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Mr Kopung Ralekontsane **National Cabinet Representative** Ditsobotla Local Municipality Cnr Nelson Mandela Drive/ Transvaal Street **LICHTENBURG** 2740

Dear NCR

REQUEST FOR WRITTEN COMMENTS ON THE DRAFT REVISED FINANCIAL RECOVERY PLAN PREPARED FOR THE DITSOBOTLA LOCAL MUNICIPALITY

The Cabinet resolution of 03 September 2025, to invoke a national intervention in the Ditsobotla Local Municipality in terms of Section 139(7) read together with Sections 139 (5)(a) and (c) of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996) and Sections 150 and 146(3)(b) of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) refers.

In late September 2025, the Municipal Financial Recovery Service (MFRS) unit within National Treasury commenced with the revision of the Financial Recovery Plan (FRP) for the Ditsobotla Local Municipality, in accordance with sections 141(2) and 144 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA).

After following the necessary consultative processes, the MFRS has drafted the revised FRP for the Ditsobotla Local Municipality. This revised FRP is based on the key factors contributing to the financial crisis and the municipality's inability to provide basic services. The revised FRP is designed to assist in securing the municipality's ability to honour its financial commitments and provide basic services, and place the municipality in a sound and sustainable financial position as soon as possible.

This letter serves as an invitation to provide any written comments on the draft version of the revised FRP, as required in terms of section 141(3)(c) of the MFMA, prior to its finalisation. All comments must be submitted to mfrs@treasury.gov.za within 14 days from the date of this letter.

Attached for your reference are copies of the draft revised FRP, including the implementation plan.

We appreciate your cooperation thus far and look forward to receiving your written inputs.

Kind regards

Kavitha Ruplal

Head: Municipal Financial Recovery Service

26 November 2025

For more information contact:

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