RICHMOND
Local Municipality

In-Year Report
August 2025

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1.1 Executive Summary

The Municipal Finance Management Act (MFMA) assigns various responsibilities to the Mayor and the Accounting Officer (Municipal Manager).

As per Section 71 (1) "*The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month.*"

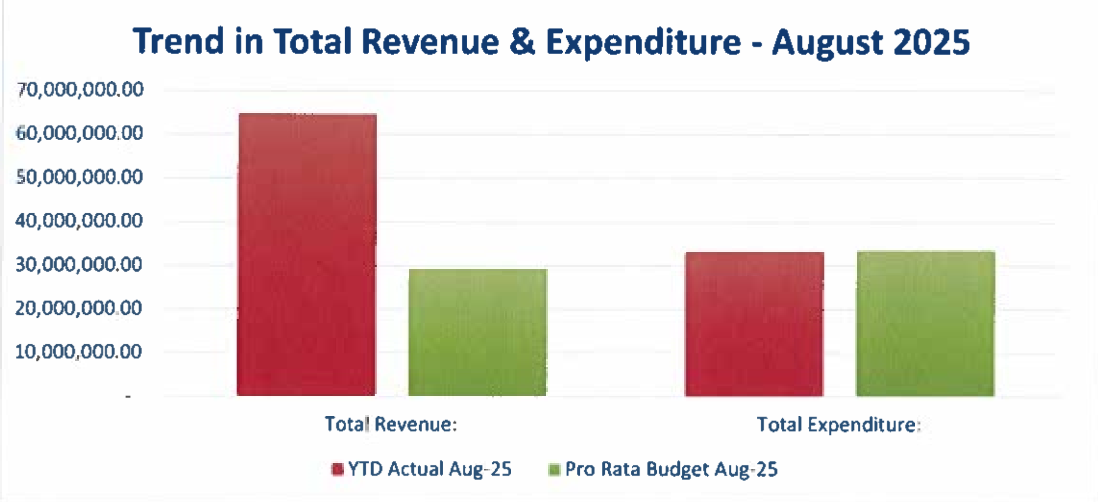
Furthermore, Section 52(d) of the MFMA states: "***52. General responsibilities:*** *- The Mayor of a municipality-*

(d) Must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality."

This in year report is prepared in terms of the municipal budget and reporting regulations that were promulgated in the Government Gazette No. 32141 of 17 April 2009.

1.1.1 Overview of financial performance

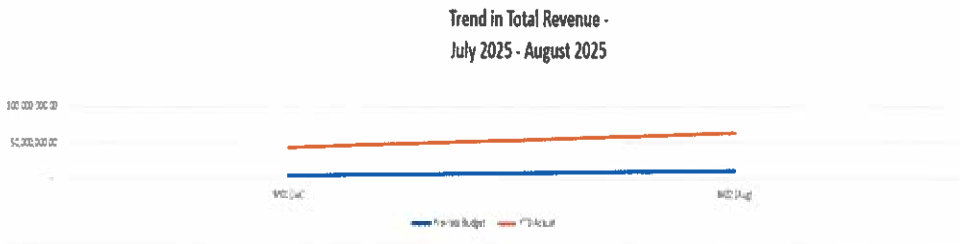
Description	Table 1 - Summary for Financial Period ended Jul-25				
	Full Year Budget 2025/26	Pro Rata Budget Aug-25	YTD Actual Aug-25	YTD Variance Aug-25	
Total Revenue:	**175,717,404.00**	**29,286,234.00**	**64,751,946.80**	**R 35,465,713**	**121.10%**
Revenue - Operational	153,507,144.00	25,584,524.00	59,016,000.00	R 33,431,476	130.67%
Revenue - Capital	22,210,260.00	3,701,710.00	5,735,946.80	R 2,034,237	54.95%
Total Expenditure:	**200,731,556.00**	**33,455,259.33**	**33,272,946.80**	**R -182,313**	**-0.54%**
Expenditure - Operational	176,951,300.00	29,491,883.33	27,537,000.00	R -1,954,883	-6.63%
Expenditure - Capital	23,780,256.00	3,963,376.00	5,735,946.80	R 1,772,571	44.72%
					Source: Budget Table C1



Key Observations:

- The table & illustrations above provide an overview of the municipal financial performance and position as of **August 2025**
- Total revenue accrued amounted to **R64.7m,** which is higher compared to the pro rata budget of **R 29.2m**. The main contribution is the August yearly billing for property rates.
- Total expenditure incurred amounted to **R33.2m,** which is slightly lower compared to the pro rata budget of **R33.4m**.

