of the instruments of where the funds are invested, which amounts to a total of **R 19 491 186.14** on 30 September 2026.

DANNHAUSER MUNICIPALITY
ANALYSIS OF INVESTMENT AS AT 30 SEPTEMBER 2026
ANNEXURE D

QUICK CODE	INVESTMENT TYPE	FINANCIAL INSTITUTION	ACCOUNT NUMBER	OPENING BALANCE	DEPOSITS	BANK CHARGES	WITHDRAWALS	INTEREST RATE (%)	INTEREST	CLOSING BALANCE EXCL ACCRUED INTEREST	ACCRUED INTEREST	CLOSING BALANCE INC ACCRUED INTEREST
000067	CALL ACCOUNT (SHORT TERM NOTICE) (DBSA)	STANDARD BANK	068480520001	R 4,987,279.96	R -	R -	R 4,988,755.65	5.15%	R 1,475.69	R -	R -	R -
000068	CALL ACCOUNT (SHORT TERM NOTICE) (HOUSING)	STANDARD BANK	068436894001	R 411,238.68	R -	R -	R -	7.35%	R 2,411.11	R 413,649.79	R 82.73	R 413,732.52
000080	FIXED DEPOSIT INVESTMENT ACCOUNT (DISASTER)	STANDARD BANK	068480520015	R 78,215.71	R -	R -	R -	5.90%	R 262.50	R 78,478.21	R 9.14	R 78,487.35
TOTAL SBSA				R 5,476,734.35	R -	R -	R 4,988,755.65	R 0.18	R 4,149.30	R 492,128.00	R 91.87	R 492,219.87
000069	CALL ACCOUNT (MIG - EQUITABLE SHARE)	FIRST NATIONAL BANK	62392285855	R 49,726.68	R -	R -	R -	5.65%	R 257.22	R 49,983.90	R -	R 49,983.90
000070	CALL ACCOUNT (ELECTRIFICATION)	FIRST NATIONAL BANK	62422425682	R -	R -	R -	R -	5.65%	R -	R -	R -	R -
TOTAL FNB				R 49,726.68	R -	R -	R -	R -	R 257.22	R 49,983.90	R -	R 49,983.90
000082	NEDBANK FIXED DEPOSIT	NEDBANK	7165020829	R -	R -	R -	R -	8.87%	R -	R -	R -	R -
TOTAL NEDBANK				R -	R -	R -	R -	R -	R -	R -	R -	R -
000071	32 DAYS NOTICE (DBSA CEASE)	ABSA BANK	2072034421	R 5,204,693.23	R -	R -	R 5,283,536.49	7.44%	R 78,843.26	R -	R -	R -
000072	CALL ACCOUNT (SHORT NOTICE)	ABSA BANK	9259916188	R 750,019.70	R -	R -	R -	4.30%	R 3,694.62	R 753,714.32	R -	R 753,714.32
000074	CALL ACCOUNT INVESTMENT (MIG)	ABSA BANK	9380605305	R 1,741,516.33	R 8,000,000.00	R 150.00	R 1,391,289.94	8.90%	R 10,945.33	R 8,361,021.72	R -	R 8,361,021.72
000081	CALL ACCOUNT INVESTMENT (TRACKER ACCOUNT)	ABSA BANK	9388225547	R 16,790,798.67	R 1,600,000.00	R 350.00	R 8,845,000.00	8.90%	R 130,531.46	R 9,675,980.13	R -	R 9,675,980.13
000075	CALL ACCOUNT INVESTMENT (SALARIES)	ABSA BANK	9381556185	R 37,281.50	R -	R -	R -	8.90%	R 234.65	R 37,516.15	R -	R 37,516.15
000084	FIXED DEPOSIT ACCOUNT (SALARIES)	ABSA BANK	2082140739	R 39,738.59	R -	R -	R -	6.00%	R -	R 39,738.59	R -	R 39,738.59
000085	FIXED DEPOSIT ACCOUNT (SALARIES)	ABSA BANK	2082140022	R 79,821.40	R -	R -	R -	6.00%	R 1,190.06	R 81,011.46	R -	R 81,011.46
TOTAL ABSA				R 24,643,869.42	R 9,600,000.00	R 500.00	R 15,519,826.43	R -	R 225,439.38	R 18,948,982.37	R -	R 18,948,982.37
TOTAL				R 30,170,330.45	R 9,600,000.00	R 500.00	R 20,508,582.08	R -	R 229,845.90	R 19,491,094.27	R 91.87	R 19,491,186.14

CASH COVERAGE RATIO 2027 FINANCIAL YEAR	
CASH COVERAGE	
	0.3
CASH-BANK	3,079,096.06
INVESTMENTS	19,491,186.14
UNSPENT GRANTS	9,352,088.72
OPERATING EXPENDITURE	48,282,000.00

A ratio of 0.3 indicated that the municipality cash and liquid investments cover only months 0.3 months of its operating expenses. The municipality has a cash coverage ratio of 0.3 which is below the National Treasury norm of 1-3 months. This indicates that available cash and investments can only support approximately three weeks of operating expenditure, highlighting a significant liquidity risk and a limited financial cushion to absorb unforeseen economic shocks.

