



VICTOR KHANYE
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BUDGET AND TREASURY

Enquires: S Maphanga

Ref: 8/2/1/2

TO : MUNICIPAL MANAGER
T.M MASHABELA

FROM: CHIEF FINANCIAL OFFICER
T.P MAHLANGU

DATE : 24 FEBRUARY 2025

RE : BUDGET ADJUSTMENT (2024/25 – 2025/26)

REASON FOR REPORT

To submit to council the adjustment budget of 2024/2025 Medium-Term Revenue and Expenditure Framework in terms of Section 28 of the Municipal Finance Management Act, Act 56 of 2003.

STRATEGIC GOALS

Improve compliance to MFMA and VKLM policy Framework

PRIORITY ISSUE

The adjustment budget be approved by council as part of the Section 28 of the Municipal Finance Management Act, Act 56 of 2003

LEGISLATIVE CONTEXT

- Section 28 (1) of the Municipal Finance Management Act 56 of 2003 (MFMA) permits the municipality to revise its approved annual budget through an adjustments budget.
- Section 28 (2) of the MFMA further states that an adjustments budget –
 - a) Must adjust the revenue and expenditure estimates downwards if there is a 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 where 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.

DISCUSSION

Despite the challenges faced by the municipality, in collecting revenue owed for services rendered the municipality shall ensure that revenue projections in the budget are realistic taking into account actual collection levels. The expenses may only be incurred in terms of the approved annual budget (or adjustments budget) and within the limits of the amounts appropriated for each segment in the approved budget.

1. National Treasury issued Municipal Finance Management Act (MFMA) circular numbers 128 to guide the compilation of the 2024/2025 medium term revenue and expenditure framework (MTREF).
2. The 2024 national budget emphasized that economic growth has been weaker than forecasted and the CPIX is 6.0 per cent in 2024, in 2024/25 the decrease is 1.1% and in 2025/26 the decrease is estimated at 0,3%. The 2024/25 budget highlights the difficult economic and fiscal choices confronting government over the next several years. The choices in priority spending that the municipality has to look into.
3. **The high unemployment rate will impact on the municipality's ability to generate revenue. The deteriorating state of the finances for state-owned entities, continued high unemployment, water and electricity shortages will put pressure on the ability of municipalities to raise revenue .Therefore is it advisable to adopt a conservative approach projecting revenue, eliminate non-priority spending and review how we conduct business to ensure value for money is obtained for all expenditure.**
4. It is critical to give special attention to revenue management and credit control to ensure that the municipality's cash flow position is improved over a short term. The revenue management should give direction with the contractors who are assisting the municipality for collection. **Furthermore, the expenditure of the municipality needs**

serious intervention to loosen the overburden on the municipality cashflow. The cash flow management committee needs to work together with the revenue enhancement committee in mongering of how the expenditure is incurred and on what.

5. Conditional grant funding targets national government service delivery priorities. The equitable share is designed to fund the provision of free basic services to the poor.
6. The main challenges experience during the compilation of the 2024/2025 MTREF can be summarized as follows:
 - The increase in unemployment within the municipality due to the slow growth in the economic.
 - Ageing water, roads, sanitation and electricity infrastructure.
 - Reprioritization of projects and expenditure given the cash flow realities of the municipality.
 - Increase in the municipal contractor's services which put a strain on the cash flow management.
 - Revenue recovery, credit control and declining revenue base due to the current economic environment and the implication of lockdown.
 - Increasing distribution losses on both electricity and water.
7. Considering the challenges, new ways need to be explored to become efficient to generate the required resources to maintain, renew and expand infrastructure.
8. The application of sound financial management principle is essential to ensure the municipality improve the financially viability status in order for the municipal services to be provided economically and sustainable. **The current municipality liquidity ratio is 0:18**
9. The mSCOA regulation will apply to all municipalities with effect from 1st July 2017 and the 2024 /2025, MTREF budget has been aligned to the new mSCOA chart version 6.8. The chart will be streamed lined and further developed as transactions take place.

PROPOSED ADJUSTMENT BUDGET

REVENUE MANAGEMENT

Total operating revenue increased to R **877 814 554** from R **773 201 346** the total increase amounted to R104.6 million.

The breakdown is as follows in R'000

R thousands	1	Adjustment Budget 2024/2025	Original Budget 2024/25	Budget 2025/2026
Revenue				
Exchange Revenue	2			
Service charges - Electricity	2	225 960	225 890	101 082
Service charges - Water	2	74 237	74 236	37 300
Service charges - Waste Water Management	2	13 785	13 785	7 818
Service charges - Waste Management	2	14 672	14 672	9 236
Sale of Goods and Rendering of Services		6 926	6 926	1 445
Agency services		-	-	-
Interest		-	-	-
Interest earned from Receivables		158 290	90 454	763
Interest earned from Current and Non Current Assets		-	-	-
Dividends		-	-	-
Rent on Land		-	-	-
Rental from Fixed Assets		1 572	1 572	919
Licence and permits		-	-	-
Operational Revenue	2	772	772	278
Non-Exchange Revenue				
Property rates		123 486	123 486	60 512
Surcharges and Taxes		70 193	33 486	41 101
Fines, penalties and forfeits		2 141	2 141	1 155
Licences or permits	2	-	-	-
Transfer and subsidies - Operational		152 985	152 985	58 455
Interest	3	32 795	32 795	(3 971)
Fuel Levy	2	-	-	-
Operational Revenue		-	-	-
Gains on disposal of Assets	2	-	-	-
Other Gains	8	-	-	2
Discontinued Operations		-	-	-
Total Revenue (excluding capital transfers and contributions)		877 815	773 201	316 094

Outlined below is the narration of the abovementioned operating revenue adjustment as per revenue by source.

a) Interest on receivables

The increase on interest on receivables is due to the increase of debt book which is currently sitting at **R1.1 billion** including interest.

b) The other services were not increase as part of Section 18 of the MFMA which requires that a municipality's annual budget must be 'funded', and identifies three possible finding source; (a) realistically anticipated revenue to be collected, (b) cash-backed accumulated funds from previous years' surpluses not committed for other purposes, and (c) borrowed funds.

EXPENDITURE MANAGEMENT

Total operating expenditure has increase to **R999 197 245** from **R878 574 294** the total increase is R 120.6 million.

The breakdown is as follows in R'000

R thousands	1	Input Source Municipal Data Column FP	Input Source Municipal Data Column FQ	Input Source Municipal Data Column FR
Expenditure	4,5			
Employee related costs		201 841	201 439	116 226
Remuneration of councillors		11 634	10 101	5 817
Bulk purchases - electricity		233 854	203 854	122 878
Inventory consumed		130 692	92 124	54 703
Debt impairment	6	88 336	108 336	-
Depreciation and amortisation		51 033	52 446	-
Interest		50 005	30 000	42 343
Contracted services		136 073	92 062	66 969
Transfers and subsidies		-	-	-
Irrecoverable debts written off		29 800	29 800	-
Operational costs		65 930	58 413	28 512
Losses on disposal of Assets		-	-	-
Other Losses	7	-	-	916
Total Expenditure		999 197	878 574	438 364

Outlined below is the narration of the abovementioned operating expenditure adjustment as per expenditure by source.

- Bulk purchases- Electricity – the budget for bulk purchases have been increased from R203.8 million to R233.8 million, the increase took into account the Eskom increase that was granted by Nersa of 12.72% which will be effective on the 1st of April 2025.
- Inventory consumed- the budget for inventory consumed increased from **R92.1 million** to **R130.6 million** taking into account the new advert for stores consumables (Water & Electricity)

- c) Debt impairment- the decrease of debt impairment from **R108.3 million** to **R88.3 million** is due to some of the assets were impaired during last financial year audit.
- d) Interest- the increase on finance charges is due to the Eskom and Rand water liability interest charge on monthly invoices.
- e) Contracted services- is increase due to the increase of maintenance on Water and Electricity infrastructure, also the month to month contracts have a significant constrain on the budgets for contracted services.
- f) Operational cost- Excluding the accounting adjustments which contribute to the greater proportion of this adjustment some cost items listed below also contribute to general operational expenditure increased from **R58.4 million** to **R65.9 million** due to the following reasons.
- Advertising costs, bank charges ,toilet cleaning, consulting fees, general spares at stores for electrical department and plumbing division, hire of vehicles and rental of copiers , insurance, petrol and diesel, printing and stationery, telephone and maintenance of vehicle tyres and engines on old current fleet ,legal fees, internal and external audit fees ,valuation roll, workmen compensation, security services.

CAPITAL BUDGET

The capital budget was adjusted from **R65 740 000** to **R81 572 341** for the financial year 2024/2025.

The breakdown is as follows R'000

R thousands	1	Adjustment Budget 2024/2025	Original Budget 2024/2025	Budget 2025/2026
Capital Expenditure - Functional				
<i>Municipal governance and administration</i>		13 900	8 200	8 088
Executive and council		200	200	-
Finance and administration		13 700	8 000	8 088
Internal audit		-	-	-
<i>Community and public safety</i>		100	20	-
Community and social services		20	20	-
Sport and recreation		-	-	-
Public safety		80	-	-
Housing		-	-	-
Health		-	-	-
<i>Economic and environmental services</i>		20 964	14 521	9 309
Planning and development		100	100	-
Road transport		20 864	14 421	9 309
Environmental protection		-	-	-
<i>Trading services</i>		46 608	42 999	15 338
Energy sources		18 409	6 500	11 937
Water management		26 200	31 499	2 549
Waste water management		-	3 000	-
Waste management		1 999	2 000	852
<i>Other</i>		-	-	-
Total Capital Expenditure - Functional	3	81 572	65 740	32 734
Funded by				
National Government		53 472	53 420	15 158
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	4	53 472	53 420	15 158
Borrowing	6	-	-	-
Internality generated funds		28 100	12 320	17 577
Total Capital Funding	7	81 572	65 740	32 734

- a) Internal funding for capital has been increased by **R15.7 million**
- b) The MIG (Municipal infrastructure grant) and WSIG (Water service infrastructure grant)

BUDGET PRINCIPLE

The municipality shall ensure that revenue projections in the budget are realistic taking into account actual collection levels. The expenses may only be incurred in terms of the approved annual budget (or adjustments budget) and within the limits of the amounts appropriated for each vote in the approved budget.

ENVISAGED IMPACT

The adjustment budget will assist to municipality to offer the support to service departments and ensure that Service Delivery Budget Implementation Plan is implemented as per the budget and IDP.

STAKEHOLDERS CONSULTED

Reporting to Council and Management to consider the adjustments budget.

HUMAN RESOURCE IMPLICATION

No implication on the human resource of the municipality.

LEGAL IMPLICATIONS

Section 216 (2) of the constitution maybe implemented should the municipality fail to adopt the adjustment budget.

FINANCIAL IMPLICATIONS

The municipality can fail to meet its obligation and incurred additional costs, which could results in unauthorised and irregular expenditure.

MP311 Victor Khanye - Table B1 Adjustments Budget Summary - 2025/02/28

Description	2024/25									Budget Year 2025/26	Budget Year 2026/27
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	123,486	-	-	-	-	-	-	-	123,486	129,167	135,108
Service charges	328,584	-	-	-	-	-	70	70	328,654	344,110	360,370
Investment revenue	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	152,985	-	-	-	-	-	-	-	152,985	169,025	185,834
Other own revenue	188,146	-	-	-	-	-	104,543	104,543	272,689	178,042	183,122
Total Revenue (excluding capital transfers and contributions)	773,201	-	-	-	-	-	104,613	104,613	877,815	808,343	844,434
Employee costs	201,439	-	-	-	-	-	402	402	201,841	210,705	220,397
Remuneration of councillors	10,101	-	-	-	-	-	1,534	1,534	11,634	10,565	11,051
Depreciation & asset impairment	160,782	-	-	-	-	-	(21,413)	(21,413)	139,369	168,178	175,914
Finance charges	30,000	-	-	-	-	-	20,005	20,005	50,005	31,380	32,823
Inventory consumed and bulk purchases	295,978	-	-	-	-	-	68,568	68,568	364,546	310,382	325,518
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	180,275	-	-	-	-	-	51,670	51,670	231,946	184,947	193,528
Total Expenditure	878,574	-	-	-	-	-	120,766	120,766	999,340	916,158	959,228
Surplus/(Deficit)	(105,373)	-	-	-	-	-	(16,153)	(16,153)	(121,526)	(107,814)	(114,794)
Transfers and subsidies - capital (monetary allocations)	53,420	-	-	-	-	-	-	-	53,420	29,545	31,924
Transfers and subsidies - capital (in-kind - all)	118,417	-	-	-	-	-	-	-	118,417	124,911	130,857
Surplus/(Deficit) after capital transfers & contributions	67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787
Capital expenditure & funds sources											
Capital expenditure	65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Transfers recognised - capital	53,420	-	-	-	-	-	52	52	53,472	29,645	31,924
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	12,320	-	-	-	-	-	15,780	15,780	28,100	12,887	13,480
Total sources of capital funds	65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Financial position											
Total current assets	198,010	-	-	-	-	-	(39,664)	(39,664)	158,347	184,472	129,462
Total non current assets	988,847	-	-	-	-	-	17,245	17,245	1,014,092	984,520	972,541
Total current liabilities	(16,295)	-	-	-	-	-	(6,265)	(6,265)	(22,560)	(109,412)	(206,813)
Total non current liabilities	683,528	-	-	-	-	-	-	-	683,528	686,038	688,664
Community wealth/Equity	525,624	-	-	-	-	-	(16,153)	(16,153)	509,471	572,365	620,152
Cash flows											
Net cash from (used) operating	108,909	-	-	-	-	-	(27,433)	(27,433)	81,476	103,397	92,672
Net cash from (used) investing	(62,740)	-	-	-	-	-	(15,832)	(15,832)	(78,572)	(42,532)	(45,404)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	76,169	-	-	-	-	-	(43,265)	(43,265)	32,904	136,906	184,040
Cash backing/surplus reconciliation											
Cash and investments available	78,041	-	-	-	-	-	(53,911)	(53,911)	22,130	136,772	184,040
Application of cash and investments	(178,722)	-	-	-	-	-	(51,246)	(51,246)	(229,968)	(251,259)	(335,051)
Balance - surplus (shortfall)	254,763	-	-	-	-	-	(2,665)	(2,665)	252,098	388,031	519,092
Asset Management											
Asset register summary (WDV)	996,847	-	-	-	-	-	17,245	17,245	1,014,092	984,520	972,541
Depreciation	52,446	-	-	-	-	-	(1,413)	(1,413)	51,033	54,859	57,382
Renewal and Upgrading of Existing Assets	57,920	-	-	-	-	-	11,144	11,144	69,064	32,158	34,071
Repairs and Maintenance	26,052	-	-	-	-	-	26,356	26,356	52,408	24,635	25,769
Free services											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue-cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B2 Adjustments Budget Financial Performance (functional classification) - 2025/02/28

Standard Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjuts. 10	Total Adjuts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
<i>Governance and administration</i>		345,621	-	-	-	-	-	8,394	8,394	354,015	361,946	378,089
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		345,621	-	-	-	-	-	8,394	8,394	354,015	361,946	378,089
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		6,572	-	-	-	-	-	330	330	6,902	5,460	5,701
Community and social services		1,987	-	-	-	-	-	-	-	1,987	634	663
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		3,363	-	-	-	-	-	-	-	3,363	3,517	3,679
Housing		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
Planning and development		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		589,074	-	-	-	-	-	96,489	96,489	685,564	590,501	617,981
Energy sources		210,547	-	-	-	-	-	28,653	28,653	239,199	220,322	229,385
Water management		170,770	-	-	-	-	-	24,241	24,241	195,011	152,691	160,941
Waste water management		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	186,680
Waste management		38,886	-	-	-	-	-	15,079	15,079	52,064	38,806	40,716
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	946,039	-	-	-	-	-	104,613	104,613	1,050,652	962,899	1,007,615
Expenditure - Functional												
<i>Governance and administration</i>		332,800	-	-	-	-	-	32,302	32,302	365,102	347,806	363,876
Executive and council		45,646	-	-	-	-	-	8,905	8,905	54,551	47,442	49,835
Finance and administration		287,154	-	-	-	-	-	23,397	23,397	310,551	300,364	314,241
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		65,982	-	-	-	-	-	23,424	23,424	89,386	68,898	72,067
Community and social services		9,424	-	-	-	-	-	23,521	23,521	32,945	9,857	10,310
Sport and recreation		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323
Public safety		53,102	-	-	-	-	-	(1,743)	(1,743)	51,359	55,446	57,997
Housing		400	-	-	-	-	-	1,641	1,641	2,041	418	438
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		52,238	-	-	-	-	-	(1,337)	(1,337)	50,901	54,038	57,152
Planning and development		15,074	-	-	-	-	-	(2,466)	(2,466)	12,607	15,767	16,492
Road transport		36,374	-	-	-	-	-	1,129	1,129	37,503	38,047	39,797
Environmental protection		791	-	-	-	-	-	-	-	791	624	882
<i>Trading services</i>		427,574	-	-	-	-	-	66,378	66,378	493,952	444,815	466,133
Energy sources		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	263,949
Water management		114,269	-	-	-	-	-	12,542	12,542	126,842	119,557	125,057
Waste water management		40,620	-	-	-	-	-	9,501	9,501	50,122	42,489	44,443
Waste management		30,473	-	-	-	-	-	(22,236)	(22,236)	8,237	31,247	32,684
Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	878,574	-	-	-	-	-	120,766	120,766	999,340	916,158	959,228
Surplus/ (Deficit) for the year		67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787

MP311 Victor Khanye - Table B2 Adjustments Budget Financial Performance (functional classification) - B - 2025/02/28

