



TOKOLOGO LOCAL MUNICIPALITY

MFMA SECTION 72 REPORT MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT 2025/2026

JULY 2025 – 31 DECEMBER 2025

1. INTRODUCTION

In terms of Section 72 (1) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003), the accounting officer of a municipality must, by 25 January of each financial year, assess the performance of the municipality during the first half of the financial year and submit a report on such an assessment to the Mayor of the municipality, the National Treasury and the relevant provincial treasury. The Mayor must in turn, comply with the provisions of Section 54, which includes submitting the report to Council by 31 January of each year.

2. PURPOSE OF THE REPORT

To submit to the Executive Mayor an assessment report on the Municipality's Performance covering the period 1 July 2025 to 31 December 2025.

3. LEGISLATIVE FRAMEWORK

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

3.1 The Municipal Finance Management Act

The Municipal Finance Management Act-Number 56 of 2003 Section 72: Mid-Year Budget and Performance Assessment

(1) The accounting officer of a municipality must by 25 January of each year;

(a) Assess the performance of the municipality during the first half of the financial year, taking into account;

(i) the monthly statements referred to in section 71 for the first half of the financial year;

(ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;

(iii) the past year's annual report, and progress on resolving problems identified in the annual report, and

(b) Submit a report on such assessment to;

- (i) the mayor of the municipality;
- (ii) the National Treasury; and
- (iii) the relevant provincial treasury.

(2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1) (b) of this section.

(3) The accounting officer must, as part of the review; (a) make recommendations as to whether an adjustments budget is necessary; and (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

3.2. Reports on failure to adopt or implement budget-related and other policies

Section 54: Budgetary control and early identification of financial problems

(1) On receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must:

(a) consider the statement or report;

(b) check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;

(c) consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;

(d) issue any appropriate instructions to the accounting officer to ensure;

(i). that the budget is implemented in accordance with the service delivery and budget implementation plan; and

(ii) that spending of funds and revenue collection proceed in accordance with the budget;

(e) identify any financial problems facing the municipality, including any emerging or impending financial problems; and

(f) in the case of a section 72 report, submit the report to the council by 31 January of each year.

(2) If the municipality faces any serious financial problems, the mayor must—

(a) promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include—

(i) steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget;

(ii) the tabling of an adjustments budget; or

(iii) steps in terms of Chapter 13; and (b) alert the council and the MEC for local government in the province to those problems.

(3) The mayor must ensure that any revisions of the service delivery and budget implementation plan are made public promptly.

3.3. Format of a mid-year budget and performance assessment

A mid-year budget and performance assessment of a municipality referred to in section 72 of the Act must be in a format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.

3.3. Publication of midyear budget and performance assessment

Within 5 working days of 25 January each year the municipality must make the midyear budget and performance assessment public by placing it on the website

The municipal manager must make public any other information that the municipality council considers appropriate to facilitate public awareness of the midyear budget and performance assessment including

(a) Summaries in alternative languages predominant in the community and,

(b) Information relevant to each ward in the municipality

3.4. Submission of the midyear budget and performance assessments

The municipality must submit to National Treasury and the relevant Provincial Treasury in both printed and electronic form-

- (a) The midyear budget and performance assessment by 25 January of each year; and
- (b) Any other information relating to the midyear budget and performance assessments as may be required by the National Treasury

MAYOR’S REPORT

For the Mid-year budget and performance assessment, the mayor’s report must also provide_

- a) A summary of the past year’s annual report, and progress on resolving problems identified in the annual report and then audit report;
- b) A summary of any potential impact of the national adjustment budget and the relevant provincial

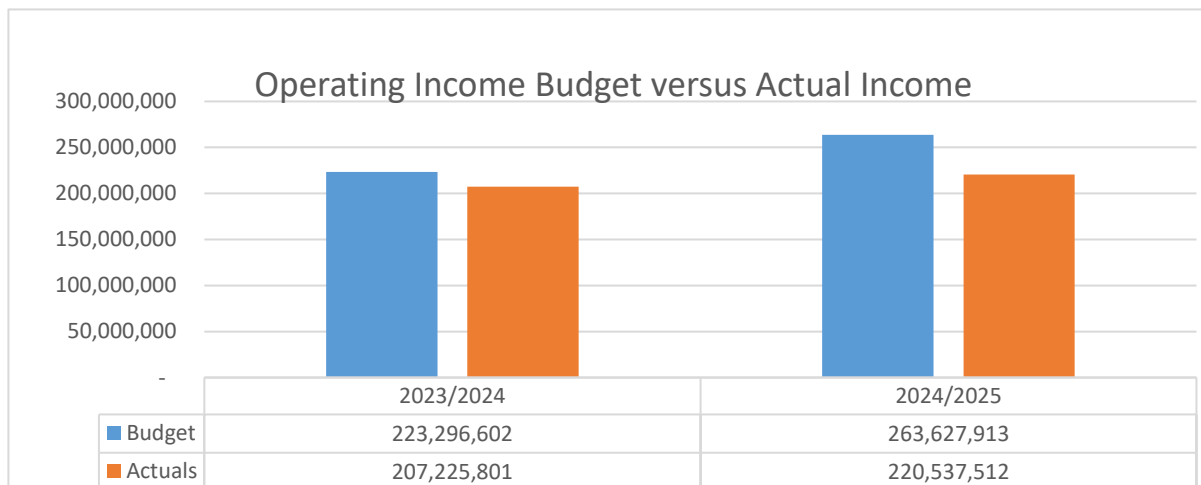
A recommendation as to whether an adjustment budget for the municipality is necessary.

Summary of the previous year’s annual report

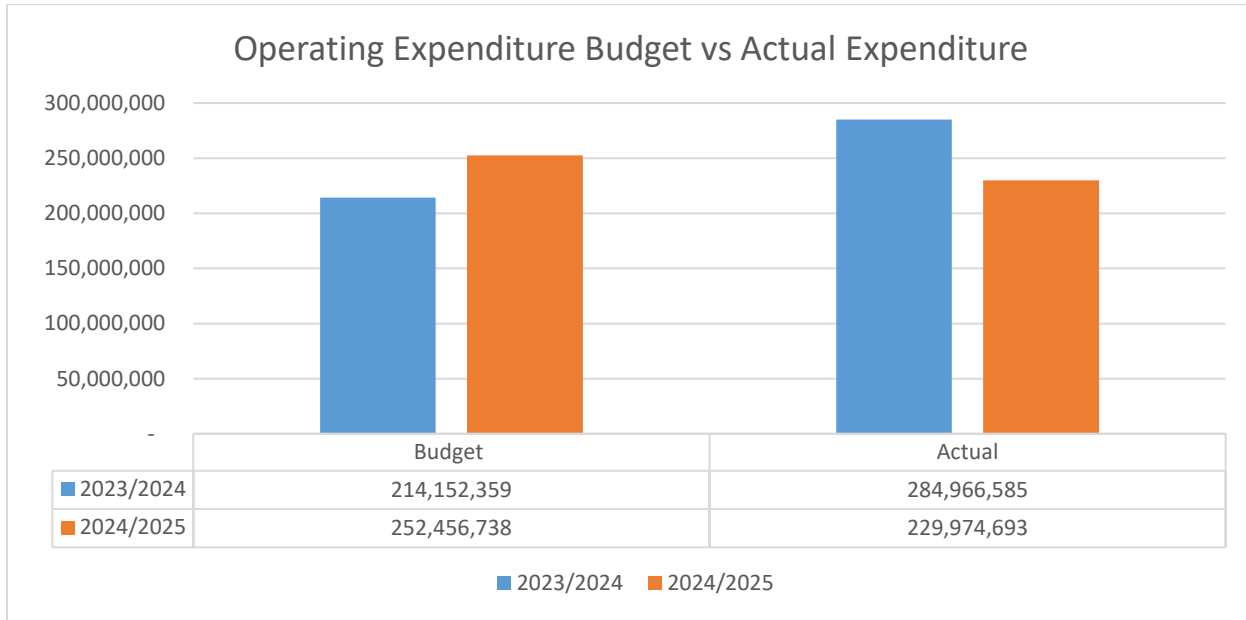
- (a) Performance against budgets

The following graph shows the operating Income Budget versus Actual for 2023/24 as well as 2024/25 financial years. The actual operating income has increased from R207 million to R220 million.

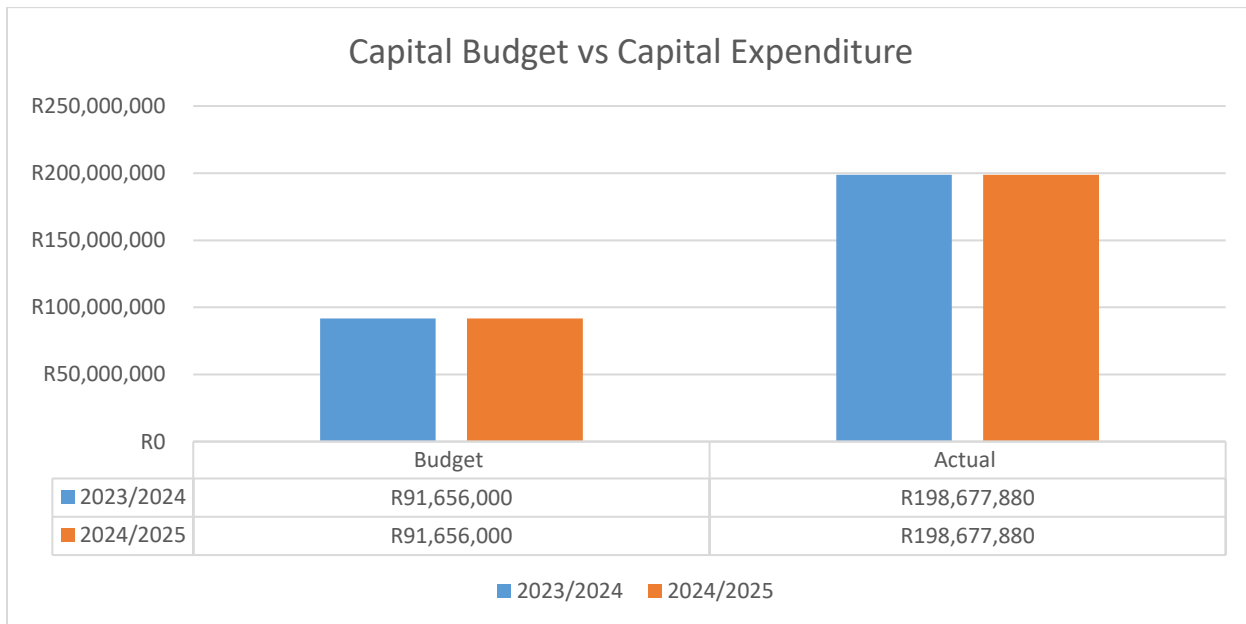
The following graph shows the operating Expenditure Budget versus Actual for 2023/2024 as well as



2024/2025 financial years. The actual operating Expenditure has decreased from 285 million to R229 million.



(b) Percentage of Capital Budget Spend



Overall Financial Summary

The table below reflects a consolidated summary of the municipality’s financial performance, capital expenditure, and cash flow for the 2025/2026 financial year.