CURRENT RATIO 2026 FINANCIAL YEAR

CURRENT RATIO FOR SEPTEMBER 2026		
CURRENT RATIO	0.8	1
CURRENT ASSETS	60,263,107.92	
CURRENT LIABILITIES	75,420,712.41	

According to National Treasury MFMA Circular 71, a current ratio of 0.8:1 falls significantly below the recommended safety margin. Treasury sets the norm for South African municipalities between 1.5 :1 and 2:1

At exactly 1:1 your municipality is at a liquidity breakdown point.

Section 3– Debtors' analysis

KZN254 Dannhauser - Supporting Table SC2 Monthly Budget Statement - aged debtors - M03 - September

Description	NT Code	Budget Year 2026/27									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e. Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	—	—	—	—	—	—	—	0	0	0	—	—
Trade and Other Receivables from Exchange Transactions - Electricity	1300	—	—	—	—	—	—	—	—	—	—	—	—
Receivables from Non-exchange Transactions - Property Rates	1400	4,354	4,025	3,795	2,062	1,827	1,813	1,746	80,945	100,568	88,394	—	—
Receivables from Exchange Transactions - Waste Water Management	1500	—	—	—	—	—	—	—	0	0	0	—	—
Receivables from Exchange Transactions - Waste Management	1600	354	335	321	131	126	126	124	8,979	10,496	9,486	—	—
Receivables from Exchange Transactions - Property Rental Debtors	1700	12	11	10	10	7	7	7	679	743	710	—	—
Interest on Arrear Debtor Accounts	1810	242	237	235	208	184	188	185	6,096	7,578	6,864	—	—
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	—	—	—	—	—	—	—	—	—	—	—	—
Other	1900	—	—	—	—	—	—	—	285	285	285	—	—
Total By Income Source	2000	4,961	4,609	4,360	2,411	2,145	2,134	2,063	96,987	119,670	105,740	—	—
2025/26 - totals only		4,267	3,923	3,705	2,321	2,152	2,116	2,090	83,583	104,157	92,262	—	—
Debtors Age Analysis By Customer Group													
Organs of State	2200	2,438	2,334	2,224	762	595	595	557	28,529	38,034	31,038	—	—
Commercial	2300	1,139	997	902	744	682	680	656	21,569	27,368	24,330	—	—
Households	2400	1,385	1,277	1,234	905	868	859	850	46,890	54,268	50,372	—	—
Other	2500	—	—	—	—	—	—	—	—	—	—	—	—
Total By Customer Group	2600	4,961	4,609	4,360	2,411	2,145	2,134	2,063	96,987	119,670	105,740	—	—

KZN254 Dannhauser Local Municipality - Supporting Table SC3 Monthly Budget Statement - aged debtors – M03 SEPTEMBER 2026

According to the Debtors Analysis summary, the total outstanding balance for property rates, refuse removal and rental income stood at R 119 670 000 as at 30 September 2026. To improve collection rates, the municipality has implemented a discount rate initiative designed to encourage residents to settle their accounts.

Section 4 – Creditors' analysis

KZN254 Dannhauser Local Municipality- Supporting Table SC4 Monthly Budget Statement - aged creditors – M03 SEPTEMBER 2026

KZN254 Dannhauser - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 - September

Description	NT Code	Budget Year 2026/27								Total	Prior year totals for check (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	—	—	—	—	—	—	—	—	—	—
Bulk Water	0200	—	—	—	—	—	—	—	—	—	—
PAYE deductions	0300	—	—	—	—	—	—	—	—	—	—
VAT (output less input)	0400	—	—	—	—	—	—	—	—	—	—
Pensions / Retirement deductions	0500	—	—	—	—	—	—	—	—	—	—
Loan repayments	0600	—	—	—	—	—	—	—	—	—	—
Trade Creditors	0700	1,246	110	7,888	1,851	2,616	161	1,004	4,442	19,319	7,585
Auditor General	0800	—	—	—	—	—	—	—	—	—	—
Other	0900	—	—	—	—	—	—	—	—	—	—
Total By Customer Type	1000	1,246	110	7,888	1,851	2,616	161	1,004	4,442	19,319	7,585

NON-COMPLIANCE S65 (2) OF THE MUNICIPAL FINANCE MANAGEMENT ACT (MFMA)

Reflecting number of Days taken by Directorates to process documentation for payment by Creditors Section.