Standard Classification Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousand	1	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Municipal governance and administration		345,621	-	-	-	-	-	8,394	8,394	354,015	361,946	378,089
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Mayor and Council		-	-	-	-	-	-	-	-	-	-	-
Municipal Manager, Town Secretary and Chief Executive		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		345,621	-	-	-	-	-	8,394	8,394	354,015	361,946	378,089
Administrative and Corporate Support		300	-	-	-	-	-	300	300	600	314	328
Asset Management		-	-	-	-	-	-	-	-	-	-	-
Finance		344,991	-	-	-	-	-	8,424	8,424	353,415	361,287	377,400
Fleet Management		-	-	-	-	-	-	-	-	-	-	-
Human Resources		-	-	-	-	-	-	-	-	-	-	-
Information Technology		-	-	-	-	-	-	-	-	-	-	-
Legal Services		-	-	-	-	-	-	-	-	-	-	-
Marketing, Customer Relations, Publicity and Media Co-		-	-	-	-	-	-	-	-	-	-	-
Property Services		330	-	-	-	-	-	(330)	(330)	-	345	361
Risk Management		-	-	-	-	-	-	-	-	-	-	-
Security Services		-	-	-	-	-	-	-	-	-	-	-
Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-
Valuation Service		-	-	-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Governance Function		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		6,572	-	-	-	-	-	330	330	6,902	5,450	5,701
Community and social services		1,967	-	-	-	-	-	-	-	1,967	634	663
Aged Care		-	-	-	-	-	-	-	-	-	-	-
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Animal Care and Diseases		-	-	-	-	-	-	-	-	-	-	-
Cemeteries, Funeral Parlours and Crematoriums		606	-	-	-	-	-	-	-	606	634	663
Child Care Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Halls and Facilities		1,361	-	-	-	-	-	-	-	1,361	-	-
Consumer Protection		-	-	-	-	-	-	-	-	-	-	-
Cultural Matters		-	-	-	-	-	-	-	-	-	-	-
Disaster Management		-	-	-	-	-	-	-	-	-	-	-
Education		-	-	-	-	-	-	-	-	-	-	-
Indigenous and Customary Law		-	-	-	-	-	-	-	-	-	-	-
Industrial Promotion		-	-	-	-	-	-	-	-	-	-	-
Language Policy		-	-	-	-	-	-	-	-	-	-	-
Libraries and Archives		-	-	-	-	-	-	-	-	-	-	-
Literacy Programmes		-	-	-	-	-	-	-	-	-	-	-
Media Services		-	-	-	-	-	-	-	-	-	-	-
Museums and Art Galleries		-	-	-	-	-	-	-	-	-	-	-
Population Development		-	-	-	-	-	-	-	-	-	-	-
Provincial Cultural Matters		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Zoo's		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Beaches and Jetties		-	-	-	-	-	-	-	-	-	-	-
Casinos, Racing, Gambling, Wagering		-	-	-	-	-	-	-	-	-	-	-
Community Parks (including Nurseries)		-	-	-	-	-	-	-	-	-	-	-
Recreational Facilities		-	-	-	-	-	-	-	-	-	-	-
Sports Grounds and Stadiums		-	-	-	-	-	-	-	-	-	-	-
Public safety		3,363	-	-	-	-	-	-	-	3,363	3,517	3,679
Civil Defence		-	-	-	-	-	-	-	-	-	-	-
Cleansing		-	-	-	-	-	-	-	-	-	-	-
Control of Public Nuisances		-	-	-	-	-	-	-	-	-	-	-
Fencing and Fences		-	-	-	-	-	-	-	-	-	-	-
Fire Fighting and Protection		1,400	-	-	-	-	-	-	-	1,400	1,464	1,532
Licensing and Control of Animals		-	-	-	-	-	-	-	-	-	-	-
Police Forces, Traffic and Street Parking Control		1,963	-	-	-	-	-	-	-	1,963	2,053	2,147
Pounds		-	-	-	-	-	-	-	-	-	-	-
Housing		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
Informal Settlements		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
Health		-	-	-	-	-	-	-	-	-	-	-
Ambulance		-	-	-	-	-	-	-	-	-	-	-
Health Services		-	-	-	-	-	-	-	-	-	-	-
Laboratory Services		-	-	-	-	-	-	-	-	-	-	-
Food Control		-	-	-	-	-	-	-	-	-	-	-
Health Surveillance and Prevention of Communicable Diseases		-	-	-	-	-	-	-	-	-	-	-
Vector Control		-	-	-	-	-	-	-	-	-	-	-
Chemical Safety		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
Planning and development		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
Billboards		-	-	-	-	-	-	-	-	-	-	-
Corporate Wide Strategic Planning (IDPs, LED's)		-	-	-	-	-	-	-	-	-	-	-
Central City Improvement District		-	-	-	-	-	-	-	-	-	-	-
Development Facilitation		-	-	-	-	-	-	-	-	-	-	-
Economic Development/Planning		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B2 Adjustments Budget Financial Performance (functional classification) - B - 2025/02/28

Standard Classification Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousand	1	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Regional Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Town Planning, Building Regulations and Enforcement, and City Project Management Unit		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
Provincial Planning		-	-	-	-	-	-	-	-	-	-	-
Support to Local Municipalities		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Public Transport		-	-	-	-	-	-	-	-	-	-	-
Road and Traffic Regulation		-	-	-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Biodiversity and Landscape		-	-	-	-	-	-	-	-	-	-	-
Coastal Protection		-	-	-	-	-	-	-	-	-	-	-
Indigenous Forests		-	-	-	-	-	-	-	-	-	-	-
Nature Conservation		-	-	-	-	-	-	-	-	-	-	-
Pollution Control		-	-	-	-	-	-	-	-	-	-	-
Soil Conservation		-	-	-	-	-	-	-	-	-	-	-
Trading services		589,074	-	-	-	-	-	96,489	96,489	685,564	590,501	617,981
Energy sources		210,547	-	-	-	-	-	28,653	28,653	239,199	220,322	229,385
Electricity		210,547	-	-	-	-	-	28,653	28,653	239,199	220,322	229,385
Street Lighting and Signal Systems		-	-	-	-	-	-	-	-	-	-	-
Nonelectric Energy		-	-	-	-	-	-	-	-	-	-	-
Water management		170,770	-	-	-	-	-	24,241	24,241	195,011	152,691	160,941
Water Treatment		-	-	-	-	-	-	-	-	-	-	-
Water Distribution		170,770	-	-	-	-	-	24,241	24,241	195,011	152,691	160,941
Water Storage		-	-	-	-	-	-	-	-	-	-	-
Waste water management		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	186,960
Public Toilets		-	-	-	-	-	-	-	-	-	-	-
Sewerage		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	186,960
Storm Water Management		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment		-	-	-	-	-	-	-	-	-	-	-
Waste management		36,986	-	-	-	-	-	15,079	15,079	52,064	38,806	40,716
Recycling		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Disposal (Landfill Sites)		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Removal		36,986	-	-	-	-	-	15,079	15,079	52,064	38,806	40,716
Street Cleaning		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-	-	-
Air Transport		-	-	-	-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-	-	-	-
Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	946,039	-	-	-	-	-	104,613	104,613	1,050,652	962,899	1,007,015
Expenditure - Functional												
Municipal governance and administration		332,800	-	-	-	-	-	32,302	32,302	365,102	347,806	383,876
Executive and council		45,646	-	-	-	-	-	8,905	8,905	54,551	47,442	49,835
Mayor and Council		14,151	-	-	-	-	-	1,737	1,737	15,887	14,488	15,154
Municipal Manager, Town Secretary and Chief Executive		31,495	-	-	-	-	-	7,168	7,168	38,663	32,954	34,681
Finance and administration		287,154	-	-	-	-	-	23,397	23,397	310,551	300,364	314,241
Administrative and Corporate Support		32,381	-	-	-	-	-	(2,196)	30,185	33,881	35,449	35,449
Asset Management		4,172	-	-	-	-	-	-	4,172	4,364	4,565	4,565
Finance		227,159	-	-	-	-	-	20,731	20,731	247,891	237,600	248,580
Fleet Management		13,703	-	-	-	-	-	2,569	2,569	16,272	14,333	14,993
Human Resources		-	-	-	-	-	-	-	-	-	-	-
Information Technology		9,738	-	-	-	-	-	2,293	2,293	12,031	10,186	10,654
Legal Services		-	-	-	-	-	-	-	-	-	-	-
Marketing, Customer Relations, Publicity and Media Co-		-	-	-	-	-	-	-	-	-	-	-
Property Services		-	-	-	-	-	-	-	-	-	-	-
Risk Management		-	-	-	-	-	-	-	-	-	-	-
Security Services		-	-	-	-	-	-	-	-	-	-	-
Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-
Valuation Service		-	-	-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Governance Function		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		65,962	-	-	-	-	-	23,424	23,424	89,386	68,898	72,067
Community and social services		9,424	-	-	-	-	-	23,521	23,521	32,945	9,857	10,310
Aged Care		-	-	-	-	-	-	-	-	-	-	-
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Animal Care and Diseases		-	-	-	-	-	-	-	-	-	-	-
Cemeteries, Funeral Parlours and Crematoriums		6,703	-	-	-	-	-	22,919	22,919	29,622	7,012	7,334
Child Care Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Halls and Facilities		-	-	-	-	-	-	1,255	1,255	1,255	-	-
Consumer Protection		-	-	-	-	-	-	-	-	-	-	-
Cultural Matters		-	-	-	-	-	-	-	-	-	-	-
Disaster Management		-	-	-	-	-	-	-	-	-	-	-
Education		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B2 Adjustments Budget Financial Performance (functional classification) - B - 2025/02/28

Standard Classification Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousand	1	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Indigenous and Customary Law		-	-	-	-	-	-	-	-	-	-	-
Industrial Promotion		-	-	-	-	-	-	-	-	-	-	-
Language Policy		-	-	-	-	-	-	-	-	-	-	-
Libraries and Archives		2,720	-	-	-	-	-	(652)	(652)	2,068	2,845	2,976
Literacy Programmes		-	-	-	-	-	-	-	-	-	-	-
Media Services		-	-	-	-	-	-	-	-	-	-	-
Museums and Art Galleries		-	-	-	-	-	-	-	-	-	-	-
Population Development		-	-	-	-	-	-	-	-	-	-	-
Provincial Cultural Matters		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Zoo's		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323
Beaches and Jetties		-	-	-	-	-	-	-	-	-	-	-
Casinos, Racing, Gambling, Wagering		-	-	-	-	-	-	-	-	-	-	-
Community Parks (including Nurseries)		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323
Recreational Facilities		-	-	-	-	-	-	-	-	-	-	-
Sports Grounds and Stadiums		-	-	-	-	-	-	-	-	-	-	-
Public safety		53,102	-	-	-	-	-	(1,743)	(1,743)	51,359	55,446	57,997
Civil Defence		-	-	-	-	-	-	-	-	-	-	-
Cleansing		-	-	-	-	-	-	-	-	-	-	-
Control of Public Nuisances		-	-	-	-	-	-	-	-	-	-	-
Fencing and Fences		-	-	-	-	-	-	-	-	-	-	-
Fire Fighting and Protection		20,256	-	-	-	-	-	(2,670)	(2,670)	17,586	21,167	22,141
Licensing and Control of Animals		-	-	-	-	-	-	-	-	-	-	-
Police Forces, Traffic and Street Parking Control		32,846	-	-	-	-	-	927	927	33,773	34,279	35,855
Pounds		-	-	-	-	-	-	-	-	-	-	-
Housing		400	-	-	-	-	-	1,641	1,641	2,041	418	438
Housing		400	-	-	-	-	-	1,641	1,641	2,041	418	438
Informal Settlements		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Ambulance		-	-	-	-	-	-	-	-	-	-	-
Health Services		-	-	-	-	-	-	-	-	-	-	-
Laboratory Services		-	-	-	-	-	-	-	-	-	-	-
Food Control		-	-	-	-	-	-	-	-	-	-	-
Health Surveillance and Prevention of Communicable Diseases		-	-	-	-	-	-	-	-	-	-	-
Vector Control		-	-	-	-	-	-	-	-	-	-	-
Chemical Safety		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		52,238	-	-	-	-	-	(1,337)	(1,337)	50,901	54,638	57,152
Planning and development		15,074	-	-	-	-	-	(2,466)	(2,466)	12,607	15,767	16,492
Billboards		-	-	-	-	-	-	-	-	-	-	-
Corporate Wide Strategic Planning (IDPs, LEDS)		2,706	-	-	-	-	-	(366)	(366)	2,340	2,831	2,961
Central City Improvement District		-	-	-	-	-	-	-	-	-	-	-
Development Facilitation		5,050	-	-	-	-	-	(2,500)	(2,500)	2,550	5,282	5,525
Economic Development/Planning		1,477	-	-	-	-	-	-	-	1,477	1,545	1,616
Regional Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Town Planning, Building Regulations and Enforcement, and City Engineer		5,840	-	-	-	-	-	400	400	6,240	6,109	6,390
Project Management Unit		-	-	-	-	-	-	-	-	-	-	-
Provincial Planning		-	-	-	-	-	-	-	-	-	-	-
Support to Local Municipalities		-	-	-	-	-	-	-	-	-	-	-
Road transport		36,374	-	-	-	-	-	1,129	1,129	37,503	38,047	39,797
Public Transport		-	-	-	-	-	-	-	-	-	-	-
Road and Traffic Regulation		-	-	-	-	-	-	-	-	-	-	-
Roads		36,374	-	-	-	-	-	1,129	1,129	37,503	38,047	39,797
Taxi Ranks		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		791	-	-	-	-	-	-	-	791	824	862
Biodiversity and Landscape		-	-	-	-	-	-	-	-	-	-	-
Coastal Protection		-	-	-	-	-	-	-	-	-	-	-
Indigenous Forests		-	-	-	-	-	-	-	-	-	-	-
Nature Conservation		-	-	-	-	-	-	-	-	-	-	-
Pollution Control		791	-	-	-	-	-	-	-	791	824	862
Soil Conservation		-	-	-	-	-	-	-	-	-	-	-
Trading services		427,574	-	-	-	-	-	66,378	66,378	493,952	444,815	466,133
Energy sources		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	263,949
Electricity		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	263,949
Street Lighting and Signal Systems		-	-	-	-	-	-	-	-	-	-	-
Nonelectric Energy		-	-	-	-	-	-	-	-	-	-	-
Water management		114,299	-	-	-	-	-	12,542	12,542	126,842	119,557	125,057
Water Treatment		2,560	-	-	-	-	-	1,516	1,516	4,076	2,678	2,801
Water Distribution		111,739	-	-	-	-	-	11,026	11,026	122,766	116,879	122,256
Water Storage		-	-	-	-	-	-	-	-	-	-	-
Waste water management		40,620	-	-	-	-	-	9,501	9,501	50,122	42,489	44,443
Public Toilets		-	-	-	-	-	-	-	-	-	-	-
Sewerage		40,620	-	-	-	-	-	9,501	9,501	50,122	42,489	44,443
Storm Water Management		-	-	-	-	-	-	-	-	-	-	-
Waste Water Treatment		-	-	-	-	-	-	-	-	-	-	-
Waste management		30,473	-	-	-	-	-	(22,236)	(22,236)	8,237	31,247	32,684

MP311 Victor Khanye - Table B2 Adjustments Budget Financial Performance (functional classification) - B - 2025/02/28

Standard Classification Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousand	1											
Recycling		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Disposal (Landfill Sites)		3,000	-	-	-	-	-	-	-	3,000	2,510	2,626
Solid Waste Removal		27,473	-	-	-	-	-	(22,236)	(22,236)	5,237	28,736	30,058
Street Cleaning		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-	-	-
Air Transport		-	-	-	-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-	-	-	-
Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	878,574	-	-	-	-	-	120,766	120,766	999,340	916,158	959,228
Surplus/ (Deficit) for the year		67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787

Vote Description <i>[insert departmental structure etc]</i>	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		345,321	-	-	-	-	-	8,084	8,084	353,415	361,632	377,781
Vote 3 - Corporate Services		300	-	-	-	-	-	300	300	600	314	328
Vote 4 - Community and Social Services		1,967	-	-	-	-	-	-	-	1,967	634	663
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		3,363	-	-	-	-	-	-	-	3,363	3,517	3,679
Vote 7 - Housing		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		4,772	-	-	-	-	-	(800)	(600)	4,172	5,002	5,243
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		210,547	-	-	-	-	-	28,653	28,653	238,199	220,322	229,365
Vote 12 - Water Services		170,770	-	-	-	-	-	24,241	24,241	195,011	162,681	160,941
Vote 13 - Waste Water Management		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	188,960
Vote 14 - Solid Waste Management		38,988	-	-	-	-	-	15,079	15,079	52,064	38,806	40,718
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	948,039	-	-	-	-	-	104,613	104,613	1,050,652	962,899	1,007,015
Expenditure by Vote	1											
Vote 1 - Office of the Municipal Manager		55,384	-	-	-	-	-	11,198	11,198	66,582	57,628	60,290
Vote 2 - Budget and Treasury		231,332	-	-	-	-	-	20,731	20,731	252,063	241,964	253,145
Vote 3 - Corporate Services		32,381	-	-	-	-	-	(2,196)	(2,196)	30,185	33,881	35,449
Vote 4 - Community and Social Services		9,424	-	-	-	-	-	23,521	23,521	32,945	9,857	10,310
Vote 5 - Sport and Recreation		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323
Vote 6 - Public Safety		53,102	-	-	-	-	-	(1,743)	(1,743)	51,359	55,448	57,997
Vote 7 - Housing		400	-	-	-	-	-	1,841	1,841	2,041	418	438
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		10,024	-	-	-	-	-	34	34	10,057	10,455	10,967
Vote 10 - Roads Transport		50,077	-	-	-	-	-	2,825	2,825	52,702	62,381	54,790
Vote 11 - Electricity Services		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	283,949
Vote 12 - Water Services		111,739	-	-	-	-	-	11,026	11,026	122,766	116,879	122,256
Vote 13 - Waste Water Management		43,180	-	-	-	-	-	11,017	11,017	54,198	45,167	47,244
Vote 14 - Solid Waste Management		31,283	-	-	-	-	-	(22,236)	(22,236)	9,027	32,071	33,546
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	873,524	-	-	-	-	-	122,194	122,194	995,718	910,875	953,703
Surplus/ (Deficit) for the year	2	72,515	-	-	-	-	-	(17,581)	(17,581)	54,934	52,024	53,312