Description	2024/25	Budget Year 2025/26				
	Audited Outcome	Original Budget	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands						
FINANCIAL PERFORMANCE						
Revenue						
Exchange Revenue						
Service charges - Electricity	16,693	33,152	15,673	16,576	(903)	-5%
Service charges - Water	6,477	5,192	3,677	2,596	1,081	42%
Service charges - Waste Water Management	20,850	17,020	12,000	8,510	3,490	41%
Service charges - Waste management	13,470	29,070	7,671	14,535	(6,864)	-47%
Sale of Goods and Rendering of Services	355	430	340	215	125	58%
Agency services	-	-	-	-	-	
Interest	-	-	-	-	-	
Interest earned from Receivables	42,445	41,286	21,954	20,643	1,311	6%
Interest from Current and Non Current Assets	185	-	100	-	100	#DIV/0!
Dividends	-	-	-	-	-	
Rent on Land	-	-	-	-	-	
Rental from Fixed Assets	159	123	268	61	206	336%
Licence and permits	-	-	-	-	-	
Special rating levies	-	-	-	-	-	
Operational Revenue	766	44	99	22	77	351%
Non-Exchange Revenue						
Property rates	24,272	33,776	14,425	16,888	(2,463)	-15%
Surcharges and Taxes	-	-	-	-	-	
Fines, penalties and forfeits	75	54	-	27	(27)	-100%
Licence and permits	-	-	-	-	-	
Transfers and subsidies - Operational	69,399	142,145	81,443	71,073	10,370	15%
Interest	7,385	4,989	4,167	2,494	1,673	67%
Fuel Levy	-	-	-	-	-	
Operational Revenue	-	-	-	-	-	

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Gains on disposal of Assets	(2,133)	-	-	-	-	
Other Gains	(87)	-	-	-	-	
Discontinued Operations	-	-	-	-	-	
Total Revenue (excluding capital transfers and contributions)	200,310	307,280	161,817	153,640	8,177	5%
Expenditure By Type						
Employee related costs	56,152	59,527	27,795	30,986	(3,192)	-10%
Remuneration of councillors	6,144	6,054	2,794	3,027	(233)	-8%
Bulk purchases - electricity	59,625	30,782	17,242	15,391	1,851	12%
Inventory consumed	3,893	14,040	2,322	7,020	(4,698)	-67%
Debt impairment	45,268	56,152	-	28,076	(28,076)	-100%
Depreciation and amortisation	32,056	25,967	-	12,983	(12,983)	-100%
Interest	45,136	21,589	18,422	10,795	7,627	71%
Contracted services	51,981	89,889	70,011	44,944	25,067	56%
Transfers and subsidies	-	-	-	-	-	
Irrecoverable debts written off	-	17,807	-	8,903	(8,903)	-100%
Operational costs	15,757	15,836	9,524	7,918	1,606	20%
Losses on Disposal of Assets	557	-	-	-	-	
Other Losses	3,714	-	-	-	-	
Total Expenditure	320,284	337,643	148,110	170,044	(21,934)	-13%
Surplus/(Deficit)	(119,974)	(30,363)	13,706	(16,404)	30,110	(0)
Transfers and subsidies - capital (monetary allocations)	172,362	42,080	18,684	21,040	(2,356)	(0)
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions	52,388	11,717	32,390	4,636	27,754	0
Income Tax	-	-	-	-	-	
Surplus/(Deficit) after income tax	52,388	11,717	32,390	4,636	27,754	0
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality	52,388	11,717	32,390	4,636	27,754	0
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	
Intercompany/Parent subsidiary transactions	-	-	-	-	-	
Surplus/ (Deficit) for the year	52,388	11,717	32,390	4,636	27,754	0
CAPITAL EXPENDITURE						
Road transport	11,181	18,300	8,447	9,150	(703)	-8%
Water management	156,269	0	-	0	(0)	-100%

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Waste water management	6,182	23,780	7,703	11,890	(4,187)	-35%
Waste management	-	0	-	0	(0)	-100%
Total Capital Expenditure	173,632	42,080	16,150	21,040	(4,890)	-23%
Funded by:						
National Government	173,632	42,080	16,150	21,040	(4,890)	-23%
Total Capital Funding	173,632	42,080	16,150	21,040	(4,890)	-23%
CASH FLOW						
CASH FLOW FROM OPERATING ACTIVITIES						
Receipts						
Property rates	-	28,137	3,280	14,068	(10,789)	-77%
Service charges	-	54,570	3,531	27,285	(23,754)	-87%
Other revenue	-	62,645	63,724	31,023	32,701	105%
Transfers and Subsidies - Operational	-	128,614	1,172	62,987	(61,815)	-98%
Transfers and Subsidies - Capital	-	42,080	-	21,040	(21,040)	-100%
Interest	-	41,286	242	20,643	(20,401)	-99%
Dividends	-	-	-	-	-	
Payments						
Suppliers and employees	(363,798)	(247,965)	(106,025)	(78,325)	27,700	-35%
Interest	-	(21,589)	-	(10,795)	(10,795)	100%
Transfers and Subsidies	-	-	-	-	-	
NET CASH FROM/(USED) OPERATING ACTIVITIES	(363,798)	87,778	(34,077)	87,926	122,003	139%
CASH FLOWS FROM INVESTING ACTIVITIES						
Receipts						
Proceeds on disposal of PPE	-	-	-	-	-	
Decrease (increase) in non-current receivables	-	(0)	-	(0)	0	-100%
Decrease (increase) in non-current investments	-	-	-	-	-	
Payments						
Capital assets	-	(48,392)	(44,680)	(24,196)	20,484	-85%
NET CASH FROM/(USED) INVESTING ACTIVITIES	-	(48,392)	(44,680)	(24,196)	20,484	-85%
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts						
Short term loans	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	

Increase (decrease) in consumer deposits	-	-	-	-	-	
Payments						
Repayment of borrowing	-	(0)	-	(0)	(0)	100%
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	(0)	-	(0)	(0)	100%
NET INCREASE/ (DECREASE) IN CASH HELD	(363,798)	39,386	(78,757)	63,730		
Cash/cash equivalents at beginning:	781	1,279	24,572	1,279		
Cash/cash equivalents at month/year end:	(363,016)	40,665	(54,184)	65,009		

Operating Revenue

Based on the above table (Financial Performance), the mid-year revenue assessment indicates that certain revenue streams are under-performing against the approved budget, with some showing material and persistent variances (items exceeding 10% of the year-to-date budget), it is therefore proposed that the following selected revenue lines be adjusted downward to reflect realistic collection levels for the remainder of the financial year:

- **Service Charges – Waste Management:** This revenue stream reflects a significant under-recovery of approximately 47% against the budgeted amount.
- **Property Rates:** Revenue is under-performing by approximately 15%. In order to reflect realistic collection expectations for the remainder of the financial year, a downward revision is recommended.
- **Fines, Penalties and Forfeits:** No revenue has been realized against this budget line during the period under review, resulting in a 100% shortfall. It is recommended that this revenue be adjusted downward.

Billed (Financial Performance)		Collected (Cash Flow)	
YTD Budget	R 153 639 998	YTD Budget	R 177 046 400
YTD Actual	R 161 816 630	YTD actual	R 71 948 341
Difference	R 8 176 632	Difference	R 105 098 059

Based on the above analysis, it is proposed that selected revenue line items be adjusted where material under-performance has been identified.

Operating Expenditure

Operating year to date Expenditure incurred is 13% below the year to date Budget, some expenditure are underspent and some are overspent.

YTD Budget	R 170 044 019
YTD actual	R 148 110 191
Difference	R 21 933 828

Based on the above analysis, all the items that have an over expenditure should be looked into, therefore an adjustment is required.

Capital Expenditure

Year-to-date capital expenditure amounts to R126 924 429 as at the end of December 2025, representing 67% of the approved capital budget and 106% of grant receipts received to date. The table below provides a summary of capital grant receipts in comparison to DORA allocations and actual expenditure incurred to date.

Grants	Receipts	DORA	Expenditure	Difference
Municipal Infrastructure Grant	1,500,000	19,263,000	6,971,434	(5,471,434)
Department of Water and Forestry	46,344,289	55,148,000	57,184,359	(10,840,069)
Water Services Infrastructure Grant	16,780,000	23,780,000	10,540,780	6,239,220
TOTAL	119,517,289	189,670,000	126,924,429	(7,407,139)

In summary, adjustments are recommended for identified under-performing revenue line items and overspent operating expenditure items, while maintaining stricter financial controls to enhance budget credibility for the remainder of the financial year.

1.2 Financial problems or risks facing the municipality

It is a known fact that due to the endemic poverty in the area under the jurisdiction of Tokologo, the collection rate for municipal services and rates debt is very low. This has a detrimental effect on the municipality’s financial resources.

The municipality is Grant dependent with over 70% of its total revenue being grants received from the National Treasury.

Financial administration should be the second most important focus point of Tokologo municipality with basic service delivery as the most important. The continuous ESKOM price increase have an effect on consumers and the municipality. All the latter factors mentioned will have a huge pressure on the revenue resources and the collection rate of the municipality

1.3 Audit Status Report

Tokologo Municipality received a qualified opinion for both 2023/2024 and 2024/2025 financial years. The municipality is currently putting extensive efforts into implementing the recommendations in respect to audit findings that were raised, the aim is to get a clean audit as a municipality. All recommendations will be actioned through an audit action plan where progress will be regularly monitored. The detailed audit action plan will form part of the 2025 annual report. Regular updates on the implementation of agreed upon actions will be given to authoritative structures of the council.

1.4 Mid-Year performance assessment

Municipal adjustment budget

- (1) A municipality may revise an approved annual budget through an adjustments budget.
- (2) An adjustments budget-
 - (a) Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
 - (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - (d) May authorise the utilisation of projected savings in one vote towards spending under another vote;
 - (e) May authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - (f) May correct any errors in the annual budget; and

(g) May provide for any other expenditure within a prescribed framework.

The municipality will have to adjust the budget during February 2026 due to material changes in Revenue and Expenditure.

Resolutions

If the mid-year review is tabled in the municipal council resolutions dealing with at least the following matters must be prepared and presented as part of the documentation, as may be relevant-

- a) Noting the quarterly report on the implementation of the budget and the financial affairs for the municipal referred to in section 52(d) of the Act:
- b) Noting the mid-year budget and performance assessment referred to in section 72 of the Act;
- c) Any other resolutions that may be required

Midyear Budget and Performance Report

This is the resolution that will be presented to council when the midyear budget and performance Assessment is Tabled:

Recommendation

- That council takes cognizance of the 2025/26 Midyear Budget and Performance Assessment as tabled in terms of Section 54 of the Municipal Finance Management Act

Revenue and Expenditure Analysis

Mentioned below are some of the key issues that happened in the first Six months ended 31 December 2025, actual expenditure and revenue for the six months has been measured against the original budget of each item to analyze the percentage of each line item:

Revenue:

Total revenue for the six months amounted to **R 161,816,630**

The following are the revenue sources and their YTD actuals (*Excluding Capital Grants*):

Revenue Sources	Year-to-Date Actual
Service charges - Electricity	15,673,177
Service charges - Water	3,676,610
Service charges - Waste Water Management	11,999,930
Service charges - Waste management	7,671,122
Sale of Goods and Rendering of Services	339,610
Interest earned from Receivables	21,953,981
Interest from Current and Non Current Assets	99,935
Rental from Fixed Assets	267,852
Operational Revenue	98,596
Property rates	14,425,455
Transfers and subsidies - Operational	81,442,870
Interest	4,167,492
Service charges - Electricity	15,673,177

Expenditure:

Total Expenditure for six months amounted to **148 110 192** and the following are the main expenses.

Expenditure line items below are overspent (Against Year-to-Date budget) and **adjustment is recommended:**

- Interest overspent by 36% likely driven by Eskom debt accumulation, increased overdue creditors and cash flow constraints.
- Contracted Services overspent by 55% mainly due to the expenditure relating to Department of Water Affairs (DWA) projects was budgeted under Contracted Services rather than under capital expenditure, contributing significantly to the over-expenditure on this item.
- Operational Costs is overspent by 14% mostly due to high demand for fuel and oil, catering services and travelling and substance.