The municipality is required to submit creditors aged analysis data strings on a monthly basis to National and Provincial Treasury.

Creditors age Analyses

KZN254 Dannhauser - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 - September

Description		NT Code	Budget Year 2026/27								Prior year totals for chart (same period)	
R thousands			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	—	—	—	—	—	—	—	—	—	—	—
Bulk Water	0200	—	—	—	—	—	—	—	—	—	—	—
PAYE deductions	0300	—	—	—	—	—	—	—	—	—	—	—
VAT (output less input)	0400	—	—	—	—	—	—	—	—	—	—	—
Pensions / Retirement deductions	0500	—	—	—	—	—	—	—	—	—	—	—
Loan repayments	0600	—	—	—	—	—	—	—	—	—	—	—
Trade Creditors	0700	1,246	110	7,888	1,851	2,616	161	1,004	4,442	19,319	7,585	
Auditor General	0800	—	—	—	—	—	—	—	—	—	—	—
Other	0900	—	—	—	—	—	—	—	—	—	—	—
Total By Customer Type	1000	1,246	110	7,888	1,851	2,616	161	1,004	4,442	19,319	7,585	

According to the Creditors Age Analysis summary, the creditors as at 30 September 2026 is R 19 319 000. Per MFMA regulations, creditors are typically paid within 30 days excluding instances involving disputes. However, the municipality is currently facing cashflow constraints and is unable to pay creditors as they became due.

KZN254 Dannhauser Local Municipality- Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts – M03 SEPTEMBER 2026

KZN254 Dannhauser - Supporting Table SC18 Monthly Budget Statement - transfers and grant receipts - M03 - September

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		123,321	120,685	—	(390)	50,961	30,171	20,790	68.9%	120,685
Expanded Public Works Programme Integrated Grant		1,569	1,709	—	—	—	427	(427)	-100.0%	1,709
Local Government Financial Management Grant	3	2,000	2,200	—	(390)	2,304	550	1,754	319.0%	2,200
Equitable Share		119,752	116,776	—	—	48,657	29,194	19,463	66.7%	116,776
Provincial Government:		2,567	2,109	—	(148)	(432)	527	(859)	-181.9%	2,109
Specify (Add grant description)		—	(500)	—	—	—	(125)	125	-100.0%	(500)
Specify (Add grant description)		277	—	—	—	—	—	—	—	—
Specify (Add grant description)		1,070	—	—	—	—	—	—	—	—
Specify (Add grant description)		1,220	2,609	—	(148)	(432)	652	(1,084)	-166.2%	2,609
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		—	—	—	—	—	—	—	—	—
Total Operating Transfers and Grants		125,888	122,794	—	(537)	50,530	30,698	19,831	64.6%	122,794
Capital Transfers and Grants										
National Government:		26,095	26,378	—	13,000	13,000	6,595	6,405	97.1%	26,378
Municipal Infrastructure Grant		26,095	26,378	—	13,000	13,000	6,595	6,405	97.1%	26,378
Provincial Government:		(10,523)	—	—	—	—	—	—	—	—
Specify (Add grant description)		(10,523)	—	—	—	—	—	—	—	—
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		—	—	—	—	—	—	—	—	—
Total Capital Transfers and Grants		15,572	26,378	—	13,000	13,000	6,595	6,405	97.1%	26,378
TOTAL RECEIPTS OF TRANSFERS & GRANTS		141,460	149,172	—	12,463	63,530	37,293	26,237	70.4%	149,172

- a) The total funding received of **R149 172 000.00** to date translates to **42.6%** of the total grant funding for the year of **R 63 530 000.00**.

Grants receipts as per the grant register are as follows:

- Equitable Share – R48 657 000.00
- MIG – R 13 000 000
- FMG- R 2 200 000.00
- EPWP- R 427 000

Section 7 – Grants Expenditure

KZN254 Dannhauser - Supporting Schedule SC19 Monthly Budget Statement - Expenditure on Transfers and Grants - M03 - September