MP311 Victor Khanye - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 2025/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
1.1 - Mayor and Council		-	-	-	-	-	-	-	-	-	-	-
1.2 - Municipal Manager, Town Secretary and Chief Executive		-	-	-	-	-	-	-	-	-	-	-
1.3 - Information Technology		-	-	-	-	-	-	-	-	-	-	-
1.4 -		-	-	-	-	-	-	-	-	-	-	-
1.5 -		-	-	-	-	-	-	-	-	-	-	-
1.6 -		-	-	-	-	-	-	-	-	-	-	-
1.7 -		-	-	-	-	-	-	-	-	-	-	-
1.8 -		-	-	-	-	-	-	-	-	-	-	-
1.9 -		-	-	-	-	-	-	-	-	-	-	-
1.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		345,321	-	-	-	-	-	8,094	8,094	353,415	361,632	377,761
2.1 - Finance		344,991	-	-	-	-	-	8,424	8,424	353,415	361,287	377,400
2.2 - Property Services		330	-	-	-	-	-	(330)	(330)	-	345	361
2.3 - Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-
2.4 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-
2.5 -		-	-	-	-	-	-	-	-	-	-	-
2.6 -		-	-	-	-	-	-	-	-	-	-	-
2.7 -		-	-	-	-	-	-	-	-	-	-	-
2.8 -		-	-	-	-	-	-	-	-	-	-	-
2.9 -		-	-	-	-	-	-	-	-	-	-	-
2.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		300	-	-	-	-	-	300	300	600	314	328
3.1 - Administrative and Corporate Support		300	-	-	-	-	-	300	300	600	314	328
3.2 -		-	-	-	-	-	-	-	-	-	-	-
3.3 -		-	-	-	-	-	-	-	-	-	-	-
3.4 -		-	-	-	-	-	-	-	-	-	-	-
3.5 -		-	-	-	-	-	-	-	-	-	-	-
3.6 -		-	-	-	-	-	-	-	-	-	-	-
3.7 -		-	-	-	-	-	-	-	-	-	-	-
3.8 -		-	-	-	-	-	-	-	-	-	-	-
3.9 -		-	-	-	-	-	-	-	-	-	-	-
3.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		1,967	-	-	-	-	-	-	-	1,967	634	663
4.1 - DIRECTOR.COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-
4.2 - Libraries and Archives		-	-	-	-	-	-	-	-	-	-	-
4.3 - Community Halls and Facilities		1,361	-	-	-	-	-	-	-	1,361	-	-
4.4 - Cemeteries, Funeral Parlours and Crematoriums		606	-	-	-	-	-	-	-	606	634	663
4.5 -		-	-	-	-	-	-	-	-	-	-	-
4.6 -		-	-	-	-	-	-	-	-	-	-	-
4.7 -		-	-	-	-	-	-	-	-	-	-	-
4.8 -		-	-	-	-	-	-	-	-	-	-	-
4.9 -		-	-	-	-	-	-	-	-	-	-	-
4.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
5.1 - PARKS AND RECREATION		-	-	-	-	-	-	-	-	-	-	-
5.2 -		-	-	-	-	-	-	-	-	-	-	-
5.3 -		-	-	-	-	-	-	-	-	-	-	-
5.4 -		-	-	-	-	-	-	-	-	-	-	-
5.5 -		-	-	-	-	-	-	-	-	-	-	-
5.6 -		-	-	-	-	-	-	-	-	-	-	-
5.7 -		-	-	-	-	-	-	-	-	-	-	-
5.8 -		-	-	-	-	-	-	-	-	-	-	-
5.9 -		-	-	-	-	-	-	-	-	-	-	-
5.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		3,363	-	-	-	-	-	-	-	3,363	3,517	3,679
6.1 - Police Forces, Traffic and Street Parking Control		1,963	-	-	-	-	-	-	-	1,963	2,053	2,147
6.2 - Fire Fighting and Protection		1,400	-	-	-	-	-	-	-	1,400	1,464	1,532
6.3 -		-	-	-	-	-	-	-	-	-	-	-
6.4 -		-	-	-	-	-	-	-	-	-	-	-
6.5 -		-	-	-	-	-	-	-	-	-	-	-
6.6 -		-	-	-	-	-	-	-	-	-	-	-
6.7 -		-	-	-	-	-	-	-	-	-	-	-
6.8 -		-	-	-	-	-	-	-	-	-	-	-
6.9 -		-	-	-	-	-	-	-	-	-	-	-
6.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
7.1 - Housing		1,242	-	-	-	-	-	330	330	1,572	1,300	1,359
7.2 -		-	-	-	-	-	-	-	-	-	-	-
7.3 -		-	-	-	-	-	-	-	-	-	-	-
7.4 -		-	-	-	-	-	-	-	-	-	-	-
7.5 -		-	-	-	-	-	-	-	-	-	-	-
7.6 -		-	-	-	-	-	-	-	-	-	-	-
7.7 -		-	-	-	-	-	-	-	-	-	-	-
7.8 -		-	-	-	-	-	-	-	-	-	-	-
7.9 -		-	-	-	-	-	-	-	-	-	-	-
7.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.1 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.2 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 2025/02/28

Vote Description <i>(Insert departmental structure etc)</i> R thousands	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
8.3 -		-	-	-	-	-	-	-	-	-	-	-
8.4 -		-	-	-	-	-	-	-	-	-	-	-
8.5 -		-	-	-	-	-	-	-	-	-	-	-
8.6 -		-	-	-	-	-	-	-	-	-	-	-
8.7 -		-	-	-	-	-	-	-	-	-	-	-
8.8 -		-	-	-	-	-	-	-	-	-	-	-
8.9 -		-	-	-	-	-	-	-	-	-	-	-
8.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
9.1 - Corporate Wide Strategic Planning (IDPs, LEDa)		4,772	-	-	-	-	-	(600)	(600)	4,172	5,002	5,243
9.2 -		-	-	-	-	-	-	-	-	-	-	-
9.3 -		-	-	-	-	-	-	-	-	-	-	-
9.4 -		-	-	-	-	-	-	-	-	-	-	-
9.5 -		-	-	-	-	-	-	-	-	-	-	-
9.6 -		-	-	-	-	-	-	-	-	-	-	-
9.7 -		-	-	-	-	-	-	-	-	-	-	-
9.8 -		-	-	-	-	-	-	-	-	-	-	-
9.9 -		-	-	-	-	-	-	-	-	-	-	-
9.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	-
10.1 - Roads		-	-	-	-	-	-	-	-	-	-	-
10.2 - Fleet Management		-	-	-	-	-	-	-	-	-	-	-
10.3 - Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
10.4 - Agricultural		-	-	-	-	-	-	-	-	-	-	-
10.5 -		-	-	-	-	-	-	-	-	-	-	-
10.6 -		-	-	-	-	-	-	-	-	-	-	-
10.7 -		-	-	-	-	-	-	-	-	-	-	-
10.8 -		-	-	-	-	-	-	-	-	-	-	-
10.9 -		-	-	-	-	-	-	-	-	-	-	-
10.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		210,547	-	-	-	-	-	28,653	28,653	239,199	220,322	229,365
11.1 - Electricity		210,547	-	-	-	-	-	28,653	28,653	239,199	220,322	229,365
11.2 -		-	-	-	-	-	-	-	-	-	-	-
11.3 -		-	-	-	-	-	-	-	-	-	-	-
11.4 -		-	-	-	-	-	-	-	-	-	-	-
11.5 -		-	-	-	-	-	-	-	-	-	-	-
11.6 -		-	-	-	-	-	-	-	-	-	-	-
11.7 -		-	-	-	-	-	-	-	-	-	-	-
11.8 -		-	-	-	-	-	-	-	-	-	-	-
11.9 -		-	-	-	-	-	-	-	-	-	-	-
11.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		170,770	-	-	-	-	-	24,241	24,241	195,011	152,691	160,941
12.1 - Water Distribution		170,770	-	-	-	-	-	24,241	24,241	195,011	152,691	160,941
12.2 -		-	-	-	-	-	-	-	-	-	-	-
12.3 -		-	-	-	-	-	-	-	-	-	-	-
12.4 -		-	-	-	-	-	-	-	-	-	-	-
12.5 -		-	-	-	-	-	-	-	-	-	-	-
12.6 -		-	-	-	-	-	-	-	-	-	-	-
12.7 -		-	-	-	-	-	-	-	-	-	-	-
12.8 -		-	-	-	-	-	-	-	-	-	-	-
12.9 -		-	-	-	-	-	-	-	-	-	-	-
12.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	186,960
13.1 - Sewerage		170,772	-	-	-	-	-	28,518	28,518	199,289	178,682	186,960
13.2 -		-	-	-	-	-	-	-	-	-	-	-
13.3 -		-	-	-	-	-	-	-	-	-	-	-
13.4 -		-	-	-	-	-	-	-	-	-	-	-
13.5 -		-	-	-	-	-	-	-	-	-	-	-
13.6 -		-	-	-	-	-	-	-	-	-	-	-
13.7 -		-	-	-	-	-	-	-	-	-	-	-
13.8 -		-	-	-	-	-	-	-	-	-	-	-
13.9 -		-	-	-	-	-	-	-	-	-	-	-
13.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		36,986	-	-	-	-	-	15,079	15,079	52,064	38,806	40,716
14.1 - Solid Waste Removal		36,986	-	-	-	-	-	15,079	15,079	52,064	38,806	40,716
14.2 -		-	-	-	-	-	-	-	-	-	-	-
14.3 -		-	-	-	-	-	-	-	-	-	-	-
14.4 -		-	-	-	-	-	-	-	-	-	-	-
14.5 -		-	-	-	-	-	-	-	-	-	-	-
14.6 -		-	-	-	-	-	-	-	-	-	-	-
14.7 -		-	-	-	-	-	-	-	-	-	-	-
14.8 -		-	-	-	-	-	-	-	-	-	-	-
14.9 -		-	-	-	-	-	-	-	-	-	-	-
14.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
15.1 -		-	-	-	-	-	-	-	-	-	-	-
15.2 -		-	-	-	-	-	-	-	-	-	-	-
15.3 -		-	-	-	-	-	-	-	-	-	-	-
15.4 -		-	-	-	-	-	-	-	-	-	-	-
15.5 -		-	-	-	-	-	-	-	-	-	-	-
15.6 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 2025/02/28

Vote Description <i>(Insert departmental structure etc)</i> R thousands	Ref	2024/25										Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
15.7 -		-	-	-	-	-	-	-	-	-	-	-	-
15.8 -		-	-	-	-	-	-	-	-	-	-	-	-
15.9 -		-	-	-	-	-	-	-	-	-	-	-	-
15.10 -		-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	946,039	-	-	-	-	-	104,613	104,613	1,050,652	962,899	1,007,015	
Expenditure by Vote	1												
Vote 1 - Office of the Municipal Manager		55,384	-	-	-	-	-	11,198	11,198	66,582	57,628	60,290	
1.1 - Mayor and Council		14,151	-	-	-	-	-	1,737	1,737	15,887	14,488	15,154	
1.2 - Municipal Manager, Town Secretary and Chief Executive		31,495	-	-	-	-	-	7,168	7,168	38,663	32,954	34,481	
1.3 - Information Technology		9,738	-	-	-	-	-	2,293	2,293	12,031	10,186	10,654	
1.4 -		-	-	-	-	-	-	-	-	-	-	-	
1.5 -		-	-	-	-	-	-	-	-	-	-	-	
1.6 -		-	-	-	-	-	-	-	-	-	-	-	
1.7 -		-	-	-	-	-	-	-	-	-	-	-	
1.8 -		-	-	-	-	-	-	-	-	-	-	-	
1.9 -		-	-	-	-	-	-	-	-	-	-	-	
1.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 2 - Budget and Treasury		231,332	-	-	-	-	-	20,731	20,731	252,063	241,964	253,145	
2.1 - Finance		231,332	-	-	-	-	-	20,731	20,731	252,063	241,964	253,145	
2.2 - Property Services		-	-	-	-	-	-	-	-	-	-	-	
2.3 - Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-	
2.4 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-	
2.5 -		-	-	-	-	-	-	-	-	-	-	-	
2.6 -		-	-	-	-	-	-	-	-	-	-	-	
2.7 -		-	-	-	-	-	-	-	-	-	-	-	
2.8 -		-	-	-	-	-	-	-	-	-	-	-	
2.9 -		-	-	-	-	-	-	-	-	-	-	-	
2.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 3 - Corporate Services		32,381	-	-	-	-	-	(2,196)	(2,196)	30,185	33,881	35,449	
3.1 - Administrative and Corporate Support		32,381	-	-	-	-	-	(2,196)	(2,196)	30,185	33,881	35,449	
3.2 -		-	-	-	-	-	-	-	-	-	-	-	
3.3 -		-	-	-	-	-	-	-	-	-	-	-	
3.4 -		-	-	-	-	-	-	-	-	-	-	-	
3.5 -		-	-	-	-	-	-	-	-	-	-	-	
3.6 -		-	-	-	-	-	-	-	-	-	-	-	
3.7 -		-	-	-	-	-	-	-	-	-	-	-	
3.8 -		-	-	-	-	-	-	-	-	-	-	-	
3.9 -		-	-	-	-	-	-	-	-	-	-	-	
3.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 4 - Community and Social Services		9,424	-	-	-	-	-	23,521	23,521	32,945	9,857	10,310	
4.1 - DIRECTOR:COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-	
4.2 - Libraries and Archives		2,720	-	-	-	-	-	(652)	(652)	2,068	2,845	2,976	
4.3 - Community Halls and Facilities		-	-	-	-	-	-	1,255	1,255	1,255	-	-	
4.4 - Cemeteries, Funeral Parlours and Crematoriums		6,703	-	-	-	-	-	22,919	22,919	29,622	7,012	7,334	
4.5 -		-	-	-	-	-	-	-	-	-	-	-	
4.6 -		-	-	-	-	-	-	-	-	-	-	-	
4.7 -		-	-	-	-	-	-	-	-	-	-	-	
4.8 -		-	-	-	-	-	-	-	-	-	-	-	
4.9 -		-	-	-	-	-	-	-	-	-	-	-	
4.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - Sport and Recreation		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323	
5.1 - PARKS AND RECREATION		3,037	-	-	-	-	-	4	4	3,041	3,177	3,323	
5.2 -		-	-	-	-	-	-	-	-	-	-	-	
5.3 -		-	-	-	-	-	-	-	-	-	-	-	
5.4 -		-	-	-	-	-	-	-	-	-	-	-	
5.5 -		-	-	-	-	-	-	-	-	-	-	-	
5.6 -		-	-	-	-	-	-	-	-	-	-	-	
5.7 -		-	-	-	-	-	-	-	-	-	-	-	
5.8 -		-	-	-	-	-	-	-	-	-	-	-	
5.9 -		-	-	-	-	-	-	-	-	-	-	-	
5.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 6 - Public Safety		53,102	-	-	-	-	-	(1,743)	(1,743)	51,359	55,446	57,997	
6.1 - Police Forces, Traffic and Street Parking Control		32,846	-	-	-	-	-	927	927	33,773	34,279	35,855	
6.2 - Fire Fighting and Protection		20,256	-	-	-	-	-	(2,670)	(2,670)	17,586	21,167	22,141	
6.3 -		-	-	-	-	-	-	-	-	-	-	-	
6.4 -		-	-	-	-	-	-	-	-	-	-	-	
6.5 -		-	-	-	-	-	-	-	-	-	-	-	
6.6 -		-	-	-	-	-	-	-	-	-	-	-	
6.7 -		-	-	-	-	-	-	-	-	-	-	-	
6.8 -		-	-	-	-	-	-	-	-	-	-	-	
6.9 -		-	-	-	-	-	-	-	-	-	-	-	
6.10 -		-	-	-	-	-	-	-	-	-	-	-	
Vote 7 - Housing		400	-	-	-	-	-	1,641	1,641	2,041	418	438	
7.1 - Housing		400	-	-	-	-	-	1,641	1,641	2,041	418	438	
7.2 -		-	-	-	-	-	-	-	-	-	-	-	
7.3 -		-	-	-	-	-	-	-	-	-	-	-	
7.4 -		-	-	-	-	-	-	-	-	-	-	-	
7.5 -		-	-	-	-	-	-	-	-	-	-	-	
7.6 -		-	-	-	-	-	-	-	-	-	-	-	
7.7 -		-	-	-	-	-	-	-	-	-	-	-	