1.1.2 Revenue Trend



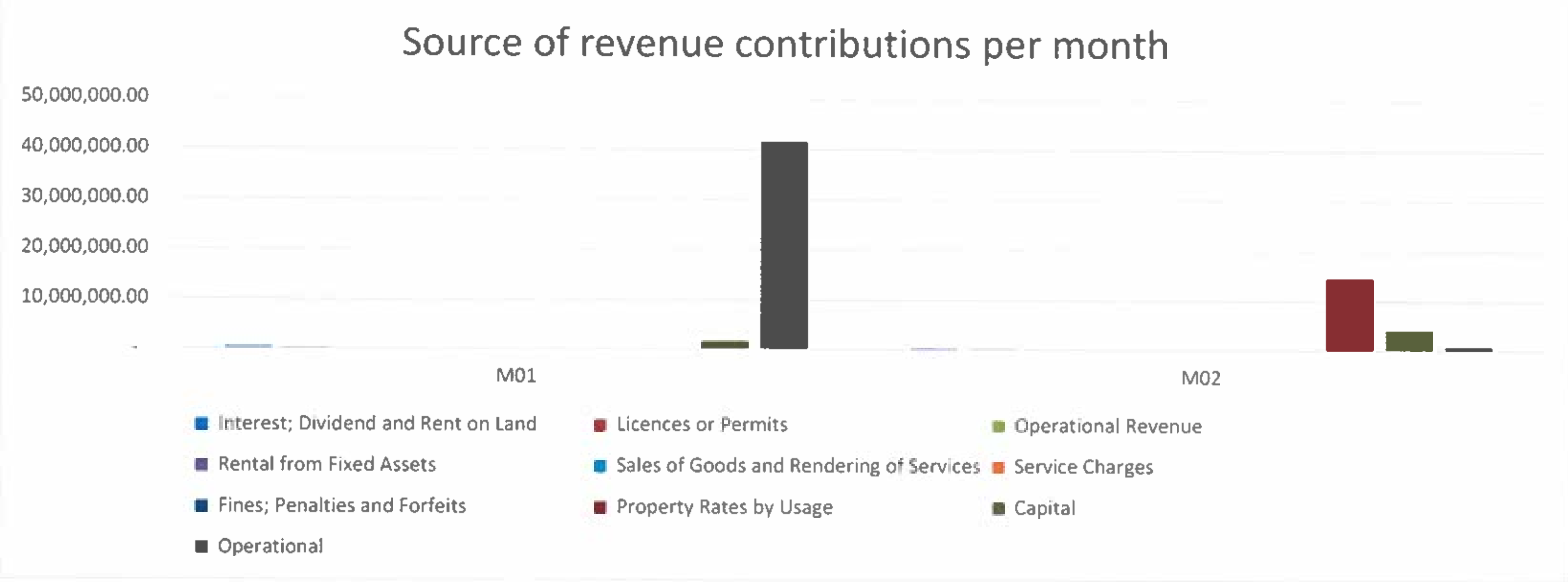
1.1.3 Revenue by source

The following revenue tables are from Richmond Local Municipality financial system their purpose is to disclose revenue performance by source. These tables are aligned with **Table C4, Monthly Budget Statement – Financial performance (revenue M02)**. Key variances are further detailed and analysed below:

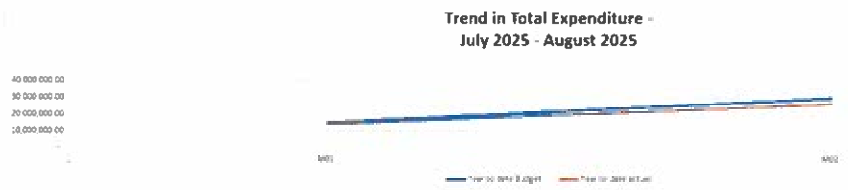
Revenue by Source	Budget to Date	Total Actual	Variance
Interest income	1,158,500.00	1,144,000	(14,500.00)
Licences or Permits	481,368.00	525,196.49	43,828.49
Operational Revenue	210,758.00	177,256.32	(33,501.68)
Rental from Fixed Assets	175,622.00	228,667.76	53,045.76
Sales of Goods and Rendering of Services	87,412.00	59,433.09	(27,978.91)
Service Charges	187,676.00	160,666.38	(27,009.62)
Fines; Penalties and Forfeits	5,260.00	-	(5,260.00)
Property Rates by Usage	5,181,968.00	14,412,390.67	9,230,422.67
Capital	3,701,710.00	5,735,946.80	2,034,236.80
Operational	18,095,960.00	42,308,299.63	24,212,339.63