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<u>EXPENDITURE</u>										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:	3	3,569	3,909	–	153	452	977	(525)	-53.8%	3,909
Expanded Public Works Programme Integrated Grant		1,569	1,709	–	116	347	427	(80)	-18.7%	1,709
Local Government Financial Management Grant		2,000	2,200	–	37	104	550	(446)	-81.0%	2,200
Provincial Government:		2,567	2,609	–	123	394	652	(259)	-39.7%	2,609
Specify (Add grant description)		2,567	1,491	–	39	145	373	(228)	-61.1%	1,491
Specify (Add grant description)		–	1,118	–	84	249	280	(31)	-11.1%	1,118
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants		6,136	6,518	–	276	845	1,630	(784)	-48.1%	6,518
<u>Capital Transfers and Grants</u>										
National Government:		26,095	26,378	–	1,391	4,675	6,595	(1,919)	-29.1%	26,378
Municipal Infrastructure Grant		26,095	26,378	–	1,391	4,675	6,595	(1,919)	-29.1%	26,378
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants		26,095	26,378	–	1,391	4,675	6,595	(1,919)	-29.1%	26,378
TOTAL EXPENDITURE OF TRANSFERS & GRANTS										
		32,231	32,896	–	1,667	5,521	8,224	(2,703)	-32.9%	32,896

The receiving officer will monitor performance reporting on grants to ensure compliance with the Division of Revenue Act that stipulates reporting on all grant performance.

The Equitable Share is used for the day-to-day running of the Municipality for example salaries, own funded projects and contracted services and is therefore unconditional and the municipality is exceedingly dependent on it to sustain operation.

Below is the summary of the grant register for the period that includes the total expenditure for each grant for the period and the year-to-date expenditure. The summary also includes the total grants receipts for the period and the year-to-date receipts.

SUMMARY OF CONDITIONAL GRANTS REGISTER:01 JULY 2026 to 30 JUNE 2027							
LOCAL GOVERNMENT FINANCIAL MANAGEMENT GRANT (FMG)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	2,200,000.00						
31-Jul-26			33,526.26	33,526.26	2,166,473.74	1.52	98.48
30-Aug-26		2,200,000.00	33,526.26	67,052.52	2,132,947.48	3.05	96.95
30-Sept-26			37,363.61	104,416.13	2,028,531.35	4.75	92.21
31-Oct-26						0.00	0.00
30-Nov-26						0.00	0.00
31-Dec-26						0.00	0.00
31-Jan-27						0.00	0.00
28-Feb-27						0.00	0.00
31-Mar-27						0.00	0.00
30-Apr-27						0.00	0.00
30-May-27							
30-Jun-27			104,416.13	104,416.13	2,028,531.35	4.75	92.21
MUNICIPAL INFRASTRUCTURE GRANT (MIG CAPITAL)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	26,378,000.00						
14-Jul-26							
31-Jul-26		5,000,000.00	3,283,739.91	3,283,739.91	23,094,260.09	12.45	87.55
31-Aug-26							
30-Sept-26		8,000,000.00	1,391,289.95	4,675,029.86	18,419,230.23	17.72	82.28
31-Oct-26							
30-Nov-26							
31-Dec-26							
31-Jan-27							
28-Feb-27							
31-Mar-27							
30-Apr-27							
30-May-27							
30-Jun-27			4,675,029.86	7,958,769.77	18,419,230.23	30.17	69.83
Total Received		13,000,000.00					
EXPANDED PUBLIC WORKS PROGRAMME GRANT (EPWP)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	1,709,000.00						
31-Jul-26			117,062.52	117,062.52	1,591,937.48	0.07	0.93
31-Aug-26			114,721.79	231,784.31	1,477,215.69	13.56	86.44
30-Sept-26		427,000.00	115,656.53	347,440.84	1,361,559.16	20.33	20.33
31-Oct-26						0.00	0.00
30-Nov-26						0.00	0.00
31-Dec-26						0.00	0.00
31-Jan-27						0.00	0.00
28-Feb-27						0.00	0.00
31-Mar-27						0.00	0.00
30-Apr-27						0.00	0.00
			347,440.84	347,440.84	1,361,559.16	20.33	79.67
TOTAL GRANT RECEIVED					-		
ARTS AND CULTURE GRANT (PROVINCIALISATION DANNHAUSER LIBRARY)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	1,070,000.00						
14-Jul-26							
31-Jul-26			80,538.53	80,538.53	989,461.47	7.53	92.47
31-Aug-26			83,987.93	164,526.46	905,473.54	15.38	84.62
30-Sept-26			83,989.13	248,515.59	821,484.41	23.23	70.83
31-Oct-26							
30-Nov-26							
31-Dec-26							
31-Jan-27							
28-Feb-27							
31-Mar-27							
30-Apr-27							
30-May-27							
			248,515.59	80,538.53	989,461.47	23.23	92.47
ARTS AND CULTURE GRANT (KWAMDAKANE)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	1,200,000.00						
31-Jul-26			160,555.23	160,555.23	1,039,444.77	13.38	86.62
31-Aug-26			123,683.54	284,238.77	915,761.23	23.69	76.31
30-Sept-26			147,577.74	431,816.51	768,183.49	35.98	64.02
31-Oct-26							
30-Nov-26							
31-Dec-26							
31-Jan-27							
28-Feb-27							
31-Mar-27							
			431,816.51	431,816.51	768,183.49	35.98	64.02
ARTS AND CULTURE GRANT (CYBER)							
DATE	DORA ALLOCATION	GRANT RECEIVED	MONTHLY EXPENDITURE	EXPENDITURE TODATE	VARIANCE	PERCENT SPENT	PERCENT UNSPENT
01-Jul-26	277,000.00						
31-Jul-26			67,869.13	67,869.13	209,130.87	24.50	75.50
31-Aug-26			38,619.76	106,488.89	170,511.11	38.44	61.56
30-Sept-26			38,620.36	145,109.25	106,488.89	52.39	47.61
31-Aug-26			145,109.25	145,109.25	106,488.89	52.39	61.56
SUMMARY FOR ALL GRANTS							
	32,834,000.00	7,200,000.00	5,952,328.18	9,068,091.03	23,673,454.59	27.62	72.38