MP311 Victor Khanye - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 2025/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
7.8 -		-	-	-	-	-	-	-	-	-	-	-
7.9 -		-	-	-	-	-	-	-	-	-	-	-
7.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.1 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.2 -		-	-	-	-	-	-	-	-	-	-	-
8.3 -		-	-	-	-	-	-	-	-	-	-	-
8.4 -		-	-	-	-	-	-	-	-	-	-	-
8.5 -		-	-	-	-	-	-	-	-	-	-	-
8.6 -		-	-	-	-	-	-	-	-	-	-	-
8.7 -		-	-	-	-	-	-	-	-	-	-	-
8.8 -		-	-	-	-	-	-	-	-	-	-	-
8.9 -		-	-	-	-	-	-	-	-	-	-	-
8.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		10,024	-	-	-	-	-	34	34	10,057	10,485	10,967
9.1 - Corporate Wide Strategic Planning (IDPs, LEDIs)		10,024	-	-	-	-	-	34	34	10,057	10,485	10,967
9.2 -		-	-	-	-	-	-	-	-	-	-	-
9.3 -		-	-	-	-	-	-	-	-	-	-	-
9.4 -		-	-	-	-	-	-	-	-	-	-	-
9.5 -		-	-	-	-	-	-	-	-	-	-	-
9.6 -		-	-	-	-	-	-	-	-	-	-	-
9.7 -		-	-	-	-	-	-	-	-	-	-	-
9.8 -		-	-	-	-	-	-	-	-	-	-	-
9.9 -		-	-	-	-	-	-	-	-	-	-	-
9.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		50,077	-	-	-	-	-	2,625	2,625	52,702	52,381	54,790
10.1 - Roads		36,374	-	-	-	-	-	56	56	36,430	38,047	39,797
10.2 - Fleet Management		13,703	-	-	-	-	-	2,569	2,569	16,272	14,333	14,993
10.3 - Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
10.4 - Agricultural		-	-	-	-	-	-	-	-	-	-	-
10.5 -		-	-	-	-	-	-	-	-	-	-	-
10.6 -		-	-	-	-	-	-	-	-	-	-	-
10.7 -		-	-	-	-	-	-	-	-	-	-	-
10.8 -		-	-	-	-	-	-	-	-	-	-	-
10.9 -		-	-	-	-	-	-	-	-	-	-	-
10.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	263,949
11.1 - Electricity		242,182	-	-	-	-	-	66,570	66,570	308,752	251,523	263,949
11.2 -		-	-	-	-	-	-	-	-	-	-	-
11.3 -		-	-	-	-	-	-	-	-	-	-	-
11.4 -		-	-	-	-	-	-	-	-	-	-	-
11.5 -		-	-	-	-	-	-	-	-	-	-	-
11.6 -		-	-	-	-	-	-	-	-	-	-	-
11.7 -		-	-	-	-	-	-	-	-	-	-	-
11.8 -		-	-	-	-	-	-	-	-	-	-	-
11.9 -		-	-	-	-	-	-	-	-	-	-	-
11.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		111,739	-	-	-	-	-	11,026	11,026	122,766	116,879	122,256
12.1 - Water Distribution		111,739	-	-	-	-	-	11,026	11,026	122,766	116,879	122,256
12.2 -		-	-	-	-	-	-	-	-	-	-	-
12.3 -		-	-	-	-	-	-	-	-	-	-	-
12.4 -		-	-	-	-	-	-	-	-	-	-	-
12.5 -		-	-	-	-	-	-	-	-	-	-	-
12.6 -		-	-	-	-	-	-	-	-	-	-	-
12.7 -		-	-	-	-	-	-	-	-	-	-	-
12.8 -		-	-	-	-	-	-	-	-	-	-	-
12.9 -		-	-	-	-	-	-	-	-	-	-	-
12.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		43,180	-	-	-	-	-	11,017	11,017	54,198	45,167	47,244
13.1 - Sewerage		43,180	-	-	-	-	-	11,017	11,017	54,198	45,167	47,244
13.2 -		-	-	-	-	-	-	-	-	-	-	-
13.3 -		-	-	-	-	-	-	-	-	-	-	-
13.4 -		-	-	-	-	-	-	-	-	-	-	-
13.5 -		-	-	-	-	-	-	-	-	-	-	-
13.6 -		-	-	-	-	-	-	-	-	-	-	-
13.7 -		-	-	-	-	-	-	-	-	-	-	-
13.8 -		-	-	-	-	-	-	-	-	-	-	-
13.9 -		-	-	-	-	-	-	-	-	-	-	-
13.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		31,263	-	-	-	-	-	(22,236)	(22,236)	9,027	32,071	33,546
14.1 - Solid Waste Removal		31,263	-	-	-	-	-	(22,236)	(22,236)	9,027	32,071	33,546
14.2 -		-	-	-	-	-	-	-	-	-	-	-
14.3 -		-	-	-	-	-	-	-	-	-	-	-
14.4 -		-	-	-	-	-	-	-	-	-	-	-
14.5 -		-	-	-	-	-	-	-	-	-	-	-
14.6 -		-	-	-	-	-	-	-	-	-	-	-
14.7 -		-	-	-	-	-	-	-	-	-	-	-
14.8 -		-	-	-	-	-	-	-	-	-	-	-
14.9 -		-	-	-	-	-	-	-	-	-	-	-
14.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 2025/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2024/25										Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
R thousands													
15.1 -		-	-	-	-	-	-	-	-	-	-	-	-
15.2 -		-	-	-	-	-	-	-	-	-	-	-	-
15.3 -		-	-	-	-	-	-	-	-	-	-	-	-
15.4 -		-	-	-	-	-	-	-	-	-	-	-	-
15.5 -		-	-	-	-	-	-	-	-	-	-	-	-
15.6 -		-	-	-	-	-	-	-	-	-	-	-	-
15.7 -		-	-	-	-	-	-	-	-	-	-	-	-
15.8 -		-	-	-	-	-	-	-	-	-	-	-	-
15.9 -		-	-	-	-	-	-	-	-	-	-	-	-
15.10 -		-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	873,524	-	-	-	-	-	122,194	122,194	995,718	910,875	953,703	
Surplus/ (Deficit) for the year	2	72,515	-	-	-	-	-	(17,581)	(17,581)	54,934	52,024	53,312	

MP311 Victor Khanye - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	225,890	-	-	-	-	-	70	70	225,960	236,281	247,150
Service charges - Water	2	74,236	-	-	-	-	-	1	1	74,237	77,948	81,845
Service charges - Waste Water Management	2	13,785	-	-	-	-	-	-	-	13,785	14,475	15,198
Service charges - Waste Management	2	14,672	-	-	-	-	-	-	-	14,672	15,406	16,176
Sale of Goods and Rendering of Services		6,926	-	-	-	-	-	-	-	6,926	7,255	7,600
Agency services		-	-	-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		90,454	-	-	-	-	-	67,836	67,836	158,290	94,766	98,096
Interest earned from Current and Non Current Assets		-	-	-	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,572	-	-	-	-	-	-	-	1,572	1,645	1,720
Licence and permits		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		772	-	-	-	-	-	-	-	772	807	845
Non-Exchange Revenue												
Property rates	2	123,486	-	-	-	-	-	-	-	123,486	129,167	135,108
Surcharges and Taxes		33,486	-	-	-	-	-	36,707	36,707	70,193	35,026	36,637
Fines, penalties and forfeits		2,141	-	-	-	-	-	-	-	2,141	2,239	2,342
Licences or permits		-	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		152,985	-	-	-	-	-	-	-	152,985	159,025	165,834
Interest		32,795	-	-	-	-	-	-	-	32,795	34,304	35,882
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		773,201	-	-	-	-	-	104,613	104,613	877,815	808,343	844,434
Expenditure By Type												
Employee related costs		201,439	-	-	-	-	-	402	402	201,841	210,705	220,397
Remuneration of councillors		10,101	-	-	-	-	-	1,534	1,534	11,634	10,565	11,051
Bulk purchases - electricity		203,854	-	-	-	-	-	30,000	30,000	233,854	214,047	224,749
Inventory consumed		92,124	-	-	-	-	-	38,568	38,568	130,692	96,335	100,767
Debt impairment		108,336	-	-	-	-	-	(20,000)	(20,000)	88,336	113,319	118,532
Depreciation and amortisation		52,446	-	-	-	-	-	(1,413)	(1,413)	51,033	54,859	57,382
Interest		30,000	-	-	-	-	-	20,005	20,005	50,005	31,380	32,823
Contracted services		92,062	-	-	-	-	-	44,105	44,105	136,167	93,435	97,796
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		29,800	-	-	-	-	-	-	-	29,800	31,171	32,605
Operational costs		58,413	-	-	-	-	-	7,565	7,565	65,978	60,341	63,125
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		878,574	-	-	-	-	-	120,766	120,766	999,340	916,158	959,228
Surplus/(Deficit)		(105,373)	-	-	-	-	-	(16,153)	(16,153)	(121,526)	(107,814)	(114,794)
Transfers and subsidies - capital (monetary allocations)		53,420	-	-	-	-	-	-	-	53,420	29,645	31,924
Transfers and subsidies - capital (in-kind - all)		119,417	-	-	-	-	-	-	-	119,417	124,911	130,657
Surplus/(Deficit) before taxation		67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	1	67,465	-	-	-	-	-	(16,153)	(16,153)	51,312	46,741	47,787

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - Office of the Municipal Manager		2,700	-	-	-	-	-	2,550	2,550	5,250	2,824	2,954
Vote 2 - Budget and Treasury		400	-	-	-	-	-	-	-	400	418	438
Vote 3 - Corporate Services		100	-	-	-	-	-	150	150	250	105	109
Vote 4 - Community and Social Services		20	-	-	-	-	-	-	-	20	21	22
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	80	80	80	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		100	-	-	-	-	-	-	-	100	105	109
Vote 10 - Roads Transport		19,421	-	-	-	-	-	9,443	9,443	28,864	23,212	24,932
Vote 11 - Electricity Services		6,500	-	-	-	-	-	11,909	11,909	18,409	6,085	6,076
Vote 12 - Water Services		31,499	-	-	-	-	-	(5,299)	(5,299)	26,200	4,762	4,762
Vote 13 - Waste Water Management		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
Vote 14 - Solid Waste Management		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Total Capital Expenditure - Vote		65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Capital Expenditure - Functional												
Governance and administration		8,200	-	-	-	-	-	5,700	5,700	13,900	8,577	8,972
Executive and council		200	-	-	-	-	-	-	-	200	209	219
Finance and administration		8,000	-	-	-	-	-	5,700	5,700	13,700	8,368	8,753
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		20	-	-	-	-	-	80	80	100	21	22
Community and social services		20	-	-	-	-	-	-	-	20	21	22
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	80	80	80	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		14,521	-	-	-	-	-	6,443	6,443	20,964	18,087	19,571
Planning and development		100	-	-	-	-	-	-	-	100	105	109
Road transport		14,421	-	-	-	-	-	6,443	6,443	20,864	17,982	19,462
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		42,999	-	-	-	-	-	3,609	3,609	46,608	15,847	16,839
Energy sources		6,500	-	-	-	-	-	11,909	11,909	18,409	6,085	6,076
Water management		31,499	-	-	-	-	-	(5,299)	(5,299)	26,200	4,762	4,762
Waste water management		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
Waste management		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Funded by:												
National Government		53,420	-	-	-	-	-	52	52	53,472	29,645	31,924
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	53,420	-	-	-	-	-	52	52	53,472	29,645	31,924
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		12,320	-	-	-	-	-	15,780	15,780	28,100	12,887	13,480
Total Capital Funding		65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - B - 2025/02/28

Vote Description <i>(Insert departmental structure etc)</i>	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Capital expenditure - Municipal Vote	2											
Multi-year expenditure appropriation												
Vote 1 - Office of the Municipal Manager												
1.1 - Mayor and Council		-	-	-	-	-	-	-	-	-	-	-
1.2 - Municipal Manager, Town Secretary and Chief Executive		-	-	-	-	-	-	-	-	-	-	-
1.3 - Information Technology		-	-	-	-	-	-	-	-	-	-	-
1.4 -		-	-	-	-	-	-	-	-	-	-	-
1.5 -		-	-	-	-	-	-	-	-	-	-	-
1.6 -		-	-	-	-	-	-	-	-	-	-	-
1.7 -		-	-	-	-	-	-	-	-	-	-	-
1.8 -		-	-	-	-	-	-	-	-	-	-	-
1.9 -		-	-	-	-	-	-	-	-	-	-	-
1.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		-	-	-	-	-	-	-	-	-	-	-
2.1 - Finance		-	-	-	-	-	-	-	-	-	-	-
2.2 - Property Services		-	-	-	-	-	-	-	-	-	-	-
2.3 - Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-
2.4 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-
2.5 -		-	-	-	-	-	-	-	-	-	-	-
2.6 -		-	-	-	-	-	-	-	-	-	-	-
2.7 -		-	-	-	-	-	-	-	-	-	-	-
2.8 -		-	-	-	-	-	-	-	-	-	-	-
2.9 -		-	-	-	-	-	-	-	-	-	-	-
2.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
3.1 - Administrative and Corporate Support		-	-	-	-	-	-	-	-	-	-	-
3.2 -		-	-	-	-	-	-	-	-	-	-	-
3.3 -		-	-	-	-	-	-	-	-	-	-	-
3.4 -		-	-	-	-	-	-	-	-	-	-	-
3.5 -		-	-	-	-	-	-	-	-	-	-	-
3.6 -		-	-	-	-	-	-	-	-	-	-	-
3.7 -		-	-	-	-	-	-	-	-	-	-	-
3.8 -		-	-	-	-	-	-	-	-	-	-	-
3.9 -		-	-	-	-	-	-	-	-	-	-	-
3.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
4.1 - DIRECTOR:COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-
4.2 - Libraries and Archives		-	-	-	-	-	-	-	-	-	-	-
4.3 - Community Halls and Facilities		-	-	-	-	-	-	-	-	-	-	-
4.4 - Cemeteries, Funeral Parlours and Crematoriums		-	-	-	-	-	-	-	-	-	-	-
4.5 -		-	-	-	-	-	-	-	-	-	-	-
4.6 -		-	-	-	-	-	-	-	-	-	-	-
4.7 -		-	-	-	-	-	-	-	-	-	-	-
4.8 -		-	-	-	-	-	-	-	-	-	-	-
4.9 -		-	-	-	-	-	-	-	-	-	-	-
4.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
5.1 - PARKS AND RECREATION		-	-	-	-	-	-	-	-	-	-	-
5.2 -		-	-	-	-	-	-	-	-	-	-	-
5.3 -		-	-	-	-	-	-	-	-	-	-	-
5.4 -		-	-	-	-	-	-	-	-	-	-	-
5.5 -		-	-	-	-	-	-	-	-	-	-	-
5.6 -		-	-	-	-	-	-	-	-	-	-	-
5.7 -		-	-	-	-	-	-	-	-	-	-	-
5.8 -		-	-	-	-	-	-	-	-	-	-	-
5.9 -		-	-	-	-	-	-	-	-	-	-	-
5.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
6.1 - Police Forces, Traffic and Street Parking Control		-	-	-	-	-	-	-	-	-	-	-
6.2 - Fire Fighting and Protection		-	-	-	-	-	-	-	-	-	-	-
6.3 -		-	-	-	-	-	-	-	-	-	-	-
6.4 -		-	-	-	-	-	-	-	-	-	-	-
6.5 -		-	-	-	-	-	-	-	-	-	-	-
6.6 -		-	-	-	-	-	-	-	-	-	-	-
6.7 -		-	-	-	-	-	-	-	-	-	-	-
6.8 -		-	-	-	-	-	-	-	-	-	-	-
6.9 -		-	-	-	-	-	-	-	-	-	-	-
6.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-
7.1 - Housing		-	-	-	-	-	-	-	-	-	-	-
7.2 -		-	-	-	-	-	-	-	-	-	-	-
7.3 -		-	-	-	-	-	-	-	-	-	-	-
7.4 -		-	-	-	-	-	-	-	-	-	-	-
7.5 -		-	-	-	-	-	-	-	-	-	-	-
7.6 -		-	-	-	-	-	-	-	-	-	-	-
7.7 -		-	-	-	-	-	-	-	-	-	-	-
7.8 -		-	-	-	-	-	-	-	-	-	-	-
7.9 -		-	-	-	-	-	-	-	-	-	-	-
7.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.1 - Health Services		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - B - 2025/02/28