The following expenditure item is not overspent, however their expenditure to date shows an indication that the available funds on these items will not be able to sustain the next coming 6 months, particularly due to recent new appointments. **Adjustment for this item is recommended**

- Employee Related Costs sitting at 10%, but projected to increase significantly in the second half of the financial year as new appointments take full effect

Expenditure line items below are underspent or have no expenditure record, therefore these items are **not recommended for adjustment at this stage:**

- There has not been any expenditure recording for both Depreciation and irrecoverable debt (-100%)
- There has not been any transaction recording for Debt Impairment (-100%)
- Inventory consumed (Water) has been underspent by 71%

The financial performance for the first half of the year highlights significant expenditure pressures and weak own-revenue collection. The municipality remains largely reliant on Equitable Share funding, which poses sustainability risks. Corrective measures focusing on revenue enhancement, expenditure containment, and cash flow management will be critical to improving financial stability in the second half of the financial year.

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The following C-Schedule supporting tables are provided as detailed line-item information supporting the Operating Revenue, Operating Expenditure, and Capital Expenditure presented in this report.

Choose name from list - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2024/25		Budget Year 2025/26						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	24,272	33,776	-	2,423	14,425	16,888	(2,463)	-15%	33,776
Service charges	57,490	84,434	-	6,212	39,021	42,217	(3,196)	-8%	84,434
Investment revenue	185	-	-	-	100	-	100	#DIV/0!	-
Transfers and subsidies - Operational	69,399	142,145	-	6,324	81,443	71,073	10,370	0	142,145
Other own revenue	48,965	46,924	-	4,487	26,828	23,462	3,365	14%	46,924
Total Revenue (excluding capital transfers and contributions)	200,310	307,280	-	19,447	161,817	153,640	8,177	5%	307,280
Employee costs	56,152	59,527	-	5,316	27,795	30,986	(3,192)	-10%	59,527
Remuneration of Councilors	6,144	6,054	-	446	2,794	3,027	(233)	-8%	6,054
Depreciation and amortisation	32,056	25,967	-	-	-	12,983	(12,983)	-100%	25,967
Interest	45,136	21,589	-	4,599	18,422	10,795	7,627	71%	21,589
Inventory consumed and bulk purchases	63,518	44,822	-	3,907	19,565	22,411	(2,847)	-13%	44,822
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	117,278	179,683	-	10,147	79,535	89,841	(10,306)	-11%	179,683
Total Expenditure	320,284	337,643	-	24,415	148,110	170,044	(21,934)	-13%	337,643
Surplus/(Deficit)	(119,974)	(30,363)	-	(4,968)	13,706	(16,404)	30,110	-184%	(30,363)
Transfers and subsidies - capital (monetary allocations)	172,362	42,080	-	9,584	18,684	21,040	(2,356)	-11%	42,080
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	52,388	11,717	-	4,615	32,390	4,636	27,754	599%	11,717
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	52,388	11,717	-	4,615	32,390	4,636	27,754	599%	11,717
Capital expenditure & funds sources									
Capital expenditure	173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Capital transfers recognised	173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Financial position									
Total current assets	159,830	175,610	-	-	138,164	-	-	-	175,610
Total non current assets	1,336,158	638,343	-	-	1,370,723	-	-	-	638,343
Total current liabilities	672,379	950,412	-	-	634,511	-	-	-	950,412
Total non current liabilities	55,913	0	-	-	55,913	-	-	-	0
Community wealth/Equity	734,013	(136,458)	-	-	786,070	-	-	-	(136,458)
Cash flows									
Net cash from (used) operating	(363,798)	87,778	-	(22,261)	(34,077)	87,926	122,003	139%	87,778
Net cash from (used) investing	-	(48,392)	-	(9,584)	(44,680)	(24,196)	20,484	-85%	(48,392)
Net cash from (used) financing	-	(0)	-	-	-	(0)	(0)	100%	(0)
Cash/cash equivalents at the month/year end	(363,016)	40,665	-	(31,845)	(54,184)	65,009	119,193	183%	63,959
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	24,227	11,350	10,418	10,962	10,796	9,972	9,644	595,038	682,408
Creditors Age Analysis									
Total Creditors	8,172	3,092	6,751	8,743	9,894	9,393	62,558	156,655	265,258

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Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	Budget Year 2025/26								
		2024/25 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		16,693	33,152	–	2,344	15,673	16,576	(903)	-5%	33,152
Service charges - Water		6,477	5,192	–	607	3,677	2,596	1,081	42%	5,192
Service charges - Waste Water Management		20,850	17,020	–	1,988	12,000	8,510	3,490	41%	17,020
Service charges - Waste management		13,470	29,070	–	1,272	7,671	14,535	(6,864)	-47%	29,070
Sale of Goods and Rendering of Services		355	430	–	8	340	215	125	58%	430
Agency services		–	–	–	–	–	–	–	–	–
Interest		–	–	–	–	–	–	–	–	–
Interest earned from Receivables		42,445	41,286	–	3,710	21,954	20,643	1,311	6%	41,286
Interest from Current and Non Current Assets		185	–	–	–	100	–	100	#DIV/0!	–
Dividends		–	–	–	–	–	–	–	–	–
Rent on Land		–	–	–	–	–	–	–	–	–
Rental from Fixed Assets		159	123	–	56	268	61	206	336%	123
Licence and permits		–	–	–	–	–	–	–	–	–
Special rating levies		–	–	–	–	–	–	–	–	–
Operational Revenue		766	44	–	1	99	22	77	351%	44
Non-Exchange Revenue										
Property rates		24,272	33,776	–	2,423	14,425	16,888	(2,463)	-15%	33,776
Surcharges and Taxes		–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		75	54	–	–	–	27	(27)	-100%	54
Licence and permits		–	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational		69,399	142,145	–	6,324	81,443	71,073	10,370	15%	142,145
Interest		7,385	4,989	–	712	4,167	2,494	1,673	67%	4,989
Fuel Levy		–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		(2,133)	–	–	–	–	–	–	–	–
Other Gains		(87)	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		200,310	307,280	–	19,447	161,817	153,640	8,177	5%	307,280
Expenditure By Type										
Employee related costs		56,152	59,527	–	5,316	27,795	30,986	(3,192)	-10%	59,527
Remuneration of councillors		6,144	6,054	–	446	2,794	3,027	(233)	-8%	6,054
Bulk purchases - electricity		59,625	30,782	–	3,169	17,242	15,391	1,851	12%	30,782
Inventory consumed		3,893	14,040	–	738	2,322	7,020	(4,698)	-67%	14,040
Debt impairment		45,268	56,152	–	–	–	28,076	(28,076)	-100%	56,152
Depreciation and amortisation		32,056	25,967	–	–	–	12,983	(12,983)	-100%	25,967
Interest		45,136	21,589	–	4,599	18,422	10,795	7,627	71%	21,589
Contracted services		51,981	89,889	–	8,329	70,011	44,944	25,067	56%	89,889
Transfers and subsidies		–	–	–	–	–	–	–	–	–
Irrecoverable debts written off		–	17,807	–	–	–	8,903	(8,903)	-100%	17,807
Operational costs		15,757	15,836	–	1,818	9,524	7,918	1,606	20%	15,836
Losses on Disposal of Assets		557	–	–	–	–	–	–	–	–
Other Losses		3,714	–	–	–	–	–	–	–	–
Total Expenditure		320,284	337,643	–	24,415	148,110	170,044	(21,934)	-13%	337,643
Surplus/(Deficit)		(119,974)	(30,363)	–	(4,968)	13,706	(16,404)	30,110	(0)	(30,363)
Transfers and subsidies - capital (monetary allocations)		172,362	42,080	–	9,584	18,684	21,040	(2,356)	(0)	42,080
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		52,388	11,717	–	4,615	32,390	4,636	27,754	0	11,717
Income Tax		–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax		52,388	11,717	–	4,615	32,390	4,636	27,754	0	11,717
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		52,388	11,717	–	4,615	32,390	4,636	27,754	0	11,717
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year		52,388	11,717	–	4,615	32,390	4,636	27,754	0	11,717

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Vote Description	Ref	Budget Year 2025/26								
		2024/25 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Sevices		-	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Department Infrastructure Services		6,182	23,780	-	1,471	7,703	11,890	(4,187)	-35%	23,780
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	6,182	23,780	-	1,471	7,703	11,890	(4,187)	-35%	23,780
Single Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Sevices		-	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		-	0	-	-	-	0	(0)	-100%	0
Vote 6 - Department Infrastructure Services		167,450	18,300	-	6,884	8,447	9,150	(703)	-8%	18,300
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	167,450	18,300	-	6,884	8,447	9,150	(703)	-8%	18,300
Total Capital Expenditure		173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Capital Expenditure - Functional Classification										
Governance and administration		-	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	0	-	-	-	0	(0)	-100%	0
Community and social services		-	0	-	-	-	0	(0)	-100%	0
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		11,181	18,300	-	6,884	8,447	9,150	(703)	-8%	18,300
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		11,181	18,300	-	6,884	8,447	9,150	(703)	-8%	18,300
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		162,451	23,780	-	1,471	7,703	11,890	(4,187)	-35%	23,780
Energy sources		-	0	-	-	-	0	(0)	-100%	0
Water management		156,269	0	-	-	-	0	(0)	-100%	0
Waste water management		6,182	23,780	-	1,471	7,703	11,890	(4,187)	-35%	23,780
Waste management		-	0	-	-	-	0	(0)	-100%	0
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Funded by:										
National Government		173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
Total Capital Funding		173,632	42,080	-	8,355	16,150	21,040	(4,890)	-23%	42,080

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		24,572	6,440	–	(81,839)	6,440
Trade and other receivables from exchange transactions		52,780	13,951	–	110,780	13,951
Receivables from non-exchange transactions		11,963	15,803	–	24,118	15,803
Current portion of non-current receivables		28	0	–	28	0
Inventory		80	0	–	80	0
VAT		65,264	139,416	–	79,854	139,416
Other current assets		5,143	(0)	–	5,143	(0)
Total current assets		159,830	175,610	–	138,164	175,610
Non current assets						
Investments		–	0	–	–	0
Investment property		32,652	36,390	–	32,652	36,390
Property, plant and equipment		1,302,058	599,773	–	1,336,624	599,773
Biological assets		1,357	2,091	–	1,357	2,091
Living and non-living resources		–	–	–	–	–
Heritage assets		37	37	–	37	37
Intangible assets		53	53	–	53	53
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	0	–	–	0
Other non-current assets		–	–	–	–	–
Total non current assets		1,336,158	638,343	–	1,370,723	638,343
TOTAL ASSETS		1,495,988	813,953	–	1,508,887	813,953
LIABILITIES						
Current liabilities						
Bank overdraft		–	0	–	–	0
Financial liabilities		294	0	–	294	0
Consumer deposits		530	540	–	534	540
Trade and other payables from exchange transactions		607,861	956,434	–	606,690	956,434
Trade and other payables from non-exchange transactions		46,289	(0)	–	3,763	(0)
Provision		417	0	–	417	0
VAT		16,988	(6,562)	–	22,812	(6,562)
Other current liabilities		–	–	–	–	–
Total current liabilities		672,379	950,412	–	634,511	950,412
Non current liabilities						
Financial liabilities		161	0	–	161	0
Provision		55,753	0	–	55,753	0
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	0	–	–	0
Total non current liabilities		55,913	0	–	55,913	0
TOTAL LIABILITIES		728,292	950,412	–	690,424	950,412
NET ASSETS	2	767,696	(136,458)	–	818,463	(136,458)
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		734,013	(136,458)	–	786,070	(136,458)
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	734,013	(136,458)	–	786,070	(136,458)