Section 8 – Expenditure on councillors and employee benefits

KUNENGA MUNICIPALITY - supporting table 66 monthly budget statement - councillor and staff benefits - Month LU, 2026 -									
Summary of Employee and Councillor remuneration									
Ref	2025/26	Original	Adjusted	Monthly actual	Budget Year 2026/27				
	A	B	C		Year to actual	Year TD	YTD	YTD %	Full Year
Accommodation and Service Related Benefits									
Basic Salary	13,420	11,087	-	(203)	1,315	2,774	(1,459)	-53%	11,087
Cell phone Allowance	-	1,071	-	-	-	-	(265)	-100%	1,071
Housing Allowance	-	-	-	-	-	-	-	-	-
Medical Allowance	-	-	-	-	-	-	-	-	-
Market Related Non-personable Allowance	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Office-bearer Allowance	-	-	-	-	-	-	-	-	-
Out of pocket Expenses	3,283	-	-	214	719	-	719	#DIV/0!	1,644
Traveling Allowance	-	1,544	-	-	-	-	(385)	-100%	-
Use of Personal Facilities	-	-	-	-	-	-	-	-	-
Total Allowance and Service Related Benefits	16,703	13,712	-	(175)	2,034	2,489	(455)	-41%	13,712
Social Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Benefits	-	-	-	-	-	-	-	-	-
Pension Fund Contributions	-	-	-	-	-	-	-	-	-
Total Social Contributions	-	-	-	-	-	-	-	-	-
Total Allowance and Service Related Benefits	16,703	13,712	-	(175)	2,034	2,489	(455)	-41%	13,712
% Increase	-	-	-	-	-	-	-	-	-
Salary and Allowance of the Municipality									
Salary and Allowance	8,519	7,819	-	(525)	2,771	1,880	(892)	-47%	7,819
Basic Salary	-	-	-	-	-	-	-	-	-
Allowance	-	-	-	-	-	-	-	-	-
Accommodation, Travel and Incidentals	-	-	-	-	-	-	-	-	-
Cellular and Telephone	111	114	-	9	24	29	(5)	-18%	114
Housing Benefits	(7)	-	-	21	-	-	21	#DIV/0!	-
Non-personable	-	-	-	-	-	-	-	-	-
Travel or Motor Vehicle	1,727	1,797	-	104	551	440	111	25%	1,797
Voluntary Work	-	-	-	-	-	-	-	-	-
Total Allowance	1,831	1,911	-	265	615	469	146	20%	1,911
Service Related Benefits	-	-	-	-	-	-	-	-	-
Acting	-	-	-	-	-	-	-	-	-
Senior	-	-	-	-	-	-	-	-	-
Danger Allowance	-	-	-	-	-	-	-	-	-
Overseasment	-	-	-	-	-	-	-	-	-
Fire Dispute	-	-	-	-	-	-	-	-	-
Island Benefits	-	-	-	-	-	-	-	-	-
Leave Pay	242	223	-	-	277	55	219	319%	223
Long Service Award	-	-	-	-	-	-	-	-	-
Overseasment	-	-	-	-	-	-	-	-	-
Security	-	-	-	-	-	-	-	-	-
Standby Allowance	-	-	-	-	-	-	-	-	-
Tools Allowance	-	-	-	-	-	-	-	-	-
Uniform/Special/Protective Clothing	-	-	-	-	-	-	-	-	-
Leave gratuity	-	-	-	-	-	-	-	-	-
Long Term Service Award	-	-	-	-	-	-	-	-	-
Total Service Related Benefits	242	223	-	-	277	55	219	319%	223
Total Salary and Allowance	10,350	9,940	-	(854)	3,386	2,419	(967)	-52%	9,940
Social Contributions	-	-	-	-	-	-	-	-	-
Bereavement Council	-	-	-	-	-	-	-	-	-
Group Life Insurance	-	-	-	-	-	-	-	-	-
Medical	-	-	-	-	-	-	-	-	-
Pension	13	13	-	1	3	3	0	0%	13
Unemployment Insurance	13	13	-	1	3	3	0	0%	13
Total Social Contributions	26	26	-	2	6	6	0	0%	26
Post-retirement Benefits	-	-	-	-	-	-	-	-	-
Medical	-	-	-	-	-	-	-	-	-
Other Benefits	-	-	-	-	-	-	-	-	-
Pension	-	-	-	-	-	-	-	-	-
Total Post-retirement Benefits	-	-	-	-	-	-	-	-	-
Costs Capitalised to PPE	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	10,350	9,940	-	(854)	3,386	2,419	(967)	-52%	9,940