Vote Description <i>(Insert departmental structure etc)</i> R thousands	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
8.2 -		-	-	-	-	-	-	-	-	-	-	-
8.3 -		-	-	-	-	-	-	-	-	-	-	-
8.4 -		-	-	-	-	-	-	-	-	-	-	-
8.5 -		-	-	-	-	-	-	-	-	-	-	-
8.6 -		-	-	-	-	-	-	-	-	-	-	-
8.7 -		-	-	-	-	-	-	-	-	-	-	-
8.8 -		-	-	-	-	-	-	-	-	-	-	-
8.9 -		-	-	-	-	-	-	-	-	-	-	-
8.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
9.1 - Corporate Wide Strategic Planning (IDPs, LEDa)		-	-	-	-	-	-	-	-	-	-	-
9.2 -		-	-	-	-	-	-	-	-	-	-	-
9.3 -		-	-	-	-	-	-	-	-	-	-	-
9.4 -		-	-	-	-	-	-	-	-	-	-	-
9.5 -		-	-	-	-	-	-	-	-	-	-	-
9.6 -		-	-	-	-	-	-	-	-	-	-	-
9.7 -		-	-	-	-	-	-	-	-	-	-	-
9.8 -		-	-	-	-	-	-	-	-	-	-	-
9.9 -		-	-	-	-	-	-	-	-	-	-	-
9.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	-
10.1 - Roads		-	-	-	-	-	-	-	-	-	-	-
10.2 - Fleet Management		-	-	-	-	-	-	-	-	-	-	-
10.3 - Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
10.4 - Agricultural		-	-	-	-	-	-	-	-	-	-	-
10.5 -		-	-	-	-	-	-	-	-	-	-	-
10.6 -		-	-	-	-	-	-	-	-	-	-	-
10.7 -		-	-	-	-	-	-	-	-	-	-	-
10.8 -		-	-	-	-	-	-	-	-	-	-	-
10.9 -		-	-	-	-	-	-	-	-	-	-	-
10.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		-	-	-	-	-	-	-	-	-	-	-
11.1 - Electricity		-	-	-	-	-	-	-	-	-	-	-
11.2 -		-	-	-	-	-	-	-	-	-	-	-
11.3 -		-	-	-	-	-	-	-	-	-	-	-
11.4 -		-	-	-	-	-	-	-	-	-	-	-
11.5 -		-	-	-	-	-	-	-	-	-	-	-
11.6 -		-	-	-	-	-	-	-	-	-	-	-
11.7 -		-	-	-	-	-	-	-	-	-	-	-
11.8 -		-	-	-	-	-	-	-	-	-	-	-
11.9 -		-	-	-	-	-	-	-	-	-	-	-
11.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		-	-	-	-	-	-	-	-	-	-	-
12.1 - Water Distribution		-	-	-	-	-	-	-	-	-	-	-
12.2 -		-	-	-	-	-	-	-	-	-	-	-
12.3 -		-	-	-	-	-	-	-	-	-	-	-
12.4 -		-	-	-	-	-	-	-	-	-	-	-
12.5 -		-	-	-	-	-	-	-	-	-	-	-
12.6 -		-	-	-	-	-	-	-	-	-	-	-
12.7 -		-	-	-	-	-	-	-	-	-	-	-
12.8 -		-	-	-	-	-	-	-	-	-	-	-
12.9 -		-	-	-	-	-	-	-	-	-	-	-
12.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
13.1 - Sewerage		-	-	-	-	-	-	-	-	-	-	-
13.2 -		-	-	-	-	-	-	-	-	-	-	-
13.3 -		-	-	-	-	-	-	-	-	-	-	-
13.4 -		-	-	-	-	-	-	-	-	-	-	-
13.5 -		-	-	-	-	-	-	-	-	-	-	-
13.6 -		-	-	-	-	-	-	-	-	-	-	-
13.7 -		-	-	-	-	-	-	-	-	-	-	-
13.8 -		-	-	-	-	-	-	-	-	-	-	-
13.9 -		-	-	-	-	-	-	-	-	-	-	-
13.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		-	-	-	-	-	-	-	-	-	-	-
14.1 - Solid Waste Removal		-	-	-	-	-	-	-	-	-	-	-
14.2 -		-	-	-	-	-	-	-	-	-	-	-
14.3 -		-	-	-	-	-	-	-	-	-	-	-
14.4 -		-	-	-	-	-	-	-	-	-	-	-
14.5 -		-	-	-	-	-	-	-	-	-	-	-
14.6 -		-	-	-	-	-	-	-	-	-	-	-
14.7 -		-	-	-	-	-	-	-	-	-	-	-
14.8 -		-	-	-	-	-	-	-	-	-	-	-
14.9 -		-	-	-	-	-	-	-	-	-	-	-
14.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
15.1 -		-	-	-	-	-	-	-	-	-	-	-
15.2 -		-	-	-	-	-	-	-	-	-	-	-
15.3 -		-	-	-	-	-	-	-	-	-	-	-
15.4 -		-	-	-	-	-	-	-	-	-	-	-
15.5 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - B - 2025/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
15.6 -		-	-	-	-	-	-	-	-	-	-	-
15.7 -		-	-	-	-	-	-	-	-	-	-	-
15.8 -		-	-	-	-	-	-	-	-	-	-	-
15.9 -		-	-	-	-	-	-	-	-	-	-	-
15.10 -		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-	-
Capital expenditure - Municipal Vote	2											
Single-year expenditure appropriation												
Vote 1 - Office of the Municipal Manager		2,700	-	-	-	-	-	2,550	2,550	5,250	2,824	2,954
1.1 - Mayor and Council		-	-	-	-	-	-	-	-	-	-	-
1.2 - Municipal Manager, Town Secretary and Chief Executive		200	-	-	-	-	-	-	-	200	209	219
1.3 - Information Technology		2,500	-	-	-	-	-	2,550	2,550	5,050	2,615	2,735
1.4 -		-	-	-	-	-	-	-	-	-	-	-
1.5 -		-	-	-	-	-	-	-	-	-	-	-
1.6 -		-	-	-	-	-	-	-	-	-	-	-
1.7 -		-	-	-	-	-	-	-	-	-	-	-
1.8 -		-	-	-	-	-	-	-	-	-	-	-
1.9 -		-	-	-	-	-	-	-	-	-	-	-
1.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury		400	-	-	-	-	-	-	-	400	418	438
2.1 - Finance		400	-	-	-	-	-	-	-	400	418	438
2.2 - Property Services		-	-	-	-	-	-	-	-	-	-	-
2.3 - Supply Chain Management		-	-	-	-	-	-	-	-	-	-	-
2.4 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-
2.5 -		-	-	-	-	-	-	-	-	-	-	-
2.6 -		-	-	-	-	-	-	-	-	-	-	-
2.7 -		-	-	-	-	-	-	-	-	-	-	-
2.8 -		-	-	-	-	-	-	-	-	-	-	-
2.9 -		-	-	-	-	-	-	-	-	-	-	-
2.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		100	-	-	-	-	-	150	150	250	105	109
3.1 - Administrative and Corporate Support		100	-	-	-	-	-	150	150	250	105	109
3.2 -		-	-	-	-	-	-	-	-	-	-	-
3.3 -		-	-	-	-	-	-	-	-	-	-	-
3.4 -		-	-	-	-	-	-	-	-	-	-	-
3.5 -		-	-	-	-	-	-	-	-	-	-	-
3.6 -		-	-	-	-	-	-	-	-	-	-	-
3.7 -		-	-	-	-	-	-	-	-	-	-	-
3.8 -		-	-	-	-	-	-	-	-	-	-	-
3.9 -		-	-	-	-	-	-	-	-	-	-	-
3.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		20	-	-	-	-	-	-	-	20	21	22
4.1 - DIRECTOR.COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-
4.2 - Libraries and Archives		-	-	-	-	-	-	-	-	-	-	-
4.3 - Community Halls and Facilities		-	-	-	-	-	-	-	-	-	-	-
4.4 - Cemeteries, Funeral Parlours and Crematoriums		20	-	-	-	-	-	-	-	20	21	22
4.5 -		-	-	-	-	-	-	-	-	-	-	-
4.6 -		-	-	-	-	-	-	-	-	-	-	-
4.7 -		-	-	-	-	-	-	-	-	-	-	-
4.8 -		-	-	-	-	-	-	-	-	-	-	-
4.9 -		-	-	-	-	-	-	-	-	-	-	-
4.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-
5.1 - PARKS AND RECREATION		-	-	-	-	-	-	-	-	-	-	-
5.2 -		-	-	-	-	-	-	-	-	-	-	-
5.3 -		-	-	-	-	-	-	-	-	-	-	-
5.4 -		-	-	-	-	-	-	-	-	-	-	-
5.5 -		-	-	-	-	-	-	-	-	-	-	-
5.6 -		-	-	-	-	-	-	-	-	-	-	-
5.7 -		-	-	-	-	-	-	-	-	-	-	-
5.8 -		-	-	-	-	-	-	-	-	-	-	-
5.9 -		-	-	-	-	-	-	-	-	-	-	-
5.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	80	80	80	-	-
6.1 - Police Forces, Traffic and Street Parking Control		-	-	-	-	-	-	-	-	-	-	-
6.2 - Fire Fighting and Protection		-	-	-	-	-	-	80	80	80	-	-
6.3 -		-	-	-	-	-	-	-	-	-	-	-
6.4 -		-	-	-	-	-	-	-	-	-	-	-
6.5 -		-	-	-	-	-	-	-	-	-	-	-
6.6 -		-	-	-	-	-	-	-	-	-	-	-
6.7 -		-	-	-	-	-	-	-	-	-	-	-
6.8 -		-	-	-	-	-	-	-	-	-	-	-
6.9 -		-	-	-	-	-	-	-	-	-	-	-
6.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-
7.1 - Housing		-	-	-	-	-	-	-	-	-	-	-
7.2 -		-	-	-	-	-	-	-	-	-	-	-
7.3 -		-	-	-	-	-	-	-	-	-	-	-
7.4 -		-	-	-	-	-	-	-	-	-	-	-
7.5 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - B - 2025/02/28

Vote Description [Insert departmental structure etc] R thousands	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
7.6 -		-	-	-	-	-	-	-	-	-	-	-
7.7 -		-	-	-	-	-	-	-	-	-	-	-
7.8 -		-	-	-	-	-	-	-	-	-	-	-
7.9 -		-	-	-	-	-	-	-	-	-	-	-
7.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.1 - Health Services		-	-	-	-	-	-	-	-	-	-	-
8.2 -		-	-	-	-	-	-	-	-	-	-	-
8.3 -		-	-	-	-	-	-	-	-	-	-	-
8.4 -		-	-	-	-	-	-	-	-	-	-	-
8.5 -		-	-	-	-	-	-	-	-	-	-	-
8.6 -		-	-	-	-	-	-	-	-	-	-	-
8.7 -		-	-	-	-	-	-	-	-	-	-	-
8.8 -		-	-	-	-	-	-	-	-	-	-	-
8.9 -		-	-	-	-	-	-	-	-	-	-	-
8.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Development		100	-	-	-	-	-	-	-	100	105	109
9.1 - Corporate Wide Strategic Planning (IDPs, LEDa)		100	-	-	-	-	-	-	-	100	105	109
9.2 -		-	-	-	-	-	-	-	-	-	-	-
9.3 -		-	-	-	-	-	-	-	-	-	-	-
9.4 -		-	-	-	-	-	-	-	-	-	-	-
9.5 -		-	-	-	-	-	-	-	-	-	-	-
9.6 -		-	-	-	-	-	-	-	-	-	-	-
9.7 -		-	-	-	-	-	-	-	-	-	-	-
9.8 -		-	-	-	-	-	-	-	-	-	-	-
9.9 -		-	-	-	-	-	-	-	-	-	-	-
9.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		19,421	-	-	-	-	-	9,443	9,443	28,864	23,212	24,932
10.1 - Roads		14,421	-	-	-	-	-	6,443	6,443	20,864	17,982	19,462
10.2 - Fleet Management		5,000	-	-	-	-	-	3,000	3,000	8,000	5,230	5,471
10.3 - Licensing and Regulation		-	-	-	-	-	-	-	-	-	-	-
10.4 - Agricultural		-	-	-	-	-	-	-	-	-	-	-
10.5 -		-	-	-	-	-	-	-	-	-	-	-
10.6 -		-	-	-	-	-	-	-	-	-	-	-
10.7 -		-	-	-	-	-	-	-	-	-	-	-
10.8 -		-	-	-	-	-	-	-	-	-	-	-
10.9 -		-	-	-	-	-	-	-	-	-	-	-
10.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Electricity Services		6,500	-	-	-	-	-	11,909	11,909	18,409	6,085	6,076
11.1 - Electricity		6,500	-	-	-	-	-	11,909	11,909	18,409	6,085	6,076
11.2 -		-	-	-	-	-	-	-	-	-	-	-
11.3 -		-	-	-	-	-	-	-	-	-	-	-
11.4 -		-	-	-	-	-	-	-	-	-	-	-
11.5 -		-	-	-	-	-	-	-	-	-	-	-
11.6 -		-	-	-	-	-	-	-	-	-	-	-
11.7 -		-	-	-	-	-	-	-	-	-	-	-
11.8 -		-	-	-	-	-	-	-	-	-	-	-
11.9 -		-	-	-	-	-	-	-	-	-	-	-
11.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water Services		31,499	-	-	-	-	-	(5,299)	(5,299)	26,200	4,762	4,762
12.1 - Water Distribution		31,499	-	-	-	-	-	(5,299)	(5,299)	26,200	4,762	4,762
12.2 -		-	-	-	-	-	-	-	-	-	-	-
12.3 -		-	-	-	-	-	-	-	-	-	-	-
12.4 -		-	-	-	-	-	-	-	-	-	-	-
12.5 -		-	-	-	-	-	-	-	-	-	-	-
12.6 -		-	-	-	-	-	-	-	-	-	-	-
12.7 -		-	-	-	-	-	-	-	-	-	-	-
12.8 -		-	-	-	-	-	-	-	-	-	-	-
12.9 -		-	-	-	-	-	-	-	-	-	-	-
12.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
13.1 - Sewerage		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
13.2 -		-	-	-	-	-	-	-	-	-	-	-
13.3 -		-	-	-	-	-	-	-	-	-	-	-
13.4 -		-	-	-	-	-	-	-	-	-	-	-
13.5 -		-	-	-	-	-	-	-	-	-	-	-
13.6 -		-	-	-	-	-	-	-	-	-	-	-
13.7 -		-	-	-	-	-	-	-	-	-	-	-
13.8 -		-	-	-	-	-	-	-	-	-	-	-
13.9 -		-	-	-	-	-	-	-	-	-	-	-
13.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Solid Waste Management		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000
14.1 - Solid Waste Removal		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000
14.2 -		-	-	-	-	-	-	-	-	-	-	-
14.3 -		-	-	-	-	-	-	-	-	-	-	-
14.4 -		-	-	-	-	-	-	-	-	-	-	-
14.5 -		-	-	-	-	-	-	-	-	-	-	-
14.6 -		-	-	-	-	-	-	-	-	-	-	-
14.7 -		-	-	-	-	-	-	-	-	-	-	-
14.8 -		-	-	-	-	-	-	-	-	-	-	-
14.9 -		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B5 Adjustments Capital Expenditure Budget by vote and funding - B - 2025/02/28

Vote Description <i>(Insert departmental structure etc)</i> R thousands	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
14.10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
15.1 -		-	-	-	-	-	-	-	-	-	-	-
15.2 -		-	-	-	-	-	-	-	-	-	-	-
15.3 -		-	-	-	-	-	-	-	-	-	-	-
15.4 -		-	-	-	-	-	-	-	-	-	-	-
15.5 -		-	-	-	-	-	-	-	-	-	-	-
15.6 -		-	-	-	-	-	-	-	-	-	-	-
15.7 -		-	-	-	-	-	-	-	-	-	-	-
15.8 -		-	-	-	-	-	-	-	-	-	-	-
15.9 -		-	-	-	-	-	-	-	-	-	-	-
15.10 -		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
Total Capital Expenditure		65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404

MP311 Victor Khanye - Table B6 Adjustments Budget Financial Position - 2025/02/28

Description	Ref	2024/25								Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H	
ASSETS											
Current assets											
Cash and cash equivalents		76,041	-	-	-	-	-	(53,911)	(53,911)	22,130	136,772
Trade and other receivables from exchange transactions	1	66,959	-	-	-	-	-	51,133	51,133	118,092	(44,571)
Receivables from non-exchange transactions	1	84,982	-	-	-	-	-	(31,129)	(31,129)	53,853	173,874
Current portion of non-current receivables	2	-	-	-	-	-	-	-	-	-	-
Inventory		(31,972)	-	-	-	-	-	(5,756)	(5,756)	(37,728)	(101,603)
VAT		-	-	-	-	-	-	-	-	-	-
Other current assets		-	-	-	-	-	-	-	-	-	-
Total current assets		196,010	-	-	-	-	-	(39,664)	(39,664)	156,347	164,472
Non current assets											
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		68,123	-	-	-	-	-	-	-	68,123	66,578
Property, plant and equipment	3	927,495	-	-	-	-	-	17,245	17,245	944,740	918,624
Biological assets		-	-	-	-	-	-	-	-	-	-
Living and non-living resources		-	-	-	-	-	-	-	-	-	-
Heritage assets		1,075	-	-	-	-	-	-	-	1,075	1,075
Intangible assets		155	-	-	-	-	-	-	-	155	(1,756)
Trade and other receivables from exchange transactions		-	-	-	-	-	-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-	-	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		996,847	-	-	-	-	-	17,245	17,245	1,014,092	984,520
TOTAL ASSETS		1,192,857	-	-	-	-	-	(22,418)	(22,418)	1,170,439	1,148,992
LIABILITIES											
Current liabilities											
Bank overdraft		-	-	-	-	-	-	-	-	-	-
Financial liabilities		-	-	-	-	-	-	-	-	-	-
Consumer deposits		1,781	-	-	-	-	-	(10,646)	(10,646)	(8,865)	1,781
Trade and other payables from exchange transactions		57,000	-	-	-	-	-	4,381	4,381	61,381	54,490
Trade and other payables from non-exchange transactions		(86,622)	-	-	-	-	-	-	-	(86,622)	(177,229)
Provisions		11,546	-	-	-	-	-	-	-	11,546	11,546
VAT		-	-	-	-	-	-	-	-	-	-
Other current liabilities		-	-	-	-	-	-	-	-	-	-
Total current liabilities		(16,295)	-	-	-	-	-	(6,265)	(6,265)	(22,560)	(109,412)
Non current liabilities											
Borrowing	1	7,528	-	-	-	-	-	-	-	7,528	7,528
Provisions	1	676,000	-	-	-	-	-	-	-	676,000	678,510
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		-	-	-	-	-	-	-	-	-	-
Total non current liabilities		683,528	-	-	-	-	-	-	-	683,528	686,038
TOTAL LIABILITIES		667,233	-	-	-	-	-	(6,265)	(6,265)	660,968	576,626
NET ASSETS	2	525,624	-	-	-	-	-	(16,153)	(16,153)	509,471	572,365
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		525,624	-	-	-	-	-	(16,153)	(16,153)	509,471	572,365
Funds and Reserves		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		525,624	-	-	-	-	-	(16,153)	(16,153)	509,471	572,365