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	28,137	-	1,317	3,280	14,068	(10,789)	-77%	28,137
Service charges		-	54,570	-	801	3,531	27,285	(23,754)	-87%	54,570
Other revenue		-	62,645	-	206	63,724	31,023	32,701	105%	62,645
Transfers and Subsidies - Operational		-	128,614	-	205	1,172	62,987	(61,815)	-98%	128,614
Transfers and Subsidies - Capital		-	42,080	-	-	-	21,040	(21,040)	-100%	42,080
Interest		-	41,286	-	57	242	20,643	(20,401)	-99%	41,286
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(363,798)	(247,965)	-	(24,847)	(106,025)	(78,325)	27,700	-35%	(247,965)
Interest		-	(21,589)	-	-	-	(10,795)	(10,795)	100%	(21,589)
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		(363,798)	87,778	-	(22,261)	(34,077)	87,926	122,003	139%	87,778
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	(0)	-	-	-	(0)	0	-100%	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		-	(48,392)	-	(9,584)	(44,680)	(24,196)	20,484	-85%	(48,392)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(48,392)	-	(9,584)	(44,680)	(24,196)	20,484	-85%	(48,392)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	(0)	-	-	-	(0)	(0)	100%	(0)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(0)	-	-	-	(0)	(0)	100%	(0)
NET INCREASE/ (DECREASE) IN CASH HELD		(363,798)	39,386	-	(31,845)	(78,757)	63,730			39,386
Cash/cash equivalents at beginning:		781	1,279	-	-	24,572	1,279			24,572
Cash/cash equivalents at month/year end:		(363,016)	40,665	-	(31,845)	(54,184)	65,009			63,959

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2025/26								Total
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	2,082	1,005	984	1,005	1,001	888	900	44,497	52,362
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,148	545	212	411	359	283	259	17,165	20,382
Receivables from Non-exchange Transactions - Property Rates	1400	6,813	2,854	2,472	2,570	2,458	2,442	2,105	77,561	99,276
Receivables from Exchange Transactions - Waste Water Management	1500	8,550	4,187	4,082	4,226	4,213	3,861	3,844	273,123	306,085
Receivables from Exchange Transactions - Waste Management	1600	5,502	2,696	2,614	2,692	2,697	2,452	2,489	177,890	199,032
Receivables from Exchange Transactions - Property Rental Debtors	1700	121	57	45	42	40	40	40	4,221	4,608
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-
Other	1900	11	6	8	15	28	6	8	581	663
Total By Income Source	2000	24,227	11,350	10,418	10,962	10,796	9,972	9,644	595,038	682,408
2024/25 - totals only		19677200	9373428	9258263	9276518	9365381	9409271	9224623	499005970	574,591
Debtors Age Analysis By Customer Group										
Organs of State	2200	5,957	2,588	1,985	2,042	2,120	1,936	1,689	55,620	73,939
Commercial	2300	1,284	502	429	424	436	639	402	17,029	21,144
Households	2400	16,394	7,870	7,721	8,089	7,803	7,269	7,408	518,020	580,572
Other	2500	592	389	283	407	438	128	146	4,369	6,752
Total By Customer Group	2600	24,227	11,350	10,418	10,962	10,796	9,972	9,644	595,038	682,408

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

Description	NT Code	Budget Year 2025/26								Total
		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	-	-	-	-	-	-	-	32	32
Trade Creditors	0700	8,011	2,658	6,248	8,551	9,829	9,393	60,060	153,107	257,855
Auditor General	0800	-	-	-	-	-	-	196	198	394
Other	0900	162	434	503	192	65	-	2,302	3,318	6,976
Medical Aid deductions	0950	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	8,172	3,092	6,751	8,743	9,894	9,393	62,558	156,655	265,258

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment								
Investments by maturity Name of institution & investment ID	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands								
Municipality								
2 FNB	Business Money Marke	No	Variable	915	-	-	-	915
3 FNB	Business Money Marke	No	Variable	55,550	-	-	-	55,550
4 FNB	Fixed deposit	No	Variable	11	-	-	-	11
5 FNB	Notice	No	Variable	77	-	-	-	77
6 FNB	Notice	No	Variable	187	-	-	-	187
7 FNB	7 Day Interest Plus	No	Variable	74	-	-	-	74
								-

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		69,111	142,145	-	6,324	81,443	71,073	10,370	14.6%	142,145
Equitable Share		68,467	81,778	-	-	26,862	40,889	(14,027)	-34.3%	81,778
Expanded Public Works Programme Integrated Grant		422	1,256	-	-	807	628	179	28.5%	1,256
Local Government Financial Management Grant		221	3,000	-	-	166	1,500	(1,334)	-89.0%	3,000
Municipal Disaster Response Grant		-	0	-	-	-	0	(0)	-100.0%	0
Municipal Infrastructure Grant		-	963	-	-	2	482	(480)	-99.6%	963
Regional Bulk Infrastructure Grant	3	-	55,148	-	6,324	53,607	27,574	26,033	94.4%	55,148
Other transfers and grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
Specify (Add grant description)		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	4									
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		288	0	-	-	-	0	(0)	-100.0%	0
Education, Training and Development Practices SETA		288	-	-	-	-	-	-		-
South Africa Revenue Service (SARS)		-	0	-	-	-	0	(0)	-100.0%	0
Other grant providers [insert description]										
Total Operating Transfers and Grants	5	69,399	142,145	-	6,324	81,443	71,073	10,370	14.6%	142,145
Capital Transfers and Grants										
National Government:		172,362	42,080	-	9,584	18,684	21,040	(2,356)	-11.2%	42,080
Municipal Disaster Response Grant		-	0	-	-	-	0	(0)	-100.0%	0
Municipal Infrastructure Grant		(166)	18,300	-	7,892	9,825	9,150	675	7.4%	18,300
Regional Bulk Infrastructure Grant		161,555	-	-	-	-	-	-		-
Water Services Infrastructure Grant		10,973	23,780	-	1,692	8,859	11,890	(3,031)	-25.5%	23,780
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Capital Transfers and Grants	5	172,362	42,080	-	9,584	18,684	21,040	(2,356)	-11.2%	42,080
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	241,760	184,225	-	15,908	100,127	92,113	8,014	8.7%	184,225

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

Choose name from list - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		66,389	118,244	-	11,945	81,477	59,865	21,612	36.1%	118,244
Equitable Share		65,413	61,759	-	6,444	34,351	31,623	2,728	8.6%	61,759
Expanded Public Works Programme Integrated Grant		932	1,256	-	-	549	628	(79)	-12.6%	1,256
Local Government Financial Management Grant		-	3	-	0	(50)	1	(51)	-3949.1%	3
Municipal Disaster Response Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		43	78	-	1	13	39	(26)	-67.5%	78
Regional Bulk Infrastructure Grant		-	55,148	-	5,499	46,615	27,574	19,041	69.1%	55,148
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Specify (Add grant description)										
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
Education, Training and Development Practices SETA										
Total operating expenditure of Transfers and Grants:		66,389	118,244	-	11,945	81,477	59,865	21,612	36.1%	118,244
Capital expenditure of Transfers and Grants										
National Government:		20,722	42,080	-	8,355	16,150	21,040	(4,890)	-23.2%	42,080
Integrated National Electrification Programme Grant		-	0	-	-	-	0	(0)	-100.0%	0
Municipal Disaster Response Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		11,181	18,300	-	6,884	8,447	9,150	(703)	-7.7%	18,300
Water Services Infrastructure Grant		9,541	23,780	-	1,471	7,703	11,890	(4,187)	-35.2%	23,780
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		20,722	42,080	-	8,355	16,150	21,040	(4,890)	-23.2%	42,080
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		87,111	160,324	-	20,301	97,627	80,905	16,721	20.7%	160,324

FINANCIAL AND NON-FINANCIAL QUARTERLY PERFORMANCE REPORT (Quarter 1- 01 July 2025 TO 30 September 2025)

REPORTING PERIOD: AS AT 30 September 2025

1. INTRODUCTION

According to the Local Government Municipal Finance Management Act, Act 56 of 2003, Section 52 (c) thereof, the Mayor must take all reasonable steps to ensure that the municipality performs its Constitutional and statutory functions within the limits of the municipality's approved budget.

Performance management is prescribed by chapter 6 of the Municipal Systems Act of 2000 and the Municipal Planning and Performance Regulation of August 2001. Section 7 of the aforementioned regulation states that "A municipality's performance management systems entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining the responsibilities of the different role players" This framework should reflect the linkage between the IDP, Budget and SDBIP.

Tokologo Local Municipality has compiled its Quarter 1 (01 July 2025 to 30 September 2025) performance report in line with the above mentioned legislation. The purpose of the report is to outline the achievements of the municipality in the period under review. The report further seeks to outline challenges and remedial actions that have been implored as corrective measures thereto.

The purpose of this performance report is as follows:

- To analyze the performance of the municipality for the first quarter
- To track quarter one progress against the targets set in the SDBIP.
- Inform decision making and future goal setting
- To identify problems regarding performance of municipal programmes with a view to obtain solutions.
- To determine whether the objectives of various programmes have been met.

In the quarter under review, the Municipality (TLM) comprised of four departments, namely; Municipal Manager's Office, Finance, Corporate Services and Technical Services. This report covers the performance information from 01 July 2025 to 30 September 2025 and focuses on the implementation of the Service Delivery Budget and Implementation Plan (SDBIP), in relation to the Integrated Development and Plan (IDP). In addition, the report provides an overview of improvements made to the performance management system and shortcomings that still need to be addressed; progress made in the implementation and an overview of financial performance.

2. INSTITUTIONAL PERFORMANCE MANAGEMENT PROCESS OVERVIEW

At the commencement of the financial year, every attempt was made to ensure that the municipality complies with legislation concerning the development, operation and maintenance of a performance management system that is commensurate to the institutional service delivery objectives captured in the IDP. Tokologo Local Municipality has continued to maintain the effective operation of the following mechanisms:

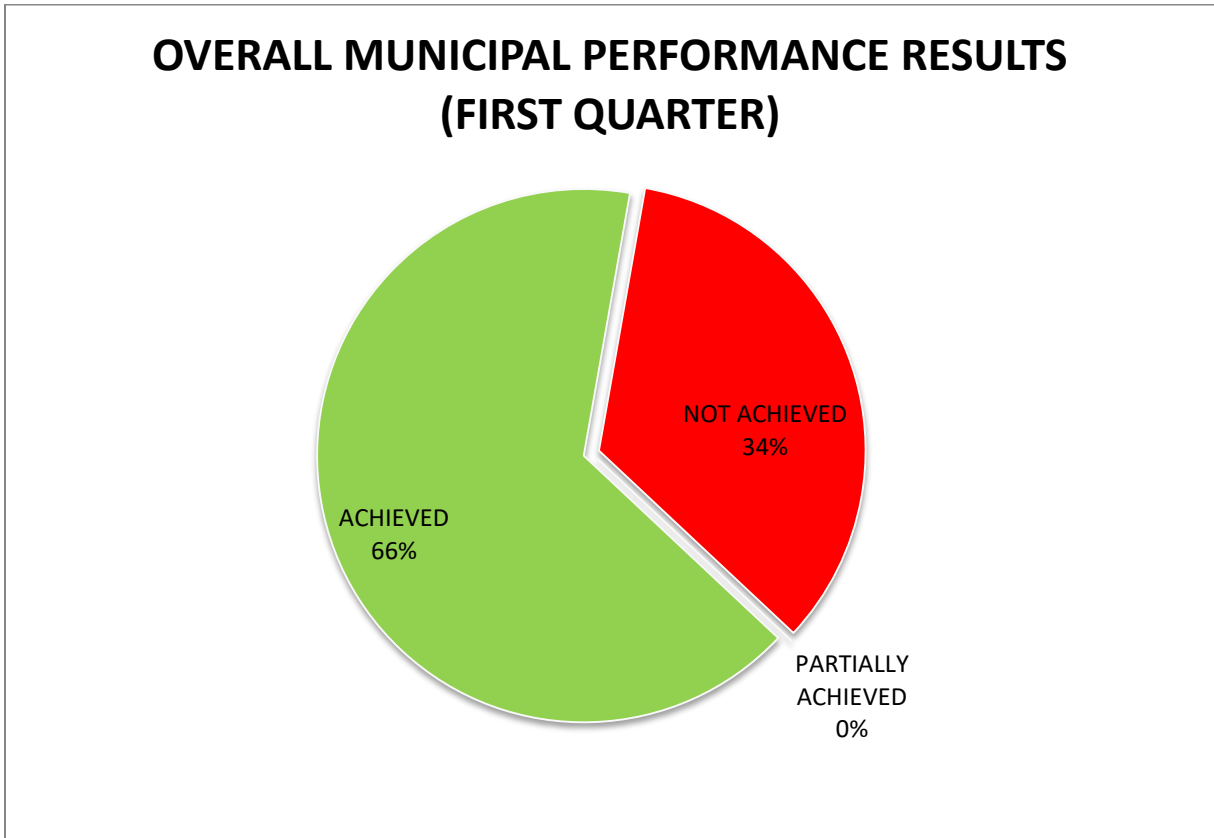
- The 2025/2026 IDP included objectives, strategies and key performance indicators (KPIs) as required by the Municipal Systems Act, 32 of 2000;
- The budget for implementation of the IDP was approved within the prescribed timelines as required by the Municipal Finance Management Act, 56 of 2003;
- After approval of the budget, the SDBIP was developed to integrate the IDP and the budget and to ensure effective implementation of the institutional strategies;
- Performance agreements with performance plans were developed, signed and approved by the Executive Mayor as required by the Municipal Performance Regulations, 2006;
- Quarterly performance reports with supporting evidence were prepared by managers directly reporting to the Municipal Manager (MM). Quarterly performance reports were objectively and independently audited by the Internal Audit unit to verify and to confirm performance information as reflected in the reports; the unit also confirmed the credibility of evidence that was submitted quarterly;
- Quarterly assessments for performance of managers directly reporting to the MM must be embarked upon through a duly constituted performance evaluation panel as required by the performance regulations.

3. SYNOPSIS OF PERFORMANCE RESULTS

DEPARTMENT	TOTAL NUMBER OF KEY PERFORMANCE INDICATORS PER KPA FOR THE FINANCIAL YEAR 2024/2025					
	KPA 1 Municipal Transformation and Organizational Development	KPA 2 Municipal Infrastructure and Basic Service Delivery	KPA 3 Local Economic Development	KPA 4 Municipal Financial Viability and Management	KPA 5 Good Governance and Public Participation	TOTAL KPI'S
Municipal Manager					07	07
Finance				12		12
Corporate Services	04					04

Technical Services		18				18
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PERFORMANCE RESULTS PER KEY PERFORMANCE INDICATOR



MUNICIPAL MANAGERS OFFICE

The Municipal Manager’s Office had (07) quarterly targets set as per the key performance indicators, Achieved (05), and not achieved (02).

CORPORATE SERVICES

The Corporate Services had (04) quarterly targets set as per the key performance indicators Achieved, (02), and not achieved (02).

TECHNICAL SERVICES

The Technical Services had (09) quarterly targets set as per the key performance indicators, Achieved (04), and not achieved (05).

FINANCE

The Finance Department had (18) quarterly targets set as per the key performance indicators, Achieved (13), and not achieved (05)

4. CHALLENGES

- Late submission of portfolio of evidence.
- Challenge from PMS champions in the respective departments to collect the applicable data.
- Some data collected not credible to substantiate achievement of the target.

5. RECOMMENDATIONS

- Improved commitment from the PMS champions in the respective departments.
- Assessment of directors, both internal and external, be strongly observed.
- Quarterly performance reports to be a standing agenda item of management meetings.
- Encourage quarterly meetings between management and PMS Manager.

**OFFICE OF THE MUNICIPAL
MANAGER
SDBIP 2025/2026
QUARTER 1 REPORT**

OFFICE OF MUNICIPAL MANAGER'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
Good Governance and Public Participation	Public Participation	Effective Public participation	Number of Community meetings held	4 committees meetings held in 2024/2025	4 feedback community meetings per year by 30 th June 2026	1 feedback community meeting	Notice and attendance register	Evidence not submitted	Not achieved	Evidence was not submitted	Submit the evidence for PMS to measure the target
		To ensure and oversee and leadership capacity	Number of AC meetings and reports	Council has appointed committee in 2024/2025	4 Quarterly meetings of Audit committee by 30 th June 2026	1 Audit Committee meeting	Notice, minutes and attendance register	Audit Committee meetings held on the 03 rd and 09 th of September 2025	Achieved	None	None
			Number of reports of PMS	Quarterly PMS report submitted in 2024/2025	4 Quarterly PMS report submitted to Internal Audit by 30 th June 2026	1 Quarterly PMS report submitted to Internal Audit	Acknowledgement of receipt	Quarterly PMS reports were not submitted to Internal Audit unit	Not Achieved	Late submission of evidence to the PMS Unit	Quarter 1 report will be submitted to the Internal Audit unit at the end of quarter 2
			Approved IDP process plan	Approved process plan for 2025/2026	1 approved process plan by 31 st August 2025	1 approved process plan	Council resolution and approved process plan	Council resolution and approved process plan	Achieved	None	None
		Ensure transparency and accountability	Number of consultation meetings with community.	6 consultation meetings in 2024/2025	12 consultation meetings by 30 th June 2026	3 Consultation meetings	Notice and attendance register	Attendance registers for consultation meetings were submitted	Achieved	None	None
	Risk Management	Strengthen planning and capacity in the municipality	Monitoring Municipal risk register	Approved Risk Management policy in 2023/2024	4 Quarterly monitoring report of risk register by 30 th June 2026	1 Quarterly monitoring report of risk register	Quarterly monitoring report of risk register	Risk Management report was submitted	Achieved	None	None
			Implementing mitigation strategy	Approved Risk Management policy in 2023/2024	4 Quarterly report of Municipal Mitigation strategy by 30 th June 2026	1 Quarterly report of Municipal Mitigation strategy	Quarterly report of Municipal Mitigation strategy	Quarterly report of Municipal Mitigation strategy was submitted	Achieved	None	None

**CORPORATE SERVICES
DEPARTMENT
SDBIP 2025/2026
QUARTER 1 REPORT**

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

CORPORATE SERVICES DIRECTORATE'S SERVICED DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason For Variance	Corrective measure/action to be taken
Institutional Development and Transformation	Human Resource Development	Creating a safe and healthy working environment for employees	Number of awareness campaign conducted on health and safety programmes	No health and safety awareness for employees. Health & safety Committee must be established	4 Health and Safety quarterly reports on awareness campaigns by 30 th June 2026	1 Health and Safety quarterly reports on awareness campaigns	Quarterly reports on health and safety awareness campaigns	Awareness campaigns were not conducted	Not achieved	Financial Constraints	A year plan will be drafted and presented to management
	Labour Relation	To have functional Local Labour Forum.	Number of Local labour forum meetings	4 LLF meetings held in 2024/2025	4 local labour forum meetings held by 30 th June 2026	1 LLF Meetings	Notices, attendance registers and minutes	No LLF meeting was held	Not achieved	The meeting cannot legally proceed, and it will be postponed repeatedly until the review period has passed	The audit process is scheduled for completion by the end of November 2025
	Administration and Support	Ensure that Council Resolutions are implemented efficiently	Monitoring of council resolution register.	Council Resolutions not monitored & implemented	Quarterly reports of implementation of council resolution register by 30 th June 2026	Reports of implementation of council resolution register	Approved report of implementation of council resolution register	Council resolution register has been submitted	Achieved	None	None
		To ensure oversight & leadership	Number of meetings of section 79 committees	1 section 79 committee meeting held in 2024/2025	4 quarterly reports of section 79 committees meetings by 30 th June 2026	100% council resolution implemented	Council Resolution Execution Register	MPAC report, agenda and attendance register	Achieved	None	None

TECHNICAL SERVICES DEPARTMENT
QUARTER 1 REPORT
2025/2026

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q 1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
Service Delivery and Infrastructure Development	Water	To improve access to water delivery	Number of reports of boreholes to be maintained.	Boshof and Dealesville extract water from boreholes	4 Quarterly reports on maintenance of boreholes by 30 th June 2026	1 quarterly report on maintenance of boreholes	Quarterly report on maintenance of boreholes	Report on maintenance of boreholes	Achieved	None	None
			Number of reports on water meters to be installed	New indicator	4 Quarterly reports on water meters installed by 30 th June 2026	1 report on installation of water meters	Quarterly report on water meters installed	Water meter verification report	Not achieved	The Municipality underwent a water verification audit as part of the revenue enhancement in June 2025. This project also aimed at unmetered premises	As per recommendation, replace all damaged water meters by June 2026.
			Number of water quality report submitted.	Water samples are send to the laboratory.	12 monthly reports on water quality from laboratory by 30 th June 2026	3 water quality reports from Laboratory	Quarterly water quality reports from Laboratory	3 water quality reports has been submitted	Achieved	None	None
		To ensure 95% access to basic sanitation	Number of reports on household with buckets toilets provided with minimum standard of sanitation	In the municipal area they use buckets, septic tank and VIP toilets	4 Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation in Boshof by 30 th June 2026	1 quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Quarterly progress report on conversion of 313 buckets to water-borne	Achieved	None	None
			Number of reports on oxidation ponds upgraded and refurbished	There are 3 oxidation ponds one per town	4 Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds by 30 th June 2026	1 quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	Tender Advert. No report on refurbish and upgrade of oxidation ponds	Not achieved	The project is out for tender. There is currently no progress on site.	The tender has been advertised to appoint a contractor by November 2025

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q 1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
			Number of reports on oxidation ponds upgraded and refurbished	Bucket and VIP toilet serviced in a weekly basis in all 3 towns	4 Quarterly reports on serviced bucket and VIP toilets by 30 th June 2026	1 quarterly reports on serviced bucket and VIP toilets	Quarterly reports on serviced bucket and VIP toilets	No report on serviced buckets and VIP toilets	Not achieved	The budget for operations and maintenance is not sufficient	The bucket and VIP toilets are currently being converted to water borne through WSIG
	Electricity	To improve access to energy	Report on Monitoring of faulty electric meter-box	meter-box are installed in the municipal area of service	4 quarterly monitoring reports on faulty meters by 30 th June 2026	1 quarterly monitoring reports on faulty meters	Quarterly monitoring reports on faulty meters	No report on monitoring of faulty meters	Not achieved	Reasons for variance was not stated	Corrective measures were not provided
	Roads and storm water	To improve access . and	KM of roads paved in Seretse	Main roads are paved in the municipality.	Construction of 1.5 KM paved road in Seretse by 30 th June 2026	Advertise the Project for tender and appoint Contractor	Completion certificate of 1.5 KM paved road	The tender advert was submitted	Not achieved	The Contractor not yet appointed	The Contractor to be appointed by November 2025
	Waste refuse removal	Ensure proper maintenance of waste management and removal	Number Schedule for cleaning gravesides	Graveyards are not cleaned	2 schedules developed for cleaning grave sites by 30 th June 2026	1 schedules developed for cleaning grave sites	Approved schedules developed for cleaning grave sites	1 approved grave site cleaning schedule	Achieved	None	None
	Sports Amenities and Parks	Ensure access to quality sports and recreation	Number of report on sports facilities maintained	Sports facilities are available	4 Quarterly report on maintenance of Municipal Spots facilities by 30 th June 2026	1 quarterly report on maintenance of Municipal Spots facilities	Quarterly report on maintenance of Municipal Spots facilities	No report on maintenance of sports facilities	Not achieved	The Municipality is relying on CWP for maintenance of the sports facilities	The Municipality will maintain the sports facilities.
	Disaster Managem	Establish institutional capacity for disaster management	A number of meetings held by disaster management unit.	New indicator	4 quarterly Disaster Management meetings	1 quarterly Disaster Management meeting	Notice, minutes and attendance register	No Disaster management meeting were held in the first quarter	Not achieved	Monotorium on cost containment and general travelling by all employees	Meetings to commence as soon as monotorium is lifted