% Increase	-	-	-	-	-	-	-	-	-
Other Municipal Staff									
Salary and Allowance	40,989	39,727	-	4,431	13,344	9,922	3,422	33%	39,727
Basic Salary	2,515	2,880	-	198	528	(22)	(345)	-12%	2,880
Allowance	-	-	-	-	-	-	-	-	-
Accommodation, Travel and Incidentals	-	-	-	-	-	-	-	-	-
Cellular and Telephone	8	-	-	1	2	-	2	#DIV/0!	-
Housing Benefits	108	1,258	-	12	27	325	(205)	-59%	1,258
Non-personable	-	-	-	-	-	-	-	-	-
Travel or Motor Vehicle	53	-	-	5	14	-	14	#DIV/0!	-
Voluntary Work	-	-	-	-	-	-	-	-	-
Total Allowance	168	1,268	-	18	59	328	(207)	-64%	1,268
Service Related Benefits	-	-	-	-	-	-	-	-	-
Acting	-	-	-	-	-	-	-	-	-
Senior	-	-	-	-	-	-	-	-	-
Danger Allowance	-	-	-	-	-	-	-	-	-
Overseasment	-	-	-	-	-	-	-	-	-
Fire Dispute	-	-	-	-	-	-	-	-	-
Island Benefits	-	-	-	-	-	-	-	-	-
Leave Pay	1,490	1,219	-	57	179	330	(151)	-46%	1,219
Long Service Award	65	395	-	-	72	-	(72)	-100%	395
Overseasment	-	-	-	-	-	-	-	-	-
Security	901	-	-	24	55	-	55	#DIV/0!	-
Standby Allowance	-	-	-	-	-	-	-	-	-
Tools Allowance	1,018	-	-	78	230	-	230	#DIV/0!	-
Uniform/Special/Protective Clothing	-	-	-	-	-	-	-	-	-
Leave gratuity	-	-	-	-	-	-	-	-	-
Long Term Service Award	-	-	-	-	-	-	-	-	-
Total Service Related Benefits	2,664	1,614	-	159	486	360	126	26%	1,614
Total Salary and Allowance	43,653	41,341	-	4,589	13,830	10,282	3,548	26%	41,341
Social Contributions	-	-	-	-	-	-	-	-	-
Bereavement Council	-	-	-	-	-	-	-	-	-
Group Life Insurance	14	20	-	1	3	5	(2)	-32%	20
Medical	1,515	3,470	-	133	468	857	(461)	-52%	3,470
Pension	4,740	4,912	-	479	1,419	1,220	198	15%	4,912
Unemployment Insurance	292	291	-	25	24	75	4	5%	291
Total Social Contributions	6,561	8,693	-	628	1,914	1,167	747	39%	8,693
Costs Capitalised to PPE	-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entbe	-	-	-	-	-	-	-	-	-
% Increase	-	-	-	-	-	-	-	-	-
Total Municipal Entbe	-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS	50,111	77,551	-	6,235	22,079	15,398	2,581	12%	77,551
% Increase	-	-	-	-	-	-	-	-	-
TOTAL REMUNERATION AND STAFF	73,363	93,819	-	6,214	20,044	15,310	4,074	26%	93,819

Remuneration of Councilors and employee related expenditure for the month ended 30 September 2026 amounted to **R6 314 000.00**, this amount as per VIP payroll system total remuneration, below is section 66 report with the summarized expenditure of remuneration of councilors, employee related costs, skills development levy and overtime.

SECTION 66 REPORT 2026-2027 FINANCIAL YEAR SEPTEMBER 2026					
	2026/2027	2026/2027	2026/2027	2026/2027	2026/2027
EMPLOYEE RELATED COST AND REMUNERATION	ORIGINAL BUDGET	MONTHLY BUDGET	MONTHLY ACTUAL	VARIANCE(BUDGET VS ACTUAL)	YEAR TO DATE
REMUNERATION OF COUNCILLORS	13,712,000.00	1,142,666.67	79,000.00	11,677,000.00	2,035,000.00
EMPLOYEE RELATED COST WAGES & SALARIES	63,879,000.00	5,323,250.00	6,314,000.00	43,835,000.00	20,044,000.00
TOTAL REMUNERATION			6,235,000.00		22,079,000.00

The overtime expenditure is further detailed on the table below, as per department and per function. The department should monitor the use of overtime in these sections to prevent unauthorized expenditure on overtime.