MP311 Victor Khanye - Table B7 Adjustments Budget Cash Flows - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		137,878	-	-	-	-	-	70,193	70,193	208,071	144,221	150,855
Service charges		337,393	-	-	-	-	-	67,837	67,837	405,230	368,805	368,845
Other revenue		48,503	-	-	-	-	-	7,563	7,563	56,066	50,745	53,090
Transfers and Subsidies - Operational	1	152,985	-	-	-	-	-	(40,983)	(40,983)	112,002	159,025	165,834
Transfers and Subsidies - Capital	1	53,420	-	-	-	-	-	-	-	53,420	29,645	31,924
Interest		-	-	-	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(621,270)	-	-	-	-	-	(112,038)	(112,038)	(733,308)	(647,044)	(677,875)
Finance charges		-	-	-	-	-	-	(20,005)	(20,005)	(20,005)	-	-
Transfers and Subsidies	1	-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		108,909	-	-	-	-	-	(27,433)	(27,433)	81,476	103,397	92,672
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets		(62,740)	-	-	-	-	-	(15,832)	(15,832)	(78,572)	(42,532)	(45,404)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(62,740)	-	-	-	-	-	(15,832)	(15,832)	(78,572)	(42,532)	(45,404)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		46,169	-	-	-	-	-	(43,265)	(43,265)	2,904	60,865	47,269
Cash/cash equivalents at the year begin:	2	30,000	-	-	-	-	-	-	-	30,000	76,041	136,772
Cash/cash equivalents at the year end:	2	76,169	-	-	-	-	-	(43,265)	(43,265)	32,904	136,906	184,040

MP311 Victor Khanye - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget A	Prior Adjusted 3 A1	Accum. Funds 4 B	Multi-year capital 5 C	Unfore. Unavoid. 6 D	Nat. or Prov. Govt 7 E	Other Adjusts. 8 F	Total Adjusts. 9 G	Adjusted Budget 10 H	Adjusted Budget	Adjusted Budget
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	76,169	-	-	-	-	-	(43,265)	(43,265)	32,904	136,906	184,040
Other current investments > 90 days		(128)	-	-	-	-	-	(10,646)	(10,646)	(10,774)	(134)	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		76,041	-	-	-	-	-	(53,911)	(53,911)	22,130	136,772	184,040
Applications of cash and investments												
Unspent conditional transfers		(86,622)	-	-	-	-	-	-	-	(86,622)	(177,229)	(272,004)
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(103,646)	-	-	-	-	-	(51,246)	(51,246)	(154,892)	(85,576)	(74,593)
Other provisions		11,546	-	-	-	-	-	-	-	11,546	11,546	11,546
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		(178,722)	-	-	-	-	-	(51,246)	(51,246)	(229,968)	(251,259)	(335,051)
Surplus(shortfall)		254,763	-	-	-	-	-	(2,665)	(2,665)	252,098	388,031	519,092

MP311 Victor Khanye - Table B9 Asset Management - 2025/02/28

Description	Ref	2024/25										Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H			
R thousands													
CAPITAL EXPENDITURE													
<u>Total New Assets to be adjusted</u>	1	7,820	-	-	-	-	-	4,688	4,688	12,508	10,373	11,332	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		2,600	-	-	-	-	-	1,909	1,909	4,409	1,901	1,700	
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		4,500	-	-	-	-	-	1,908	1,908	6,408	6,901	7,700	
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		400	-	-	-	-	-	-	-	400	418	438	
Furniture and Office Equipment		-	-	-	-	-	-	50	50	50	-	-	-
Machinery and Equipment		2,920	-	-	-	-	-	2,730	2,730	5,650	3,054	3,195	
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets to be adjusted</u>	2	57,920	-	-	-	-	-	11,144	11,144	69,064	32,158	34,071	
Roads Infrastructure		18,421	-	-	-	-	-	16,443	16,443	34,864	22,166	23,838	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		31,499	-	-	-	-	-	(5,299)	(5,299)	28,200	4,762	4,762	
Sanitation Infrastructure		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		52,920	-	-	-	-	-	8,144	8,144	61,064	28,928	28,600	
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets		5,000	-	-	-	-	-	3,000	3,000	8,000	5,230	5,471	
Land		-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B9 Asset Management - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets to be adjusted	2a	-	-	-	-	-	-	-	-	-	-	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	65,740	-	-	-	-	-	15,832	15,832	81,572	42,632	45,404
Roads Infrastructure		18,421	-	-	-	-	-	18,443	16,443	34,864	22,166	23,838
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		2,500	-	-	-	-	-	1,909	1,909	4,409	1,901	1,700
Water Supply Infrastructure		31,499	-	-	-	-	-	(5,299)	(5,299)	26,200	4,782	4,762
Sanitation Infrastructure		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
Solid Waste Infrastructure		2,000	-	-	-	-	-	(1)	(1)	1,999	5,000	6,000
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		57,420	-	-	-	-	-	10,052	10,052	67,472	33,829	38,300
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		400	-	-	-	-	-	-	-	400	418	438
Furniture and Office Equipment		-	-	-	-	-	-	50	50	50	-	-
Machinery and Equipment		2,920	-	-	-	-	-	2,730	2,730	5,660	3,054	3,195
Transport Assets		5,000	-	-	-	-	-	3,000	3,000	8,000	5,230	5,471
Land		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B9 Asset Management - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjus. 12	Total Adjus. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	65,740	-	-	-	-	-	15,832	15,832	81,572	42,532	45,404
ASSET REGISTER SUMMARY - PPE (WDV)	5	996,847	-	-	-	-	-	17,245	17,245	1,014,092	984,520	972,541
Roads Infrastructure		(8,058)	-	-	-	-	-	10,000	10,000	1,942	(16,490)	(25,265)
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		(6,749)	-	-	-	-	-	-	-	(6,749)	(13,809)	(21,194)
Water Supply Infrastructure		25,000	-	-	-	-	-	-	-	25,000	25,000	25,000
Sanitation Infrastructure		(8,464)	-	-	-	-	-	-	-	(8,464)	(17,318)	(26,579)
Solid Waste Infrastructure		(4,217)	-	-	-	-	-	-	-	(4,217)	(8,628)	(13,242)
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		(2,489)	-	-	-	-	-	10,000	10,000	7,511	(31,246)	(61,280)
Community Assets		910,898	-	-	-	-	-	-	-	910,898	910,898	910,898
Heritage Assets		1,075	-	-	-	-	-	-	-	1,075	1,075	1,075
Investment properties		68,123	-	-	-	-	-	-	-	68,123	66,578	64,961
Other Assets		(4,172)	-	-	-	-	-	-	-	(4,172)	(8,536)	(13,101)
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		155	-	-	-	-	-	-	-	155	(1,756)	(3,754)
Computer Equipment		2,500	-	-	-	-	-	2,500	2,500	5,000	5,115	7,850
Furniture and Office Equipment		(11,241)	-	-	-	-	-	1,693	1,693	(9,548)	(22,999)	(35,298)
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		5,000	-	-	-	-	-	3,000	3,000	8,000	10,230	15,701
Land		26,999	-	-	-	-	-	52	52	27,051	55,162	85,490
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	996,847	-	-	-	-	-	17,245	17,245	1,014,092	984,520	972,541
EXPENDITURE OTHER ITEMS												
<u>Depreciation & asset impairment</u>		52,446	-	-	-	-	-	(1,413)	(1,413)	51,033	54,859	57,382
<u>Repairs and Maintenance by asset class</u>		26,052	-	-	-	-	-	26,356	26,356	52,408	24,635	25,769
Roads Infrastructure		5,000	-	-	-	-	-	(700)	(700)	4,300	5,230	5,471
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		6,000	-	-	-	-	-	20,000	20,000	26,000	3,661	3,829
Water Supply Infrastructure		1,700	-	-	-	-	-	1,500	1,500	3,200	1,778	1,860
Sanitation Infrastructure		500	-	-	-	-	-	6,500	6,500	7,000	523	547
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		2,060	-	-	-	-	-	1,316	1,316	3,376	2,155	2,254
Information and Communication Infrastructure		10,792	-	-	-	-	-	(2,260)	(2,260)	8,532	11,288	11,808
Infrastructure		26,052	-	-	-	-	-	26,356	26,356	52,408	24,635	25,769
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-

MP311 Victor Khanye - Table B9 Asset Management - 2025/02/28

Description	Ref	2024/25									Budget Year	Budget Year
		Original Budget	Prior Adjusted 7 A1	Accum. Funds 8 B	Multi-year capital 9 C	Unfore. Unavoid. 10 D	Nat. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	Adjusted Budget 2025/26	Adjusted Budget 2026/27
R thousands		A	A1	B	C	D	E	F	G	H		
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		78,498	-	-	-	-	-	24,943	24,943	103,441	79,494	83,151
Renewal and upgrading of Existing Assets as % of total capex		88.1%	0.0%							84.7%	75.0%	75.0%
Renewal and upgrading of Existing Assets as % of deprecn"		110.4%	0.0%							135.3%	58.0%	58.4%
R&M as a % of PPE		2.6%	0.0%							5.2%	2.5%	2.8%
Renewal and upgrading and R&M as a % of PPE		8.4%	0.0%							12.0%	5.8%	6.2%

MP311 Victor Khanye - Table B10 Basic service delivery measurement - 2025/02/28

Description	Ref	2024/25									Budget Year 2025/26	Budget Year 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling									-	-		
Piped water inside yard (but not in dwelling)									-	-		
Using public tap (at least min.service level)	2								-	-		
Other water supply (at least min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>	3	-	-	-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3,4								-	-		
Other water supply (< min.service level)									-	-		
No water supply									-	-		
<i>Below Minimum Service Level sub-total</i>	5	-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									-	-		
Flush toilet (with septic tank)									-	-		
Chemical toilet									-	-		
Pit toilet (ventilated)									-	-		
Other toilet provisions (> min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Bucket toilet									-	-		
Other toilet provisions (< min.service level)									-	-		
No toilet provisions									-	-		
<i>Below Minimum Service Level sub-total</i>	5	-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Energy:												
Electricity (at least min. service level)									-	-		
Electricity - prepaid (> min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Electricity (< min.service level)									-	-		
Electricity - prepaid (< min. service level)									-	-		
Other energy sources									-	-		
<i>Below Minimum Service Level sub-total</i>	5	-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Refuse:												
Removed at least once a week (min.service)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week									-	-		
Using communal refuse dump									-	-		
Using own refuse dump									-	-		
Other rubbish disposal									-	-		
No rubbish disposal									-	-		
<i>Below Minimum Service Level sub-total</i>	5	-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-	-	-
Informal Settlements												
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-	-	-
Total cost of FBS provided		-	-	-	-	-	-	-	-	-	-	-
Highest level of free service provided												
Property rates (R'000 value threshold)									-	-		
Water (kilolitres per household per month)									-	-		
Sanitation (kilolitres per household per month)									-	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)									-	-		
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)									-	-		
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates	6								-	-		
Housing - top structure subsidies									-	-		
Other									-	-		
Total revenue cost of subsidised services provided		-	-	-	-	-	-	-	-	-	-	-



Municipal Budget Circular for the 2024/25 MTREF

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Introduction

This budget circular is a follow-up to MFMA Circular No. 126 that was issued on 07 December 2023. It aims to provide further guidance to municipalities with the preparation of their 2024/25 Medium Term Revenue and Expenditure Framework (MTREF) budgets and should be read together with the budget circulars that have been issued previously.

The grant allocations as per the 2024 Budget Review and the 2024 Division of Revenue Bill are also key focus areas in this circular. Municipalities are reminded to refer to the annual budget circulars of the previous years for guidance in areas of the budget preparation that are not covered in this circular.

1. The South African economy and inflation targets

Over the next three years, South Africa's economy is forecast to grow at an average of 1.6 per cent, a moderate improvement on the 1.4 per cent average expected at the time of the 2023 MTBPS. The outlook is supported by an expected recovery in household spending as inflation declines, and an increase in energy-related fixed investments.

Power cuts and operational problems in freight rail and ports continue to disrupt economic activity and limit the country's export potential. Comprehensive reforms are underway in these sectors, although it will take time to see recovery in growth. Household consumption is under pressure from high living costs, and investment remains low due to weak confidence and challenging business conditions linked to structural constraints.

South Africa has experienced over a decade of weak economic growth, GDP has averaged only 0.8 per cent annually since 2012, entrenching high levels of unemployment and poverty. To turn the tide and raise economic growth sustainably, government is prioritising energy and logistics reforms, along with measures to arrest the decline in state capacity. Successful efforts to improve the fiscal position, complete structural reforms and bolster the capacity of the state will, in combination, reduce borrowing costs, raise confidence, increase investment and employment, and accelerate economic growth.

The National Treasury estimates real economic growth of 0.6 per cent in 2023. This is a decrease from growth of 0.8 per cent projected in the 2023 MTBPS due to weaker than expected outcomes in the third quarter of 2023, resulting in downward revisions to household spending growth and spending on gross fixed investment. GDP growth is projected to average 1.6 per cent from 2024 to 2026 as the frequency of power cuts declines, lower inflation supports household consumption, and employment and credit extensions recover gradually. New energy projects will improve fixed investments and business sentiment.

To accelerate GDP growth after an extended period of weak economic performance, South Africa needs large-scale private investment. Government is working to improve the fiscal position, complete structural reforms and bolster the capacity of the state to reduce borrowing costs, raise confidence, increase investment, and put the economy on a higher job creating growth path.

The following macro-economic forecasts must be considered when preparing the 2024/25 MTREF municipal budgets.

Table 1: Macroeconomic performance and projections, 2022 – 2027

Fiscal year	2022/23	2023/24	2024/25	2025/26	2026/27
	Actual	Estimate	Forecast		
CPI Inflation	6.9%	6.0%	4.9%	4.6%	4.6%

Source: 2024 budget review.

Note: the fiscal year referred to is the national fiscal year (April to March) which is more closely aligned to the municipal fiscal year (July to June) than the calendar year inflation.

Headline inflation is projected to moderate from 6 per cent in 2023 to 4.9 per cent in 2024 and 4.6 per cent in 2025 and 2026 as food and fuel inflation continue to decline. In 2023 food inflation slowed less than expected due to power cuts and rand depreciation, keeping imported food costs high. An avian influenza outbreak also increased the costs for poultry and eggs. These factors are expected to dissipate over the medium term.

The current economic challenges in the country place pressure on households' ability to pay municipal accounts, therefore municipal own revenue generation gets affected.

It is noted that variations in regional specifics are possible, however, any variation of assumptions must be explicitly set out and well explained in the budget narratives, in the absence of which the Treasuries will refer the budget back to council for alignment to the macroeconomic performance projections.

Fiscal strategy to contain debt (fiscal consolidation) through reduction of budgets and reprioritisation

The 2024 budget balances development and sustainable public finances. In the context of persistent low economic growth, government will protect critical services, support economic growth through reforms and public investment and stabilise public debt. Although South Africa continues to confront difficult economic conditions, a moderate recovery is forecast in the economic outlook. Broad reforms are underway in energy, freight, water and telecommunications. Yet it will take time to reverse the consequences of operational, maintenance and government failures at state owned companies responsible for electricity, rail and ports. Rapid growth in debt- service costs choke the economy and the public finances. Government is staying the course to narrow the budget deficit and stabilise debt. This year, for the first time since 2008/09, government will achieve a primary budget surplus. Debt will stabilise in 2025/26.

The balanced approach to fiscal consolidation includes expenditure restraint and moderate revenue increases, while continuing to support the social wage and ensuring additional funding for critical services. Government will after extensive consultation propose a binding fiscal anchor for future sustainability. In the interim, the debt stabilisation primary surplus will anchor fiscal policy.

The consolidated budget includes the main budget framework and spending by provinces, social security funds, public entities including municipalities finances from their own revenue sources. Government remains committed to fiscal consolidation that balances the needs of the most vulnerable in society and protects the public finances for future generations.

2. Key focus areas for the 2024/25 budget process

2.1. Local government conditional grants and unconditional grants allocations

Net reductions of R80.6 billion to main budget non-interest expenditure are identified across the three spheres of government over the MTEF in comparison to the 2023 budget estimates. Among these 2024 MTEF fiscal consolidation reductions, local government has the smallest contribution. Over the 2024 MTEF, the local government equitable share and direct conditional grants will be reduced by a total of R15.5 billion, made up of R9.6 billion in the local government equitable share and R5.9 billion in direct conditional grants. Despite reduction, local government equitable share growth remains high with transfers to local government significantly increasing by 5.2 per cent annually, driven mainly by the strong growth of local government equitable share by 6.1 per cent. National revenue share increases by 2.6 per cent annually, while transfers to provinces grow by 3.8 per cent annually, with the equitable share growing faster than conditional grants. There were no proposed reductions on the sharing of the general fuel levy to the metropolitan municipalities.

Notable changes to the conditional grants system

Given the ongoing review of the conditional grants system, very minimal changes were proposed to local government conditional grants. The proposed changes indicate a continued focus on enabling municipalities to improve service delivery to communities.

New conditional grant for smart prepaid meters

A new indirect grant, which will be managed by the National Treasury will be introduced in 2024/25. This grant will present an important opportunity for municipalities in the debt relief programme. While debt relief is a critical component of supporting struggling municipalities, it is important to also provide the municipalities with the tools and the necessary funding to improve their operations and long-term sustainability.

This new indirect conditional grant for smart prepaid meters is a meaningful step towards providing municipalities with the financial support they need to better manage their utilities, by ensuring timely and accurate billing; reducing losses; and enhancing operational sustainability. Municipalities will be able to manage their utility services and provide to water and electricity services effectively and efficiently. The grant will initially focus on providing debt relief for Eskom and will be implemented targeting specific municipalities in its initial years.