%	Revenue by Source	Comment	Explanations for variances above +/-10%
178%	Property Rates	Favourable	The variance is due to the annual billing that took place during August 2025.
134%	Operational Grants	Favourable	The variance is due to the equitable share received in July and the EPWP, FMG being effectively utilised in August.
55%	Capital Grants	Favourable	The variance is due to the good performance of the MIG grant.
30%	Rental from Fixed Assets	Favourable	The Revenue section is currently investigating the variance. If the outcome suggests a change in the expected rental revenue, the required adjustments will be added to the Adjustment Budget, increasing the rental income expected by the municipality.
9%	Licences or Permits	Favourable	The variance is accepted
-1%	Interest Income	Unfavourable	The variance is accepted
-14%	Service Charges	Unfavourable	The Treasury Office is currently investigating the variance. If the outcome suggests a change in the expected service changes, the required adjustments will be made to the Adjustment Budget
-16%	Operational Revenue	Unfavourable	The unfavourable variance is primarily due to the uneven timing of revenue receipts budgeted for the year. This variance arises from timing differences, and the municipality anticipates that it will even out as the year progresses.
-32%	Sales of Goods and Rendering of Services	Unfavourable	Although the variance is unfavourable, it is primarily due to the uneven timing of revenue receipts. Certain revenue streams, such as burial fees and dumping fees, are not received evenly throughout the year, which results in fluctuations when compared to projections.
-100%	Fines, Penalties and Forfeits	Unfavourable	No revenue has been recorded yet from the pro rata budgeted amount of R5 260 for fines and penalties. However, performance is expected to improve as the year progresses.

The table and graph below further show revenue per source monthly:



1.1.4 Expenditure Trend



1.1.5 Expenditure by Type

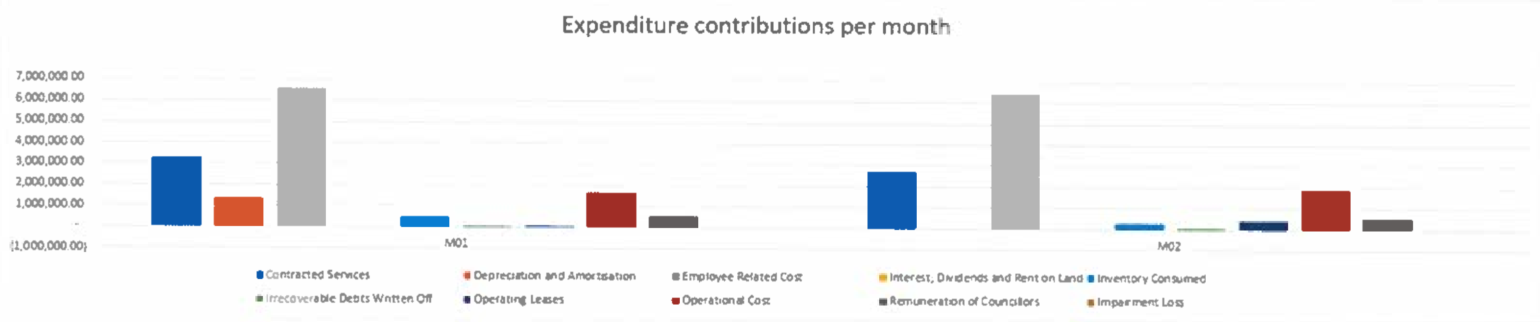
Operational cost

The following expenditure tables are from Richmond Local Municipality financial system, their purpose is to disclose expenditure by type. These tables are aligned with **Table C4, Monthly Budget Statement – Financial performance (expenditure M02)**. Key variances are further detailed and analysed below:

Expenditure by type	Budget To date	Total Actual	Variance
Contracted Services	6,246,599.33	5,981,447.12	(265,152.21)
Depreciation and Amortisation	3,559,730.00	2,704,000.00	(855,730.00)
Employee Related Cost	13,060,132.00	12,933,232.19	(126,899.81)
Interest expenses	193,188.00	-	(193,188.00)
Inventory Consumed	745,866.67	771,095.85	25,229.18
Operating Leases	61,960.00	439,857.48	377,897.48
Operational Cost	3,614,688.67	3,582,944.93	(31,743.74)
Remuneration of Councillors	1,265,050.00	1,079,054.62	(185,995.38)

%	Expenditure by Source	Comment	Explanations for variances above +/-10%
100%	Interest expense	Favorable	The interest charge related to the discounting of the landfill site provision is only recognized at year-end.
62%	Depreciation and Amortisation	Favorable	System-generated monthly depreciation is below budget.
15%	Remuneration of Councillors	Favorable	The variance is attributable to the councillor remuneration being lower than the budgeted amount. The municipality is currently engaged in the necessary processes with GOGTA to ensure the proper adjustment of the councillor upper limits.
4%	Contracted Services	Favorable	Variance within an acceptable threshold.
1%	Operational Cost	Favorable	Variance within an acceptable threshold
1%	Employee Related Cost	Favorable	Variance within an acceptable threshold.
-3%	Inventory Consumed	Unfavorable	Variance within an acceptable threshold.
-610%	Operating Leases	Unfavorable	The variance is due to the vehicle operating lease contract being extended pending the delivery of vehicles under the finance lease agreement.

The table and graph below further show expenditure per source monthly:



1.1.6 Financial Health Indicators

The following provides an overview of the key financial health indicators

Crucial ratios	A brief definition of that ratio	M01	M02
Collection rate	The ratio indicates the collection rate; i.e. level of payments. It measures an increase or decrease in debtors relative to annual billed revenue. In addition, in order to determine the real collection rate bad debts written off are taken into consideration. The norm is 95%	217%	22%
Cash/Cost Coverage ratio (excluding unspent conditional grants)	The ratio indicates the municipality's or municipal entity's ability to meet at least its monthly fixed operating commitments from cash and short-term investments without collecting any additional revenue, during that month. The norm range is between 1 month to 3 months.	3.8 months	3 months
Current ratio	The ratio is used to assess the municipality's or municipal entity's ability to pay back its short-term liabilities (Debt and Payables) with its short-term assets (cash, inventory, receivables). The norm ranges between 1.5 to 2:1	2.4	2.7
Creditor payment period	This ratio indicates the average number of days taken for trade creditors to be paid. The norm is 30 days	15 Days	14 Days

Debtors collection rate (norm 95%)

The collection rate as of the end of August was 22%. This is considered below the norm of 95%, however, this is mainly due to the yearly billing done in August.

Cash coverage (norm 1-3 months)

Currently, this ratio is within the norm, which means the municipality can continue its operations for a month by only utilising its own funds.

Current ratio: (Norm 1:1.5)

Current ratio for August is above the norm, which means the municipality is still able to meet it short-term obligations.

Creditors payment period (norm 30 days)

The municipality is within the norm of paying it short-term creditors within 30 days. This means that the municipality is complying with section 65 of the MFMA.

1.1.7 Material differences from the SDBIP

None identified, however a detailed report is attached under performance information.

1.1.8 Remedial or corrective steps

None identified

1.2 In-Year Budget Statement Tables

The In-Year Budget Statement Tables, that are submitted with this report, include the following:

TABLE	DESCRIPTION	ADDITIONAL DETAILS
C1	Monthly Budget Statement	S71 Summary
C2	Monthly Budget Statement	Financial Performance (standard classification)
C3	Monthly Budget Statement	Financial Performance (revenue and expenditure by municipal vote)
C4	Monthly Budget Statement	Financial Performance (revenue and expenditure)
C5	Monthly Budget Statement	Capital expenditure
C6	Monthly Budget Statement	Financial Position
C7	Monthly Budget Statement	Cash Flow

2 Part 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The following is from **Table SC3, Monthly Budget Statement – aged debtors**, and an analysis is further provided:

KZN227 Richmond - Supporting Table [illegible] Monthly Budget Statement - aged debtors - M02 - August