FINANCE DEPARTMENT
SDBIP 2025/2026
QUARTER 1 REPORT

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
Municipal Financial Viability and Management	Revenue Management	Enhanced Revenue Collection	Number of reports Conditional Grants spend in accordance with DoRA and Grant Frameworks	None adherence to Dora conditions	12 Expenditure reports on Grants as per DoRA conditions by 30 th June 2026	3 Expenditure grants reports as per DoRA	Quarterly expenditure reports	Expenditure report submitted	Achieved	None	None
			Number of updated Conditional Grants Register	12 updates for 2024/2025	12 Updates of the Conditional Grants Register by 30 th June 2026	3 Updates of the conditional grant register	Quarterly Updates of the conditional grant register	3 Grant register submitted	Achieved	None	None
			Number of reports on Improvement in the Collection rate of the Municipality	Communication strategy	4 Quarterly reports of improved collection rates.	1 Quarterly reports of improved collection rates.	Quarterly reports of improved collection rates.	Submission of quarterly reports of improved collection rates	Achieved	None	None
			Number of reports on implementation of valuation roll in accordance with MPRA	property rates policy 2024/2025	4 Quarterly reports of valuation roll implemented by 30 th June 2026	1 Quarterly reports of valuation roll implemented	Quarterly reports of valuation roll implemented	Submission of quarterly reports of valuation roll implemented	Achieved	None	None
			Number of bank reconciliation submitted	12 monthly Bank Reconciliations compiled for 2024/2025	12 monthly bank reconciliation submitted by 30 th June 2026	3 monthly bank reconciliation submitted	Quarterly bank reconciliations	Submission quarterly bank reconciliations submitted	Achieved	None	None
			Number of reports on Service accounts issued for service charges / services rendered by the municipality	Not all service accounts are issued.	12 monthly reports of service accounts issued to consumers 30 th June 2026	3 monthly reports of service accounts issued to consumers.	Quarterly reports of service accounts issued to consumers.	The dash board report submitted	Achieved	None	None
	Reporting	Budget and Reporting	Compilation and Submission of the Annual Financial Statements	AFS submitted for 2023/2024	Submission of Annual Financial Statements to Auditor General by 31 st August 2025	Submit Annual Financial Statements to Auditor General	Proof of submission / Acknowledgement of receipts	Acknowledgement of receipts of submission of the AFS from AG	Achieved	None	None

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
			Budget time lines Submitted Timeously	Budget timelines 2025/2026	Budget timelines submitted to council for approval by 31 st August 2025	Submit budget timelines to Council for approval	Council resolution on the approval of the budget timelines	Submission of Council resolution on the approval of the budget timelines	Achieved	None	None
Municipal Financial Viability and Management	Reporting	Budget and Reporting	Number of reports as per the MFMA section 71 submitted to go-muni	12 section 71 monthly reports submitted for 2024/2025	12 Section 71 reports submitted to go-muni within 10 working days after the end of each month by 30 th June 2026	3 monthly section 71 report	Quarterly section 71 reports	Submission of quarterly section 71 reports	Achieved	None	None
			Number of Section 52 reports submitted	4 section 52(d) reports for 2024/2025	4 Section 52 (d) reports submitted to Council for approval by 30 th June 2026	1 section 52(d) report submitted to Council	Council resolution on tabling of the section 52(d) report	Council resolution on tabling of the section 52(d) report was not submitted	Not achieved	The section 52(d) report for quarter 1 was not tabled in Council due to non-sitting during the quarter.	Section 52(d) report for quarter 1 will be tabled in the next Council meeting
Municipal Financial Viability and	Supply Chain and Expenditure Management	To improve overall financial management	Number of Reports on SCM Implementation	4 SCM Implementation reports for 2024/2025	4 SCM Implementation Reports submitted to Council by 30 th June 2026	1 SCM implementation report	Quarterly SCM implementation report	Submission 1 SCM implementation report	Achieved	None	None
			Reports for submission of Sec 75 Information to the IT department for uploading on a municipal website	Information Technology report for 2024/2025	4 Quarterly report submission of documents to be Uploaded on the website as outlined by section MFMA section 75	1 section 75 report	Quarterly section 75 report	Submission of 1 section 75 report	Achieved	None	None
			Number of Monthly submission of VAT returns to SARS	VAT returns to SARS for 2025/2026	12 VAT 201 Returns submitted to SARS by 30 th June 2026	3 VAT 201 Returns submitted to SARS	Proof of submission / Acknowledgement of receipts	2 VAT 201 for August and September was submitted	Not achieved		

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
			Number of monthly submission of PAYE / UIF / SDL returns(EMP201)	Submission of PAYE/UIF/SDL returns (EMP201) for 2024/2025	12 monthly submission of PAYE/UIF/SDL returns(EMP201) to SARS by 30 th June 2026	3 monthly submission of PAYE/UIF/SDL returns(EMP201	Proof of submission / Acknowledgement of receipts	Submission of 3 monthly submission of PAYE/UIF/SDL returns(EMP201	Achieved	None	None
			Implementation of UIFW reduction plan.	Classification Registers (UIFW) for 2024/2025	4 Quarterly reports on the Expenditure Classification Registers by 30 th June 2026	1 reports on the Expenditure Classification Registers (UIFW)	Quarterly reports on the Expenditure Classification Registers	Submission of UIFW registers	Achieved	None	None
Municipal Financial Viability and Management	Assets Management	To improve overall financial management	Incorporation of Fixed Asset Register in line with GRAP 17	Assets register 2024/2025	4 reports of the Fixed Assets Register by 30 th June 2026	1 reports of the Fixed Assets register	Quarterly fixed assets register	Non-submission of quarterly fixed assets registers	Not achieved	The asset return was not submitted within the reporting period as the asset Office is finalising asset verification	Asset Office will submit on their return after assets verification is complete
			Number of quarterly Movable asset verification report	2024/2025 movable asset verification report	4 Quarterly reports on movable asset verification by 30 th June 2026	1 movable asset verification report	Quarterly reports on movable asset verification	Non-submission of movable asset verification report	Not achieved	Asset verification in progress	The quarterly movable assets report will be submitted once the verification is complete
			Improved fleet management	New indicator	12 Monthly Fuel usage reconciliations by 30 June 2026	3 Monthly Fuel usage reconciliations	Quarterly Fuel usage reconciliations	3 monthly fuel usage reconciliation was not submitted	Not achieved	Reconciliation reports were not available for the current quarter as a new reconciliation template was being developed and implemented across all towns	We have formulated a recon template to be filled going forward. The manager has distributed the template across all towns to be filled. The report and recons will be available on the second quarter

FINANCIAL AND NON-FINANCIAL QUARTERLY PERFORMANCE REPORT (Quarter 2- 01 October 2025 TO 31 December 2025)

REPORTING PERIOD: AS AT 31 December 2025

6. INTRODUCTION

According to the Local Government Municipal Finance Management Act, Act 56 of 2003, Section 52 (c) thereof, the Mayor must take all reasonable steps to ensure that the municipality performs its Constitutional and statutory functions within the limits of the municipality's approved budget.

Performance management is prescribed by chapter 6 of the Municipal Systems Act of 2000 and the Municipal Planning and Performance Regulation of August 2001. Section 7 of the aforementioned regulation states that "A municipality's performance management systems entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining the responsibilities of the different role players" This framework should reflect the linkage between the IDP, Budget and SDBIP.

Tokologo Local Municipality has compiled its Quarter 2 (01 October 2025 to 31 December 2025) performance report in line with the above mentioned legislation. The purpose of the report is to outline the achievements of the municipality in the period under review. The report further seeks to outline challenges and remedial actions that have been implored as corrective measures thereto.

The purpose of this performance report is as follows:

- To analyze the performance of the municipality for the first quarter
- To track quarter one progress against the targets set in the SDBIP.
- Inform decision making and future goal setting
- To identify problems regarding performance of municipal programmes with a view to obtain solutions.
- To determine whether the objectives of various programmes have been met.

In the quarter under review, the Municipality (TLM) comprised of four departments, namely; Municipal Manager's Office, Finance, Corporate Services and Technical Services. This report covers the performance information from 01 October 2025 to 31 December 2025 and focuses on the implementation of the Service Delivery Budget and Implementation Plan (SDBIP), in relation to the Integrated Development and Plan (IDP). In addition, the report provides an overview of improvements made to the performance management system and shortcomings that still need to be addressed; progress made in the implementation and an overview of financial performance.

7. INSTITUTIONAL PERFORMANCE MANAGEMENT PROCESS OVERVIEW

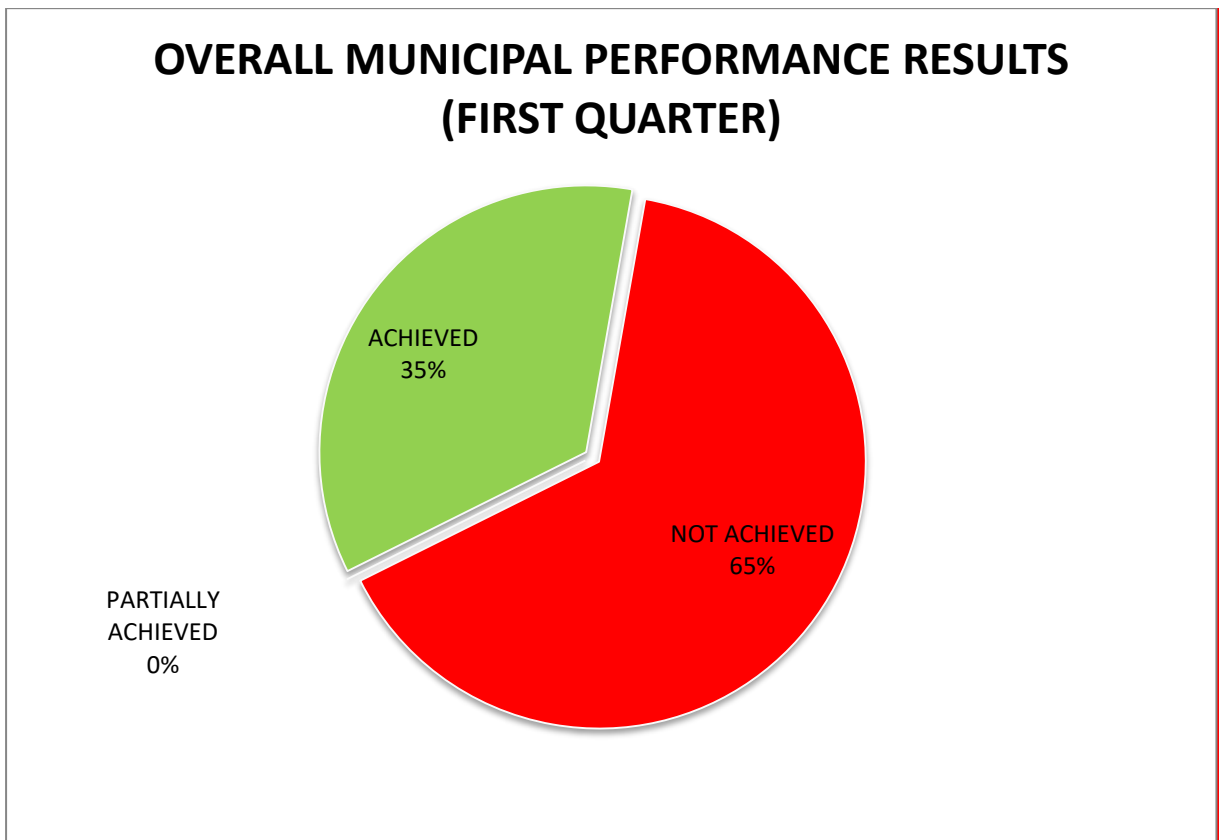
At the commencement of the financial year, every attempt was made to ensure that the municipality complies with legislation concerning the development, operation and maintenance of a performance management system that is commensurate to the institutional service delivery objectives captured in the IDP. Tokologo Local Municipality has continued to maintain the effective operation of the following mechanisms:

- The 2025/2026 IDP included objectives, strategies and key performance indicators (KPIs) as required by the Municipal Systems Act, 32 of 2000;
- The budget for implementation of the IDP was approved within the prescribed timelines as required by the Municipal Finance Management Act, 56 of 2003;
- After approval of the budget, the SDBIP was developed to integrate the IDP and the budget and to ensure effective implementation of the institutional strategies;
- Performance agreements with performance plans were developed, signed and approved by the Executive Mayor as required by the Municipal Performance Regulations, 2006;
- Quarterly performance reports with supporting evidence were prepared by managers directly reporting to the Municipal Manager (MM). Quarterly performance reports were objectively and independently audited by the Internal Audit unit to verify and to confirm performance information as reflected in the reports; the unit also confirmed the credibility of evidence that was submitted quarterly;
- Quarterly assessments for performance of managers directly reporting to the MM must be embarked upon through a duly constituted performance evaluation panel as required by the performance regulations.

8. SYNOPSIS OF PERFORMANCE RESULTS

DEPARTMENT	TOTAL NUMBER OF KEY PERFORMANCE INDICATORS PER KPA FOR THE FINANCIAL YEAR 2024/2025					
	KPA 1 Municipal Transformation and Organizational Development	KPA 2 Municipal Infrastructure and Basic Service Delivery	KPA 3 Local Economic Development	KPA 4 Municipal Financial Viability and Management	KPA 5 Good Governance and Public Participation	TOTAL KPI'S
Municipal Manager		02			04	06
Finance				16		16
Corporate Services	05					05
Technical Services		10				10

PERFORMANCE RESULTS PER KEY PERFORMANCE INDICATOR



MUNICIPAL MANAGERS OFFICE

The Municipal Manager's Office had (06) quarterly targets set as per the key performance indicators, Achieved (0), and not achieved (0).

CORPORATE SERVICES

The Corporate Services had (05) quarterly targets set as per the key performance indicators Achieved, (03), and not achieved (02).

FINANCE

The Finance Department had (16) quarterly targets set as per the key performance indicators, Achieved (04), and not achieved (12)

TECHNICAL SERVICES

The Technical Services had (10) quarterly targets set as per the key performance indicators, Achieved (06), and not achieved (04).

9. CHALLENGES

- Late submission of portfolio of evidence.
- Challenge from PMS champions in the respective departments to collect the applicable data.
- Some data collected not credible to substantiate achievement of the target.

10. RECOMMENDATIONS

- Improved commitment from the PMS champions in the respective departments.
- Assessment of directors, both internal and external, be strongly observed.
- Quarterly performance reports to be a standing agenda item of management meetings.
- Encourage quarterly meetings between management and PMS Manager.

OFFICE OF THE MUNICIPAL MANAGER
SDBIP 2025/2026
QUARTER 2 REPORT

OFFICE OF THE MUNICIPAL MANAGER 2025/2026

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measure/action to be taken
Good Governance and Public Participation	Public Participation	Effective Public Participation	Number of Community meetings held	4 Committees meetings held in 2024/2025	4 feedback community meetings per year by 30 th June 2026	1 feedback community meeting	Notice and attendance register	Evidence not submitted	Not achieved	Evidence was not submitted	Submit the evidence for PMS to measure the target
		To ensure an oversight and leadership capacity	Number of AC meetings and reports	Council has appointed committee in 2024/2025	4 Quarterly meetings of Audit committee by 30 th June 2026	1 Audit Committee meeting	Notice, minutes and attendance register	The invite was submitted	Not achieved	Minutes and attendance of the meeting was not submitted	Submit minutes and attendance registers of the Audit Committee meeting
			Number of reports of PMS	Quarterly PMS report submitted in 2024/2025	4 Quarterly PMS report submitted to Internal Audit by 30 th June 2026	1 Quarterly PMS report submitted to Internal Audit	Acknowledgement of receipt	Quarterly PMS report submitted	Not Achieved	Quarterly PMS report was not submitted Internal Unit	Submit PMS report on time to Internal Audit
		Ensure transparency and accountability	Number of consultation meetings with community	6 consultation meetings in 2024/2025	12 consultation meetings by 30 th June 2026	3 Consultation meetings	Notice and attendance register	Evidence not submitted	Not achieved	3 consultation meeting was not conducted	Consultation meetings has been schedule form 21 to 23 January 2026
Institutional Development Transformation	Risk Management		Monitoring Municipal risk register	Approved Risk Management policy in 2023/2024	4 Quarterly monitoring report of risk register by 30 th June 2026	1 Quarterly monitoring report of risk register	Quarterly monitoring report of risk register	Evidence to be submitted on the 20 th January 2026			
			Implementing mitigation strategy	Approved Risk Management policy in 2023/2024	4 Quarterly report of Municipal Mitigation strategy by 30 th June 2026	1 Quarterly report of Municipal Mitigation strategy	Quarterly report of Municipal Mitigation strategy	Evidence to be submitted on the 20 th January 2026			

CORPORATE SERVICES DEPARTMENT
SDBIP 2025/2026
QUARTER 2 REPORT

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

CORPORATE SERVICES DIRECTORATE'S SERVICED DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason For Variance	Corrective measure/action to be taken
Institutional Development and Transformation	Human Resource	Creating a safe and healthy working environment for employees	Number of awareness campaign conducted on health and safety programmes	No health and safety awareness for employees. Health & safety Committee must be established	4 Health and Safety quarterly reports on awareness campaigns by 30 th June 2026	1 Health and Safety quarterly reports on awareness campaigns	Quarterly reports on health and safety awareness campaigns	Meeting was scheduled for the 28 th Of October 2025, but was postponed to the 16 th of January 2026	Not achieved	Committee did not meet quorum	To meet the target before the end of the quarter
	Human Resource Development	Functional skill Training Committee	Number of skill training committee meetings	Skills Training Committee established	2 skills training committee meetings by 30 th June 2026	1 Skills training committee meeting	Notice, minutes and attendance register	No skills training meeting was held	Not achieved	Scheduled to be held on the next quarter	To meet the target before the end of the quarter
	Labour Relation	To have functional Local Labour Forum.	Number of Local labour forum meetings	4 LLF meetings held in 2024/2025	4 local labour forum meetings held by 30 th June 2026	1 LLF Meetings	Notices, attendance registers and minutes	The LLF meeting was held on the 26 th of November 2026	Achieved	None	None
	Administration and Support	Ensure that Council Resolutions are implemented efficiently	Monitoring of council resolution register.	Council Resolutions not monitored & implemented	Quarterly reports of implementation council resolution register by 30 th June 2026	Reports of implementation of council resolution register	Approved report of implementation of council resolution register	Council resolution register was submitted	Achieved	None	None
		To ensure oversight & leadership	Number of meetings of section 79 committees	1 section 79 committee meeting held in 2024/2025	4 quarterly reports of section 79 committees meetings by 30 th June 2026	100% council resolution implemented	Council Resolution Execution Register	Council resolution register was submitted	Achieved	None	None

TECHNICAL SERVICES DEPARTMENT

QUARTER 2 REPORT

2025/2026

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
Service Delivery and Infrastructure Development	Water	To improve access to water delivery	Number of reports of boreholes to be maintained.	Boshof and Dealesville extract water from boreholes	4 Quarterly reports on maintenance of boreholes by 30 th June 2026	1 quarterly report on maintenance of boreholes	Quarterly report on maintenance of boreholes	5 Boreholes refurbished in Dealsville in October 2025	Achieved	None	None
			Number of reports on water meters to be installed	New indicator	4 Quarterly reports on water meters installed by 30 th June 2026	1 report on installation of water meters	Quarterly report on water meters installed	Water meter project is still at feasibility stage. Data collection and processing conducted by Inzalo as the appointed consultant	Not achieved	Funding required to roll out the meter replacement at full scale	Awaiting budget availability
			Number of water quality report submitted.	Water samples are send to the laboratory.	12 monthly reports on water quality from laboratory by 30 th June 2026	3 water quality reports from Laboratory	Quarterly water quality reports from Laboratory	9 samples taken for lab testing across all towns	Achieved	None	None
		To ensure 95% access to basic sanitation	Number of reports on household with buckets toilets provided with minimum standard of sanitation	In the municipal area they use buckets, septic tank and VIP toilets	4 Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation in Boshof by 30 th June 2026	1 quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Project ongoing to eradicate 315 bucket toilets in Seretse. Project progress is at 60%	Not achieved	Project ongoing	None required. Project is progressing well.

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
			Number of reports on oxidation ponds upgraded and refurbished	There are 3 oxidation ponds one per town	4 Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds by 30 th June 2026	1 quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	3 projects initiated to refurb and upgrade oxidation ponds: Dealsville- Ongoing progress at 90% Hertzogvile- Service Provider appointed to start work in January 2026. Boshof- Project planned for 4 th quarter	Not achieved	Funding limitations	Increase in the availability of budget
			Number of reports on oxidation ponds upgraded and refurbished	Bucket and VIP toilet serviced in a weekly basis in all 3 towns	4 Quarterly reports on serviced bucket and VIP toilets by 30 th June 2026	1 quarterly reports on serviced bucket and VIP toilets	Quarterly reports on serviced bucket and VIP toilets	There is a schedule for bucket collection for all towns which is maintained weekly	Achieved	None	None
	Electricity	To improve access to energy	Report on Monitoring of faulty electric meter-box	meter-box are installed in the municipal area of service	4 quarterly monitoring reports on faulty meters by 30 th June 2026	1 quarterly monitoring reports on faulty meters	Quarterly monitoring reports on faulty meters	An audit was conducted, and a list of faulty meters wa drawn up. Awaiting available budget for replacement	Achieved	None	None
Service Delivery and Infrastructure Development	Roads and storm water	To improve access . and	KM of roads paved in Seretse	Main roads are paved in the municipality.	Construction of 1.5 KM paved road in Seretse by 30 th June 2026	Advertise the Project for tender and appoint Contractor	Completion certificate of 1.5 KM paved road	Tender advertised and a Contractor appointed	Achieved	None	None