Improving regulatory levers and reforms

By enhancing the usage of regulatory frameworks in the conditional grants system, the government is taking steps to ensure that municipalities prioritise critical projects and utilise resources effectively. The use of results from the Department of Water and Sanitation's Watch Reports in the prioritisation of water and sanitation projects funded from general-purpose grants such as the integrated urban development grant (IUDG), and municipal infrastructure grant (MIG), will improve the quality and impact of these projects. Further, requiring municipalities to use the results of green drop, blue drop and no drop assessments in planning and prioritising projects will drive greater accountability and transparency in the use of grant funds, promoting sustainable and effective service delivery.

2.2. Post 2023 MTBPS changes

A number of reductions that were proposed in the 2023 MTBPS have been reversed but revised downwards, and several further cuts and other reprioritisations effected to make funds available for other government priorities. These include:

Reductions reversed: Previous reductions proposed on the sharing of the general fuel levy to the metropolitan municipalities, the rural roads asset management systems and the water services infrastructure grants have been reversed.

Reductions revised downwards: The previous reduction of R218 million to the integrated national electrification programme municipal grant is revised to R204 million; the previous reduction of R49 million to the municipal disaster response grant is revised to R35 million; and the previous reduction of R48 million to the municipal systems improvement grant is revised to R27 million.

Further reductions: To make funds available for other government priorities, reductions have been made to some municipal conditional grants over the 2024 MTEF period. These include an additional reduction of R3.5 billion to the integrated national electrification programme Eskom grant; an additional reduction of R73 million to the integrated urban development grant; an additional reduction of R14 million to the energy efficiency and demand-side management grant; an additional reduction of R4 million to the public transport network grant; an additional reduction of R127 million to the direct component of the regional bulk infrastructure grant; and an additional reduction of R852 million to the indirect component of the regional bulk infrastructure grant.

Reprioritisations: Reprioritisations over the MTEF period include the following: R58.3 million from the direct component of the municipal infrastructure grant is converted to the indirect component of the grant; R587 million from the direct component of the regional bulk infrastructure grant is converted to the indirect component; R91 million from the integrated urban development grant and R1.4 billion from the municipal infrastructure grant are shifted to the municipal disaster recovery grant to fund the repair and reconstruction of municipal infrastructure damaged by the floods that occurred between February and March 2023; R400 million from the first two years of the MTEF period are shifted to the outer year in the public transport network grant; R2 billion is reprioritised from the integrated national electrification programme municipal grant to fund the baseline for the new smart meters grant; and R432 million is reprioritised from the integrated national electrification programme Eskom grant to fund other priorities in the energy sector.

2.3. Review of the local government fiscal framework

Government's five-year programme of action to improve local governance, as endorsed by the Budget Forum, includes efforts to improve the funding model for local government. The National Treasury is reviewing a draft report for regulating municipal surcharges on electricity and identifying alternative sources of revenue to replace these. The next step will be consultation with external stakeholders.

The local government equitable share formula is being updated in various ways, including improving its responsiveness to the different functions assigned to district and local municipalities. In addition, the formula will be refined with reforms such as exploring the feasibility of introducing a cost differential model, community services components for health services and firefighting functions, objective criteria for benchmarking municipalities in relation to their administrative functions. The Department of Cooperative Governance, the National Treasury, the South African Local Government Association, the Financial and Fiscal Commission and statistics South Africa are identifying areas for refinement over the 2024 MTEF period.

2.4. Update on the review of the conditional grants

The South African government initiated a review of the existing grant system amid concerns of its effectiveness, including underspending on infrastructure grants and fragmentation in

the provincial and municipal grant systems. The review involved stakeholder consultations and literature reviews of conditional grant programmes to gain insights and make evidence-based recommendations for reform.

In April and May 2024, multiple consultation platforms will be set up to share the preliminary findings with the multi-stakeholder team. While some changes resulting from the review were reflected in the 2024 Budget, further proposed reforms are likely to be considered in the 2025 budget process and implemented gradually in a phased manner.

2.5. Funding for Local Economic Development (LED) Programmes

National Treasury is mindful of the essential role played by municipalities in driving economic development and job creation to mitigate inequality and attract private investment. In addition to the infrastructure grants, municipalities also receive about 66 per cent of their allocations in unconditional grants, which can be utilised to fund operational parts of the LED initiatives. However, it is important to note that economic development does not rely solely on a single funding pot, but on various forms of government programmes and grants. This includes support and initiatives from the Department of Trade, Industry and competition funded by provinces through their equitable share.

Whilst there is a call for creation of conditional grant, it is worth noting that the creation of a dedicated grant for LED initiatives comes with its challenges. In the past, when such grants were introduced, government institutions reprioritised funds that were initially funding the LED programmes, leading to over-reliance on conditional grants. This dependence undermines the purpose and sustainability of these programmes, as their funding is primarily dependent on the availability of funds from the fiscus and the performance of the economy. Therefore, there is a need to align conditional grants with economic development areas while also ensuring their integration with other government spheres to support the developmental mandate effectively.

In addition, it is also crucial for municipalities to provide essential services such as electricity, water, and sanitation efficiently. The efficient provision of these services is crucial for attracting private investment, fostering economic growth, and promoting a conducive environment for businesses to thrive. Therefore, National Treasury urges municipalities to prioritise the provision of these services to enhance economic development and improve the quality of life for their residents.

2.6. Reforms to improve the efficiency and financial sustainability of metro's trading services

Due to years of neglect and inadequate infrastructure maintenance, South Africa's municipalities face severe utility services issues, including in water, wastewater, and electricity. A loss of essential management and technical skills has also contributed to the decline in service quality and reliability. Metro water services alone suffer from an investment gap of R9 billion per year. These inefficiencies threaten economic growth and job creation and increases poverty. Government transferred substantial monetary allocations to local government in the successive Budgets to support water services, but the outcome and value for money of these transfers is low. To address this, an incentive grant system is being explored for 2025/26 to increase investments, change management and governance structures, promote professional management, and ensure transparency, starting with metros.

These reforms are commencing in the 2024/25 municipal financial year with the conditions being introduced in the Urban Settlement Development Grant (USDG). Thereafter, the reform will be extended to other revenue-generating trading services.

2024/25 USDG Financing Component for Trading Services

Municipalities must submit the following to the transferring officer and the National Treasury to qualify for making an application for the financing component:

- A council approved turnaround strategy to the Department of Human Settlement (DHS) and the National Treasury by 31 July 2024;
- A roadmap on the institutional reforms for improved management and governance to be submitted to DHS and National Treasury by 30 September 2024; and
- A business and investment plan that is consistent with the services development plan by 30 September 2024.

In support of these conditions, National Treasury will issue a guidance note by 1 April 2024, on requirements for turnaround strategies, institutional reforms and business plans for the financing component on trading services.

2025/26 onwards Improving the efficiency of urban utility services

Beyond 2024/25, the intention is to extend the reform agenda beyond water services to other revenue-generating trading services, including electricity and solid waste management. The Explanatory Memorandum, **Annexure W1**, to the 2024 Division of Revenue Bill provides the following direction on future work on municipal fiscal frameworks linked to trading/ utility services.

The grant reforms will aim to:

- Increase the level of investments in utility services (water, wastewater, electricity and solid waste) by leveraging grant finance with loan finance, linked to improved operational and financial performance of services providers;
- Catalyse changes in the structure, management, and governance of utility services businesses to support improvements in operational, technical and financial performance;
- Promote professional management with a single point of management accountability for utility services in cities, suitable managerial autonomy and the technical skills necessary to manage an effective service; and
- Promote and ensure full financial transparency, including by making the financial relationship between municipalities and the utility services explicit.

2.7. Criteria for the release of the Equitable Share:

- The criteria for the release of the equitable share were covered in Circulars No. 122 remains relevant and are still applicable for the release of equitable share instalments in the 2024/25 financial year.
- Failure to comply with the criteria will result in National Treasury invoking Section 38 of the MFMA which empowers National Treasury to withhold a municipality's equitable share if the municipality commits a serious or persistent breach of the measures established in terms of Section 216(2) of the Constitution which includes reporting obligations set out in the MFMA and National Treasury requests for information in terms of Section 74 of the MFMA.

3. Revenue Management

3.1. Update on Municipal Debt Relief (MFMA Circular No. 124)

Accounting Guidance

Municipalities whose Municipal Debt Relief applications were approved must fully account for and correctly report on the write-off of their Eskom arrear debt and related benefits. Municipalities should note the guidance in this regard provided in *MFMA Circular No. 124: Supplementary Guide on the accounting- and mSCOA reporting requirements* that can be accessed on the MFMA website at the following link: <http://mfma.treasury.gov.za/Circulars/Pages/default.aspx>.

It is recommended that all municipalities familiarise themselves with the guidance as far as it relates to correctly budgeting- and accounting for free basic services as well as raising and paying their bulk accounts.

Debt relief reporting requirements

Municipalities approved for debt Relief (in terms of their National Treasury approvals), must ensure that their MFMA s.71 statements, over-and-above the normal MFMA s.71 requirements, include the following as a minimum:

- The municipality's self-assessment in the format of the compliance certificate issued in MFMA Circular No. 124: Annexure A2 (signed by the Municipal Manager) – municipalities should use the latest format of the compliance certificate issued during February 2024 available under MFMA Circular No. 124 and included as **Annexure B** to this circular;
- The municipality's progress towards restricting free basic services to the national policy limits (condition 6.6) and in the format included as **Annexure C** to this circular;
- The municipality's progress towards achieving a minimum average quarterly collection of 80 per cent (condition 6.7) and in the format included as **Annexure D** to this circular;
- If the municipality's 2023/24 and/ or 2024/25 MTREF is not funded, the MFMA Section 71 statement must monthly include the municipality's progress against its approved Budget Funding Plan – if the municipality has an approved the Financial Recovery Plan (FRP), the monthly FRP progress report must include the municipality's progress against the components of the FRP aimed to achieve a funded budget and revenue enhancement initiatives;
- The high-level summary of its monthly property rates reconciliation (in the National Treasury template format already shared with the municipality during the application process); and
- The municipality's progress in addressing any variances evident from its monthly property rates reconciliation; etc.

3.2. Smart Meter Grant

With regard to the smart meter grant referred under 2.1 above, the National Treasury has targeted MFMA Circular No. 124 debt relief applicants for the initial implementation of this grant.

The potential beneficiaries of the smart meter grant will be invited by National Treasury and a compulsory template will be circulated for completion by municipalities. This invitation will be sent out before 15 March 2024. Furthermore, the grant conditions require a council resolution endorsing the application.

A completed template with supporting documentation and council resolution must be submitted to revenuemanagement@treasury.gov.za and sadesh.ramjathan@treasury.gov.za before 30 April 2024.

The applications will be evaluated before 31 May 2024 and allocations will be completed determined the commencement of the municipal budget year.

3.3. Transversal tender RT-29

The National Treasury is finalising the RT-29 transversal tender for a smart metering solution, and the appointed panel is available to all municipalities from March 2024. The transversal tender is targeting smart meter solutions for the water and electricity functions, STS meters compliance and load reduction systems. It will also enable municipalities to implement bi-directional smart metering systems. Municipalities are once again cautioned not to contract any smart metering systems or solutions without considering the RT-29 transversal tender which provides a competitive pricing comparison and cost saving on procurement. Municipalities wishing to participate in the RT-29 transversal must make their interest known to the Office of the Chief Procurement Officer (OCPO) on the email TCcontract1@treasury.gov.za. These municipalities must show evidence of a budget allocation in the current budget as well as future budgets for participation.

4. Conditional Grant Transfers to Municipalities

4.1. Criteria for the rollover of conditional grant funds

In terms of Section 21 of the Division of Revenue Act, 2023 (Act No.5 of 2023) (DoRA) in conjunction with the Division of Revenue Amendment Act, 2023 (Act No. 24 of 2023), the Act requires that any conditional allocation or a portion thereof that is not spent at the end of the 2023/24 financial year reverts to the National Revenue Fund (NRF), unless the rollover of the allocation is approved in terms of subsection (2). Furthermore, the receiving officer, provincial treasury and national transferring officer is required to prove to National Treasury that the unspent allocation is committed to identifiable projects, in which case the funds may be rolled over.

When requesting a rollover in terms of Section 21(2) of the 2023 DoRA, municipalities must include the following information with their submission to National Treasury:

1. A formal letter, signed by the accounting officer addressed to the National Treasury requesting the rollover of unspent conditional grants in terms of Section 21(2) of the 2023 DoRA;
2. A list of all the projects that are linked to the unspent conditional grants and a breakdown of how much was allocated, spent and the balance per project;
3. The following evidence indicating that work on each of the projects has commenced, as applicable to the specific rollover(s):
 - a) Proof that the service provider was appointed for delivery of the project before 29 March 2024; or
 - b) Proof of project tender and tender submissions published and closed before 31 March 2024 or with the appointment of contractor or service provider for delivery of service before 30 June 2024 in cases where additional funding was allocated during the course of the financial year of the project;
 - c) Incorporation of the Appropriation Statement; and
 - d) Evidence that all projects linked to an allocation will be fully utilised by 30 June 2024 (attach cash flow projection for the applicable grant).

4. A progress report (also reflecting percentages) on the status of each project's implementation that includes an attached legible implementation plan);
5. The value of the committed project funding and the conditional allocation from the funding source;
6. Reasons why the grants were not fully spent during the year on the original allocation per the DoRA;
7. Rollover of rollovers will not be considered. Municipalities must therefore not include previous year's unspent conditional grants as rollover request;
8. An indication of the time period within which the funds are to be spent if the rollover is approved; and
9. Proof that the Municipal Manager and Chief Financial Officer are permanently appointed.

No rollover requests will be considered for municipalities with vacant or acting Chief Financial Officers and Municipal Managers for a period exceeding 6 months from the date of vacancy; this also includes acting appointments because of suspensions of either MM or CFO that are more than 12 months.

If any of the above information is not provided or the application is received by National Treasury (Intergovernmental Relations Division) after 31 August 2024, the application will be declined.

In addition, National Treasury will also consider the following information when assessing rollover applications; and reserves the right to decline an application should there be non-performance by the municipality in any of these areas:

1. Compliance with the in-year reporting requirements in terms of Sections 71 and 72 of the MFMA and Section 12 of the 2023 DoRA, **including the Municipal Manager and Chief Financial Officer signing-off on the information** sent to National Treasury;
2. Submission of the pre-audited Annual Financial Statements to National Treasury by 31 August 2024;
3. Accurate disclosure of grant performance in the 2023/24 pre-audited Annual Financial Statements, (i.e. correct disclosure of grant receipts and spending in the notes to the AFS);
4. Despite the fact that local government is required to comply with different norms and standards prescribed by different legislations, municipalities are expected to fully comply with the provisions of DoRA that relate to rollover processes and disclose conditional grant performance in the 2023/24 pre-audited Annual Financial Statements (i.e. Cash coverage and unspent conditional grants in the Statement of Financial Position) in order to verify grant expenditure; and
5. Cash available reflected in the Statement of Financial Position and Cash Flow Statements and the bank (net position including short term investments) as at 30 June 2024 is equivalent to the unspent amount at the end of the financial year. If the amount that is requested for rollover is not entirely cash-backed, such a rollover will not be approved. National Treasury will also not approve portions of rollover requests.

It should be noted that under no circumstances will the National Treasury consider requests to rollover:

1. The entire 2023/24 allocation to the municipality. In cases where the rollover request is more than 50 per cent of the total allocation, National Treasury will approve the rollover amount up to 50 per cent of the 2023/24 allocation;

2. Rollover request of the same grant for the third consecutive time. In a case where a municipality is applying for rollover as a result of additional funding, the application will be carefully considered;
3. Funding for projects procured through Regulation 32 and 37 of the Municipal Supply Chain Management Regulations (Gazette No.27636) – Projects linked to additional funding and disasters are exempted; and
4. A portion of an allocation where the proof of commitment for the rollover application is linked to invoices that were issued before or on 31 March 2024. All invoices issued to the municipality before 31 March 2024 should be paid within the same year against the allocated conditional grants. i.e invoices must be paid within 30 days.

4.2. Unspent conditional grant funds for 2023/24

The process to ensure the return of unspent conditional grants for the 2023/24 financial year will be managed in accordance with Section 21 of the DoRA. In addition to the previous MFMA Circulars, the following practical arrangements will apply:

- Step 1: Municipalities must submit their June 2024 conditional grant expenditure reports according to Section 71 of the MFMA reflecting all accrued expenditure on conditional grants and further ensure that expenditure reported to both National Treasury and national transferring officers reconciles;
- Step 2: When preparing the Annual Financial Statements, a municipality must determine the portion of each national conditional grant allocation that remained unspent as at 30 June 2024. The unspent grant values must be determined based on the guidance that was provided in mSCOA Circular No. 13 in as far as VAT, retention and interest is concerned; and
- Step 3: If the receiving officer wants to motivate in terms of Section 21(2) of the 2023 DoRA that the unspent funds are committed to identifiable projects, the rollover application pack must be submitted to National Treasury by no later than 31 August 2024.

National Treasury will not consider any rollover requests that are incomplete or received after this deadline.

- Step 4: National Treasury will confirm in writing whether or not the municipality may retain any of the unspent funds as a rollover based on criteria outlined above by 22 October 2024;
- Step 5: National Treasury will communicate the unspent conditional grants amount by 12 November 2024. A municipality must return the remaining unspent conditional grant funds that are not subject to a specific repayment arrangement to the National Revenue Fund by 18 November 2024; and
- Step 6: Any unspent conditional grant funds that should have but has not been repaid to the National Revenue Fund by 18 November 2024, and for which a municipality has not requested a repayment arrangement, will be offset against the municipality's 04 December 2024 equitable share allocation.