Description	NT Code	Budget Year 2025/26											
R thousands		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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	14 168	48	358	567	524	561	470	30 472	47 388	32 594	(0)	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	125	76	66	57	55	54	56	2 456	2 941	2 674	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	281	282	263	278	272	266	261	13 523	15 406	14 800	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	7	-	-	-	-	29	35	29	(0)	-
Total By Income Source	2000	14,572	406	823	982	851	881	785	46,478	65,798	49,807	(0)	-
2024/25 - totals only		16,299	305	305	1,254	939	820	793	44,540	67,636	48,440	-	-
Debtors Age Analysis By Customer Group													
Organs of State	2200	11,342	40	107	56	38	42	20	12 990	24 234	12 746	-	-
Commercial	2300	592	12	36	30	29	28	28	204	958	319	(0)	-
Households	2400	2 639	355	781	816	784	811	737	33 084	40 006	36 832	(0)	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	14,572	406	823	982	851	881	785	46,478	65,798	49,807	(0)	-

The Debtor's report has been prepared based on the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. The summary report indicates that the debtors >90 days balance amounts to **R 49.8m.**

2.2 Creditors Analysis

The following is from **Table SC4, Monthly Budget Statement – aged creditors**, and an analysis is further provided:

KZN227 Richmond - Supporting Table [illegible] Monthly Budget Statement - aged creditors - M02 - August

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-

The Creditors report has been prepared based on the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by creditor type.

The municipality had a total of **R0.00** outstanding creditors as of **August 2025**.

2.3 Investment portfolio analysis

The following is from Richmond Local Municipality financial system and is aligned with Table **SC5, Monthly Budget Statement – Investment portfolio**, and an analysis is further provided:

INVESTMENT PORTFOLIO ANALYSIS

NOTICE NO. R.1536 - GOVT GAZETTE NO.18435

REGULATION 3(1)(g)

INVESTMENT PORTFOLIO :

Financial Institution	Account Number	Investment Type		Bal. as at 31 August 2025	Interest Rate	August 2025 Interest	Bal. as at 31 July 2025
First National Bank	61356002695	Call account		11,644,673.23		86,388.84	17,858,284.39
First National Bank	62117170407	Patheni Housing		-		-	-
First National Bank	62134473280	Housing Operating Account		617,014.11		3,468.63	613,545.48
First National Bank	62155682844	Zwelethu Housing		-			-
First National Bank	62176174383	Siyathuthuka Phase ii		-			-
First National Bank	62810019217	Housing Title deed Account		2,807,225.80		14,940.64	2,792,285.16
First National Bank	62299629116	Mig Grant Funding		803,292.32		19,311.17	5,126,901.10
First National Bank	62241817537	Financial Management Grant		-		-	-
First National Bank	62833569900	Library Services Grant		15,041.21		80.05	14,961.16
First National Bank	62833571385	Small Town Grant		2,013.84		10.72	2,003.12
FNB DME	63003663506	FNB DME		17,708.33		94.25	17,614.08
FNB RESERVES	63003024063	FNB RESERVES		908,070.70		4,832.94	903,237.76
NEDBANK	03/7165013946/000054	Nedbank Fixed		15,161,753.42		104,465.75	15,057,287.67
ABSA BANK	20-8167-2454	ABSA Fixed		-		-	-
Standard Bank	268791155 006	Standard Fixed		10,104,219.18		67,308.22	10,036,910.96
First National Bank	63024683319	FNB HIGHOVER		2,170,290.00		11,550.73	2,158,739.27
First National Bank	63107196932	Nelson St. SMME Project		259,005.02		1,378.48	257,626.54
Standard Bank	268791155 005	Standard Fixed		-			-
First National Bank	63138299341	Informal Economy Infrastructure		362,993.84		1,931.93	361,061.91
				44,873,301.00		315,762.35	55,200,458.60

Summary of exposures to particular financial institutions

financial institution	amount invested	Percentage exposure
First National Bank	19,607,328.40	43.69
Nedbank	15,161,753.42	33.79
Investec	-	-
ABSA BANK	-	-
Standard Bank	10,104,219.18	22.52
TOTAL	44,873,301.00	100.00

Primary Bank Account	R 127,860.93
Cash & Cash Equivalent	45,001,161.93

2.4 Allocation and grants receipts & expenditure

Further detailed on <u>Table SC6, Monthly Budget Statement – Transfers and grant receipts</u> and <u>Table SC7, Monthly Budget Statement – Transfers an grant expenditure</u>:

KZN227 Richmond - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 - August

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		101,305	103,511	–	2,514	43,498	17,252	26,246	152.1%	103,511
Expanded Public Works Programme Integrated Grant		1,410	2,054	–	514	514	342	172	50.1%	2,054
Local Government Financial Management Grant	3	1,900	2,000	–	2,000	2,000	333	1,667	500.0%	2,000
Municipal Infrastructure Grant		–	1,096	–	–	–	183	(183)	-100.0%	1,096
Equitable Share		97,995	98,381	–	–	40,984	16,394	24,591	150.0%	98,381
Provincial Government:		6,289	5,065	–	–	–	844	(844)	-100.0%	5,065
Specify (Add grant description)		–	5,065	–	–	–	844	(844)	-100.0%	5,065
Specify (Add grant description)		420	–	–	–	–	–	–		–
Specify (Add grant description)		2,000	–	–	–	–	–	–		–
Specify (Add grant description)		3,869	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		107,594	108,576	–	2,514	43,498	18,096	25,402	140.4%	108,576
Capital Transfers and Grants										
National Government:		20,974	20,819	–	–	7,000	3,470	3,530	101.7%	20,819
Municipal Infrastructure Grant		20,974	20,819	–	–	7,000	3,470	3,530	101.7%	20,819
Provincial Government:		2,926	1,391	–	–	19	232	(213)	-91.8%	1,391
Specify (Add grant description)		359	1,391	–	–	–	232	(232)	-100.0%	1,391
Specify (Add grant description)		267	–	–	–	19	–	19	#DIV/0!	–
Specify (Add grant description)		2,300	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		23,900	22,210	–	–	7,019	3,702	3,317	89.6%	22,210
TOTAL RECEIPTS OF TRANSFERS & GRANTS		131,494	130,786	–	2,514	50,517	21,798	28,719	131.8%	130,786

KZN227 Richmond - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 - August

Description	Ref	2024/25	Budget Year 2025/26							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		3,881	5,150	–	487	586	858	(273)	-31.8%	5,150
Expanded Public Works Programme Integrated Grant		1,410	2,054	–	140	140	342	(203)	-59.2%	2,054
Local Government Financial Management Grant	3	1,900	2,000	–	252	300	333	(33)	-9.9%	2,000
Municipal Infrastructure Grant		571	1,096	–	95	146	183	(37)	-20.2%	1,096
Provincial Government:		4,955	5,065	–	309	739	844	(106)	-12.5%	5,065
Specify (Add grant description)		3,076	–	–	46	88	–	88	#DIV/0!	–
Specify (Add grant description)		495	–	–	–	–	–	–		–
Specify (Add grant description)		116	–	–	–	–	–	–		–
Specify (Add grant description)		483	–	–	–	–	–	–		–
Specify (Add grant description)		784	5,065	–	263	650	844	(194)	-22.9%	5,065
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		8,836	10,215	–	796	1,324	1,702	(378)	-22.2%	10,215
Capital Transfers and Grants										
National Government:		20,403	20,819	–	4,107	5,736	3,470	2,266	65.3%	20,819
Municipal Infrastructure Grant		20,403	20,819	–	4,107	5,736	3,470	2,266	65.3%	20,819
Provincial Government:		2,653	1,391	–	–	–	232	(232)	-100.0%	1,391
Specify (Add grant description)		–	1,391	–	–	–	232	(232)	-100.0%	1,391
Specify (Add grant description)		2,653	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants		23,056	22,210	–	4,107	5,736	3,702	2,034	55.0%	22,210
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		31,892	32,425	–	4,903	7,060	5,404	1,656	30.6%	32,425

2.5 Councillor & Board member allowances

The following is from **Table SC8, Monthly Budget Statement – Councillor and staff benefits**, and an analysis is further provided:

KZN227 Richmond - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 - August

Summary of Employee and Councillor remuneration R thousands	Ref	2024/25 Audited Outcome	Budget Year 2025/26 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		5,204	5,821	–	425	850	970	(120)	-12%	5,821
Pension and UIF Contributions		28	166	–	2	5	28	(23)	-83%	166
Medical Aid Contributions		35	88	–	3	6	15	(9)	-61%	88
Motor Vehicle Allowance		450	678	–	47	94	113	(19)	-17%	678
Cellphone Allowance		625	723	–	55	110	121	(11)	-9%	723
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		180	115	–	7	15	19	(5)	-24%	115
Sub Total - Councillors		6,522	7,590	–	540	1,079	1,265	(186)	-15%	7,590
% increase	4		16.4%							16.4%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5,143	5,532	–	356	712	922	(210)	-23%	5,532
Pension and UIF Contributions		10	12	–	1	1	2	(1)	-28%	12
Medical Aid Contributions		–	–	–	–	–	–	–		–
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		119	–	–	–	–	–	–		–
Motor Vehicle Allowance		780	887	–	56	112	148	(36)	-24%	887
Cellphone Allowance		2	–	–	–	–	–	–		–
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		102	1	–	0	0	0	(0)	-23%	1
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality		6,157	6,431	–	413	826	1,072	(246)	-23%	6,431
% increase	4		4.5%							4.5%
Other Municipal Staff										
Basic Salaries and Wages		49,393	51,270	–	4,477	8,814	8,545	269	3%	51,270
Pension and UIF Contributions		7,433	7,530	–	659	1,310	1,255	55	4%	7,530
Medical Aid Contributions		2,698	2,627	–	239	473	438	35	8%	2,627
Overtime		1,871	2,209	–	146	345	368	(23)	-6%	2,209
Performance Bonus		3,728	3,397	–	–	27	566	(539)	-95%	3,397
Motor Vehicle Allowance		1,761	1,642	–	151	291	274	17	6%	1,642
Cellphone Allowance		481	457	–	42	82	76	5	7%	457
Housing Allowances		368	342	–	34	67	57	10	17%	342
Other benefits and allowances		952	843	–	64	132	140	(9)	-6%	843
Payments in lieu of leave		2,237	1,613	–	170	568	269	299	111%	1,613
Long service awards		326	–	–	–	–	–	–		–
Post-retirement benefit obligations	2	1,302	–	–	–	–	–	–		–
Entertainment		–	–	–	–	–	–	–		–
Scarcity		–	–	–	–	–	–	–		–
Acting and post related allowance		–	–	–	–	–	–	–		–
In kind benefits		–	–	–	–	–	–	–		–
Sub Total - Other Municipal Staff		72,550	71,938	–	5,982	12,108	11,988	119	1%	71,938
% increase	4		-0.9%							-0.9%
Total Parent Municipality		85,229	85,951	–	6,934	14,012	14,325	(313)	-2%	85,951

The schedule details expenditure incurred by the municipality on staff salaries, wages, allowances, and benefits. All expenditure is within year-to-date budget.

2.6 Material Variances to the SDBIP

None identified

2.7 Capital programme performance

2.7.1 Capital expenditure per month

The following is from **Table SC12, Monthly Budget Statement – Capital expenditure trend** , and an analysis is further provided:

KZN227 Richmond - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 - August

Month R thousands	2024/25	Budget Year 2025/26							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	3,326	1,982	-	1,629	1,629	1,982	353	17.8%	7%
August	18	1,982	-	4,107	5,736	3,963	(1,773)	-44.7%	24%
September	2,238	1,982	-	-		5,945	-		
October	2,802	1,982	-	-		7,927	-		
November	3,528	1,982	-	-		9,908	-		
December	725	1,982	-	-		11,890	-		
January	1,669	1,982	-	-		13,872	-		
February	1,132	1,982	-	-		15,854	-		
March	709	1,982	-	-		17,835	-		
April	1,719	1,982	-	-		19,817	-		
May	4,416	1,982	-	-		21,799	-		
June	2,338	1,982	-	-		23,780	-		
Total Capital expenditure	24,620	23,780	-	5,736					

2.7.2 Summary of Capital expenditure by asset class

The following is from **Table SC13a, Monthly Budget Statement – Capital expenditure on new assets by asset class**, and an *analysis is further provided on c schedule*.

2.8 Other supporting documents

A complete set of C schedule is attached.

2.9 Municipal Mangers Quality Certification

I, B.E Mswane, the Municipal Manager, of Richmond Municipality, hereby certify that the

- monthly budget statement
- c schedule

for the month of **August** of **2025** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Name: BE Mswane.

Municipal Manager of Richmond Municipality (KZN227)

Signature..