OVERTIME & STANDBY PER DEPARTMENT					
DEPARTMENT	ORIGINAL BUDGET	MONTHLY BUDGET	ACTUAL	YEAR TO DATE	VARIANCE (MONTHLY BUDGET & ACTUAL)
Finance			6,798.01	6,798.01	-
Corporate Services			4,911.02	25,621.13	-
Technical Services			12,278.56	23,254.43	-
Community Services					
Planning & IDP					
MM					
Total			23,987.59	55,673.57	-
					55,673.57

Section 9 Assets management report

 DANNHAUSER LOCAL MUNICIPALITY (KZ 254)									
FIXED ASSET REGISTER FOR SEPTEMBER 2026									
Row Labels	Sum of Original Cost O/Bal	Sum of Adjusted Cost O/Bal	Sum of Cost C/Bal	Sum of Adjusted Dep O/Bal	Sum of Dep	Sum of Dep C/Bal	Sum of Imp C/Bal	Sum of NBV	
Heritage Assets	106,000.00	106,000.00	106,000.00					106,000.00	
Other Heritage Assets	106,000.00	106,000.00	106,000.00					106,000.00	
Investment Property	13,818,000.00	13,818,000.00	13,818,000.00					13,818,000.00	
Fair Value	13,818,000.00	13,818,000.00	13,818,000.00					13,818,000.00	
(blank)	13,818,000.00	13,818,000.00	13,818,000.00					13,818,000.00	
Property Plant and Equipment	1,046,227,189.14	1,046,227,189.14	1,046,288,189.14	472,158,789.07	7,756,080.73	479,914,869.80	67,489,766.30	498,883,553.04	
Community Assets	203,732,515.65	203,732,515.65	203,732,515.65	81,713,548.31	759,216.14	82,472,764.45	36,073,468.07	85,186,283.13	
Computer Equipment	4,201,807.51	4,201,807.51	4,262,807.51	1,963,521.16	172,810.38	2,136,331.54	56,136.13	2,070,239.84	
Furniture and Office Equipment	7,304,039.24	7,304,039.24	7,304,039.24	3,264,013.10	206,768.71	3,470,781.81	22,973.61	3,810,283.82	
Land	43,648,700.00	43,648,700.00	43,648,700.00					43,648,700.00	
Machinery and Equipment	3,917,258.89	3,917,258.89	3,917,258.89	1,870,741.43	86,422.59	1,957,164.02	59,131.14	1,900,963.73	
Other Assets	265,636,932.76	265,636,932.76	265,636,932.76	74,954,291.90	1,919,813.64	76,874,105.54	820,200.77	187,942,626.45	
Roads Infrastructure	481,296,945.92	481,296,945.92	481,296,945.92	285,690,061.13	4,018,425.03	289,708,486.16	30,236,953.10	161,351,506.66	
Solid Waste Infrastructure	14,836,886.09	14,836,886.09	14,836,886.09	7,174,276.18	285,501.97	7,459,778.15	194,112.00	7,182,995.94	
Transport Assets	21,652,103.08	21,652,103.08	21,652,103.08	15,528,335.86	307,122.27	15,835,458.13	26,791.48	5,789,853.47	
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Grand Total	1,060,151,189.14	1,060,151,189.14	1,060,212,189.14	472,158,789.07	7,756,080.73	479,914,869.80	67,489,766.30	512,807,553.04	