All other issues pertaining to Appropriation Statement and reporting on approved rollovers are addressed in the Annexure to MFMA Circular No. 86.

5. Funding choices and management issues

Given the current economic crisis the country faces, Municipalities are under pressure to generate revenue. The ability of customers to pay for services is declining and this means that less revenue will be collected. Municipalities are advised to consider all the advice

provided in MFMA Circular No 126, 123 and other previous circulars under this topic to ensure the adoption of surplus and funded budgets.

5.1. Employee related costs

The *Salary and Wage Collective Agreement* for the period 01 July 2021 to 30 June 2024 has come to an end and a new agreement is under consultation, which is anticipated to consider the current fiscal constraints faced by government. Therefore, in the absence of any information in this regard from the South African Local Government Bargaining Council (SALGBC), municipalities are advised to consider their financial sustainability when considering salary increases. It has been observed over the previous years that salary increases were above inflation and this has posed challenges to most municipalities' sustainability. In addition, municipalities that could not afford such increases did not apply for exemption as provided by SALGBC.

Therefore, municipalities are urged to consider projecting salary and wage increases that would reflect their affordability given the current economic challenges. The 2022 State of Local Government Finance Report revealed that 157 municipalities are in financial distress. These municipalities need to ensure that they seek an early exemption from this dispensation of this salary agreement. Municipalities should also avoid paying out leave in cash while having major financial challenges.

5.2. Remuneration of Councillors

Municipalities are advised to budget for the actual costs approved in accordance with the Government Gazette on the Remuneration of Public Office Bearers Act: Determination of Upper Limits of Salaries, Allowances and Benefits of different members of municipal councils published annually between December and January by the Department of Cooperative Governance. It is anticipated that this salary determination will also consider the fiscal constraints. Municipalities should also consider guidance provided above on salary increases for municipal officials during this process. Any overpayment to councilors contrary to the upper limits as published by the Minister of Cooperative Governance and Traditional Affairs will be irregular expenditure in terms of Section 167 of the MFMA and must be recovered from the councilor(s) concerned.

5.3 Governance, performance, and investment matters

South Africa has reached a stage where all of government including municipalities need to play in pivotal role in igniting the economy of the country. There is a need for a concerted effort to put initiatives that will attract the investments which will stimulate the economy. The investments take place in the local government and municipalities in particular as the custodian of the spatial planning and enabling infrastructure.

Critical infrastructure such as water, sanitation and electricity to stimulate the economy is owned, maintained and developed by the municipalities. In the last 30 years, there has been investment in ensuring that access to basic services – water, electricity and refuse - is improved markedly.

However, there has been little to no investment on bulk infrastructure such as water treatment works, wastewater treatment works and electrical substations which are the backdrop for enabling investment in municipalities.

Of concern is that budget for operation and maintenance have been negligible. If the trends continue without arresting the decline, the municipalities will in all likelihood not experience

growth. This will reduce the prospect for economic growth leading to high unemployment and less economic activities in general.

As such, the municipalities need to take the responsibility to create initiatives which will attract more investment. Key initiatives to improve this are investing in bulk and connector infrastructure as well as strengthening good governance.

The budget allocation to address infrastructure requirements are not sufficient. As such, the municipalities should improve governance and the overall financial health which will allow for the financier to be attracted to borrow municipalities to finance enabling infrastructure.

Urban management and in particular cleaning of the environment is critical for ensuring that municipal area is attractive. Thus, ability to attract investment should also include clearly defined initiatives that ensure the city is continuously clean. This will retain existing investors and also enable the municipalities to attract new investors who wishes to locate in the municipal area.

A firm's decision to invest is influenced by factors such as infrastructure and land availability, the institutional and regulatory environment, skills availability and innovation levels and the availability of enterprise support and finance. Municipalities have key roles that influence a decision to invest and expand in a particular space. Poorly performing spaces – such as industrial parks, CBDs, logistics hubs, townships – discourage investment and encourage disinvestment. Poorly performing economic assets, such as roads, ports, rail, communications, do the same. Many of the reasons for poor performing spaces and assets lie within the ambit of the public sector, but not all within the local sphere. In some instances, municipalities are directly responsible for what needs to be done, in other areas the municipality needs to mediate inter-governmental solutions.

To turnaround these spaces and unlock their economic potential the immediate focus must be on getting the basics right first –

- Ensure reliable and sustainable service delivery – water, sanitation, stormwater, roads, lighting and waste management;
- Ensure effective land governance – urgently resolve inter-governmental issues that inhibit performance;
- Undertake bulk infrastructure repair and maintenance;
- Address business and community safety issues;
- Operationalise and manage public open spaces and assets; and
- Manage the spaces – at minimum put in place municipal transversal teams responsible for ensuring the basics are in place.

The quality and transparency of municipal governance has a direct impact on economic performance. Dysfunctional municipalities discourage new investment and result in job loss. Ensuring the effective management of municipal businesses through evidenced-based decision making and sound financial management is essential to attract and retain firms. Improving the efficiency and transparency of municipal business processes that impact on the private sector – such as registering property, getting electricity connections, construction permits, obtaining wayleaves, getting a water connection, and issuing an informal trader permit – goes a long way to building business confidence and municipal credibility.

5.4 Environmental Pollution

The deteriorating quality of water resources in urban and rural areas due to pollution, failing infrastructure such as wastewater treatment and the lack of enforcement of by-laws, legislation and urban management, exacerbates water scarcity, and increases costs of providing potable water.

Municipalities are urged to anticipate the imminent approval of the water pricing strategy, which introduces a waste discharge charge. This penalty underscores the need for municipalities to ensure that they comply with and enforce all legislation and by-laws governing urban and environmental management. This requires municipalities to prioritise effective and efficient service delivery, including sufficient investment in asset maintenance, expansion and renewal for solid waste management, wastewater treatment, as well as by-law enforcement to mitigate the continuous pollution of streams and rivers.

Collaboration among municipalities, sector departments, NGOs, citizens, and the private sector are essential for mobilising resources to prevent further deterioration and restoration of water resources. Such efforts need to only prevent pollution at source but also safeguard water quality for future generations, making the strategic investment in water resources a cornerstone of sustainability, economic growth and healthy environments.

6. Municipal Standard Chart of Accounts (*mSCOA*)

6.1. Go Live on Version 6.8 of the Chart

mSCOA version 6.8 will go live on 20 March 2024, whereafter municipalities will be able to upload their tabled budget (TABB) and tabled project files (PRTA) data strings for the 2024/25 MTREF on the GoMuni portal.

After going live on version 6.8 of the chart, all the reports available on the LGDRS will be aligned to *mSCOA* chart version 6.8. This includes the format of the Section 71 report for Q3 and Q4 of 2023/24.

The Municipal Budget and Reporting Regulations (MBRR) Schedules (A to F) and non-financial data string (A1S) was also aligned to version 6.8 of the chart. A **protected** version of the MBRR Schedules for version 6.8 of the chart and A1S is available on the MFMA Webpage on the link below:

<http://mfma.treasury.gov.za/RegulationsandGazettes/Municipal%20Budget%20and%20Reporting%20Regulations/Pages/default.aspx>

The reports on the Local Government and Reporting System (LGDRS) are populated from financial and non-financial data strings. Municipalities must use the linkages on GoMuni referred to above and not the formulas in the regulated Municipal Budget and Reporting (MBRR) Schedules when generating their A schedule from the financial system.

In terms of the *mSCOA* Regulations, municipalities must generate the regulated MBRR schedules that is tabled and adopted by Council directly from their financial ERP systems and not import or capture it on the system at a later stage. This is necessary to ensure that there is 'one version of the truth', namely the data in the financial ERP system is the same as the report tabled and adopted by Council and the information submitted to the National Treasury and other stakeholders.

6.2. *mSCOA* data strings credibility

Municipalities must verify the credibility and accuracy of the tabled budget (TABB) and project file (PRTA) data strings **prior and post** to uploading it to the National Treasury Local Government Database and Reporting System (LGDRS). These data strings will be the sole source used by National and Provincial Treasuries to analyse and determine if the municipality's budget is funded and the credibility is therefore of utmost importance.

Registered users from municipalities, provincial treasuries and National Treasury have full access to their data on the LGDRS and can draw the information to verify the accuracy of the figures for their respective municipalities or province (in the case of provincial treasuries). The LGDRS reports can be accessed by registered users on the following link:

https://lg.treasury.gov.za/ibi_apps/signin

From 2025/26, the National Treasury will open the access to all reports available on the LGDRS to the public. Municipalities should make a concerted effort to resolve their *mSCOA* data strings credibility issues as soon as possible to avoid facing the consequences of financial misconduct in terms of Section 171(1)(d) of the MFMA.

The LGDRS also provides information on municipal budgets and performance to the public through the Municipal Money portal. The information on the Municipal Money portal is sourced from the Consolidated Section 71 Reports published quarterly by the National Treasury. The Municipal Money portal is part of South Africa's Open Government Partnership (OGP) 5th National Action Plan to improve transparency and public participation in government processes and a link to the Municipal Money portal is available on the OGP website (76 countries and 104 municipalities are members).

6.3. Regulating the minimum business processes and system specifications for *mSCOA*

The National Treasury commenced with the work to regulate the minimum business processes and system specifications for *mSCOA* towards the end of 2025/26. The following working groups will be established to ensure that relevant stakeholders are consulted during the review processes:

- a. **Corporate governance** including internal and external audit, oversight committees, performance management, IT system requirements and management, municipal websites, document management, reporting mechanisms;
- b. **Municipal budgeting, planning and financial modelling** including IDP, Budgets Management, Revenue, Human Resources (HR) /Payroll, Assets;
- c. **Financial accounting** including general ledger, accounts receivables and payables, financial reporting, AFS reporting, insurance management, consolidation reporting;
- d. **Costing and reporting** including cost planning and cost management and reporting;
- e. **Project accounting** including project creation and planning, project management and reporting, contract management;
- f. **Treasury and cash management** including cash management and reporting, grant management and reporting, investment management and reserves, borrowings management, provisions and contingent liabilities;
- g. **Supply chain management** including supply chain management and inventory;
- h. **Full asset life cycle management** including maintenance management and asset management;
- i. **Real estate management** including property register and rental management and general processes;
- j. **Human resource and payroll management** including human resources, time management, payroll management and reporting;
- k. **Revenue management**, customer care, credit control and debt collection including revenue management and billing, credit control, customer management, debt collection, indigent management;
- l. **Valuation roll management**; and
- m. **Land use building control** including land use and building control.

Municipalities are urged to ensure that the officials that participate in the working groups have the technical knowledge and experience to participate meaningfully in these forums. Integrated Consultative Forums will also be held quarterly to keep **all** stakeholders informed and provide them with an opportunity to provide inputs on the business processes and system specification that will be regulated. A dedicated email address will be created for comment and inputs relating to the review processes underpinning these Regulations.

7. Submitting documents to the GoMuni Upload Portal

7.1. Submissions to the National Treasury

Municipalities are reminded to submit documents and queries to the correct portals/ mailboxes. These portals/ mailboxes are:

- https://lg.treasury.gov.za/ibi_apps/welcome (GoMuni Upload Portal) – All documents required in terms of legislation by approved registered users, including: • mSCOA Data Strings; • Budget-related, in-year and year-end documents and schedules (A, B and C); and • Revenue and MFRS Documents (as per MFMA Circular No. 126);
- lgdataqueries@treasury.gov.za – Database related and submission queries; and
- lgdocuments@treasury.gov.za – Only Provincial Treasuries may send contact details to lgdocuments@treasury.gov.za.

Any document/ queries that are submitted to the incorrect portal/ mailbox will not be processed and the submission status report will continue to reflect the documents as outstanding.

7.2. Updating of contact details on GoMuni

From 1 April 2024, municipalities (registered users) will be able to make changes/ additions to their own contact details directly on the LGDRS. To municipalities and their respective provincial treasury must select and update the relevant details on GoMuni under Database/Contacts/Reporting/Contact information on the following link:

https://lg.treasury.gov.za/ibi_apps/signin

Municipalities must ensure that their contact details on GoMuni are updated as soon as changes occur.

7.3. Submission of additional reports

From 14 March 2024, municipalities whose debt relief applications were approved will be required to submit reports to the GoMuni Upload portal as indicated in MFMA Circular No 124 dated 31 March 2024. The list of the required debt relief reports is attached as **Annexure A**.

7.4. Procurement spend reporting

In order for government to fulfil its social responsibility to channel procurement spending towards certain designated groups and to unlock economies of scale in government procurement expenditure, a single standardised view needs to be created into the

procurement spend information across all spheres of government on a transactional level for spend and trend analysis purposes.

The OCPO designed and built a Data Warehouse that serves as common repository for procurement related data with the necessary capabilities to produce standardised information in a dashboard format via various Business Intelligence tools. Currently procurement spend data of all National and Provincial departments from 2017 to date is hosted and analysed in the Data Warehouse.

From 1 March 2024, municipalities must on monthly basis report all goods and services related payments at a transactional level monthly. Towards this end, municipalities must complete and submit the template attached as **Annexure E** and submit it to the GoMuni Upload portal under the folder Documents/ Other. These reports are due by the 15th of the month that follows the reporting month. The first report is therefore due on 15 April 2024. This information is only required for municipalities and not for municipal entities.

A Data Upload Tool is also available that allows municipalities to capture their spending data manually or extract the relevant information from the municipality's payment system automatically. Information captured on the Data Upload Tool will be submitted directly into the OCPOs Data Warehouse once the various online input validations to ensure the accuracy and completeness of the data has been passed. To access the tool, an email request must be sent to ocpodatarequest@treasury.gov.za to obtain a User ID and Password that is institution specific. Training on the use of the OCPO Data Upload Tool as well as technical integration information will be provided after the institution has received a User ID and Password.

The submission status of the OCPO Spend Report will be included on the status report of document submissions available on the LGDRS. Municipalities that opt to use the Data Upload Tool instead of submitting the excel template to GoMuni must submit a 'not applicable form' to the GoMuni Upload portal for their non-submission is not classified as outstanding.

8. The Municipal Budget and Reporting Regulations

8.1 Assistance with the compilation of budgets

If municipalities require advice with the compilation of their respective budgets, specifically the budget documents or **Schedule A**, they should direct their enquiries to their respective provincial treasuries or to the following National Treasury officials:

IT IS RECOMMENDED (THAT):

1. The consolidated operating budget amounting to **R999 197 245** exclusive of Capital budget as set out in the Municipal Budget Document as well as the relevant appropriation votes and budgeted cash flows are adopted by Council and constitute the Budget of the Victor Khanye Local Municipality for the 2024/2025 financial year.
2. Council take note that the inclusion of insurance paid on behalf of councilors according to the Upper Limits for Public Officers increased the insurance premium of Council substantially.
3. The capital budget to the amount of **R 81 572 314** as set out in the Municipal Budget Document as well as the relevant appropriation segments and funding sources are adopted by Council and constitute the Capital Budget of the Victor Khanye Local Municipality for the 2024/2025 Financial year.
4. The adjustment budget for 2024/2025 is funded when excluding non-cash items, which are (Debt impairment and Depreciation). The revenue enhancement strategy as part of the budget document to show how to work towards improving the current financial status of the municipality.
5.
 - 5.1 Travel claims be paid with the monthly payroll run upon the submission of supporting documents;
 - 5.2 No overtime will be paid in excess of 40 hours per month, excluding essential services such as water, electricity, sanitation, fire and cemeteries that is pre-approved by the Head of Department. Overtime in excess of 40 hours be converted into time off in lieu of overtime.
 - 5.3 Refreshments be provided only for external meetings attended by external stakeholders where possible as per the cost containment measurements.
 - 5.4 Eliminate wasteful expenditure on events, advertising in magazines, television, newspapers etc. where the municipality can use other cost effective means such as websites to market the institution or properly publicise the matters or events under consideration.
 - 5.5 Limit or stop all unnecessary expenditure on matters such as printing of shirts, hosting of sporting events, festivals and other associated events, cruises, lavish functions, and extraordinary costs associated with visits of dignitaries or induction of new councillors.
 - 5.6 The number of employees travelling to conferences or meeting on official duty for the same matter is limited to three (3) employees, unless otherwise approved in advance by the relevant accounting officer, having due regard to the cost containment measures.

- 5.7 Meetings, workshops and training events be held at the venues of the municipality at most (depending on the capacity to be accommodated) and no outside facilities (at a cost) be approved for internal stakeholder's meetings;
 - 5.8 Municipal funds may not be used to fund election campaign activities, including the provision of supporting material, clothing, food, inducements to vote either as part of, or during election rallies;
 - 5.9 Review and introduce limits on municipal staff telephones and limiting private call to a reasonable amount. The cell phone and data allowance policy be introduced to curb expenditure. Telephone staff expenses which are not work related should be deducted on the salaries.
 - 5.10 Office furnishing, when required, should be contained to minimal costs, avoiding elaborate and expensive furniture or equipment and the use of existing facilities and equipment is encouraged.
 - 5.11 Any other cost containment measures as determined by the Accounting Officer in terms of these circulars and the policy.
- 6 The current cash flow situation of Council is under severe pressure and the following cost containment measures are recommended for continued implementation in terms of National Treasury Circular 82.85 and Circular 86,89 to ensure that council continue to service its monthly liabilities.

The supporting information contained in the 2024/2025 to 2025/2026 Medium Term Revenue and Expenditure budget document as required in terms of Section 17(3) of the Municipal Finance Management Act (Act no. 56 of 2003) be endorsed.


T.P. MAHLANGU
CHIEF FINANCIAL OFFICER