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
	Sports Amenities and Parks	Ensure access to quality sports and recreation	Number of report on sports facilities maintained	Sports facilities are available	4 Quarterly report on maintenance of Municipal Spots facilities by 30 th June 2026	1 quarterly report on maintenance of Municipal Spots facilities	Quarterly report on maintenance of Municipal Spots facilities	Both stadiums (Boshof/Hertzogville) are 24 hour security.Minor maintenance was carried out by Kaneng Security Services after hosting events i.e. replacement of broken plugs.	Achieved	None	None
	Disaster Managem	Establish institutional capacity for disaster management	A number of meetings held by disaster management unit.	New indicator	4 quarterly Disaster Management meetings	1 quarterly Disaster Management meeting	Notice, minutes and attendance register	No meetings were scheduled in the quarter	Not achieved	Disaster Management is centrally controlled by the District Municipality	District to be contacted to provide the schedules for any future meetings

FINANCE DEPARTMENT
SDBIP 2025/2026
QUARTER 2 REPORT

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
Municipal Financial Viability and Management	Revenue Management	Enhanced Revenue Collection	Number of reports Conditional Grants spend in accordance with DoRA and Grant Frameworks	None adherence to Dora conditions	12 Expenditure reports on Grants as per DoRA conditions by 30 th June 2026	3 Expenditure grants reports as per DoRA	Quarterly expenditure reports	Expenditure report submitted	Achieved	None	None
			Number of updated Conditional Grants Register	12 updates for 2024/2025	12 Updates of the Conditional Grants Register by 30 th June 2026	3 Updates of the conditional grant register	Quarterly Updates of the conditional grant register	3 Grant register are submitted	Achieved	None	None
			Number of reports on Improvement in the Collection rate of the Municipality	Communication strategy	4 Quarterly reports of improved collection rates.	1 Quarterly reports of improved collection rates.	Quarterly reports of improved collection rates.	Quarterly reports of improved collection rate submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on improved collection rates
			Number of reports on implementation of valuation roll in accordance with MPRA	property rates policy 2024/2025	4 Quarterly reports of valuation roll implemented by 30 th June 2026	1 Quarterly reports of valuation roll implemented	Quarterly reports of valuation roll implemented	Quarterly report of valuation roll implemented submitted	Achieved	None	None
			Number of bank reconciliation submitted	12 monthly Bank Reconciliations compiled for 2024/2025	12 monthly bank reconciliation submitted by 30 th June 2026	3 monthly bank reconciliation submitted	Quarterly bank reconciliations	Bank reconciliations submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on bank reconciliations
			Number of reports on Service accounts issued for service charges / services rendered by the municipality	Not all service accounts are issued.	12 monthly reports of service accounts issued to consumers 30 th June 2026	3 monthly reports of service accounts issued to consumers.	Quarterly reports of service accounts issued to consumers.	Quarterly reports of service accounts issued to consumers submitted	Achieved	None	None
Municipal Financial Viability and Management	Reporting	Budget and Reporting	Number of reports as per the MFMA section 71 submitted to go-muni	12 section 71 monthly reports submitted for 2024/2025	12 Section 71 reports submitted to go-muni within 10 working days after the end of each month by 30 th June 2026	3 monthly section 71 report	Quarterly section 71 reports	3 monthly section 71 report submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on section 71 report

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
			Number of Section 52 reports submitted	4 section 52(d) reports for 2024/2025	4 Section 52 (d) reports submitted to Council for approval by 30 th June 2026	1 section 52(d) report submitted to Council	Council resolution on tabling of the section 52(d) report	Council resolution on tabling Section 52(d) NOT submitted	Not Achieved	The Section 52(d) report for Quarter 2 was not tabled in Council due to the absence of a Council meeting during the quarter.	Section 52(d) report for quarter 2 will be submitted at the next Council sitting (30 January 2026)
	Supply Chain and Expenditure Management	To improve overall financial management	Number of Reports on SCM Implementation	4 SCM Implementation reports for 2024/2025	4 SCM Implementation Reports submitted to Council by 30 th June 2026	1 SCM implementation report	Quarterly SCM implementation report	SCM Implementation report submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on SCM implementation report
			Reports for submission of Sec 75 Information to the IT department for uploading on a municipal website	Information Technology report for 2024/2025	4 Quarterly report submission of documents to be Uploaded on the website as outlined by section MFMA section 75	1 section 75 report	Quarterly section 75 report	Section 75 report NOT submitted	Not Achieved	The required documents and advertisements were submitted and uploaded to the municipal website in line with MFMA Section 75 requirements. However, evidence of publication, such as screenshots, could not be provided because the municipal website subsequently crashed, resulting in the loss of access to the published content and supporting evidence.	The Information Technology unit has been notified of the website failure. Once the website is restored, the documents and advertisements will be re-uploaded, and screenshots or other verifiable evidence of publication will be retained for audit and record-keeping purposes going forward.

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
Municipal Financial Viability and Management			Number of Monthly submission of VAT returns to SARS	VAT returns to SARS for 2025/2026	12 VAT 201 Returns submitted to SARS by 30 th June 2026	3 VAT 201 Returns submitted to SARS	Proof of submission / Acknowledgement of receipts	3 VAT 201 returns submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on 3 VAT 201 submitted
			Number of monthly submission of PAYE / UIF / SDL returns(EMP201)	Submission of PAYE/UIF/SDL returns (EMP201) for 2024/2025	12 monthly submission of PAYE/UIF/SDL returns(EMP201) to SARS by 30 th June 2026	3 monthly submission of PAYE/UIF/SDL returns(EMP201)	Proof of submission / Acknowledgement of receipts	3 Monthly submission of PAYE/UIF /SDL returns (EMP201) Submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on EMP 201 submitted
			Implementation of UIFW reduction plan.	Classification Registers (UIFW) for 2024/2025	4 Quarterly reports on the Expenditure Classification Registers by 30 th June 2026	1 reports on the Expenditure Classification Registers (UIFW)	Quarterly reports on the Expenditure Classification Registers	UIF&W registers submitted	Not achieved	the report submitted is for quarter 1	Submit the 2 nd quarter report on UIF&W submitted
Municipal Financial Viability and Management	Assets Management	To improve overall financial management	Incorporation of Fixed Asset Register in line with GRAP 17	Assets register 2024/2025	4 reports of the Fixed Assets Register by 30 th June 2026	1 reports of the Fixed Assets register	Quarterly fixed assets register	Quarterly fixed Assets register submitted	Not achieved	Second quarter report not submitted	Submit second quarter on fixed assets register
			Number of quarterly Movable asset verification report	2024/2025 movable asset varication report	4 Quarterly reports on movable asset verification by 30 th June 2026	1 movable asset verification report	Quarterly reports on movable asset verification	Movable assets verification report submitted	Not achieved	Second quarter report not submitted	Submit second quarter report on verification of movable assets

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for variance	Corrective measures/Action to be taken
			Improved fleet management	New indicator	12 Monthly Fuel usage reconciliations by 30 June 2026	3 Monthly Fuel usage reconciliations	Quarterly Fuel usage reconciliations	3 monthly fuel usage reconciliations not submitted	Not Achieved	Fuel usage reconciliation reports were not submitted for the quarter under review. Although a standard fuel reconciliation template was developed in the first quarter and submitted by the responsible official to the manager for distribution, implementation could not commence as supervisors had not yet been appointed. Consequently, reconciliation reports were not available for the period.	The fuel reconciliation template has been finalised and submitted to the manager for distribution to the newly appointed supervisors. The template will be implemented across all towns, and monthly fuel usage reconciliation reports will be compiled and submitted from the third quarter onwards.

TECHNICAL SERVICES DEPARTMENT

QUARTER 2 REPORT

2025/2026

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
Service Delivery and Infrastructure Development	Water	To improve access to water delivery	Number of reports of boreholes to be maintained.	Boshof and Dealesville extract water from boreholes	4 Quarterly reports on maintenance of boreholes by 30 th June 2026	1 quarterly report on maintenance of boreholes	Quarterly report on maintenance of boreholes	5 Boreholes refurbished in Dealsville in October 2025	Achieved	None	None
			Number of reports on water meters to be installed	New indicator	4 Quarterly reports on water meters installed by 30 th June 2026	1 report on installation of water meters	Quarterly report on water meters installed	Water meter project is still at feasibility stage. Data collection and processing conducted by Inzalo as the appointed consultant	Not achieved	Funding required to roll out the meter replacement at full scale	Awaiting budget availability
			Number of water quality report submitted.	Water samples are send to the laboratory.	12 monthly reports on water quality from laboratory by 30 th June 2026	3 water quality reports from Laboratory	Quarterly water quality reports from Laboratory	9 samples taken for lab testing across all towns	Achieved	None	None
		To ensure 95% access to basic sanitation	Number of reports on household with buckets toilets provided with minimum standard of sanitation	In the municipal area they use buckets, septic tank and VIP toilets	4 Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation in Boshof by 30 th June 2026	1 quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Quarterly report on 300 household with bucket toilets to be converted to water-borne sanitation	Project ongoing to eradicate 315 bucket toilets in Seretse. Project progress is at 60%	Not achieved	Project ongoing	None required. Project is progressing well.

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
			Number of reports on oxidation ponds upgraded and refurbished	There are 3 oxidation ponds one per town	4 Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds by 30 th June 2026	1 quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	Quarterly reports on refurbishing and upgrading of all 3 oxidation ponds	3 projects initiated to refurb and upgrade oxidation ponds: Dealsville- Ongoing progress at 90% Hertzogvile- Service Provider appointed to start work in January 2026. Boshof- Project planned for 4 th quarter	Not achieved	Funding limitations	Increase in the availability of budget
			Number of reports on oxidation ponds upgraded and refurbished	Bucket and VIP toilet serviced in a weekly basis in all 3 towns	4 Quarterly reports on serviced bucket and VIP toilets by 30 th June 2026	1 quarterly reports on serviced bucket and VIP toilets	Quarterly reports on serviced bucket and VIP toilets	There is a schedule for bucket collection for all towns which is maintained weekly	Achieved	None	None
	Electricity	To improve access to energy	Report on Monitoring of faulty electric meter-box	meter-box are installed in the municipal area of service	4 quarterly monitoring reports on faulty meters by 30 th June 2026	1 quarterly monitoring reports on faulty meters	Quarterly monitoring reports on faulty meters	An audit was conducted, and a list of faulty meters wa drawn up. Awaiting available budget for replacement	Achieved	None	None
Service Delivery and Infrastructure Development	Roads and storm water	To improve access . and	KM of roads paved in Seretse	Main roads are paved in the municipality.	Construction of 1.5 KM paved road in Seretse by 30 th June 2026	Advertise the Project for tender and appoint Contractor	Completion certificate of 1.5 KM paved road	Tender advertised and a Contractor appointed	Achieved	None	None

TOKOLOGO LOCAL MUNICIPALITY MID-YEAR BUDGET AND PERFORMANCE REPORT DECEMBER 2025

DIRECTORATE TECHNICAL SERVICES - SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2025/2026

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q2 Original Target	Portfolio of Evidence	Actual Performance	Achievement Status	Reason for Variance	Corrective measures/ action taken
	Sports Amenities and Parks	Ensure access to quality sports and recreation	Number of report on sports facilities maintained	Sports facilities are available	4 Quarterly report on maintenance of Municipal Spots facilities by 30 th June 2026	1 quarterly report on maintenance of Municipal Spots facilities	Quarterly report on maintenance of Municipal Spots facilities	Both stadiums (Boshof/Hertzogville) are 24 hour security.Minor maintenance was carried out by Kaneng Security Services after hosting events i.e. replacement of broken plugs.	Achieved	None	None
	Disaster Managem	Establish institutional capacity for disaster management	A number of meetings held by disaster management unit.	New indicator	4 quarterly Disaster Management meetings	1 quarterly Disaster Management meeting	Notice, minutes and attendance register	No meetings were scheduled in the quarter	Not achieved	Disaster Management is centrally controlled by the District Municipality	District to be contacted to provide the schedules for any future meetings