 DANNHAUSER LOCAL MUNICIPALITY (KZ 254)									
WIP REGISTER - SEPTEMBER 2026									
PROJECT DESCRIPTION	FUNDING GUID	SIFICATION LE	OPENING BALANCE	LANC	ESTED OPENING BAL	OPEN	ENDIT	PAIRMENT	NET CARRYVALU
Capital Infrastructure: New Water Supply Infrastructure: Capital Spares: Pilot Project: Water Harvesting - Ward 1: 4 & 6	b24ed953-03a		2,629,851.76	-	2,629,851.76	-	-	-	2,629,851.76
Capital Non-Infrastructure: New Community Assets: Sport and Recreation Facilities: Capital Spares: Duranacol Sport Centre	b24ed953-03a	Duranacol Spor	6,679,146.47	-	6,679,146.47	-	-	-	6,679,146.47
Capital Infrastructure: New Electrical Infrastructure: Capital Spares: MAST LIGHTS (5.8 & 10)	b24ed953-03a		2,500,000.00	-	2,500,000.00	-	-	-	2,500,000.00
Capital Non-Infrastructure: New Community Assets: Sport and Recreation Facilities: Outdoor Facilities: Sport Combo - Ward 11	0f560885-a4cd	Sport Combo	3,835,210.03	-	3,835,210.03	-	-	-	3,835,210.03
Capital Non-Infrastructure: New Community Assets: Community Facilities: Testing Stations: Testing Ground	b24ed953-03a	Testing Groun	18,022,271.76	-	18,022,271.76	-	-	-	18,022,271.76
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: CONSTRUCTION OF HILLTOP HALL	4dbc3daf-a7b5	CONSTRUCTI	468,146.26	-	468,146.26	-	-	-	468,146.26
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 11 - KILKEEL	4dbc3daf-a7b5		3,762,182.69	-	3,762,182.69	-	-	-	3,762,182.69
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 4 - DORSET	4dbc3daf-a7b5		5,886,703.06	-	5,886,703.06	-	-	-	5,886,703.06
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 13	4dbc3daf-a7b5		6,823,241.55	-	6,823,241.55	-	-	-	6,823,241.55
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 9	4dbc3daf-a7b5		4,498,282.99	-	4,498,282.99	-	-	-	4,498,282.99
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 6 - FLINT	4dbc3daf-a7b5		465,396.16	-	465,396.16	-	-	-	465,396.16
Capital Non-Infrastructure: New Community Assets: Community Facilities: Halls: COMMUNITY HALL WARD 1 - EMPUNGWINI	4dbc3daf-a7b5		336,277.29	-	336,277.29	-	-	-	336,277.29
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 8	4dbc3daf-a7b5		60,332.09	-	60,332.09	-	-	-	60,332.09
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 3 - RAMAPHOSA	4dbc3daf-a7b5		3,987,589.86	-	3,987,589.86	-	-	-	3,987,589.86
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 5	4dbc3daf-a7b5		3,581,286.76	-	3,581,286.76	-	-	-	3,581,286.76
Capital Infrastructure: New Roads Infrastructure: Roads: URBAN ROAD WARD 2 - EMAFUSINI	4dbc3daf-a7b5		3,561,833.72	-	3,561,833.72	-	-	-	3,561,833.72
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 11	4dbc3daf-a7b5		3,223,061.73	-	3,223,061.73	-	-	-	3,223,061.73
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 10 - EASTBORN	20ef71ba-123a		536,899.49	-	536,899.49	-	-	-	536,899.49
Capital Infrastructure: New Roads Infrastructure: Roads: RURAL ROAD WARD 12 - VANUAZI	20ef71ba-123a		746,320.86	-	746,320.86	-	-	-	746,320.86
Capital Infrastructure: New Roads Infrastructure: Roads: CULVERT BRIDGE - KUJPORT	20ef71ba-123a		387,868.89	-	387,868.89	-	-	-	387,868.89
Capital Infrastructure: New Roads Infrastructure: Roads: DURANACOL ROADS UPGRADE	4dbc3daf-a7b5		687,343.04	-	687,343.04	-	-	-	687,343.04
Capital Non-Infrastructure: New Other Assets: Operational Buildings: Manufacturing Plant: LED Factory	ac97d0b1-c32	LED Factory	8,009,895.07	-	8,009,895.07	-	-	-	8,009,895.07

SECTION 10:REPAIRS AND MAINTANANCE

KZN254 Dannhauser - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 - September

Description	Ref	2025/26	Budget Year 2026/27							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Machinery and Equipment</u>		626	1,900	-	3	32	475	443	93.2%	1,900
Machinery and Equipment		626	1,900	-	3	32	475	(443)	(0)	1,900
<u>Transport Assets</u>		1,202	750	-	-	-	188	188	100.0%	750
Transport Assets		1,202	750	-	-	-	188	(188)	(0)	750
<u>Land</u>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<u>Living resources</u>		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	14,625	8,150	-	3	32	2,037	2,005	98.4%	8,150

Under repairs and maintenance originally budgeted **R 8 150 000** and monthly actuals is **R 3 000** and year to date is **R 32 000** which is **0.3 %** as of 30 September 2026. Reasons for the under-performance is due to cash flow constraints faced by the municipality.

Section 9– Municipal manager's quality certification

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, M.S Sithole, the Municipal Manager of the Dannhauser local Municipality, hereby certify that the Quarter 4 section 52(d) report for the 2025/2026 financial year has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name : **Mandlenkosi Sidwell Sithole**

Municipal Manager : Dannhauser Local Municipality KZN254

Signature :  _____

Date : **13 October 2026**